

**SCHOOL DISTRICT
OF
THE BOROUGH OF GLEN RIDGE**

**Borough of Glen Ridge School District
Board of Education
Glen Ridge, New Jersey**

**Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2022**

**Annual Comprehensive
Financial Report**

of the

**Borough of Glen Ridge School District
Board of Education**

Glen Ridge, New Jersey

For the Fiscal Year Ended June 30, 2022

Prepared by

**Borough of Glen Ridge School District
Board of Education**

Finance Department

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
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**INTRODUCTORY SECTION
(UNAUDITED)**



Glen Ridge Public Schools
BOARD OF EDUCATION

December 2, 2022

The Honorable President and Members of
the Board of Education
Borough of Glen Ridge School District
County of Essex, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Borough of Glen Ridge School District (the "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 (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. 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, the District's organizational chart and a list of principal officials. The financial section includes the Independent Auditors' Report, management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, and supplementary schedules providing detailed budgetary information. The statistical section includes selected economic and demographic information, financial trends and the fiscal capacity of the District, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' reports on the internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, is included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: The Borough of Glen Ridge School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The Borough of Glen Ridge School District 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 services are provided for regular, vocational, and special education students. The District completed the 2021-2022 fiscal year with an enrollment of 1,813 students, which is 8 students below the previous year's enrollment.

2) MAJOR INITIATIVES: As part of the referendum of March 2017, the upgrading of HVAC systems at Linden Avenue School, Forest Avenue School and Ridgewood Avenue school continued throughout the school year. In addition, the Ridgewood Avenue School C-Wing roof, Auditorium Roof and Auditorium Rooftop units were replaced. The initiative to upgrade technology continued with new network structure equipment, promethean boards, chrome books and copier replacements.

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

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

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

4) 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 a vote of the Board of Education. Annual appropriated budgets are adopted for the general fund, the special revenue fund and the debt service fund. Project length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

5) ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles as promulgated by the GASB. The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements", Note 1.

6) RISK MANAGEMENT: The Board carries various forms of insurance, including, but not limited to, general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. Insurance coverage was carried in the amounts as detailed on Exhibit J-20, Insurance Schedule contained in the District's CAFR.

The Board is a member of the Morris Essex Insurance Group (the "Group") and the School Alliance Insurance Fund (the "Fund"). The Group and the Fund are risk-sharing public entity risk pools that are insured and self-administered groups of school boards established for the purpose of providing low-cost insurance coverage for their respective members. Additional information on the Group and the Fund is included in Note 10 to the Basic Financial Statements.

7) OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board's audit committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

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

Respectfully submitted,



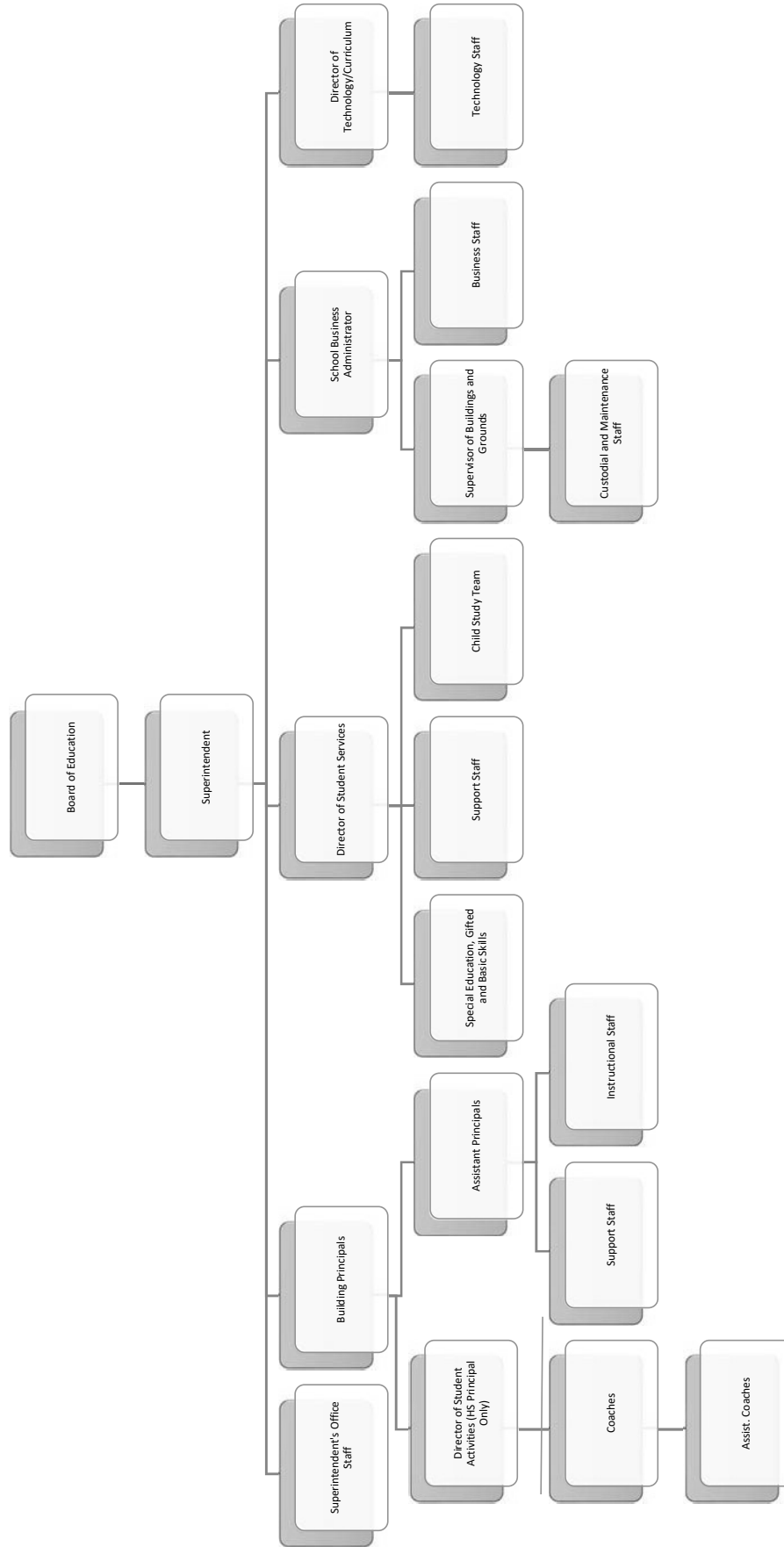
Dirk Phillips
Superintendent of Schools



Barbara Murphy
Board Secretary/Business Administrator

Borough of Glen Ridge School District

Organizational Chart



**BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
 ROSTER OF OFFICIALS
 JUNE 30, 2022**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Mrs. Elisabeth Ginsburg, President	2022
Mr. Michael de Leeuw, 1st Vice President	2022
Mr. David Campbell, 2nd Vice President	2024
Mr. Anthony Bonnett	2024
Ms. Jocelyn Gottlieb	2023
Ms. Duval Graham	2023
Ms. Kristin O'Neil	2024
Ms. Tracey St. Auburn	2023
Dr. Heather Yaros-Ramos	2022

Other Officials

Title

Dirk Phillips	Superintendent of Schools
Barbara Murphy	School Business Administrator/Board Secretary
John Calavano	Treasurer of School Monies

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
Consultants and Advisors

Architects

Design Resource Group, Architects, AIA
200 Franklin Square Drive #402
Somerset, NJ 08873

Audit Firm

Nisivoccia LLP, CPAs
Mount Arlington Corporate Center
200 Valley Road, Suite 300
Mount Arlington, NJ 07856-1320
and
Lawrence Business Park
11 Lawrence Road
Newton, NJ 07860
and
1140 Route 22 East, Suite 203
Bridgewater, New Jersey 08807

Attorneys

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238 St. Paul Street
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25A Vreeland Road
PO Box 751
Florham Park, NJ 07932

Wilentz Attorneys at Law
90 Woodbridge Center Drive
Suite 900 Box 10
Woodbridge, NJ 07095-0958

Official Depositories

Investors Bank
347 Broad Street
Bloomfield, NJ 07003

Blue Foundry Bank
222 Ridgewood Avenue
Glen Ridge, NJ 07028

PNC Bank
975 Bloomfield Avenue
Glen Ridge, NJ 07028

FINANCIAL SECTION

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Borough of Glen Ridge School District
County of Essex, New Jersey

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Borough of Glen Ridge School District (the "District"), in the County of Essex, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the District, 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 Qualified Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District 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 qualified audit opinion.

Matter Giving Rise to Qualified Opinion

The District's note disclosure on postemployment benefits other than pensions (OPEB) (Note 9) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board ("GASB") Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan ("SHBP") has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey, as of the date of this report. The District is in a "special funding situation" in that the OPEB contributions, expenses and related liability are the sole responsibility of the State of New Jersey, not the District and therefore does not affect the District's net position. An estimated release date for the June 30, 2021 OPEB information has not been announced by the Division. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.

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 misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office 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 GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District'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 District'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, which follows this report, the pension and post-retirement schedules in Exhibits L-1 through L-5 and the related notes, and the budgetary comparison information in Exhibits C-1 through C-3 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, are 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.

The Schedule of Changes in the State’s Proportionate Share of the Total OPEB Liability Associated with the District and Related Ratios do not contain the June 30, 2021 OPEB information as the related GASB No. 75 report for SHBP has not been released by the State as of the date of this report. The District is in a “special funding situation” in that the OPEB contributions, expenses and related liability are the sole responsibility of the State of New Jersey, not the District and therefore does not affect the District’s net position. An estimated release date for the June 30, 2021 OPEB information has not been announced by the Division. This required supplementary information is required to be presented to supplement the basic financial statements in accordance with accounting principles generally accepted in the United States of America. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The accompanying supplementary information schedules and the schedules of expenditures of federal and state 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*; and New Jersey’s 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. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2022 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District’s internal control over financial reporting and compliance.

Mount Arlington, New Jersey
December 2, 2022

Nisivoccia, LLP
NISIVOCCIA LLP

Kathryn L. Mantell

Kathryn L. Mantell
Licensed Public School Accountant #884
Certified Public Accountant

**REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

This section of Borough of Glen Ridge School District’s annual financial report presents its discussion and analysis of the District’s financial performance during the fiscal year ending June 30, 2022. Please read it in conjunction with the transmittal letter at the front of this report and the District’s financial statements, which immediately follow this section.

Overview of the Financial Statements

This annual report consists of three parts: management’s discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *District-wide financial statements* that provide both *short-term* and *long-term* information about the District’s *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District’s operations in *more* detail than the District-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- *Proprietary funds* statements offer *short-* and *long-term* financial information about the activities the District operates like a business, such as food service.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District’s budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1
Organization of the Borough of Glen Ridge School District’s Financial Report**

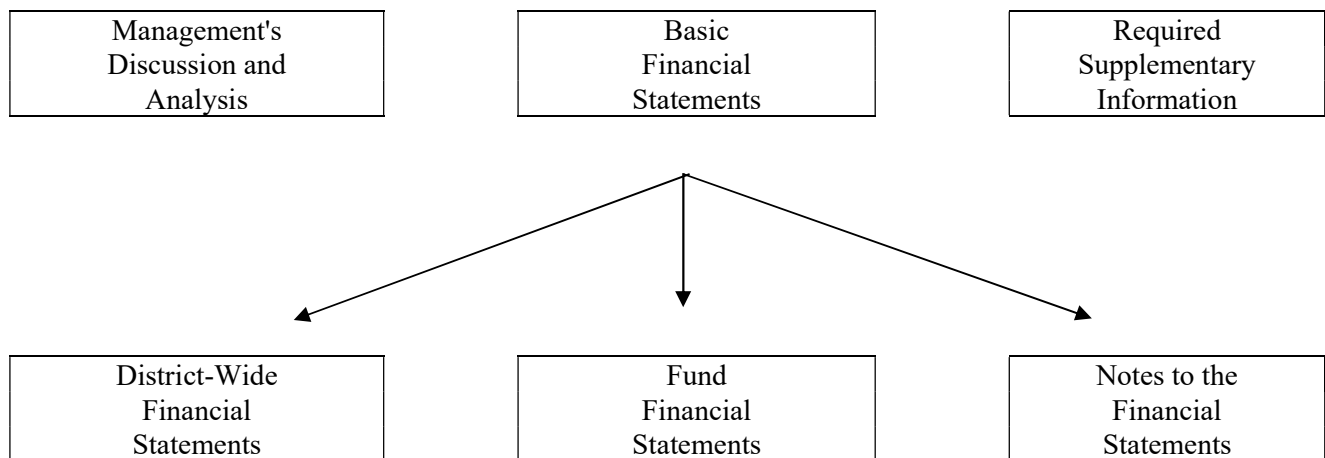


Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights that structure and contents of each of the statements.

**BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire District	The activities of the District that are not proprietary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services
Required Financial Statements	<ul style="list-style-type: none"> • Statement of net position • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenue, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> • Statement of net position • Statement of revenue, expenses, and changes in net position • Statement of cash flows
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets, lease assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid

**BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

District-wide Statements

The District-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District’s assets, deferred inflows and outflows and liabilities. All the current year’s revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two District-wide statements report the District’s *net position* and how they have changed. Net position – the difference between the District’s assets, deferred inflows and outflows and liabilities – is one way to measure the District’s financial health or *position*.

- Over time, increases or decreases in the District’s net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District’s overall health, you need to consider additional nonfinancial factors such as changes in the District’s property tax base and the condition of school buildings and other facilities.

In the District-wide financial statements, the District’s activities are divided into two categories:

- *Governmental activities*: Most of the District’s basic services are included here, such as regular and special education, transportation and administration. Property taxes and state formula aid finance most of these activities.
- *Business-type activities*: The District charges fees to help it cover the costs of certain services it provides. The District’s food service is included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the District’s funds, focusing on its most significant or “major” funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenue (such as federal grants).

The District has two kinds of funds:

- *Governmental funds*: Most of the District’s basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District’s programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.

**BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

- *Proprietary funds:* Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The District uses *internal service funds* (the other kind of proprietary fund) to report activities that provide supplies and services for its other programs and activities. The District currently does not maintain any internal service funds.

Notes to the Basic Financial Statements

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

Financial Analysis of the District as a Whole

Net Position. The District's combined net position increased by \$3,288,073 or 29.73%. Net position from governmental activities increased by \$3,275,802 and net position from business-type activities increased by \$12,271. Net investment in capital assets increased by \$1,030,825, restricted net position increased by \$488,695, and unrestricted/(deficit) net position increased by \$1,768,553.

**Figure A-3
Condensed Statement of Net Position**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2021/2022	2020/2021	2021/2022	2020/2021	2021/2022	2020/2021	2021/2022
Current and							
Other Assets	\$ 8,549,669	\$ 7,437,662	\$ 41,845	\$ 26,466	\$ 8,591,514	\$ 7,464,128	
Capital Assets, Net	34,485,649	34,754,083	62,442	68,673	34,548,091	34,822,756	
Total Assets	43,035,318	42,191,745	104,287	95,139	43,139,605	42,286,884	2.02%
Deferred Outflows of Resources	518,559	938,726			518,559	938,726	-44.76%
Other Liabilities	927,848	966,400	27,800	30,923	955,648	997,323	
Long-Term Liabilities	25,720,218	28,551,705			25,720,218	28,551,705	
Total Liabilities	26,648,066	29,518,105	27,800	30,923	26,675,866	29,549,028	-9.72%
Deferred Inflows of Resources	2,632,995	2,615,352			2,632,995	2,615,352	0.67%
Net Position:							
Net Investment in							
Capital Assets	12,789,502	11,752,446	62,442	68,673	12,851,944	11,821,119	
Restricted	5,661,786	5,173,091			5,661,786	5,173,091	
Unrestricted/(Deficit)	(4,178,472)	(5,928,523)	14,045	(4,457)	(4,164,427)	(5,932,980)	
Total Net Position	\$ 14,272,816	\$ 10,997,014	\$ 76,487	\$ 64,216	\$ 14,349,303	\$ 11,061,230	29.73%

**BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Changes in Net Position. The District's combined net position was \$14,272,816 on June 30, 2022, an increase of \$3,288,073 or 29.73% more than the prior year (See Figure A-3).

**Figure A-4
Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2021/2022	2020/2021	2021/2022	2020/2021	2021/2022	2020/2021	2021/2022
Revenue:							
Program Revenue:							
Charges for Services	\$ 1,022,375	\$ 547,115	\$ 501,880	\$ 89,405	\$ 1,524,255	\$ 636,520	
Grants and Contributions:							
Operating	10,428,989	11,959,139			10,428,989	11,959,139	
General Revenue:							
Property Taxes	33,746,614	32,997,188			33,746,614	32,997,188	
Federal and State Aid Not Restricted	250,225	147,750			250,225	147,750	
Other	566,495	525,279		354	566,495	525,633	
Total Revenue	46,014,698	46,176,471	501,880	89,759	46,516,578	46,266,230	0.54%
Expenses:							
Instruction	25,923,197	26,932,340			25,923,197	26,932,340	
Pupil and Instruction Services	6,848,328	6,979,405			6,848,328	6,979,405	
Administrative and Business	5,083,481	5,215,265			5,083,481	5,215,265	
Maintenance and Operations	3,030,343	3,022,478			3,030,343	3,022,478	
Transportation	1,146,299	602,463			1,146,299	602,463	
Other	707,248	1,605,821	489,609	288,605	1,196,857	1,894,426	
Total Expenses	42,738,896	44,357,772	489,609	288,605	43,228,505	44,646,377	-3.18%
Increase/(Decrease) in Net Position	\$ 3,275,802	\$ 1,818,699	\$ 12,271	\$ (198,846)	\$ 3,288,073	\$ 1,619,853	102.99%

Governmental Activities

As discussed elsewhere in this commentary, the financial position of the District improved significantly. However, maintaining existing programs with decreased enrollment, the provision of a multitude of special programs/services for disabled pupils, and increases in District health benefits costs places a great demand on the District's resources. As a result, careful management of expenses remains essential for the District to sustain its financial health.

**BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Figure A-5 presents the cost of six major District activities: instruction, pupil and instructional services, administration and business, maintenance and operations, transportation, and other. The table also shows each activity’s net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District’s taxpayers by each of these functions:

**Figure A-5
Net Cost of Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2021/2022	2020/2021	2021/2022	2020/2021
Instruction	\$ 25,923,197	\$ 26,932,340	\$16,747,188	\$16,857,983
Pupil and Instruction Services	6,848,328	6,979,405	5,608,214	5,812,317
Administrative and Business	5,083,481	5,215,265	4,380,815	4,295,871
Maintenance and Operations	3,030,343	3,022,478	2,820,877	2,809,851
Transportation	1,146,299	602,463	1,023,190	469,675
Other	707,248	1,605,821	707,248	1,605,821
	<u>\$ 42,738,896</u>	<u>\$ 44,357,772</u>	<u>\$ 31,287,532</u>	<u>\$ 31,851,518</u>

Business-Type Activities

Net position from the District’s business-type activities increased by \$12,271. (Refer to Figure A-4)

Financial Analysis of the District’s Funds

The District’s financial condition increased in the General Fund mainly due to unexpended budget appropriations, decreased in the Capital Projects Fund due to continued completion of projects, and decreased in Debt Service Fund due to the appropriation of prior year fund balance. Ratables of the municipality remain stable, and miscellaneous revenue (such as tuition revenue and interest from investments and other miscellaneous revenue) has rebounded since the COVID-19 pandemic.

As a result, to maintain a stable financial position, the District must continue to practice sound fiscal management.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget several times. These budget amendments fall into the following category:

- Changes made within budgetary line items were in school-based needs for programs and textbooks, and increased maintenance, and capital outlay expenditures, as well as legal and other professional services expenditures.

**BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Capital Asset and Debt Administration

**Figure A-6
Capital Assets (Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change 2021/2022
	2021/2022	2020/2021	2021/2022	2020/2021	2021/2022	2020/2021	
Sites (Land)	\$ 736,853	\$ 736,853			\$ 736,853	\$ 736,853	
Construction in Progress	105,892	23,859,994			105,892	23,859,994	
Site Improvements	66,554	79,945			66,554	79,945	
Buildings and Building Improvements	32,717,712	9,172,029			32,717,712	9,172,029	
Machinery and Equipment	858,638	905,262	\$ 62,442	\$ 68,673	921,080	973,935	
Total Capital Assets (Net of Depreciation)	\$34,485,649	\$34,754,083	\$ 62,442	\$ 68,673	\$34,548,091	\$34,822,756	-0.79%

At year end, the District had \$34,548,091 in capital assets. The District's overall capital assets (net of depreciation) decreased by \$274,665, or .79%, due to capital additions of \$225,830 offset by depreciation of \$500,495. (More detailed information about the District's capital assets is presented in Note 6 to the basic financial statements.)

Long-term Liabilities

**Figure A-7
Long-Term Liabilities**

	Total School District		Percentage Change 2021/2022
	2021/2022	2020/2021	
General Obligation Bonds, Net (Financed with Property Taxes)	\$ 21,718,000	\$ 23,043,000	
Unamortized Bond Issuance Premium		15,738	
Net Pension Liability	3,672,738	5,158,225	
Other Long-term Liabilities	329,480	334,742	
	\$ 25,720,218	\$ 28,551,705	-9.92%

The District's long-term liabilities decreased by \$2,831,487, or 9.92%, (as shown in Figure A-7) which consisted of a decrease of \$1,325,000 in outstanding bonds, a net decrease of \$5,262 in compensated absences, a decrease of \$15,738 in unamortized bond issuance premium and a decrease of \$1,485,487 in the net pension liability. (More detailed information about the District's long-term liabilities is presented in Note 7 to the basic financial statements.)

**BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Factors Bearing on the District's Future Revenue/Expense Changes

At the time these financial statements were prepared and audited, the District was aware of the following existing circumstances that could significantly affect its financial health in the future:

- Increases in the number of Special Education students continues to impact the financial resources of the school district through the employment of additional teaching and support staff and additional out of district special education tuition and transportation costs,
- The volatility of health insurance costs continues to be a concern that could impact the District's financial resources, and
- As Central School grows, additional staffing and supplies will be needed.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Board of Education Office, 12 High Street, Glen Ridge, New Jersey 07028.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 5,286,080	\$ 21,934	\$ 5,308,014
Receivables from State Government	488,800		488,800
Receivables from Federal Government	114,039		114,039
Other Receivables	27,093		27,093
Inventory		19,911	19,911
Restricted Cash and Cash Equivalents	2,633,657		2,633,657
Capital Assets, Net:			
Sites (Land) and Construction in Progress	842,745		842,745
Depreciable Site Improvements, Buildings and Building Improvements and Machinery and Equipment	33,642,904	62,442	33,705,346
Total Assets	43,035,318	104,287	43,139,605
<u>DEFERRED OUTFLOW OF RESOURCES</u>			
Deferred Outflows Related to Pension	518,559		518,559
Total Deferred Outflows of Resources	518,559		518,559
<u>LIABILITIES</u>			
Current Liabilities:			
Accrued Interest Payable	248,113		248,113
Accounts Payable	635,091		635,091
Unearned Revenue	44,644	27,800	72,444
Noncurrent Liabilities:			
Due Within One Year	1,360,000		1,360,000
Due Beyond One Year	24,360,218		24,360,218
Total Liabilities	26,648,066	27,800	26,675,866
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Changes in Proportion - Pensions	2,632,995		2,632,995
Total Deferred Inflows of Resources	2,632,995		2,632,995
<u>NET POSITION</u>			
Net Investment in Capital Assets	12,789,502	62,442	12,851,944
Restricted for:			
Capital Projects	2,278,086		2,278,086
Debt Service	1,836		1,836
Excess Surplus	2,994,588		2,994,588
Unemployment Compensation	215,436		215,436
Student Activities	171,840		171,840
Unrestricted/(Deficit)	(4,178,472)	14,045	(4,164,427)
Total Net Position	\$ 14,272,816	\$ 76,487	\$ 14,349,303

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Functions/Programs	Program Revenues			Net (Expenses)/Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 20,478,965	\$ 614,356	\$ 5,520,431	\$ (14,344,178)		\$ (14,344,178)
Special Education	3,770,558		2,671,369	(1,099,189)		(1,099,189)
Other Special Instruction	440,709		109,451	(331,258)		(331,258)
School Sponsored/Other Instruction	1,232,965		260,402	(972,563)		(972,563)
Support Services:						
Tuition	2,002,600		441,810	(1,560,790)		(1,560,790)
Student & Instruction Related Services	4,845,728	408,019	390,285	(4,047,424)		(4,047,424)
General Administrative Services	1,102,028			(1,102,028)		(1,102,028)
School Administrative Services	3,284,720		702,666	(2,582,054)		(2,582,054)
Central Services	557,043			(557,043)		(557,043)
Administration Information Technology	139,690			(139,690)		(139,690)
Plant Operations and Maintenance	3,030,343		209,466	(2,820,877)		(2,820,877)
Pupil Transportation	1,146,299		123,109	(1,023,190)		(1,023,190)
Interest on Long-Term Debt	683,007			(683,007)		(683,007)
Capital Outlay	24,241			(24,241)		(24,241)
Total Governmental Activities	42,738,896	1,022,375	10,428,989	(31,287,532)		(31,287,532)
Business-Type Activities:						
Food Service	489,609	501,880			\$ 12,271	12,271
Total Business-Type Activities	489,609	501,880			12,271	12,271
Total Primary Government	\$ 43,228,505	\$ 1,524,255	\$ 10,428,989	\$ (31,287,532)	\$ 12,271	\$ (31,275,261)

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Net (Expenses)/Revenues and Changes in Net Position		
	Governmental Activities	Business-type Activities	Total
General Revenues:			
Taxes:			
Property Taxes, Levied for General Purposes, Net	\$ 31,979,860		\$ 31,979,860
Taxes Levied for Debt Service	1,766,754		1,766,754
Federal and State Aid Not Restricted	250,225		250,225
Investment Earnings	66		66
Miscellaneous Income	566,429		566,429
Total General Revenues	34,563,334		34,563,334
Change in Net Position	3,275,802	\$ 12,271	3,288,073
Net Position - Beginning	10,997,014	64,216	11,061,230
Net Position - Ending	\$ 14,272,816	\$ 76,487	\$ 14,349,303

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

FUND FINANCIAL STATEMENTS

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 5,230,686		\$ 53,558	\$ 1,836	\$ 5,286,080
Interfund Receivable	75,356				75,356
Receivable from State Government	488,800				488,800
Receivable from Federal Government		\$ 114,039			114,039
Other Receivables	26,093	1,000			27,093
Restricted Cash and Cash Equivalents	2,461,817	171,840			2,633,657
Total Assets	\$ 8,282,752	\$ 286,879	\$ 53,558	\$ 1,836	\$ 8,625,025
LIABILITIES AND FUND BALANCES					
Liabilities:					
Interfund Payable		\$ 75,356			\$ 75,356
Accounts Payable	\$ 292,789				292,789
Unearned Revenue	4,961	39,683			44,644
Total Liabilities	297,750	115,039			412,789
Fund Balances:					
Restricted:					
Excess Surplus - 2023-2024	1,394,588				1,394,588
Excess Surplus - 2022-2023	1,600,000				1,600,000
Capital Reserve Account	2,246,381				2,246,381
Unemployment Compensation	215,436				215,436
Student Activities		171,840			171,840
Debt Service				\$ 1,836	1,836
Committed:					
Capital Projects			\$ 53,558		53,558
Assigned:					
Year-End Encumbrances	738,599				738,599
Designated for Subsequent Year's Expenditures	179,333				179,333
Unassigned	1,610,665				1,610,665
Total Fund Balances	7,985,002	171,840	53,558	1,836	8,212,236
Total Liabilities and Fund Balances	\$ 8,282,752	\$ 286,879	\$ 53,558	\$ 1,836	

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.	34,485,649
Long-Term Liabilities, Including Bonds Payable and the Net Pension Liabilities, are not due and Payable in the Current Period and Therefore are not Reported as Liabilities in the Funds (See Note 7).	(25,776,277)
Accrued Interest on Long-Term Liabilities, Including Bonds Payable, is not due and Payable in the Current Period and Therefore is not Reported as a Liability in the Funds.	(248,113)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds:	
Deferred Outflows of Resources Related to Pensions, Excluding District Contribution Subsequent to the Measurement Date	176,257
Deferred Inflows of Resources Related to Pensions	(2,640,817)
Net Position of Governmental Activities (Exhibit A-1)	\$ 14,208,935

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	\$ 31,979,860			\$ 1,766,754	\$ 33,746,614
Tuition from Individuals	570,456				570,456
Tuition from Summer School	43,900				43,900
Unrestricted Miscellaneous Revenue	478,556	\$ 493,983	\$ 66		972,605
Total - Local Sources	33,072,772	493,983	66	1,766,754	35,333,575
State Sources	10,321,687	44,227		209,466	10,575,380
Federal Sources		1,400,526			1,400,526
Total Revenues	43,394,459	1,938,736	66	1,976,220	47,309,481
EXPENDITURES					
Current:					
Regular Instruction	12,326,066	1,069,384			13,395,450
Special Education Instruction	2,384,882	19,523			2,404,405
Other Special Instruction	280,555				280,555
School-Sponsored/Other Instruction	851,932				851,932
Support Services and Undistributed Costs:					
Tuition	1,560,790	441,810			2,002,600
Student & Instruction Related Services	3,331,798	433,765			3,765,563
General Administrative Services	911,435				911,435
School Administrative Services	2,151,412				2,151,412
Central Services	475,413				475,413
Administration Information Technology	121,348				121,348
Plant Operations and Maintenance	2,708,828				2,708,828
Pupil Transportation	1,098,300				1,098,300

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
EXPENDITURES					
Current:					
Employee Benefits	\$ 13,310,536			\$ 13,310,536	
Debt Service:					
Principal				\$ 1,325,000	1,325,000
Interest and Other Charges				697,635	697,635
Capital Outlay	346,481		330,429		676,910
Total Expenditures	41,859,776	\$ 1,964,482	330,429	2,022,635	46,177,322
Excess/(Deficit) of Revenues Over/(Under) Expenditures	1,534,683	(25,746)	(330,363)	(46,415)	1,132,159
OTHER FINANCING SOURCES/(USES)					
Transfers In	(160,304)		160,304	66	160,370
Transfers Out			(66)		(160,370)
Total Other Financing Sources/(Uses)	(160,304)	- 0 -	160,238	66	- 0 -
Net Change in Fund Balances	1,374,379	(25,746)	(170,125)	(46,349)	1,132,159
Fund Balance—July 1	6,610,623	197,586	223,683	48,185	7,080,077
Fund Balance—June 30	\$ 7,985,002	\$ 171,840	\$ 53,558	\$ 1,836	\$ 8,212,236

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Total Net Change in Fund Balances - Governmental Funds (from B-2)		\$ 1,132,159
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation differs from capital outlays in the period.		
	Depreciation expense	\$ (494,264)
	Capital outlays	225,830
		(268,434)
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation (+).		5,262
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. When the accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the interest paid exceeds the accrued interest, the difference is an addition to the reconciliation (+).		18,400
Also, the governmental funds report the effect of the deferred amount on refunding when debt is first issued, whereas this amount is deferred and amortized in the statement of activities.		(19,510)
The governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		15,738
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. (+)		1,325,000
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:		
Change in Net Pension Liability		1,485,487
Change in Deferred Outflows		(400,657)
Change in Deferred Inflows		(17,643)
		1,485,487
Change in Net Position of Governmental Activities (Exhibit A-2)		\$ 3,275,802

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

	<u>Business-Type Activities - Enterprise Funds</u> Food Service
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	\$ 21,934
Inventory	19,911
	<hr/>
Total Current Assets	41,845
	<hr/>
Non-Current Assets:	
Capital Assets	176,965
Less: Accumulated Depreciation	(114,523)
	<hr/>
Total Non-Current Assets	62,442
	<hr/>
Total Assets	104,287
	<hr/>
LIABILITIES:	
Current Liabilities:	
Unearned Revenue - Prepaid Sales	27,800
	<hr/>
Total Liabilities	27,800
	<hr/>
NET POSITION:	
Investment in Capital Assets	62,442
Unrestricted	14,045
	<hr/>
Total Net Position	\$ 76,487
	<hr/> <hr/>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Business-Type Activities Enterprise Funds</u>
	<u>Food Service</u>
Operating Revenue:	
Charges for Services:	
Daily Sales - Non-Reimbursable Programs	\$ 500,217
Special Events	1,663
	<hr/>
Total Operating Revenue	501,880
	<hr/>
Operating Expenses:	
Cost of Sales - Non-Reimbursable Programs	232,842
Salaries	135,454
Payroll Taxes	54,922
Contracted Services	27,859
Supplies and Materials	32,301
Depreciation Expense	6,231
	<hr/>
Total Operating Expenses	489,609
	<hr/>
Operating Income	12,271
	<hr/>
Net Position - Beginning of Year	64,216
	<hr/>
Net Position - End of Year	<u>\$ 76,487</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Business-Type Activities Enterprise Funds Food Service</u>
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 501,880
Payments to Food Service Vendor	(498,943)
Net Cash Provided by Operating Activities	<u>2,937</u>
Net Increase in Cash and Cash Equivalents	2,937
Cash and Cash Equivalents, July 1	<u>18,997</u>
Cash and Cash Equivalents, June 30	<u><u>\$ 21,934</u></u>
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Operating Income	\$ 12,271
Depreciation	6,231
Changes in Assets and Liabilities:	
(Increase) in Inventory	(12,442)
(Decrease) in Unearned Revenue	(3,123)
Net Cash Provided by Operating Activities	<u><u>\$ 2,937</u></u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation:

District-Wide Financial Statements:

The statement of net position and the statement of activities present financial information about the District's governmental and business type activities. These statements include the financial activities of the overall District in its entirety. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenue and other nonexchange transactions. Business type activities are financed in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

Fund Financial Statements:

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

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund.

As required by NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expenses by board resolution.

Special Revenue Fund: The Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

Capital Projects Fund: The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets or lease assets (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

Debt Service Fund: The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

The District reports the following proprietary funds:

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

C. Measurement Focus and Basis of Accounting:

The District-wide financial statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. Capital asset or lease asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under financed purchases are reported as other financing sources.

It is the District's policy, that when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus and Basis of Accounting: (Cont'd)

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenue.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue and Debt Service Funds. The budget for the fiscal year ended June 30, 2022 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments/transfers must be made by School Board resolution. All budgeting amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

The general fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the June state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 43,433,374	\$ 2,055,541
Difference - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not.		(116,805)
Current Year State Aid Payments Recognized for GAAP Statements, Not Recognized for Budgetary Purposes	(156,052)	
Prior Year State Aid Payments Recognized for Budgetary Purposes, Not Recognized for GAAP Statements	<u>117,137</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 43,394,459</u>	<u>\$ 1,938,736</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 41,859,776	\$ 2,081,287
Differences - Budgetary to GAAP:		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes.		<u>(116,805)</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 41,859,776</u>	<u>\$ 1,964,482</u>

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash and cash in banks. Certificates of deposit with maturities of one year or less when purchased are stated at cost.

The District generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Cash and Cash Equivalents and Investments: (Cont'd)

New Jersey school districts are limited as to type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that 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.

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

F. Interfund Transactions:

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the enterprise funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net position, except for amounts due between governmental and business-type activities, which are presented as internal balances.

G. Allowance for Uncollectible Accounts:

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

H. Encumbrances:

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in governmental funds other than the special revenue fund are reported as restricted, 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.

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as unearned revenue at fiscal year-end.

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

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

I. Short-term Interfund Receivables/Payables:

Short-term interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year.

J. Inventories and Prepaid Expenses:

Inventories and prepaid expenses, which benefit future periods, other than those recorded in the enterprise fund, are recorded as an expenditure during the year of purchase.

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2022.

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost, including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment.

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the district-wide statements and proprietary funds are as follows:

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	40 years
Site Improvements	15 to 30 years
Machinery and Equipment	5 to 20 years
Computer and Related Technology	5 years
Vehicles	8 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures in the governmental fund upon acquisition. Capital assets are not capitalized and related depreciation is not reported in the fund financial statements.

L. Lease Assets

Intangible right-to-use lease assets are assets which the District leases for a term of more than one year. The value of leases are determined by the net present value of the leases at the District's incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

M. Long Term Liabilities:

In the District-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise funds. Bond premium and discounts, are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

N. Accrued Salaries and Wages:

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year; therefore, there are no accrued salaries and wages for this purpose as of June 30, 2022.

O. Compensated Absences:

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by GASB. A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

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

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

P. Lease Payable

In the district-wide financial statements, leases payable are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources.

Q. Unearned Revenue:

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned. See Note 1(D) regarding the special revenue fund.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

R. Fund Balance Appropriated:

General Fund: Of the \$7,985,002 General Fund fund balance at June 30, 2022, \$738,599 is assigned for encumbrances; \$2,246,381 is restricted in the capital reserve account; \$1,394,588 is restricted as current year excess surplus and will be appropriated and included as anticipated revenue for the fiscal year ended June 30, 2024; \$1,600,000 is restricted as prior year excess surplus and has been appropriated and included as anticipated revenue for the fiscal year ended June 30, 2023; \$179,333 is assigned for subsequent year's expenditures; \$215,436 is restricted for unemployment compensation; and \$1,610,665 is unassigned fund balance, which is \$156,052 less than the calculated maximum unassigned fund balance due to the final two State Aid payments that are not recognized on GAAP basis until the fiscal year ending June 30, 2023.

Special Revenue Fund: The Special Revenue Fund fund balance of \$171,840 at June 30, 2022 is restricted for student activities.

Capital Projects Fund: The \$53,558 of fund balance in the Capital Projects Fund at June 30, 2022 is committed.

Debt Service Fund: The \$1,836 restricted fund balance in Debt Service Fund at June 30, 2022 is restricted and \$1,770 has been anticipated as revenue for the fiscal year ended June 30, 2023.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, C.73 (S1701), the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school Districts are required to restrict General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District had excess surplus as defined on the previous page.

P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, Districts must record the last state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school Districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school District cannot recognize the June state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the June state aid payments and not the fund balance reported on the fund statement which excludes the June state aid payments.

S. Deficit in Net Position:

The District has a deficit in unrestricted net position of \$4,178,472 in its governmental activities, which is primarily due to compensated absences payable and the deferred inflows, deferred outflows and liabilities related to pensions. The deficit in unrestricted net position of its governmental activities does not indicate that the District is facing financial difficulties and is a permitted practice by generally accepted accounting principles.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

T. Net Position:

Net Position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources. A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District has deferred outflows of resources at June 30, 2022 for pensions. The District had deferred inflows of resources at June 30, 2022 for pensions.

Net position is displayed in three components - net investment in capital assets; restricted and unrestricted.

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, lease assets, net of accumulated amortization reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position.

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

U. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts has been restricted, committed or assigned.

Fund balance restrictions have been established for excess surplus, capital reserve, unemployment compensation, student activities, and debt service fund.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District had committed resources in the Capital Projects Fund at June 30, 2022.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

U. Fund Balance Restrictions, Commitments and Assignments: (Cont'd)

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for year-end encumbrances and the amount designated for subsequent year's expenditures in the General Fund at June 30, 2022.

V. Revenue - Exchange and Nonexchange Transactions:

Revenue, resulting from exchange transactions in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end. Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

W. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activity of the Enterprise Fund. For the School District, these revenues are sales for Food Service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Enterprise Fund.

X. Management Estimates:

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

Y. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the State of New Jersey Public Employees' Retirement System (PERS) and the State of New Jersey Teachers' Pension and Annuity Fund (TPAF) and additions to/deductions from the PERS's and TPAF's net position have been determined on the same basis as they are reported by the PERS and the TPAF. For this purpose, benefit payments (including refunds of

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Y. Pensions (Cont'd)

employee contributions) are recognized when due and payable in accordance with the benefit terms. Pension Plan investments are reported at fair value.

NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

GASB requires disclosure of the level of custodial credit risk assumed by the Board in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk – In accordance with its cash management plan, the Board ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk – The Board limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed on the following page.

Custodial Credit Risk – The District's policy with respect to custodial credit risk requires that the District ensures that District funds are only deposited in financial institutions in which New Jersey school districts are permitted to invest their funds.

Deposits:

New Jersey statutes permit the deposit of public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School Districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Deposits (Cont'd)

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

Investments:

New Jersey statutes permit the Board to purchase the following types of securities:

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.
- (5) Bonds or other obligations, having a maturity date 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", P.L. 1983, c.313 (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 local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are 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 requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.);
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed;
or

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments: (Cont'd)

New Jersey statutes permit the Board to purchase the following types of securities: (Cont'd)

- (9) Deposit of funds in accordance with the following conditions:
 - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
 - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
 - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
 - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
 - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

As of June 30, 2022, cash and cash equivalents of the District consisted of the following:

	Cash and	<u>Restricted Cash and Cash Equivalents</u>			
	Cash	Capital	Student	Unemployment	
	Equivalents	Reserve	Activities	Compensation	Total
	<u> </u>	<u>Account</u>	<u> </u>	<u> </u>	<u> </u>
Checking and Savings Account	\$ 5,308,014	\$ 2,246,381	\$ 171,840	\$ 215,436	\$ 7,941,671

During the period ended June 30, 2022, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2022, was \$7,941,671 and the bank balance was \$9,631,521.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the District by inclusion of \$100 on October 2, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end 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 on the of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2021		\$ 1,545,486
Add:		
Deposit by Board Resolution		893,910
		2,439,396
Less:		
Withdrawal by Board Resolution	\$ (192,161)	
Transfer to Capital Projects Fund	(854)	
		(193,015)
Ending Balance, June 30, 2022		\$ 2,246,381

The balance in the capital reserve account at June 30, 2022 does not exceed the LRFP balance of local support costs of uncompleted capital projects. The withdrawal from the capital reserve was for use in DOE approved facilities projects, consistent with the District’s LRFP.

NOTE 5: TRANSFERS TO CAPITAL OUTLAY

During the year ended June 30, 2022, the District transferred \$465,709 to the capital outlay accounts – \$116,641 was transferred to equipment which did not require County Superintendent approval and \$349,068 was transferred to facilities acquisition and construction services and was approved by the County Superintendent.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 6. CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2022 were as follows:

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 736,853			\$ 736,853
Construction in Progress	23,859,994	\$ 105,892	\$ (23,859,994)	105,892
Total Capital Assets Not Being Depreciated	<u>24,596,847</u>	<u>105,892</u>	<u>(23,859,994)</u>	<u>842,745</u>
Capital Assets Being Depreciated:				
Site Improvements	457,271			457,271
Buildings and Building Improvements	18,490,378		23,859,994	42,350,372
Machinery and Equipment	3,073,072	119,938	(18,250)	3,174,760
Total Capital Assets Being Depreciated	<u>22,020,721</u>	<u>119,938</u>	<u>23,841,744</u>	<u>45,982,403</u>
Governmental Activities Capital Assets	<u>46,617,568</u>	<u>225,830</u>	<u>(18,250)</u>	<u>46,825,148</u>
Less Accumulated Depreciation for:				
Site Improvements	(377,326)	(13,391)		(390,717)
Buildings and Building Improvements	(9,318,349)	(314,311)		(9,632,660)
Machinery and Equipment	(2,167,810)	(166,562)	18,250	(2,316,122)
	<u>(11,863,485)</u>	<u>(494,264)</u>	<u>18,250</u>	<u>(12,339,499)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 34,754,083</u>	<u>\$ (268,434)</u>	<u>\$ - 0 -</u>	<u>\$ 34,485,649</u>
Business-Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 176,965			\$ 176,965
Less Accumulated Depreciation	(108,292)	\$ (6,231)		(114,523)
Business-Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 68,673</u>	<u>\$ (6,231)</u>	<u>\$ - 0 -</u>	<u>\$ 62,442</u>

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 18,238
Special Education	
Student and Instruction Related Services	166,172
General Administrative Services	135,675
School Administrative Services	45,077
Plant Operations and Maintenance	95,838
Pupil Transportation	<u>33,264</u>
	<u>\$ 494,264</u>

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 7. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2022, the following changes occurred in liabilities reported in the district-wide financial statements:

	Balance 6/30/2021	Accrued	Retired	Balance 6/30/2022
Serial Bonds Payable	\$ 23,043,000		\$ 1,325,000	\$ 21,718,000
Net Pension Liability	5,158,225		1,485,487	3,672,738
Compensated Absences Payable	334,742	\$ 13,000	18,262	329,480
Unamortized Bond Issuance Premium	15,738		15,738	
	\$ 28,551,705	\$ 13,000	\$ 2,844,487	\$ 25,720,218

A. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds and will be liquidated by the Debt Service fund.

On January 20, 2010, the Glen Ridge Borough School District issued \$6,085,000 refunding bonds with interest rates ranging from 2.75% to 4.00% to advance refund \$5,917,000 school bonds with interest rates of 4.60%. The refunding bonds matured on February 1, 2011 through 2022 and February 1, 2011 was the first optional redemption date at 102.27% of par. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the school bonds were called on February 1, 2011. The advance refunding met the requirements of an in-substance debt defeasance and the school bonds were removed from the District's financial statements.

As a result of the advance refunding, the District reduced its total debt service requirements by \$367,254, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$309,054. The deferred amount on the refunding was \$253,571 upon issuance and \$0 is deferred at June 30, 2022.

On February 14, 2018, the District issued school bonds in the amount of \$23,758,000 with interest rates ranging from 2.50% to 3.25% with consent of the taxpayers through a referendum to upgrade and improve various schools and for the acquisition and renovation of the prior Central School. The bonds mature on August 15, 2019 through 2037.

The District had bonds outstanding as of June 30, 2022 as follows:

<u>Purpose</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Amount</u>
School Bonds	8/15/2037	3.00%-3.25%	\$ 21,718,000
			\$ 21,718,000

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 7. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable: (Cont'd)

Principal and interest due on serial bonds outstanding are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2023	\$ 1,360,000	\$ 641,235	\$ 2,001,235
2024	1,360,000	600,435	1,960,435
2025	1,360,000	559,635	1,919,635
2026	1,360,000	518,835	1,878,835
2027	1,360,000	478,035	
2028-2032	6,800,000	1,778,175	8,578,175
2033-2037	6,800,000	749,675	7,549,675
2038	1,318,000	21,418	1,339,418
	<u>\$ 21,718,000</u>	<u>\$ 5,347,443</u>	<u>\$ 25,227,408</u>

B. Bonds Authorized But Not Issued:

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

C. Compensated Absences:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities. The current portion is \$-0- and the long-term portion is \$329,480. The General Fund will be used to liquidate compensated absences payable.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2022, no liability existed for compensated absences in the Enterprise Funds.

D. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2022 is \$-0- and the long-term portion is \$3,672,738. See Note 8 for further information on the PERS.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS

Substantially all of the Board’s employees participate in one of the two contributory, defined benefit public employee retirement systems: the Teachers’ Pension and Annuity Fund (TPAF) or the Public Employee’s Retirement System (PERS) of New Jersey; or the Defined Contribution Retirement Program (DCRP), a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401(a). Additionally, a small number of the District’s retirees participate in the Board of Education Employees’ Pension Fund of Essex County (“the Plan”).

A. Public Employees’ Retirement System (PERS)

Plan Description

The State of New Jersey, Public Employees’ Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about the PERS, please refer to the Division’s annual financial statements which can be found at www.state.nj.us/treasury/pensions/annual-reports.shtml.

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service. The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a members 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 50 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to \$363,078 for fiscal year 2022.

The employee contribution rate was 7.50% effective July 1, 2018.

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

At June 30, 2022, the District reported a liability of \$3,672,738 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020 which was rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2021, the District's proportion was 0.031%, which was a decrease of 0.0003% from its proportion measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the District recognized an actual pension benefit of \$629,695. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the sources on the following page.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	5.48		\$ (155,212)
	2018	5.63		(290,987)
	2019	5.21		(256,701)
	2020	5.16		(604,619)
	2021	5.13	\$ 19,128	(1,307,519)
			<u>19,128</u>	<u>(1,307,519)</u>
Difference Between Expected and Actual Experience	2017	5.48	4,616	
	2018	5.63		(11,081)
	2019	5.21	19,623	
	2020	5.16	33,685	
	2021	5.13		(15,211)
			<u>57,924</u>	<u>(26,292)</u>
Changes in Proportion	2017	5.48		(21,802)
	2018	5.63		(66,163)
	2019	5.21	99,205	
	2020	5.16		(193,729)
	2021	5.13		(49,994)
			<u>99,205</u>	<u>(331,688)</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2018	5.00		(28,689)
	2019	5.00		9,257
	2020	5.00		208,626
	2021	5.00		(1,156,690)
			<u>(967,496)</u>	
Contribution Made Subsequent to the Measurement Date	2021	1.00	342,302	
			<u>\$ 518,559</u>	<u>\$ (2,632,995)</u>

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts including changes in proportion and the District contribution subsequent to the measurement date) related to pensions will be recognized in the pension expense as follows:

Fiscal Year Ending June 30,	Total
2022	\$ (866,606)
2023	(618,755)
2024	(421,885)
2025	(317,132)
2026	123
	\$ (2,224,255)

Actuarial Assumptions

The 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:

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%

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 a 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected_returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS' 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>
U.S. Equity	27.00%	8.09%
Non-U.S. Developed Market Equity	13.50%	8.71%
Emerging Markets Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Assets	3.00%	7.40%
Real Estate	8.00%	9.15%
High Yield	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Risk Management Strategies	3.00%	3.35%

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based upon 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.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2021 calculated using the discount rate as disclosed below, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2021		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 5,004,292	\$ 3,672,738	\$ 2,546,483

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial statements.

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF), is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division). For additional information about the TPAF, please refer to the Division's annual financial statements which can be found at www.state.nj.us/treasury/pensions/annual-reports.shtml.

Benefits Provided

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

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

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. 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 fiscal year 2022, the State's pension contribution was more than the actuarial determined amount.

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2022, the State of New Jersey contributed \$5,622,193 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$1,568,908.

The employee contribution rate was 7.50% effective July 1, 2018.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

At June 30, 2022, the State's proportionate share of the net pension liability associated with the District was \$66,675,679. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020 which was rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

At June 30, 2021, the District's proportion was 0.139%, which was a decrease of 0.0004% from its proportion measured as of June 30, 2020.

District's Proportionate Share of the Net Pension Liability	\$	- 0 -
State's Proportionate Share of the Net Pension Liability Associated with the District		66,675,679
Total	\$	66,675,679

For the fiscal year ended June 30, 2021, the State recognized pension expense on behalf of the District in the amount of \$1,568,908 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2022 financial statements.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

The State reported collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions from the following sources:

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2014	8.50	\$ 153,774,925	
	2015	8.30	926,219,611	
	2016	8.30	3,000,278,784	
	2017	8.30		\$ 5,282,196,290
	2018	8.29		3,527,661,165
	2019	8.04		2,510,940,613
	2020	7.99	1,209,286,241	
	2021	7.93		12,903,483,645
			5,289,559,561	24,224,281,713
Difference Between Expected and Actual Experience	2014	8.50		1,464,605.00
	2015	8.30	57,204,429	
	2016	8.30		37,311,034
	2017	8.30	93,981,436	
	2018	8.29	618,845,893	
	2019	8.04		97,553,990
	2020	7.99		6,444,940
	2021	7.93	171,234,070	
			941,265,828	142,774,569
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2018	5.00		96,030,373
	2019	5.00		(72,441,385)
	2020	5.00		(724,186,621)
	2021	5.00		3,554,633,811
				2,854,036,178
			\$ 6,230,825,389	\$ 27,221,092,460

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Amounts reported by the State as collective deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense excluding that attributable to employer-paid members contributions as follows:

Fiscal Year Ending June 30,	Total
2022	\$ (2,914,282,899)
2023	(3,500,098,875)
2024	(4,665,036,366)
2025	(4,192,375,542)
2026	(2,350,648,872)
Thereafter	(3,367,824,517)
	\$ (20,990,267,071)

Actuarial Assumptions

The 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.

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55 – 4.45% based on years of service
Thereafter	2.75 – 5.65% based on years of service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and a 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.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected_returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2021 are summarized in the following table:

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

Discount Rate – TPAF

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the pension 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 pension plan investments was applied to all projected benefit payments the total pension liability.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Sensitivity of the State's Proportionate Share of the Net Pension Liability Associated with the District to Changes in the Discount Rate

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2021 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2021		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Total Net Pension Liability	\$ 78,888,481	\$ 66,675,679	\$ 56,417,706

Pension Plan Fiduciary Net Position

Detailed information about the TPAF's fiduciary net position is available in the separately issued TPAF financial statements.

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or TPAF, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

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 DCRP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625-0295.

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the District recognized pension expense of \$48,242 for the fiscal year ended June 30, 2022. Employee contributions to DCRP amounted to \$67,080 for the year ended June 30, 2022.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund)

General Information about the OPEB Plan

Plan Description and Benefits Provided

The District is in a “special funding situation”, as described in GASB Codification Section P50, in that OPEB contributions and expenses are legally required to be made by and are the sole responsibility of the State of New Jersey, not the District.

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefits for the State Health Benefit Local Education Retired Education Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in GASB Codification Section P50. The State Health Benefits Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

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

For additional information about the State Health Benefit Local Education Retired Education Plan, please refer to the Division’s annual financial statements which can be found at <https://www.state.nj.us/treasury/pensions/gasb-notices-opeb.shtml>.

Employees Covered by Benefit Terms

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

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

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

Total Non-employer OPEB Liability

The total non-employer OPEB liability as of June 30, 2020 was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020.

Actuarial Assumptions and Other Inputs

The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.50%	
	TPAF/ABP	PERS
Salary Increases:		
Through 2026	1.55 - 4.45%	2.00 - 6.00%
	based on service years	based on service years
Thereafter	1.55 - 4.45%	3.00 - 7.00%
	based on service years	based on service years

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

Mortality Rates

Pre-retirement mortality rates were based on the Pub-2010 Healthy Teachers (TPAF/ABP), and “General” (PERS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using the Scale MP-2020. Post-retirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational improvement projections from the central year using the Scale MP-2020. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational improvement projections from the central year using Scale MP-2020.

Health Care Trend Assumptions

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

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

Discount Rate

The discount rate for June 30, 2020 was 2.21%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. 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.

Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District

	Total OPEB Liability
Balance at June 30, 2019	\$ 45,433,097
Changes for Year:	
Service Cost	2,046,422
Interest Cost	1,640,389
Difference Between Expected and Actual Experience	11,816,520
Changes in Assumptions	13,343,059
Member Contributions	38,544
Gross Benefit Payments	(1,271,677)
Net Changes	27,613,257
Balance at June 30, 2020	\$ 73,046,354

Sensitivity of the Total Non-employer OPEB Liability Attributable to the District to Changes in the Discount Rate

The following presents the total non-employer OPEB Liability attributable to the District as of June 30, 2020, calculated using the discount rate as disclosed in this note, as well as what the total non-employer OPEB liability attributable to the District would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2020		
	At 1%	At	At 1%
	Decrease (1.21%)	Discount Rate (2.21%)	Increase (3.21%)
Total OPEB Liability Attributable to the District	\$ 88,061,150	\$ 73,046,354	\$ 61,306,230

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

Sensitivity of the Total Non-employer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate

The following presents the total non-employer OPEB Liability attributable to the District as of June 30, 2020, calculated using the healthcare trend rate as disclosed in this note, as well as what the total non-employer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2020		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 58,965,480	\$ 73,046,354	\$ 89,813,545

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

For the fiscal year ended June 30, 2022 the District recognized OPEB expense of \$4,090,607 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources. At June 30, 2020 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 4,433,067
	2018	9.51		3,901,936
	2019	9.29	\$ 525,939	
	2020	9.24	11,899,005	
			12,424,944	8,335,003
Difference Between Expected and Actual Experience	2018	9.51		3,688,543
	2019	9.29		6,190,337
	2020	9.24	11,090,339	
			11,090,339	9,878,881
Changes in Proportion	N/A	N/A	3,058,539	625,132
			\$ 26,573,823	\$ 18,839,015

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 9. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,	Total
2021	\$ (46,795)
2022	(46,795)
2023	(46,795)
2024	(46,795)
2025	(46,795)
Thereafter	(5,067,428)
	\$ (5,301,401)

NOTE 10. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The District obtains its health care coverage through the Oxford Health Plan.

Property and Liability Insurance

The Borough of Glen Ridge School District is a member of the Morris Essex Insurance Group (the “Group”) and the School Alliance Insurance Fund (the “Fund”). The Group provides worker’s compensation coverage for its members and the Fund provides general liability, property and automobile coverage for its members.

A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. The Group and Fund are risk-sharing public entity risk pools that are insured and self-administered groups of school boards established for the purpose of providing low-cost insurance for their respective members in order to keep local property taxes to a minimum.

Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Group and Fund are elected.

As a member of the Group and the Fund, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Group or the Fund were to be exhausted, members would become responsible for their respective shares of the Group’s or Fund’s liabilities. The Group and the Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 10. RISK MANAGEMENT (Cont'd)

Property and Liability Insurance (Cont'd)

The June 30, 2022 financial information for the Group were not available as of the date of this audit report. Selected, and summarized financial information for the Group as of June 30, 2021 and the Fund as of June 30, 2022 are as follows:

	<u>Morris-Essex Insurance Group</u>	<u>School Alliance Insurance Fund</u>
Total Assets	\$ 12,024,566	\$ 52,198,217
Net Position	\$ 8,609,634	\$ 20,990,635
Total Revenue	\$ 3,815,160	\$ 48,115,160
Total Expenses	\$ 2,603,753	\$ 46,989,023
Change in Net Position	\$ 129,659	\$ 1,126,137
Member Dividends	\$ 1,081,748	\$ - 0 -

Financial statements for the Group and the Fund are available at the Executive Directors' Offices:

<u>Group</u>	<u>Fund</u>
Burton Agency	Public Entity Group Administrative Services
44 Bergen Street	51 Everett Drive
P.O. Box 270	Suite B-40
Westwood, NJ 07675	West Windsor, NJ 08550
(201) 664-0310	(609) 275-1155

New Jersey Unemployment Compensation Insurance

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

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2021-2022	\$ - 0 -	\$ 202	\$ 64,839	\$ 31,439	\$ 215,436
2020-2021	- 0 -	276	30,811	24,188	181,834
2019-2020	- 0 -	- 0 -	45,412	37,240	174,935

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 11. ECONOMIC DEPENDENCY

The Board of Education receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, may have an effect on the Board of Education's programs and activities.

NOTE 12. INTERFUND RECEIVABLES AND PAYABLES

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 75,356	
Special Revenue Fund		\$ 75,356
	<u>\$ 75,356</u>	<u>\$ 75,356</u>

The interfund payable in the Special Revenue Fund and the interfund receivable in the General Fund as of June 30, 2022 represents the negative cash balance in the Special Revenue Fund awaiting a result of reimbursements from grantors prior to June 30, 2022.

NOTE 13. DEFERRED COMPENSATION

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457. The plans, which are administered by the entities listed below, permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency.

The plan administrators are as follows:

- AXA/Equitable/Aspire/AR 360
- Metlife/Brighthouse
- Valic
- Vanguard

NOTE 14. TAX CALENDAR

Property taxes are levied by the District's constituent municipality as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Unpaid taxes of the current and prior year may be placed in lien at a tax sale held after December 10.

Taxes are collected by the constituent municipality and are remitted to the school district on a predetermined mutually agreed-upon schedule.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 15. COMMITMENTS AND CONTINGENCIES

Litigation

The Board is periodically involved in claims or lawsuits arising in the normal course of business. The Board does not believe that the ultimate outcome of these cases would have a material adverse effect on the District's financial position.

Grant Programs

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

Encumbrances

At June 30, 2022, there were encumbrances as detailed below in the governmental funds. All of the governmental funds are considered to be major funds.

General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
\$ 738,599	\$ 139,890	\$ 53,558	\$ 932,047

On the District's Governmental Funds Balance Sheet as of June 30, 2022, \$-0- is assigned for encumbrances in the Special Revenue Fund, which is \$139,890 less than the actual encumbrances on a budgetary basis. On the GAAP basis, encumbrances are not recognized until paid and this non-recognition of encumbrances on a GAAP basis is also reflected as either a reduction in grants receivable or an increase in unearned revenue in the Special Revenue Fund. The \$53,558 of fiscal year-end encumbrances in the Capital Projects Fund are included in the total committed fund balance of \$53,558 on the GAAP and budgetary basis at June 30, 2022.

NOTE 16. ACCOUNTS PAYABLE

Payables as of June 30, 2022 were as follows:

	Governmental Funds General Fund	District Contribution Subsequent to the Measurement Date	Total Governmental Activities
Due to State of New Jersey		\$ 342,302	\$ 342,302
Vendors	\$ 2,075		2,075
Accrued Salaries and Wages	290,714		290,714
	\$ 292,789	\$ 342,302	\$ 635,091

**SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION**

GLEN RIDGE BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
District's proportion of the net pension liability	0.0347371434%	0.0350028926%	0.0338150417%	0.0326732756%	0.0316600289%	0.0326925283%	0.0312874571%	0.0310027299%
District's proportionate share of the net pension liability	\$ 6,503,743	\$ 7,857,448	\$ 10,015,045	\$ 7,605,816	\$ 6,233,702	\$ 5,890,698	\$ 5,102,166	\$ 3,672,738
District's covered employee payroll	\$ 2,279,184	\$ 2,288,641	\$ 2,211,007	\$ 2,152,424	\$ 2,244,228	\$ 2,229,536	\$ 2,194,445	\$ 2,171,218
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	285.35%	343.32%	452.96%	353.36%	277.77%	264.21%	232.50%	169.16%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

GLEN RIDGE BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
Contractually required contribution	\$ 286,368	\$ 300,931	\$ 306,778	\$ 309,864	\$ 297,089	\$ 300,464	\$ 341,418	\$ 363,078
Contributions in relation to the contractually required contribution	(286,368)	(300,931)	(306,778)	(309,864)	(297,089)	(300,464)	(341,418)	(363,078)
Contribution deficiency/(excess)	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -
District's covered employee payroll	\$ 2,288,641	\$ 2,211,007	\$ 2,152,424	\$ 2,244,228	\$ 2,229,536	\$ 2,194,445	\$ 2,171,218	\$ 2,254,527
Contributions as a percentage of covered employee payroll	12.51%	13.61%	14.25%	13.81%	13.33%	13.69%	15.72%	16.10%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

GLEN RIDGE BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATES PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ASSOCIATED WITH THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
State's proportion of the net pension liability attributable to the District	0.1285972766%	0.1330879187%	0.1323166965%	0.1333589635%	0.1360533341%	0.1367616742%	0.1390976589%	0.1386904152%
State's proportionate share of the net pension liability attributable to the District	\$ 71,785,249	\$ 84,117,248	\$ 104,008,738	\$ 89,915,422	\$ 86,554,209	\$ 83,931,930	\$ 91,594,121	\$ 66,675,679
District's covered employee payroll	\$ 13,351,970	\$ 13,573,769	\$ 13,887,854	\$ 13,989,917	\$ 14,746,103	\$ 15,242,476	\$ 15,110,332	\$ 15,655,047
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	537.64%	619.70%	748.92%	642.72%	586.96%	550.64%	606.17%	425.91%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

GLEN RIDGE BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
Contractually required contribution	\$ 3,862,720	\$ 5,136,115	\$ 7,820,820	\$ 6,228,885	\$ 5,045,808	\$ 4,950,530	\$ 5,695,713	\$ 1,568,908
Contributions in relation to the contractually required contribution	(719,522)	(1,059,378)	(1,447,577)	(2,052,207)	(2,689,711)	(3,050,944)	(4,031,562)	(5,622,193)
Contribution deficiency/(excess)	\$ 3,143,198	\$ 4,076,737	\$ 6,373,243	\$ 4,176,678	\$ 2,356,097	\$ 1,899,586	\$ 1,664,151	\$ (4,053,285)
District's covered employee payroll	\$ 13,573,769	\$ 13,887,854	\$ 13,989,917	\$ 14,746,103	\$ 15,242,476	\$ 15,110,332	\$ 15,655,047	\$ 16,438,180
Contributions as a percentage of covered employee payroll	5.30%	7.63%	10.35%	13.92%	17.65%	20.19%	25.75%	34.20%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

GLEN RIDGE BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF CHANGES IN THE STATE'S PROPORTIONATE SHARE OF THE TOTAL OPEB LIABILITY
ASSOCIATED WITH THE DISTRICT AND RELATED RATIOS
LAST FOUR FISCAL YEARS

	Fiscal Years Ending		
	2017	2018	2019
	2020		
Service Cost	\$ 2,653,584	\$ 2,195,728	\$ 1,960,006
Interest Cost	1,735,371	2,014,130	1,951,501
Difference between Expected and Actual Experience	(7,317,655)	(2,859,623)	(6,939,127)
Changes in Assumptions	46,647	(5,638,674)	677,411
Member Contributions	(1,266,819)	45,410	41,342
Gross Benefit Payments	(4,148,872)	(1,313,896)	(1,394,661)
Net Change in Total OPEB Liability	58,842,422	(5,556,925)	(3,703,528)
Total OPEB Liability - Beginning	\$ 54,693,550	\$ 49,136,625	\$ 45,433,097
Total OPEB Liability - Ending	\$ 16,098,861	\$ 16,142,341	\$ 16,142,341
District's Covered Employee Payroll *	340%	304%	281%
Total OPEB Liability as a % of Covered Employee Payroll			453%

* - Covered payroll for the fiscal years ending June 30, 2017, 2018, 2019 and 2020 are based on the payroll on the June 30, 2016, 2017, 2018, and 2019 census data.

Note: This schedule does not contain ten years of information as GASB No. 75 was implemented during the fiscal year ended June 30, 2018.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions.

In the July 1, 2019 actuarial valuation the mortality improvement was based on Scale MP-2020 while in the July 1, 2020 actuarial valuation the mortality improvement was based on Scale MP-2021.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

In the July 1, 2019 actuarial valuation the mortality improvement was based on Scale MP-2020 while in the July 1, 2020 actuarial valuation the mortality improvement was based on Scale MP-2021.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2020 was 2.21%. The discount rate for June 30, 2019 was 3.50%, a change of -1.29%.

The mortality rates in the valuation as of June 30, 2020 were based on the following:

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

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN (Cont'd)

Changes of Actuarial Assumptions (Cont'd)

The mortality rates in the valuation as of June 30, 2019 were based on the following:

Pre-retirement mortality rates were based on the Pub-2010 Healthy “Teachers” (TPAF/ABP), “General” (PERS), and “Safety” (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Post-retirement 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-2019. 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-2019.

The health care trend rates in the valuation as of June 30, 2020 were based on the following:

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

The health care trend rates in the valuation as of June 30, 2019 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 5.7% and decreases to a 4.5% long term trend rate after eight years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rate for fiscal year 2020 is reflected. The assumed post-65 medical trend rate is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.5% and decreases to a 4.5% long term rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

BUDGETARY COMPARISON SCHEDULES

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	\$ 31,979,860		\$ 31,979,860	\$ 31,979,860	
Tuition From Individuals	366,723		366,723	570,456	\$ 203,733
Tuition From Summer School				43,900	43,900
Rents and Royalties	5,000		5,000	88,251	83,251
Unrestricted Miscellaneous Revenues	47,500		47,500	356,703	309,203
Other Restricted Miscellaneous Revenues				33,602	33,602
Total Revenues from Local Sources	<u>32,399,083</u>		<u>32,399,083</u>	<u>33,072,772</u>	<u>673,689</u>
Revenues from State Sources:					
Categorical Transportation Aid	123,908		123,908	123,908	
Extraordinary Aid				415,159	415,159
Categorical Special Education Aid	1,339,221		1,339,221	1,339,221	
Categorical Security Aid	147,881		147,881	147,881	
Securing Our Children's Future Bond Act				103,299	103,299
TPAF Post Retirement Contributions (Non-Budgeted)				1,332,104	1,332,104
TPAF Pension Contributions (Non-Budgeted)				5,622,193	5,622,193
TPAF Non-Contributory Insurance (Non-Budgeted)				79,321	79,321
TPAF Long-Term Disability Insurance (Non-Budgeted)				1,962	1,962
Reimbursed TPAF Social Security Contributions				1,195,554	1,195,554
Total Revenues from State Sources	<u>1,611,010</u>		<u>1,611,010</u>	<u>10,360,602</u>	<u>8,749,592</u>
TOTAL REVENUE	<u>34,010,093</u>		<u>34,010,093</u>	<u>43,433,374</u>	<u>9,423,281</u>

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Preschool - Salaries of Teachers	\$ 342,346	\$ (80,119)	\$ 262,227	\$ 235,362	\$ 26,865
Kindergarten - Salaries of Teachers	578,975	100,711	679,686	672,914	6,772
Grades 1-5 - Salaries of Teachers	3,240,854	15,944	3,256,798	3,145,392	111,406
Grades 6-8 - Salaries of Teachers	2,816,747	(50,339)	2,766,408	2,697,331	69,077
Grades 9-12 - Salaries of Teachers	4,194,315	(95,671)	4,098,644	4,069,427	29,217
Regular Programs - Home Instruction:					
Salaries of Teachers	500	1,662	2,162	2,162	
Purchased Professional-Educational Services	24,150	24,000	48,150	46,197	1,953
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	586,278	20,247	606,525	595,038	11,487
Purchased Technical Services	106,925	22,420	129,345	119,689	9,656
Other Purchased Services (400-500 series)	10,000		10,000	10,000	
General Supplies	552,040	116,698	668,738	556,655	112,083
Textbooks	168,459	35,625	204,084	184,226	19,858
Other Objects	7,229		7,229	1,673	5,556
Total Regular Programs - Instruction	12,628,818	111,178	12,739,996	12,326,066	413,930
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	248,784	31,903	280,687	239,705	40,982
Other Salaries for Instruction	45,952	3,976	49,928	43,986	5,942
General Supplies	4,600		4,600	1,566	3,034
Total Learning and/or Language Disabilities	299,336	35,879	335,215	285,257	49,958

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource Room/Resource Center:					
Salaries of Teachers	\$ 1,787,131	\$ 81,630	\$ 1,868,761	\$ 1,786,784	\$ 81,977
General Supplies	20,148	3,338	23,486	20,170	3,316
Textbooks	11,400	(3,394)	8,006	3,149	4,857
Total Resource Room/Resource Center	1,818,679	81,574	1,900,253	1,810,103	90,150
Autism:					
Salaries of Teachers	124,753		124,753	120,310	4,443
Other Salaries for Instruction	38,164	37,438	75,602	61,379	14,223
General Supplies	9,000	56	9,056	8,949	107
Total Autism	171,917	37,494	209,411	190,638	18,773
Preschool Disabilities - Full-Time:					
Salaries of Teachers	72,685		72,685	63,467	9,218
Other Salaries for Instruction	41,924		41,924	35,417	6,507
Total Preschool Disabilities - Full-Time	114,609		114,609	98,884	15,725
TOTAL SPECIAL EDUCATION - INSTRUCTION	2,404,541	154,947	2,559,488	2,384,882	174,606
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	317,253	(24,382)	292,871	275,323	17,548
General Supplies	3,800	1,454	5,254	5,161	93
Total Basic Skills/Remedial - Instruction	321,053	(22,928)	298,125	280,484	17,641

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Bilingual Education - Instruction:					
General Supplies	\$ 1,735		\$ 1,735	71	\$ 1,664
Total Bilingual Education - Instruction	1,735		1,735	71	1,664
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	170,133	\$ 62,063	232,196	229,564	2,632
Purchased Services (300-500 series)	3,000		3,000	1,774	1,226
Supplies and Materials	50,238	(1,987)	48,251	28,024	20,227
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	223,371	60,076	283,447	259,362	24,085
School-Sponsored Athletics - Instruction:					
Salaries	486,055		486,055	425,475	60,580
Purchased Services (300-500 series)	85,694	(1,557)	84,137	79,627	4,510
Supplies and Materials	39,355	(869)	38,486	32,243	6,243
Other Objects	6,350		6,350	5,225	1,125
Transfers to Cover Deficit (Agency Funds)	67,000	(1,190)	65,810	50,000	15,810
Total School-Sponsored Athletics - Instruction	684,454	(3,616)	680,838	592,570	88,268
TOTAL INSTRUCTION	16,263,972	299,657	16,563,629	15,843,435	720,194

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Special	\$ 301,513	\$ (69,558)	\$ 231,955	\$ 198,042	\$ 33,913
Tuition to County Voc. School Dist.-Regular	5,911	1,773	7,684	7,684	
Tuition to County Voc. School Dist.-Special	18,208	11,000	29,208	28,656	552
Tuition to CSSD & Reg. Day Schools	128,290	(114,507)	13,783	1,980	11,803
Tuition to Priv. Sch. for the Handicap. W/I State	1,508,889	(184,284)	1,324,605	1,324,428	177
Total Undistributed Expenditures - Instruction	1,962,811	(355,576)	1,607,235	1,560,790	46,445
Undistributed Expenditures - Health Services:					
Salaries	326,174	13,450	339,624	311,636	27,988
Purchased Professional and Technical Services	57,825		57,825	46,263	11,562
Supplies and Materials	34,800	(3,681)	31,119	18,076	13,043
Total Undist. Expenditures - Health Services	418,799	9,769	428,568	375,975	52,593
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	385,671	(3,128)	382,543	380,286	2,257
Purchased Professional - Educational Services	175,548		175,548	170,737	4,811
Supplies and Materials	4,150	(41)	4,109	4,070	39
Total Undist. Expend. - Speech, OT, PT, Related Svcs	565,369	(3,169)	562,200	555,093	7,107
Undist. Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries	437,599	(107,129)	330,470	328,104	2,366
Purchased Professional - Educational Services	29,590	55,090	84,680	84,680	
Supplies and Materials	6,240	1,779	8,019	3,029	4,990
Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.	473,429	(50,260)	423,169	415,813	7,356

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Guidance:					
Salaries of Other Professional Staff	\$ 560,924	\$ 7,480	\$ 568,404	\$ 560,103	\$ 8,301
Salaries of Secretarial and Clerical Assistants	98,145	6,363	104,508	98,145	6,363
Other Purchased Prof. and Tech. Services	29,573	1,909	31,482	31,482	
Supplies and Materials	14,751	(1,283)	13,468	9,529	3,939
Total Undist Expend. - Guidance	703,393	14,469	717,862	699,259	18,603
Undist. Expend. - Child Study Team:					
Salaries of Other Professional Staff	614,888	(8,026)	606,862	601,370	5,492
Salaries of Secretarial and Clerical Assistants	70,855	981	71,836	70,277	1,559
Other Purchased Prof. and Tech. Services	32,422	8,000	40,422	34,189	6,233
Other Purchased Services (400-500 series)	4,200	(2,600)	1,600	1,056	544
Supplies and Materials	17,438	(400)	17,038	16,446	592
Total Undist Expend. - Child Study Team	739,803	(2,045)	737,758	723,338	14,420
Undist. Expend. - Improv. of Inst. Serv.:					
Salaries of Other Professional Staff	35,000	3,675	38,675	38,675	
Supplies and Materials	1,200		1,200		1,200
Total Undist. Expend. - Improv. of Inst. Serv.	36,200	3,675	39,875	38,675	1,200
Undist. Expend. - Edu. Media Serv./Sch. Library:					
Salaries	232,473	(31,895)	200,578	190,926	9,652
Salaries of Technology Coordinators	248,342	30,640	278,982	273,370	5,612
Supplies and Materials	58,744	3,489	62,233	58,950	3,283
Total Undist Expend. - Edu. Media Serv./Sch. Library	539,559	2,234	541,793	523,246	18,547

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist.Expend.-Instructional Staff Training Services:					
Purchased Professional - Educational Service		\$ 700	\$ 700	\$ 200	\$ 500
Other Purchased Services (400-500 series)	\$ 23,195	8,650	31,845	199	31,646
Supplies and Materials	500		500		500
Total Undist.Expend.-Instructional Staff Training Services	23,695	9,350	33,045	399	32,646
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	301,311	(2,998)	298,313	298,213	100
Legal Services	159,200		159,200	130,369	28,831
Audit Fees	75,010	(25,135)	49,875	49,875	
Architectural/Engineering Services	2,500	(570)	1,930	1,928	2
Other Purchased Professional Services	14,000	12,865	26,865	23,495	3,370
Purchased Technical Services	20,254		20,254	20,254	
Communications / Telephone	261,054	43,210	304,264	292,919	11,345
BOE Other Purchased Services	2,000		2,000	674	1,326
Other Purch. Serv. (400-500 series other than 530 & 585)	58,463	4,478	62,941	61,251	1,690
General Supplies	23,250	(3,656)	19,594	8,121	11,473
Judgments Against The School District	10,000	(10,000)			
Miscellaneous Expenditures	7,851	1,671	9,522	9,336	186
BOE Membership Dues and Fees	16,000		16,000	15,000	1,000
Total Undist. Expend.-Support Serv.-Gen. Admin.	950,893	19,865	970,758	911,435	59,323

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	\$ 1,781,148	\$ (13,597)	\$ 1,767,551	\$ 1,767,551	
Salaries of Secretarial and Clerical Assistants	314,856	(4,307)	310,549	310,549	
Other Purchased Services (400-500 series)	54,100	(1,265)	52,835	35,019	\$ 17,816
Supplies and Materials	26,651	3,291	29,942	29,005	937
Other Objects	13,781	(4,049)	9,732	9,288	444
Total Undist. Expend.-Support Serv.-School Adm.	<u>2,190,536</u>	<u>(19,927)</u>	<u>2,170,609</u>	<u>2,151,412</u>	<u>19,197</u>
Undist. Expend. - Central Services:					
Salaries	446,015		446,015	443,255	2,760
Purchased Technical Services	36,102		36,102	24,129	11,973
Miscellaneous Purchased Services (400-500 series other than 594)	15,539		15,539	2,364	13,175
Supplies and Materials	15,000		15,000	4,375	10,625
Other Objects	1,590		1,590	1,290	300
Total Undist. Expend. - Central Services	<u>514,246</u>		<u>514,246</u>	<u>475,413</u>	<u>38,833</u>
Undist. Expend. - Admin. Info. Technology:					
Salaries	95,495		95,495	94,081	1,414
Purchased Technical Services	31,750		31,750	23,625	8,125
Supplies and Materials	2,300		2,300	2,286	14
Other Objects	1,740		1,740	1,356	384
Total Undist. Expend. - Admin. Info. Technology	<u>131,285</u>		<u>131,285</u>	<u>121,348</u>	<u>9,937</u>

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	\$ 239,551	\$ (6,974)	\$ 232,577	\$ 229,989	\$ 2,588
Cleaning, Repair, and Maintenance Services	369,685	52,071	421,756	315,634	106,122
Lead Testing of Drinking Water	10,000	(4,990)	5,010	5,010	
General Supplies	80,000	90,196	170,196	92,577	77,619
Total Undist. Expend.- Required Maint. for School Facilities	<u>699,236</u>	<u>130,303</u>	<u>829,539</u>	<u>643,210</u>	<u>186,329</u>
Undist. Expend.-Custodial Services:					
Salaries	1,046,719	(28,683)	1,018,036	998,798	19,238
Unused Vacation Payment to Terminated/Retired Staff	39,011	(26,240)	12,771	12,771	
Purchased Professional and Technical Services	21,400	14,319	35,719	32,266	3,453
Cleaning, Repair, and Maintenance Services	1,445	38,645	40,090	33,088	7,002
Rental of Land & Bldg. Oth. than Lease Pur. Agrmt.	75,000		75,000	75,000	
Other Purchased Property Services	33,400	(4,000)	29,400	21,699	7,701
Insurance	152,714	14,598	167,312	167,309	3
Miscellaneous Purchased Services	5,400	(5,400)			
General Supplies	132,150	(32,827)	99,323	80,439	18,884
Energy (Natural Gas)	221,450	1,692	223,142	213,729	9,413
Energy (Electricity)	318,800	(11,132)	307,668	307,263	405
Energy (Gasoline)	11,500	(4,708)	6,792	6,792	
Other Objects	1,700		1,700	500	1,200
Total Undist. Expend.-Custodial Services	<u>2,060,689</u>	<u>(43,736)</u>	<u>2,016,953</u>	<u>1,936,883</u>	<u>80,070</u>

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Care and Upkeep of Grounds:					
Salaries	\$ 10,000	\$ (3)	\$ 9,997		\$ 9,997
Purchased Professional and Technical Services	5,000	(2,700)	2,300	2,300	
Cleaning, Repair, and Maintenance Services	35,500	52,254	87,754	87,754	
General Supplies	18,900	(3,378)	15,522	15,522	
Total Care And Upkeep Of Grounds	69,400	46,173	115,573	105,576	9,997
Security:					
Purchased Professional and Technical Services	17,695	4,232	21,927	21,927	
General Supplies	4,000		4,000	1,232	2,768
Total Security	21,695	4,232	25,927	23,159	2,768
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	2,851,020	136,972	2,987,992	2,708,828	279,164
Undist. Expend.-Student Transportation Serv.:					
Salaries of Non-Instructional Aides	20,940	8,150	29,090	28,825	265
Sal. for Pupil Trans. (Bet. Home and Sch)-Spl. Ed.	61,517	(3,800)	57,717	51,185	6,532
Management Fee - ESC&CTSA Transportation Program		525	525	525	
Cleaning, Repair, and Maint. Services	17,180	(525)	16,655	14,506	2,149
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studts	37,000	(36,668)	332		332
Contract. Serv.(Oth. than Bet. Home & Sch.)-V end.	169,259	23,682	192,941	192,940	1
Contract. Serv.(Spl. Ed. Students)-Vendors	9,000	6,580	15,580	15,580	
Contract. Serv.(Spl. Ed. Students)-ESCs & CTSA	817,100	(22,361)	794,739	794,739	
Total Undist. Expend.-Student Trans. Serv.	1,131,996	(24,417)	1,107,579	1,098,300	9,279

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
ALLOCATED BENEFITS					
Custodial Services:					
Unused Sick Payment to Terminated/Retired Staff		\$ 2,272	\$ 2,272	\$ 2,272	
Total Custodial Services		<u>2,272</u>	<u>2,272</u>	<u>2,272</u>	
TOTAL ALLOCATED BENEFITS		<u>2,272</u>	<u>2,272</u>	<u>2,272</u>	
UNALLOCATED BENEFITS					
Social Security Contributions	\$ 419,746		419,746	380,282	\$ 39,464
Other Retirement Contributions - PERS	342,302	20,776	363,078	363,078	
Other Retirement Contributions - Regular	65,193		65,193	48,242	16,951
Workers Compensation	215,275	(19,004)	196,271	182,443	13,828
Health Benefits	4,645,714	(675,754)	3,969,960	3,968,207	1,753
Tuition Reimbursement	42,000	(50)	41,950	21,582	20,368
Other Employee Benefits	92,600	6,004	98,604	98,604	
Unused Sick Payment to Terminated/Retired Staff	20,000		20,000	14,692	5,308
TOTAL UNALLOCATED BENEFITS	<u>5,842,830</u>	<u>(668,028)</u>	<u>5,174,802</u>	<u>5,077,130</u>	<u>97,672</u>

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)			\$ 1,332,104	\$ 1,332,104	\$ (1,332,104)
TPAF Pension Contributions (Non-Budgeted)			5,622,193	5,622,193	(5,622,193)
TPAF Non-Contributory Insurance (Non-Budgeted)			79,321	79,321	(79,321)
TPAF Long-Term Disability Insurance (Non-Budgeted)			1,962	1,962	(1,962)
Reimbursed TPAF Social Security Contributions			1,195,554	1,195,554	(1,195,554)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)			<u>8,231,134</u>	<u>8,231,134</u>	<u>(8,231,134)</u>
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	\$ 5,842,830	\$ (665,756)	\$ 5,177,074	13,310,536	(8,133,462)
TOTAL UNDISTRIBUTED EXPENDITURES	<u>19,075,864</u>	<u>(924,816)</u>	<u>18,151,048</u>	<u>25,669,860</u>	<u>(7,518,812)</u>
TOTAL GENERAL CURRENT EXPENSE	<u>35,339,836</u>	<u>(625,159)</u>	<u>34,714,677</u>	<u>41,513,295</u>	<u>(6,798,618)</u>
CAPITAL OUTLAY					
Equipment					
Kindergarten	15,531		15,531	15,531	
Grades 1-5	67,350		67,350	67,350	
Grades 6-8	13,341	(13,341)			
Grades 9-12	24,000	59,749	83,749	25,441	58,308
Undistributed:					
Undistributed Expenditures - General Admin.		4,774	4,774		4,774
Undistributed Expenditures - School Admin.		12,596	12,596	3,626	8,970
Undist. Expend. - Care and Upkeep of Grounds		52,863	52,863	2,967	49,896
Total Equipment	<u>120,222</u>	<u>116,641</u>	<u>236,863</u>	<u>114,915</u>	<u>121,948</u>

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Facilities Acquisition and Construction Serv.:					
Legal Services	\$	3,957	\$ 3,957	\$ 3,957	
Architectural/Engineering Services		30,424	30,424	23,835	\$ 6,589
Construction Services	\$ 468,696	314,687	783,383	179,533	603,850
Assessment for Debt Service on SDA Funding	24,241		24,241	24,241	
Total Facilities Acquisition and Const. Serv.	492,937	349,068	842,005	231,566	610,439
TOTAL CAPITAL OUTLAY	613,159	465,709	1,078,868	346,481	732,387
TOTAL EXPENDITURES	35,952,995	(159,450)	35,793,545	41,859,776	(6,066,231)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(1,942,902)	159,450	(1,783,452)	1,573,598	3,357,050
Other Financing Sources/(Uses):					
Capital Outlay - Transfer to Capital Projects Fund		(159,450)	(159,450)	(159,450)	
Capital Reserve - Transfer to Capital Projects Fund		(854)	(854)	(854)	
		(160,304)	(160,304)	(160,304)	
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(1,942,902)	(854)	(1,943,756)	1,413,294	3,357,050
Fund Balance, July 1	6,727,760		6,727,760	6,727,760	
Fund Balance, June 30	\$ 4,784,858	\$ (854)	\$ 4,784,004	\$ 8,141,054	\$ 3,357,050

GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<u>Recapitulation:</u>					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2023-2024				\$ 1,394,588	
Excess Surplus - Restricted For 2022-2023				1,600,000	
Capital Reserve				2,246,381	
Unemployment Compensation				215,436	
Assigned Fund Balance:					
Year End Encumbrances				738,599	
Designated for Subsequent Year's Expenditures				179,333	
Unassigned Fund Balance				1,766,717	
				<u>8,141,054</u>	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis				(156,052)	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 7,985,002</u>	

GLEN RIDGE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources	\$ 100,000	\$ 384,631	\$ 484,631	\$ 495,892	\$ 11,261
State Sources		44,227	44,227	44,227	
Federal Sources	843,928	2,059,009	2,902,937	1,515,422	(1,387,515)
Total Revenues	943,928	2,487,867	3,431,795	2,055,541	(1,376,254)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	169,702	562,754	732,456	298,188	434,268
Tuition	322,352	132,301	454,653	441,810	12,843
General Supplies	1,808	100,835	102,643	101,483	1,160
Textbooks		4,453	4,453	4,453	
Other Objects		210	210	210	
Total Instruction	493,862	800,553	1,294,415	846,144	448,271
Support Services:					
Salaries of Other Professional Staff		664,657	664,657	132,065	532,592
Personal Services - Employee Benefits	22,500	177,500	200,000	168,263	31,737
Purchased Professional and Technical Services	293,062	400,298	693,360	335,272	358,088
Purchased Professional and Educational Services		10,124	10,124	10,124	
Other Purchased Services		12,456	12,456	11,203	1,253
Supplies and Materials	34,504	30,496	65,000	60,687	4,313
Student Activities	100,000	333,765	433,765	433,765	
Total Support Services	450,066	1,629,296	2,079,362	1,151,379	927,983

GLEN RIDGE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
Required Maintenance for School Facilities					
Cleaning, Repair and Maintenance Services	\$	44,227	\$ 44,227	\$ 44,227	
Total Required Maintenance for School Facilities		44,227	44,227	44,227	
Facilities Acquisition and Construction Services:					
Instructional Equipment		27,537	27,537	27,537	
Building Improvements		12,000	12,000	12,000	
Total Facilities Acquisition and Construction Services		39,537	39,537	39,537	
Total Expenditures	943,928	2,513,613	3,457,541	2,081,287	\$ 1,376,254
Excess/(Deficit) of Revenue Over/(Under) Expenditures	\$ - 0 -	\$ (25,746)	\$ (25,746)	\$ (25,746)	\$ - 0 -

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 43,433,374	\$ 2,055,541
Difference - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not.		(116,805)
Current Year State Aid Payments Recognized for Budgetary Purposes, Not Recognized for GAAP Statements	(156,052)	
Prior Year State Aid Payments Recognized for GAAP Statements, Not Recognized for Budgetary Purposes	117,137	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	\$ 43,394,459	\$ 1,938,736
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 41,859,776	\$ 2,081,287
Differences - Budgetary to GAAP		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes.		(116,805)
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 41,859,776	\$ 1,964,482

Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. The budget for the fiscal year ended June 30, 2022 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE

NOTE TO RSI

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

(Continued)

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the Special Revenue Fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

The General Fund budgetary revenue differs from the GAAP revenue due to a difference in the recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

**SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)**

SPECIAL REVENUE FUND

GLEN RIDGE BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Elementary and Secondary Education Act					I.D.E..A		
	Title I	Title IIA	Title III	Title IV	Basic	Preschool	ARP Basic	ARP Preschool
REVENUES:								
Local Sources								
State Sources								
Federal Sources	\$ 191,013	\$ 42,056	\$ 1,199	\$ 12,634	\$ 363,614	\$ 12,843	\$ 78,196	\$ 6,680
Total Revenues	191,013	42,056	1,199	12,634	363,614	12,843	78,196	6,680
EXPENDITURES:								
Instruction:								
Salaries of Teachers	121,315							6,205
Tuition					363,614	2,719	78,196	
General Supplies	14,755		1,199					
Textbooks								
Other Objects								
Total Instruction	136,070		1,199		363,614	2,719	78,196	6,205
Support Services:								
Salaries of Other Professional Staff	54,943							475
Personal Services - Employee Benefits		13,079		12,634				
Purchased Professional and Technical Services								
Purchased Professional and Educational Services							10,124	
Other Purchased Services		10,803						
Supplies and Materials		18,174						
Student Activities								
Total Support Services	54,943	42,056		12,634		10,124		475
Required Maintenance for School Facilities								
Cleaning, Repair and Maintenance Services								
Total Required Maintenance for School Facilities								
Facilities Acquisition and Construction Services								
Instructional Equipment								
Building Improvements								
Total Facilities Acquisition and Construction Services								
Total Expenditures	\$ 191,013	\$ 42,056	\$ 1,199	\$ 12,634	\$ 363,614	\$ 12,843	\$ 78,196	\$ 6,680

GLEN RIDGE BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Education Stabilization Aid						ARP		
	CRRSA			Accelerated			Learning Coach and Educator Support	Beyond School Day	Mental Health Support Staff
	ESSER II	Learning Acceleration	Mental Health	ESSER III	ESSER III	ESSER III			
REVENUES:									
Local Sources									
State Sources									
Federal Sources									
Total Revenues	\$ 283,659	\$ 18,203	\$ 22,500	\$ 457,925	\$ 6,950	\$ 16,450	\$ 1,500		
EXPENDITURES:	283,659	18,203	22,500	457,925	6,950	16,450	1,500		
Instruction:									
Salaries of Teachers		18,203		152,465					
Tuition									
General Supplies									
Textbooks									
Other Objects									
Total Instruction		18,203		152,465					
Support Services:									
Salaries of Other Professional Staff				132,065					
Personal Services - Employee Benefits			22,500	90,345					
Purchased Professional and Technical Services	283,659			1,000	6,950	16,450	1,500		
Purchased Professional and Educational Services									
Other Purchased Services				42,513					
Supplies and Materials									
Student Activities									
Total Support Services	283,659		22,500	265,923	6,950	16,450	1,500		
Required Maintenance for School Facilities									
Cleaning, Repair and Maintenance Services									
Total Required Maintenance for School Facilities									
Facilities Acquisition and Construction Services									
Instructional Equipment				27,537					
Building Improvements				12,000					
Total Facilities Acquisition and Construction Services				39,537					
Total Expenditures	\$ 283,659	\$ 18,203	\$ 22,500	\$ 457,925	\$ 6,950	\$ 16,450	\$ 1,500		

GLEN RIDGE BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	NISDA								
	Emergent/Capital Maint. Needs	Student Activities	Local Donations	Totals					
REVENUES:									
Local Sources									
State Sources	\$ 44,227	\$ 408,019	\$ 87,873	\$ 495,892					
Federal Sources				44,227					
Total Revenues	44,227	408,019	87,873	2,055,541					
EXPENDITURES:									
Instruction:									
Salaries of Teachers				298,188					
Tuition				441,810					
General Supplies			82,810	101,483					
Textbooks			4,453	4,453					
Other Objects			210	210					
Total Instruction			87,473	846,144					
Support Services:									
Salaries of Other Professional Staff				132,065					
Personal Services - Employee Benefits				168,263					
Purchased Professional and Technical Services				335,272					
Purchased Professional and Educational Services				10,124					
Other Purchased Services			400	11,203					
Supplies and Materials		433,765		60,687					
Student Activities				433,765					
Total Support Services		433,765	400	1,151,379					
Required Maintenance for School Facilities									
Cleaning, Repair and Maintenance Services	44,227			44,227					
Total Required Maintenance for School Facilities	44,227			44,227					
Facilities Acquisition and Construction Services									
Instructional Equipment				27,537					
Building Improvements				12,000					
Total Facilities Acquisition and Construction Services				39,537					
Total Expenditures	\$ 44,227	\$ 433,765	\$ 87,873	\$ 2,081,287					

CAPITAL PROJECTS FUND

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
SUMMARY SCHEDULE OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Revenue and Other Financing Sources:	
Transfer from Capital Reserve	\$ 854
Transfer from Capital Outlay	159,450
Interest Revenue	66
	<hr/>
Total Revenue and Other Financing Sources	160,370
	<hr/>
Expenditures and Other Financing Uses:	
Legal Services	5,360
Purchased Professional and Technical Services	108,005
Construction Services	217,064
Transfers Out:	
Debt Service Fund - Interest Earned	66
	<hr/>
Total Expenditures and Other Financing Uses	330,495
	<hr/>
Excess/(Deficiency) of Revenue and Other Financing Sources	
Over/(Under) Expenditures and Other Financing Uses	(170,125)
	<hr/>
Fund Balance - Beginning	223,683
	<hr/>
Fund Balance - Ending	\$ 53,558
	<hr/> <hr/>
Recapitulation:	
Committed - Year End Encumbrances	\$ 53,558
	<hr/>
Fund Balance per Governmental Funds (Budgetary and GAAP)	\$ 53,558
	<hr/> <hr/>

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
UPGRADES AND IMPROVEMENTS TO FOREST AVENUE SCHOOL, LINDEN AVENUE SCHOOL,
RIDGEWOOD AVENUE SCHOOL AND GLEN RIDGE HIGH SCHOOL AND THE ACQUISITION AND
RENOVATION OF THE PRIOR CENTRAL SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Prior Periods	Current Year	Totals	Revised Project Authorization
Revenue and Other Financing Sources:				
Bond Proceeds	\$ 23,758,000		\$ 23,758,000	\$ 23,758,000
Transfer from Capital Reserve		\$ 854	854	854
Total Revenue and Other Financing Sources	23,758,000	\$ 854	23,758,854	23,758,854
Expenditures:				
Legal Services	233,399	5,360	238,759	238,759
Purchased Professional and Technical Services	2,212,832	2,113	2,214,945	2,214,945
Construction Services	15,957,585	217,064	16,174,649	16,174,649
Land and Improvements	5,130,501		5,130,501	5,130,501
Total Expenditures	23,534,317	224,537	23,758,854	23,758,854
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ 223,683	\$ (223,683)	\$ - 0 -	\$ - 0 -

Additional Project Information:

Project Number(s)	1750-050-17-1000
Project Number(s)	1750-070-16-2000
Project Number(s)	1750-075-16-1000
Project Number(s)	1750-080-16-1000
Project Number(s)	1750-X01-16-1000
Grant Date	100%
Bond Authorization Date	3/14/2017
Bonds Authorized	\$ 23,758,854
Bonds Issued	\$ 23,758,000
Bonds Cancelled	\$ (854)
Original Authorized Cost	\$ 23,758,854

Percentage Increase over Original

Authorized Cost	0%
Percentage Completion	100%
Original Target Completion Date	8/31/2019
Revised Target Completion Date	8/31/2021

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
HIGH SCHOOL HVAC UPGRADES
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
Transfer from Capital Outlay	\$ 159,450	\$ 159,450	\$ 159,450
Total Revenue and Other Financing Sources	<u>159,450</u>	<u>159,450</u>	<u>159,450</u>
Expenditures:			
Purchased Professional and Technical Services	<u>105,892</u>	<u>105,892</u>	<u>159,450</u>
Total Expenditures	<u>105,892</u>	<u>105,892</u>	<u>159,450</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 53,558</u>	<u>\$ 53,558</u>	<u>\$ - 0 -</u>
Additional Project Information:			
Project Number(s)	750-050-22-1000		
Original Authorized Cost	\$ 159,450		
Percentage Completion	66.41%		
Original Target Completion Date	10/9/2023		

PROPRIETARY FUNDS

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
PROPRIETARY FUND
STATEMENT OF NET POSITION
JUNE 30, 2022

ASSETS:

Current Assets:

Cash and Cash Equivalents	\$ 21,934
Inventory	19,911
	19,911

Total Current Assets	41,845
----------------------	--------

Non-Current Assets:

Capital Assets	176,965
Less: Accumulated Depreciation	(114,523)
	(114,523)

Total Non-Current Assets	62,442
--------------------------	--------

Total Assets	104,287
--------------	---------

LIABILITIES:

Current Liabilities:

Unearned Revenue - Prepaid Sales	27,800
	27,800

Total Liabilities	27,800
-------------------	--------

NET POSITION:

Investment In Capital Assets	62,442
Unrestricted	14,045
	14,045

Total Net Position	\$ 76,487
--------------------	-----------

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
PROPRIETARY FUND
STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Operating Revenue:	
Daily Sales - Non-Reimbursable Programs	\$ 500,217
Special Events	1,663
	<hr/>
Total Operating Revenue	501,880
	<hr/>
Operating Expenses:	
Cost of Sales - Non-Reimbursable Programs	232,842
Salaries	135,454
Payroll Taxes	54,922
Contracted Services	27,859
Supplies and Materials	32,301
Depreciation Expense	6,231
	<hr/>
Total Operating Expenses	489,609
	<hr/>
Operating Income	12,271
	<hr/>
Net Position Beginning of Year	64,216
	<hr/>
Net Position End of Year	\$ 76,487
	<hr/> <hr/>

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
PROPRIETARY FUND
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Cash Flows from Operating Activities:	
Receipts from Customers	\$ 501,880
Payments to Food Service Vendor	<u>(498,943)</u>
Net Cash Provided by Operating Activities	<u>2,937</u>
Net Increase in Cash and Cash Equivalents	2,937
Cash and Cash Equivalents, July 1	<u>18,997</u>
Cash and Cash Equivalents, June 30	<u><u>\$ 21,934</u></u>
Adjustment to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Operating Income	\$ 12,271
Depreciation	6,231
Changes in Assets and Liabilities:	
(Increase) in Inventory	(12,442)
(Decrease) in Unearned Revenue	<u>(3,123)</u>
Net Cash Provided by Operating Activities	<u><u>\$ 2,937</u></u>

**FIDUCIARY ACTIVITIES
(NOT APPLICABLE)**

LONG-TERM DEBT

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding			Interest Rate	Matured	Balance June 30, 2022
			Date	Amount	Balance June 30, 2021			
Refunding Bonds	01/07/10	\$ 6,085,000				\$ 645,000	\$ 645,000	
School Bonds	02/14/18	23,758,000	08/15/22	1,360,000	3.000%			
			08/15/23	1,360,000	3.000%			
			08/15/24	1,360,000	3.000%			
			08/15/25	1,360,000	3.000%			
			08/15/26	1,360,000	3.000%			
			08/15/27	1,360,000	3.000%			
			08/15/28	1,360,000	3.000%			
			08/15/29	1,360,000	3.000%			
			08/15/30	1,360,000	3.000%			
			08/15/31	1,360,000	3.000%			
			08/15/32	1,360,000	3.000%			
			08/15/33	1,360,000	3.000%			
			08/15/34	1,360,000	3.125%			
			08/15/35	1,360,000	3.125%			
			08/15/36	1,360,000	3.250%			
			08/15/37	1,318,000	3.250%			
							22,398,000	\$ 21,718,000
							<u>\$ 23,043,000</u>	
							<u>\$ 21,718,000</u>	

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 1,766,754		\$ 1,766,754	\$ 1,766,754	
Total Local Sources	1,766,754		1,766,754	1,766,754	
State Sources:					
Debt Service Aid Type II	209,466		209,466	209,466	
Total State Sources	209,466		209,466	209,466	
Total Revenues	1,976,220		1,976,220	1,976,220	
EXPENDITURES:					
Regular Debt Service:					
Interest	697,635		697,635	697,635	
Redemption of Principal	1,325,000		1,325,000	1,325,000	
Total Regular Debt Service	2,022,635		2,022,635	2,022,635	
Total Expenditures	2,022,635		2,022,635	2,022,635	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(46,415)		(46,415)	(46,415)	
Other Financing Sources/(Uses):					
Transfers In:					
Capital Projects Fund - Interest Earned				66	\$ 66
Total Other Financing Sources/(Uses)				66	66
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures	(46,415)		(46,415)	(46,349)	66
Fund Balance, July 1	48,185		48,185	48,185	
Fund Balance, June 30	\$ 1,770	\$ - 0 -	\$ 1,770	\$ 1,836	\$ 66
Recapitulation:					
Restricted - Designated for Subsequent Year's Expenditures				\$ 1,770	
Restricted				66	
				\$ 1,836	

STATISTICAL SECTION
(UNAUDITED)

This part of the District’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 District’s overall financial health.

Contents

	<u>Exhibit</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	J-1 thru J-5
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.	J-6 thru J-9
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	J-10 thru J-13
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.	J-14 thru J-15
Operating Information These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	J-16 thru J-20

Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Report for the relevant year.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
UNAUDITED

	June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities:										
Net Investment in Capital Assets	\$ 7,383,893	\$ 7,583,315	\$ 9,067,199	\$ 9,229,068	\$ 9,435,185	\$ 9,914,865	\$ 9,889,635	\$ 11,185,197	\$ 11,752,446	\$ 12,789,502
Restricted	4,017,874	2,829,301	3,292,295	3,451,188	3,891,683	4,342,022	4,473,560	4,968,877	5,173,091	5,661,786
Unrestricted/(Deficit)	28,744	(6,232,267)	(6,726,293)	(6,884,950)	(7,366,537)	(7,652,142)	(7,602,761)	(6,975,759)	(5,928,523)	(4,178,472)
Total Governmental Activities Net Position	\$ 11,430,511	\$ 4,180,349	\$ 5,633,201	\$ 5,795,306	\$ 5,960,331	\$ 6,604,745	\$ 6,760,434	\$ 9,178,315	\$ 10,997,014	\$ 14,272,816
Business-type Activities:										
Investment in Capital Assets	\$ 22,490	\$ 22,977	\$ 20,888	\$ 18,799	\$ 23,327	\$ 51,247	\$ 61,693	\$ 74,904	\$ 68,673	\$ 62,442
Unrestricted/(Deficit)	124,516	108,218	180,228	176,359	191,913	263,159	312,380	188,158	(4,457)	14,045
Total Business-type Activities Net Position	\$ 147,006	\$ 131,195	\$ 201,116	\$ 195,158	\$ 215,240	\$ 314,406	\$ 374,073	\$ 263,062	\$ 64,216	\$ 76,487
District-wide:										
Net Investment in Capital Assets	\$ 7,406,383	\$ 7,606,292	\$ 9,088,087	\$ 9,247,867	\$ 9,458,512	\$ 9,966,112	\$ 9,951,328	\$ 11,260,101	\$ 11,821,119	\$ 12,851,944
Restricted	4,017,874	2,829,301	3,292,295	3,451,188	3,891,683	4,342,022	4,473,560	4,968,877	5,173,091	5,661,786
Unrestricted/(Deficit)	153,260	(6,124,049)	(6,546,065)	(6,708,591)	(7,174,624)	(7,388,983)	(7,290,381)	(6,787,601)	(5,932,980)	(4,164,427)
Total District Net Position	\$ 11,577,517	\$ 4,311,544	\$ 5,834,317	\$ 5,990,464	\$ 6,175,571	\$ 6,919,151	\$ 7,134,507	\$ 9,441,377	\$ 11,061,230	\$ 14,349,303

Source: Borough of Glen Ridge School District Financial Reports.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental Activities:										
Instruction:										
Regular	\$ 13,757,682	\$ 14,352,234	\$ 15,125,388	\$ 17,750,208	\$ 20,234,338	\$ 20,536,521	\$ 20,681,342	\$ 20,237,496	\$ 21,127,241	\$ 20,478,965
Special Education	3,638,143	3,665,019	3,984,945	4,404,819	4,953,818	5,121,929	4,311,492	3,691,673	3,918,634	3,770,558
Other Special Instruction	481,996	419,442	596,961	518,273	578,737	542,403	467,985	420,619	579,173	440,709
School Sponsored Other Instruction	1,018,513	1,012,092	1,223,311	1,315,308	1,402,423	1,472,476	1,378,436	1,382,165	1,308,079	1,232,965
Support Services:										
Tuition	1,257,636	1,241,988	1,774,916	1,841,300	1,521,161	1,920,100	1,942,207	2,037,656	1,869,060	2,002,600
Student & Instruction Related Services	3,596,196	3,667,139	3,764,773	3,874,442	4,226,341	4,094,385	4,702,890	4,744,435	5,109,558	4,845,728
General Administrative Services	701,273	792,211	754,711	932,265	1,298,154	872,772	1,063,107	1,047,344	1,126,323	1,102,028
School Administrative Services	2,147,754	2,209,187	2,653,631	2,695,662	2,852,837	2,832,803	2,959,766	3,219,098	3,326,704	3,284,720
Central Services	527,167	538,581	574,446	654,400	638,095	675,714	615,130	558,295	556,453	557,043
Administration Information Technology	364,018	327,750	337,399	342,441	360,708	355,584	253,769	210,126	205,785	139,690
Plant Operations and Maintenance	2,565,377	2,680,745	2,758,792	2,670,572	2,440,698	2,645,234	2,824,818	2,789,690	3,022,478	3,030,343
Pupil Transportation	581,905	622,782	568,312	625,130	660,513	767,666	998,388	701,285	602,463	1,146,299
Interest on Long-term Debt	200,849	174,649	159,524	144,038	124,724	437,392	777,616	772,489	728,498	683,007
Capital Outlay			49,140						877,323	24,241
Total Governmental Activities Expenses	30,838,509	31,703,819	34,326,249	37,768,858	41,292,547	42,274,979	42,976,946	41,812,371	44,357,772	42,738,896
Business-type Activities:										
Food Service	373,264	372,782	339,945	368,247	387,669	434,418	509,155	382,874	55,358	489,609
After School and Summer Programs	250,110	272,912	305,125	291,103	299,673	323,626	440,804	436,625	233,247	
Total Business-type Activities Expenses	623,374	645,694	645,070	659,350	687,342	758,044	949,959	819,499	288,605	489,609
Total District Expenses	\$ 31,461,883	\$ 32,349,513	\$ 34,971,319	\$ 38,428,208	\$ 41,979,889	\$ 43,033,023	\$ 43,926,905	\$ 42,631,870	\$ 44,646,377	\$ 43,228,505
Program Revenues										
Governmental Activities:										
Charges for Services:										
Instruction (Regular)	591,448	488,530	473,942	574,555	528,379	564,119	635,198	396,975	547,115	1,022,375
Operating Grants and Contributions	3,945,854	3,786,877	7,183,317	8,694,591	11,584,083	11,961,284	10,885,068	10,969,962	11,959,139	10,428,989
Total Governmental Activities Program Revenues	4,537,302	4,275,407	7,657,259	9,269,146	12,112,462	12,525,403	11,520,266	11,366,937	12,506,254	11,451,364
Business-type Activities:										
Charges for Services:										
Food Service	344,190	350,555	332,243	350,186	396,109	502,565	563,719	405,338	2,398	501,880
After School and Summer Programs	254,362	280,242	382,748	303,206	313,247	354,104	450,152	303,150	87,361	
Total Business-type Activities Revenues	598,552	630,797	714,991	653,392	709,356	856,669	1,013,871	708,488	89,759	501,880
Total District Program Revenues	5,135,854	4,906,204	8,372,250	9,922,538	12,821,818	13,382,072	12,534,137	12,075,425	12,596,013	11,953,244

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Net (Expense)/Revenue										
Governmental Activities	\$ (26,301,207)	\$ (27,428,412)	\$ (26,668,990)	\$ (28,499,712)	\$ (29,180,085)	\$ (29,749,576)	\$ (31,456,680)	\$ (30,445,434)	\$ (31,851,518)	\$ (31,287,532)
Business-type Activities	(24,822)	(14,897)	69,921	(5,958)	22,014	98,625	63,912	(111,011)	(198,846)	12,271
Total District-wide Net (Expense)/Revenue	(26,326,029)	(27,443,309)	(26,599,069)	(28,505,670)	(29,158,071)	(29,650,951)	(31,392,768)	(30,556,445)	(32,050,364)	(31,275,261)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	25,667,172	26,180,515	27,169,504	27,712,894	28,371,002	29,069,101	29,650,483	30,391,745	31,352,804	31,979,860
Taxes Levied for Debt Service	676,937	677,137	672,138	671,838	671,087	824,788	1,270,959	1,608,785	1,644,384	1,766,754
Unrestricted Grants and Contributions			60,874	67,198	88,121	89,413	143,112	147,767	147,750	250,225
Investment Earnings	189,148	169,066	83	268	831	174,303	321,560	141,782	1,770	66
Miscellaneous Income			219,243	209,619	214,069	236,385	222,010	222,894	523,509	566,429
Transfers							4,245			
Total Governmental Activities	26,533,257	27,026,718	28,121,842	28,661,817	29,345,110	30,393,990	31,612,369	32,512,973	33,670,217	34,563,334
Business-type Activities:										
Miscellaneous Income/(Expenses)							541		(4,245)	
Transfers										
Capital (Disposals)-Special Item		(914)			(1,932)					
Total Business-type Activities		(914)			(1,932)					
Total District-wide	26,533,257	27,025,804	28,121,842	28,661,817	29,343,178	30,394,531	31,608,124	32,512,973	33,670,217	34,563,334
Change in Net Position										
Governmental Activities	232,050	(401,694)	1,452,852	162,105	165,025	644,414	155,689	2,067,539	1,818,699	3,275,802
Business-type Activities	(24,822)	(15,811)	69,921	(5,958)	20,082	99,166	59,667	(111,011)	(198,846)	12,271
Total District	\$ 207,228	\$ (417,505)	\$ 1,522,773	\$ 156,147	\$ 185,107	\$ 743,580	\$ 215,356	\$ 1,956,528	\$ 1,619,853	\$ 3,288,073

Source: Borough of Glen Ridge School District Financial Reports.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED

	June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund:										
Restricted	\$ 2,961,173	\$ 2,829,301	\$ 3,292,294	\$ 3,451,187	\$ 3,891,682	\$ 4,201,637	\$ 4,062,310	\$ 4,584,404	\$ 4,927,320	\$ 5,456,405
Committed										
Assigned	1,114,943	494,599	170,718	150,945	367,715	256,736	63,300	585,235	150,741	917,932
Unassigned	568,196	587,957	591,418	652,509	583,349	691,996	811,633	796,289	1,532,562	1,610,665
Total General Fund	\$ 4,644,312	\$ 3,911,857	\$ 4,054,430	\$ 4,254,641	\$ 4,842,746	\$ 5,150,369	\$ 4,937,243	\$ 5,965,928	\$ 6,610,623	\$ 7,985,002
All Other Governmental Funds:										
Restricted		\$ 1	\$ 1	\$ 1	\$ 1	\$ 18,068,742	\$ 8,296,314	\$ 837,925	\$ 469,454	\$ 173,676
Committed						74,840				53,558
Unassigned/(Deficit)	\$ (147,338)	\$ (147,338)	(147,338)	(147,338)	(237,579)					
Total All Other Governmental Funds/(Deficit)	\$ (147,338)	\$ (147,338)	\$ (147,337)	\$ (147,337)	\$ (237,578)	\$ 18,143,582	\$ 8,296,314	\$ 837,925	\$ 469,454	\$ 227,234
Total All Governmental Funds:										
Restricted	\$ 2,961,173	\$ 2,829,301	\$ 3,292,295	\$ 3,451,188	\$ 3,891,683	\$ 22,270,379	\$ 12,358,624	\$ 5,422,329	\$ 5,396,774	\$ 5,630,081
Committed						74,840				
Assigned	1,114,943	494,599	170,718	150,945	367,715	256,736	63,300	585,235	150,741	917,932
Unassigned	420,858	440,619	444,080	505,171	345,770	691,996	811,633	796,289	1,532,562	1,610,665
Total All Governmental Funds	\$ 4,496,974	\$ 3,764,519	\$ 3,907,093	\$ 4,107,304	\$ 4,605,168	\$ 23,293,951	\$ 13,233,557	\$ 6,803,853	\$ 7,080,077	\$ 8,212,236

Source: Borough of Glen Ridge School District Financial Reports.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Tax Levy	\$ 26,344,109	\$ 26,857,652	\$ 27,841,642	\$ 28,384,732	\$ 29,042,089	\$ 29,893,889	\$ 30,921,442	\$ 32,000,530	\$ 32,997,188	\$ 33,746,614
Tuition Charges	591,448	488,530	473,942	574,555	528,379	564,119	635,198	396,975	296,098	614,356
Interest Earnings							9,000	9,000	3,175	
Miscellaneous	201,217	276,299	238,363	247,036	230,276	461,631	701,396	488,113	773,121	972,605
State Sources	3,560,427	3,318,029	3,699,357	4,254,750	4,628,708	5,695,277	6,524,384	7,044,547	8,318,192	10,575,380
Federal Sources	373,358	361,615	382,599	393,153	457,162	539,416	574,691	541,434	760,157	1,400,526
Total Revenues	31,070,559	31,302,125	32,635,903	33,854,226	34,886,614	37,154,332	39,366,111	40,480,599	43,147,931	47,309,481
Expenditures										
Instruction:										
Regular Instruction	9,841,153	9,862,163	9,989,967	10,424,610	10,675,337	11,087,149	11,850,986	11,911,034	12,417,226	13,395,450
Special Education Instruction	2,607,089	2,679,951	2,423,779	2,498,702	2,508,164	2,692,415	2,378,560	2,104,914	2,201,960	2,404,405
Other Special Instruction	338,316	299,820	364,839	292,955	297,392	284,398	258,267	239,086	323,922	280,555
School Sponsored Other Instruction	770,109	776,961	829,078	840,692	815,605	874,560	848,254	848,357	804,836	851,932
Support Services:										
Tuition	1,257,636	1,241,988	1,774,916	1,841,300	1,521,161	1,920,100	1,942,207	2,037,656	1,869,060	2,002,600
Student & Instruction Related Services	2,782,245	2,873,593	2,861,735	2,824,295	2,920,170	2,914,900	3,443,274	3,500,310	3,748,316	3,765,563
General Administrative Services	673,822	685,365	712,547	804,247	1,008,324	785,045	961,582	873,082	925,998	911,435
School Administrative Services	1,562,614	1,643,665	1,709,929	1,679,582	1,583,245	1,612,473	1,748,336	1,907,842	1,936,893	2,151,412
Central Services	436,950	449,354	481,746	549,443	527,194	567,321	509,814	462,768	464,889	475,413
Administration Information Technology	309,827	290,598	301,449	301,189	318,258	313,113	221,942	181,440	181,497	121,348
Plant Operations and Maintenance	2,201,074	2,342,941	2,470,637	2,315,107	2,388,180	2,341,187	2,373,202	2,349,944	2,859,240	2,708,828
Pupil Transportation	517,870	575,069	535,573	574,498	575,194	713,266	905,365	647,044	555,503	1,098,300
Unallocated Benefits	6,887,184	6,536,657	7,010,082	7,940,695	8,050,391	9,265,515	10,516,944	10,098,713	11,467,764	13,310,536
Capital Outlay	287,626	1,099,318	354,915	94,862	979,358	6,148,432	10,084,333	8,025,547	1,094,941	676,910
Debt Service:										
Principal	490,000	500,000	510,000	525,000	540,000	565,000	575,000	1,270,000	1,295,000	1,325,000
Interest and Other Charges	186,938	177,137	162,137	146,838	131,087	138,675	812,684	784,935	742,635	697,635
Total Expenditures	31,150,453	32,034,580	32,493,329	33,654,015	34,839,060	42,223,549	49,430,750	47,242,672	42,889,680	46,177,322
Excess (Deficiency) of Revenues Over (Under) Expenditures	(79,894)	(732,455)	142,574	200,211	47,554	(5,069,217)	(10,064,639)	(6,762,073)	258,251	1,132,159

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Other Financing Sources (Uses)										
Capital Leases (non-budgeted)					\$ 450,310	\$ 23,758,000				
Serial Bonds Issued						109,512	\$ 259,709	\$ 46,415	\$ 1,770	\$ 160,370
Transfers In						(109,512)	(255,464)	(46,415)	(1,770)	(160,370)
Transfers Out										
Total Other Financing Sources (Uses)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 450,310	\$ 23,758,000	\$ 4,245	\$ -0-	\$ -0-	\$ -0-
Net Change in Fund Balances	\$ (79,894)	\$ (732,455)	\$ 142,574	\$ 200,211	\$ 497,864	\$ 18,688,783	#####	\$ (6,762,073)	\$ 258,251	\$ 1,132,159
Debt Service as a Percentage of Noncapital Expenditures	2.2%	2.2%	2.1%	2.0%	2.0%	2.0%	3.7%	5.5%	5.1%	4.7%

Source: Borough of Glen Ridge School District Financial Reports.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ending June 30,	Tuition	Interest on Investments	Prior Year Refunds	Rentals - Use of Facilities	Other	Total
2013	\$ 591,448	\$ 81	\$ 44,582	\$ 8,630	\$ 135,855	\$ 780,596
2014	488,530	75	52,282	6,213	110,496	657,596
2015	473,942	83	14,010	21,145	184,088	693,268
2016	574,555	268	89,825	25,227	94,567	784,442
2017	528,379	831	61,608	7,368	145,093	743,279
2018	564,119	64,791	73,362	11,284	151,739	865,295
2019	635,198	131,936	7,464	18,374	205,172	998,144
2020	396,975	95,367	6,780	9,578	206,536	715,236
2021	295,598	15,876	100	500	351,036	663,110
2022	614,356	11,267		88,251	379,038	1,092,912

Source: Borough of Glen Ridge School District records.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
UNAUDITED

Year Ended December 31,	Vacant Land	Residential	Commercial	Apartment	Total Assessed Value	Tax-Exempt Property	Add: Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2012	\$ 485,100	\$ 1,322,815,600	\$ 62,299,600	\$ 24,056,700	\$ 1,409,657,000	\$ 91,236,600	\$ 503,201	\$ 1,410,160,201	\$ 1.868	\$ 1,453,453,496
2013	448,900	1,236,037,100	111,991,000	20,266,700	1,368,743,700	113,202,810	537,600	1,369,281,300	1.962	1,469,148,346
2014	448,900	1,238,234,100	111,891,000	20,266,700	1,370,840,700	113,380,210	507,600	1,371,348,300	2.030	1,484,045,317
2015	448,900	1,243,644,600	111,891,000	20,266,700	1,376,251,200	113,380,210	494,800	1,376,746,000	2.062	1,508,576,458
2016	950,600	1,246,910,800	111,891,000	20,266,700	1,380,019,100	113,610,610	490,800	1,380,509,900	2.104	1,565,063,528
2017	448,900	1,251,573,300	109,920,600	20,266,700	1,382,209,500	113,234,210	473,400	1,382,682,900	2.162	1,646,340,765
2018	1,296,400	1,257,012,800	109,920,600	20,266,700	1,388,496,500	113,234,210	493,900	1,388,990,400	2.226	1,712,272,606
2019	* 4,015,400	1,522,034,400	147,990,000	26,179,900	1,700,219,700	135,398,400	850,500	1,701,070,200	1.881	1,776,643,142
2020	949,700	1,525,311,800	151,980,900	24,279,900	1,702,522,300	134,933,300	843,800	1,703,366,100	1.937	1,860,100,398
2021	949,700	1,527,804,100	158,264,800	24,279,900	1,711,298,500	137,566,700	844,700	1,712,143,200	1.971	1,912,641,595

* - Revaluation Year

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

b - Tax rates are per \$100 of assessed valuations.

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation. Reassessment occurs when ordered by the County Board of Taxation.

Source: Municipal Tax Assessor.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
UNAUDITED
(Rate per \$100 of Assessed Value)

Year Ended December 31,	<u>Borough of Glen Ridge School District Direct Rate</u>			<u>Overlapping Rates</u>		Total Direct and Overlapping Tax Rate
	<u>Basic Rate ^a</u>	<u>General Obligation Debt Service ^b</u>	<u>Total Direct Rate</u>	<u>Borough of Glen Ridge</u>	<u>Essex County</u>	
2012	\$ 1.820	\$ 0.048	\$ 1.868	\$ 0.707	\$ 0.476	\$ 3.051
2013	1.913	0.049	1.962	0.757	0.528	3.247
2014	1.981	0.049	2.030	0.777	0.566	3.373
2015	2.013	0.049	2.062	0.793	0.571	3.426
2016	2.055	0.049	2.104	0.809	0.591	3.504
2017	2.102	0.060	2.162	0.827	0.618	3.607
2018	2.135	0.091	2.226	0.841	0.622	3.689
2019	* 1.786	0.095	1.881	0.702	0.508	3.091
2020	1.840	0.097	1.937	0.718	0.531	3.186
2021	1.868	0.103	1.971	0.737	0.537	3.245

* - Revaluation Year

a - The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

b - Rates for debt service are based on each year's requirements.

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

Source: Municipal Tax Collector and School Business Administrator.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Taxpayer	2021		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
MPT Legacy	\$ 105,145,500	1	5.50%
Parkway of Glen Ridge LTD	17,000,000	2	0.89%
Mountainside Hospital	10,911,100	3	0.57%
Glen Ridge Country Club	10,711,000	4	0.56%
Glen Ridge Manor	7,279,900	5	0.38%
Domus Augusta Family LP	6,113,100	6	0.32%
Ko & Ko Investments, LLC	5,838,200	7	0.31%
REY Associates	3,938,900	8	0.21%
Glemont RR Crossing Co.	3,399,600	9	0.18%
855 Blookfield, LLC	3,129,500	10	0.16%
Total	<u>\$ 173,466,800</u>		<u>9.07%</u>

Taxpayer	2012		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value

INFORMATION IS NOT AVAILABLE

Source: Essex County Board of Taxation

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
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 ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2013	\$ 26,344,109	\$ 26,344,109	100.00%	\$ -0-
2014	26,857,652	26,857,652	100.00%	-0-
2015	27,841,642	27,841,642	100.00%	-0-
2016	28,384,732	28,384,732	100.00%	-0-
2017	29,042,089	29,042,089	100.00%	-0-
2018	29,893,889	29,893,889	100.00%	-0-
2019	30,921,442	30,921,442	100.00%	-0-
2020	32,000,530	32,000,530	100.00%	-0-
2021	32,997,188	32,997,188	100.00%	-0-
2022	33,746,614	33,746,614	100.00%	-0-

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

Source: Borough of Glen Ridge School District records, including the Certificate and Report of School Taxes (A4F form).

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	<u>Governmental Activities</u>		<u>Total District</u>	Percentage of Personal Income ^a	<u>Per Capita ^a</u>
	<u>General Obligation Bonds</u>	<u>Financed Purchases</u>			
2013	\$ 5,065,000	\$ 26,396	\$ 5,091,396	1.23%	\$ 676.51
2014	4,565,000	154,780	4,719,780	1.12%	626.55
2015	4,055,000	77,077	4,132,077	0.93%	546.43
2016	3,530,000	6,032	3,536,032	0.77%	467.11
2017	2,990,000	349,319	3,339,319	0.71%	439.96
2018	26,183,000	200,453	26,383,453	5.41%	3,476.54
2019	25,608,000	47,122	25,655,122	5.17%	3,373.01
2020	24,338,000	-0-	24,338,000	4.73%	3,215.06
2021	23,043,000	-0-	23,043,000	4.50%	2,989.10
2022	21,718,000	-0-	21,718,000	4.00%	2,817.23

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

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

Source: Borough of Glen Ridge School District Financial Reports.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
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 ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2013	\$ 5,065,000	\$ -0-	\$ 5,065,000	0.359%	\$ 673.00
2014	4,565,000	-0-	4,565,000	0.333%	606.00
2015	4,055,000	-0-	4,055,000	0.296%	536.23
2016	3,530,000	-0-	3,530,000	0.256%	466.31
2017	2,990,000	-0-	2,990,000	0.217%	393.94
2018	26,183,000	-0-	26,183,000	1.894%	3,450.13
2019	25,608,000	-0-	25,608,000	1.844%	3,366.82
2020	24,338,000	-0-	24,338,000	1.431%	3,215.06
2021	23,043,000	-0-	23,043,000	1.353%	2,989.10
2022	21,718,000	-0-	21,718,000	1.268%	2,817.23

a - See Exhibit J-6 for property tax data. This ratio is calculated using valuation data for the prior calendar year.

b - See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

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

Source: Borough of Glen Ridge School District Financial Reports.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2021
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes:			
Borough of Glen Ridge	\$ 7,588,667	100.00%	\$ 7,588,667
Essex County General Obligation Debt	649,227,780	1.99%	<u>12,927,108</u>
Subtotal, Overlapping Debt			20,515,775
Borough of Glen Ridge School District Direct Debt			<u>22,363,000</u>
Total Direct and Overlapping Debt			<u><u>\$ 42,878,775</u></u>

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

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

Sources: Assessed value data used to estimate applicable percentages provided by the Essex County Board of Taxation; debt outstanding data provided by each governmental unit.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

	Fiscal Year				
	2013	2014	2015	2016	2017
Debt Limit	\$ 58,480,252	\$ 58,960,995	\$ 59,243,961	\$ 60,528,738	\$ 62,689,000
Total Net Debt Applicable to Limit	<u>5,065,000</u>	<u>4,565,000</u>	<u>4,055,000</u>	<u>3,530,000</u>	<u>2,990,000</u>
Legal Debt Margin	<u>\$ 53,415,252</u>	<u>\$ 54,395,995</u>	<u>\$ 55,188,961</u>	<u>\$ 56,998,738</u>	<u>\$ 59,699,000</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	8.66%	7.74%	6.84%	5.83%	4.77%

	Fiscal Year				
	2018	2019	2020	2021	2022
Debt Limit	\$ 65,380,158	\$ 68,144,809	\$ 70,990,439	\$ 73,629,278	\$ 77,206,418
Total Net Debt Applicable to Limit	<u>26,183,000</u>	<u>25,608,000</u>	<u>24,338,000</u>	<u>23,043,000</u>	<u>21,718,000</u>
Legal Debt Margin	<u>\$ 39,197,158</u>	<u>\$ 42,536,809</u>	<u>\$ 46,652,439</u>	<u>\$ 50,586,278</u>	<u>\$ 55,488,418</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	40.05%	37.58%	34.28%	31.30%	28.13%

Legal Debt Margin Calculation for Fiscal Year 2022

Year Ended December 31,	Equalized Valuation Basis
2019	\$ 1,855,324,858
2020	1,900,560,728
2021	<u>2,034,595,767</u>
	<u>\$ 5,790,481,353</u>
Average Equalized Valuation of Taxable Property	<u>\$ 1,930,160,451</u>
Debt Limit (4% of Average Equalization Value)	a \$ 77,206,418
Net Bonded School Debt	<u>21,718,000</u>
Legal Debt Margin	<u>\$ 55,488,418</u>

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

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

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS
UNAUDITED

Year	Population ^a	Essex County Per Capita Personal Income ^c	Personal Income ^b	Unemployment Rate ^d
2012	7,526	\$ 55,054	\$ 414,336,404	6.70%
2013	7,533	55,808	420,401,664	4.60%
2014	7,562	58,487	442,278,694	3.80%
2015	7,570	60,840	460,558,800	3.20%
2016	7,590	62,334	473,115,060	3.10%
2017	7,589	64,232	487,456,648	3.80%
2018	7,603	65,214	495,822,042	2.40%
2019	7,606	67,657	514,599,142	2.10%
2020	7,570	67,657	512,163,490	4.60%
2021	7,709	70,497	543,461,373	3.60%
2022	7,709 **	70,497 *	543,461,373 **	N/A

N/A - Not Available

* - Latest Essex County per capita personal income available (2021) was used for calculation purposes.

** - Latest available population data (2021) and latest available Essex County per capita personal income (2021) was used for calculation purposes.

Source:

- a** - Population information provided by the US Department of Census - Population Division.
- b** - Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.
- c** - Per Capita Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.
- d** - Unemployment data provided by the NJ Department of Labor and Workforce Development.

PRINCIPAL EMPLOYERS - COUNTY OF ESSEX
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Employer	2021		
	Employees	Rank	Percentage of Total Employment
Prudential Ins. Co of America	49,705	1	14.11%
St. Barnabas Health Care System	24,600	2	6.98%
Rutgers University- Newark Campus	23,980	3	6.81%
Verizon	15,000	4	4.26%
Public Service Electric & Gas	12,945	5	3.67%
New Jersey Transit	11,500	6	3.26%
City of Newark	10,001	7	2.84%
Montclair State Univeristy	7,900	8	2.24%
Newark Board of Education	7,050	9	2.00%
Gateway Group One	6,250	10	1.77%
	<u>168,931</u>		<u>47.95%</u>
Total Employment	<u>352,334</u>		
Employer	2012		
	Employees	Rank (Optional)	Percentage of Total Employment
St. Barnabas Health Care System	23,000	1	6.93%
Verizon	17,100	2	5.15%
Prudential Ins. Co of America	16,850	3	5.08%
Univ. of Medicine and Dentistry of NJ	15,500	4	4.67%
Continental Airlines	11,000	5	3.31%
Newark Board of Education	7,050	6	2.12%
Automatic Data Processing	5,649	7	1.70%
New Jersey Transit	4,000	8	1.21%
City of Newark	4,000	9	1.21%
Essex County	3,900	10	1.18%
	<u>108,049</u>		<u>32.56%</u>
Total Employment	<u>331,862</u>		

Source: Essex County Economic Development Corporation

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
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	134.7	128.0	127.6	129.3	130.3	131.4	132.4	145.2	145.7	144.2
Special Education	44.4	46.7	46.4	48.1	46.6	50.6	50.6	31.7	33.7	31
Other Special Instruction	6.5	6.0	6.0	6.0	6.0	4.0	4.0	5.4	5.4	4.9
Support Services:										
Student & Instruction Related Services	26.3	26.3	25.4	25.4	25.1	28.1	28.1	41.5	43.5	45
General Administrative Services	2.1	2.1	2.1	2.1	2.1	2.1	2.1	2.1	2.1	2.1
School Administrative Services	12.0	12.0	12.0	12.0	12.0	12.0	13.0	14.3	13.8	14.1
Central Services	5.0	5.0	5.0	5.0	5.0	5.0	5.0	4.0	4.5	4.5
Plant Operations and Maintenance	17.7	17.7	17.8	17.7	17.2	17.2	17.2	18.4	19.4	18.5
Pupil Transportation	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7
Child Care	8.7	8.7	8.7	8.7	9.3	8.9	8.9	8.0	0	0
Total	259.1	254.2	252.7	256.0	255.3	261.0	263.0	272.3	269.8	266.0

Source: Borough of Glen Ridge School District Personnel Records.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil ^d	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio						Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary		Middle		High School					
						Forest Avenue	Linden Avenue	Ridgewood Avenue	Glen Ridge	Elementary/Middle	Middle/High School				
2013	1,959	\$ 30,185,889	\$ 15,409	6.89%	151.4	16.3:1	14.5:1	13.3:1	11.6:1	1,955	1,870	0.51%	95.65%		
2014	1,934	30,258,125	15,645	1.54%	148.5	14.1:1	15.5:1	13.9:1	11.7:1	1,933	1,847	-1.13%	95.55%		
2015	1,908	31,466,277	16,492	5.41%	147.4	15.4:1	16.1:1	13.7:1	11.3:1	1,908	1,822	-1.29%	95.49%		
2016	1,893	32,887,315	17,373	5.34%	149.3	15.8:1	16.1:1	12.8:1	11.2:1	1,893	1,799	-0.79%	95.03%		
2017	1,905	33,188,615	17,422	0.28%	151.6	14.3:1	14.0:1	13.2:1	11.4:1	1,906	1,845	0.69%	96.80%		
2018	1,927	35,371,442	18,356	5.36%	153.4	14.1:1	16.2:1	12.5:1	11.4:1	1,928	1,820	1.15%	94.40%		
2019	1,909	37,958,733	19,884	8.33%	154.4	13.1:1	17.1:1	12.1:1	11.2:1	1,910	1,789	-0.93%	93.66%		
2020	1,873	37,162,190	19,841	-0.22%	153.6	14.0:1	18.0:1	12.8:1	11.0:1	1,873	1,810	-1.94%	96.64%		
2021	1,822	39,757,104	21,821	9.98%	154.6	12:1:1	13:0:1	12:1:1	12:1:1	1,822	1,751	-2.72%	96.04%		
2022	1,813	43,477,777	23,981	9.90%	161.5	13.1:1	13.2:1	11.1:1	11.2:1	1,813	1,734	-0.49%	95.60%		

a - Operating expenditures equal total expenditures less debt service and capital outlay.

b - Teaching staff includes only full-time equivalents of certificated staff.

c - Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

d - Cost per pupil is the sum of operating expenditures divided by enrollment. This cost per pupil may be different from the State's cost per pupil calculations.

Note: Enrollment based on annual October District count.

Source: Borough of Glen Ridge School District records.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<u>District Building</u>										
Central School (2019)								29,538	29,538	29,538
Square Feet								304	304	304
Capacity (students)								40	90	69
Enrollment										
Forest Avenue School (1928)								32,093	32,093	32,093
Square Feet	32,093	32,093	32,093	32,093	32,093	32,093	32,093	32,093	32,093	32,093
Capacity (students)	327	327	327	327	327	327	327	327	327	327
Enrollment	261	233	241	248	239	245	227	210	178	201
Linden Avenue School (1911)										
Square Feet	31,999	31,999	31,999	31,999	31,999	31,999	31,999	31,999	31,999	31,999
Capacity (students)	333	333	333	333	333	333	333	333	333	333
Enrollment	268	260	267	250	235	257	273	227	165	187
Ridgewood Avenue School (1928)										
Square Feet	102,436	102,436	102,436	102,436	102,436	102,436	102,436	102,436	102,436	102,436
Capacity (students)	582	582	582	582	582	582	582	582	582	582
Enrollment	592	597	588	583	600	591	576	563	539	526
Glen Ridge High School (1968)										
Square Feet	160,000	160,000	160,000	160,000	160,000	160,000	160,000	160,000	160,000	160,000
Capacity (students)	842	842	842	842	842	842	842	842	842	842
Enrollment	838	844	812	812	831	834	833	833	850	830
Board Office (2000)										
Square Feet	3,510	3,510	3,510	3,510	3,510	3,510	3,510	3,510	3,510	3,510

Number of Schools at June 30, 2022
 Elementary (Grades Pre-K-2) = 3
 Elementary/Middle School (Grades 3-6) = 1
 Middle/High School (Grades 7-12) = 1
 Other (Board Office) = 1

Note: Year of original construction is shown in parentheses. Enrollment is based on the annual October District count.

Source: Borough of Glen Ridge School District Facilities Office.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

Undistributed Expenditures - Required Maintenance
 For School Facilities - Account #11-000-261-XXX:

<u>School Facilities*</u>	<u>Project # (s)</u>	<u>Fiscal Year Ended June 30,</u>				
		<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Glen Ridge High School	N/A	\$ 192,554	\$ 181,789	\$ 228,102	\$ 204,511	\$ 207,314
Forest Avenue School	N/A	90,171	125,774	121,323	114,399	113,315
Ridgewood Avenue School	N/A	210,828	214,949	215,362	200,038	202,164
Linden Avenue School	N/A	125,485	111,698	122,650	115,677	117,178
Total School Facilities		<u>619,038</u>	<u>634,210</u>	<u>687,437</u>	<u>634,625</u>	<u>639,971</u>
Board Office		<u>4,461</u>	<u>7,779</u>	<u>6,497</u>	<u>4,474</u>	<u>3,863</u>
Grand Total		<u>\$ 623,499</u>	<u>\$ 641,989</u>	<u>\$ 693,934</u>	<u>\$ 639,099</u>	<u>\$ 643,834</u>

<u>School Facilities*</u>	<u>Project # (s)</u>	<u>Fiscal Year Ended June 30,</u>				
		<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Glen Ridge High School	N/A	\$ 331,840	\$ 304,557	\$ 317,432	\$ 500,845	\$ 236,240
Forest Avenue School	N/A	63,980	56,364	54,128	85,403	74,420
Ridgewood Avenue School	N/A	201,972	177,566	177,098	279,426	192,387
Linden Avenue School	N/A	63,695	50,765	96,041	151,534	76,184
Central School	N/A			48,834	77,051	59,077
Total School Facilities		<u>661,487</u>	<u>589,252</u>	<u>693,533</u>	<u>1,094,259</u>	<u>638,308</u>
Board Office		<u>6,921</u>	<u>5,846</u>	<u>5,803</u>	<u>9,156</u>	<u>4,902</u>
Grand Total		<u>\$ 668,408</u>	<u>\$ 595,098</u>	<u>\$ 699,336</u>	<u>\$ 1,103,415</u>	<u>\$ 643,210</u>

N/A - Not Applicable.

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

Source: Borough of Glen Ridge School District records.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2022
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School Alliance Insurance Fund:		
Property - Blanket Building and Contents	\$ 500,000,000 (Per Occ.)	\$ 2,500
Flood Coverage:		
Per Occurrence	10,000,000	2,500
Aggregate	100,000,000	
Earthquake Coverage:		
Per Occurrence	25,000,000	5% of value at each location
Aggregate	25,000,000	5% of value at each location
Newly Acquired Property	25,000,000	2,500
Property at Unnamed Locations	25,000,000	2,500
Loss of Revenues	500,000	2,500
Accounts Receivable	2,500,000	2,500
Fine Arts	2,500,000	2,500
Trees/Shrubs/Plants	1,000,000	2,500
Auto Physical Damage	Per Policy	1,000
Blanket Crime	500,000	1,000
Money and Securities (Inside and Outside Premises)	50,000	1,000
Computer Fraud	50,000	1,000
Forgery and Alteration	50,000	1,000
School Board Errors and Omissions	5,000,000	15,000
Excess School Board Errors and Omissions	10,000,000	
Commercial General and Automobile Liability	5,000,000	
Medical Expense	10,000	
Abuse or Molestation Liability	10,000,000	
Excess Liability	10,000,000	
Premises Pollution Coverage:		
Per Occurrence	1,000,000	10,000
Indoor Enviromental Condition	100,000	100,000
Terrorism	100,000,000	2,500
Builders Risk	25,000,000	2,500
Demolition and Increase Cost of Construction	25,000,000	2,500
Cyber Liability	2,000,000	10,000
Boiler and Machinery	100,000,000	2,500
Public Officials Bond - Western Surety Company:		
Board Secretary/Business Administrator	250,000	
Treasurer	250,000	
Morris Essex Insurance Group:		
Workers' Compensation:		
Statutory Benefitts	Included	
Employer's Liability	5,000,000	
Supplemental Coverage (optional)	Included	

Source: Borough of Glen Ridge School District records.

SINGLE AUDIT SECTION



Mount Arlington, NJ
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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 Auditors' Report

The Honorable President and Members
of the Board of Education
Borough of Glen Ridge School District
County of Essex, 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 the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Department"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Borough of Glen Ridge, in the County of Essex (the "District") as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 2, 2022. That report included a qualified opinion on the financial statements as the District's note disclosure on postemployment benefits other than pensions (OPEB) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board ("GASB") Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan ("SHBP") has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey, as of the date of this report. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.

Report on Internal Control Over Financial Reporting

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

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

The Honorable President and Members
of the Board of Education
Borough of Glen Ridge School District
Page 2

Our consideration of the 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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of 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*.

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 result of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mount Arlington, New Jersey
December 2, 2022

Nisivoccia, LLP
NISIVOCCIA LLP

Kathryn L. Mantell

Kathryn L. Mantell
Licensed Public School Accountant #884
Certified Public Accountant



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Report on Compliance For Each Major Federal and State Program;
Report on Internal Control Over Compliance Required by the Uniform Guidance and NJOMB 15-08

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Borough of Glen Ridge School District
County of Essex, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the Board of Education of the Borough of Glen Ridge's (the "District's") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2022. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District 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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Our responsibilities under those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 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 District 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 District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

The Honorable President and Members
of the Board of Education
Borough of Glen Ridge School District
County of Essex, New Jersey
Page 2

Auditors' 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 District'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 GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District'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 District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey's OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the District'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 a 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.

The Honorable President and Members
of the Board of Education
Borough of Glen Ridge School District
Page 3

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

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

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

Mount Arlington, New Jersey
December 2, 2022

Nisivoccia, LLP
NISIVOCCIA LLP

Kathryn L. Mantell

Kathryn L. Mantell
Licensed Public School Accountant #884
Certified Public Accountant

GLEN RIDGE BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass Through Grantor/ Program/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2021		Balance at June 30, 2022		
					Budgetary Accounts Receivable	Cash Received	Budgetary Expenditures	Budgetary Accounts Receivable	
<u>U.S. Department of Education:</u>									
<u>Special Revenue Fund:</u>									
Passed-through State Department of Education:									
Special Education Cluster:									
I.D.E.A. Part B, Basic	84.027	IDEA-1750-22	7/1/21-9/30/22	\$ 363,614	\$	363,614	\$	(363,614)	
I.D.E.A. Preschool	84.173	IDEA-1750-22	7/1/21-9/30/22	12,843		12,843		(12,843)	
COVID 19 - ARP - I.D.E.A. Part B, Basic	85.027X	IDEA536022	7/1/21-9/30/22	78,196		78,196		(78,196)	
COVID 19 - ARP - I.D.E.A. Part B, Preschool	84.173X	IDEA536022	7/1/21-9/30/22	6,680		6,680		(6,680)	
Total Special Education Cluster						461,333		(461,333)	
Elementary and Secondary Education Act:									
Title I	84.010	ESEA-1750-22	7/1/21-9/30/22	191,013		189,598		(191,013)	\$ (1,415)
Total Title I						189,598		(191,013)	(1,415)
Title IIA	84.367A	ESEA-1750-21	7/1/20-9/30/21	42,056	\$	16,072			
Title IIA	84.367A	ESEA-1750-22	7/1/21-9/30/22	42,056		42,056		(42,056)	
Total Title II						58,128		(42,056)	
Title III	84.365A	ESEA-1750-21	7/1/20-9/30/21	1,199				(1,199)	
Title IV	84.424	ESEA-1750-22	7/1/21-9/30/22	12,634		12,634		(12,634)	
Total Elementary and Secondary Education Act						260,360		(246,902)	(2,614)
Education Stabilization Fund:									
COVID 19 - CRRSA - ESSER II	84.425D	N/A	3/13/20-9/30/23	567,319		283,659		(283,659)	
COVID 19 - CRRSA - Learning Acceleration	84.425D	N/A	3/13/20-9/30/23	36,407		18,203		(18,203)	
COVID 19 - CRRSA - Mental Health	84.425D	N/A	3/13/20-9/30/23	45,000		22,500		(22,500)	
COVID 19 - ARP - ESSER III	84.425U	N/A	3/13/20-9/30/24	1,275,012		233,104		(457,925)	(224,821)
COVID 19 - ARP - Accelerated Learning Coach/Educator Support	84.425U	N/A	3/13/20-9/30/24	145,964		6,950		(6,950)	
COVID 19 - ARP - Beyond School Day	84.425U	N/A	3/13/20-9/30/24	40,000		16,450		(16,450)	
COVID 19 - ARP - Mental Health Support Staff	84.425U	N/A	3/13/20-9/30/24	45,000				(1,500)	
Total Education Stabilization Fund						580,866		(807,187)	(226,321)
Total Special Revenue Fund					16,072	1,302,559		(1,515,422)	(228,935)
Total U.S. Department of Education					16,072	1,302,559		(1,515,422)	(228,935)
TOTAL FEDERAL AWARDS					\$ 16,072	\$ 1,302,559		\$ (1,515,422)	\$ -0-

SEE THE ACCOMPANYING NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

GLEN RIDGE BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance June 30, 2021		Balance June 30, 2022		MEMO
				Budgetary Accounts Receivable	Cash Received	Budgetary Expenditures	GAAP Accounts Receivable	
<u>State Department of Education:</u>								
<u>General Fund:</u>								
Special Education Categorical Aid	21-495-034-5120-089	7/1/20-6/30/21	\$ 1,023,775	\$ (92,564)	\$ 92,564			\$ 1,023,775
Security Aid	21-495-034-5120-084	7/1/20-6/30/21	147,881	(13,370)	13,370			147,881
Transportation Aid	21-495-034-5120-014	7/1/20-6/30/21	123,908	(11,203)	11,203			123,908
Extraordinary Special Education Costs Aid	21-495-034-5120-044	7/1/20-6/30/21	271,603	(320,990)	320,990			271,603
Reimbursed TPAF Social Security Contributions	21-495-034-5094-003	7/1/20-6/30/21	1,078,668	(8,990)	8,990			1,078,668
On-Behalf TPAF Post-Retirement Contributions	22-495-034-5094-001	7/1/21-6/30/22	1,332,104		1,332,104			1,332,104
On-Behalf TPAF Pension Contributions	22-495-034-5094-002	7/1/21-6/30/22	5,622,193		5,622,193			5,622,193
On-Behalf TPAF Non-Contributory Insurance	22-495-034-5094-004	7/1/21-6/30/22	79,321		79,321			79,321
On-Behalf TPAF Long-Term Disability Insurance	22-495-034-5094-004	7/1/21-6/30/22	1,962		1,962			1,962
Special Education Categorical Aid	22-495-034-5120-089	7/1/21-6/30/22	1,339,221		1,209,496		\$ (129,725)	1,339,221
Security Aid	22-495-034-5120-084	7/1/21-6/30/22	147,881		133,556		(14,325)	147,881
Transportation Aid	22-495-034-5120-014	7/1/21-6/30/22	123,908		111,906		(12,002)	123,908
Extraordinary Special Education Costs Aid	22-495-034-5120-044	7/1/21-6/30/22	415,159				(415,159)	415,159
Reimbursed TPAF Social Security Contributions	22-495-034-5094-003	7/1/21-6/30/22	1,195,554		1,121,913		(73,641)	1,195,554
Securing Our Children's Future	N/A	7/1/20-6/30/22	103,299				(103,299)	103,299
Total General Fund				(447,117)	10,059,568	(10,360,602)	(488,800)	13,006,437
<u>Debt Service Fund:</u>								
Debt Service Aid State Support	22-495-034-5120-017	7/1/21-6/30/22	209,466		209,466			209,466
Total Debt Service Fund					209,466	(209,466)		209,466
<u>Special Revenue Fund:</u>								
SDA Emergent Needs	N/A	7/1/21-6/30/22	44,227		44,227			44,227
Total Special Revenue Fund					44,227	(44,227)		44,227
TOTAL STATE AWARDS				\$ (447,117)	\$10,313,261	\$ (10,614,295)	\$ (488,800)	\$ 13,260,130
Less: State Awards Not Subject to Single Audit Major Program Determination:								
<u>On-Behalf TPAF Pension System Contributions:</u>								
Post-Retirement Contributions	22-495-034-5094-001	7/1/21-6/30/22	(1,332,104)				\$ 1,332,104	
Pension Contributions	22-495-034-5094-002	7/1/21-6/30/22	(5,622,193)				5,622,193	
Non-Contributory Insurance	22-495-034-5094-004	7/1/21-6/30/22	(79,321)				79,321	
Long-Term Disability Insurance	22-495-034-5094-004	7/1/21-6/30/22	(1,962)				1,962	
Subtotal - On-Behalf TPAF Pension System Contributions							7,035,580	
								\$ (3,578,715)
TOTAL STATE AWARDS SUBJECT TO SINGLE AUDIT MAJOR PROGRAM DETERMINATION								
SEE THE ACCOMPANYING NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS								

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards includes the federal and state grant activity of the Board of Education, Glen Ridge Borough School District under programs of the federal and state governments for the fiscal year ended June 30, 2022. 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* (“Uniform Guidance”) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented on the accrual basis of accounting. These bases of accounting are described in Note 1 to the District’s basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the current year last two state aid payments in the subsequent budget year, which is mandated pursuant to P.L. 2003, C.97 (A3521). For GAAP purposes, those payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$38,915) for the General Fund and (\$116,805) for the Special Revenue Fund, of which (\$1,909) is attributable to local grants and (\$114,896) is attributable to federal grants. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd)

Awards and financial assistance revenue are reported on the Board's basic financial statements on a GAAP basis as presented below:

	Federal	State	Total
General Fund		\$ 10,321,687	\$10,321,687
Special Revenue Fund	\$ 1,400,526	44,227	1,444,753
Debt Service Fund		209,466	209,466
Total Financial Assistance	<u>\$ 1,400,526</u>	<u>\$ 10,575,380</u>	<u>\$11,975,906</u>

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the year ended June 30, 2022.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Summary of Auditors' Results:

- The Independent Auditors' Report expresses a qualified opinion on the financial statements as the District's note disclosure on postemployment benefits other than pensions (OPEB) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board ("GASB") Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan ("SHBP") has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey, as of the date of this report. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.
- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with Government Auditing Standards*.
- No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards* were disclosed during the audit.
- There were no material weaknesses or significant deficiencies in internal control over the major federal and state programs disclosed during the audit as reported in the *Independent Auditors' Report on Compliance for Each Major State program; Report on Internal Control Over Compliance Required by the Uniform Guidance and NJOMB 15-08*.
- The auditor's report on compliance for the major federal and state programs for the District expresses an unmodified opinion on each major federal and state program.
- The audit did not disclose any audit findings which are required to be reported in accordance with New Jersey's OMB Circular 15-08 or 2 CFR 200.516(a) of the Uniform Guidance.
- The District's federal and state programs tested as major federal and state program for the current fiscal year consisted of the following:

	Assistance Listing/ State Grant Number	Grant Period	Award Amount	Budgetary Expenditures
<u>Federal:</u>				
Education Stabilization Fund:				
COVID-19 - CRRSA - ESSER II	84.425D	3/13/20-9/30/23	\$ 567,319	\$ 283,659
COVID-19 - CRRSA - Learning Acceleration	84.425D	3/13/20-9/30/23	36,407	18,203
COVID-19 - CRRSA - Mental Health	84.425D	3/13/20-9/30/23	45,000	22,500
COVID-19 - ARP - ESSER III	84.425U	3/13/20-9/30/24	1,275,012	457,925
COVID-19 - ARP - Accelerated Learning Coaching and Educator Support	84.425U	3/13/20-9/30/24	145,964	6,950
COVID-19 - ARP - Beyond School Day	84.425U	3/13/20-9/30/24	40,000	16,450
COVID-19 - ARP - Mental Health Support Staff	84.425U	3/13/20-9/30/24	45,000	1,500

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

(Continued)

Summary of Auditors' Results: (Cont'd)

	<u>Assistance Listing/ State Grant Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Budgetary Expenditures</u>
<u>State:</u>				
Special Categorical Education Aid	22-495-034-5120-089	7/1/21-6/30/22	\$ 1,339,221	\$ 1,339,221
Security Aid	22-495-034-5120-084	7/1/21-6/30/22	147,881	147,881
Reimbursed TPAF				
Social Security Aid	22-495-034-5094-003	7/1/21-6/30/22	1,195,554	1,195,554

- The threshold used for distinguishing between federal and state Type A and Type B programs was \$750,000.
- The District was not determined to be a "low-risk" auditee for federal programs.
- The District was determined to be a "low-risk" auditee for state programs.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

- The audit did not disclose any findings required to be reported under Generally Accepted Government Auditing Standards.

Findings and Questioned Costs for Federal Awards:

- The audit did not disclose any findings or questioned costs for federal awards as defined in 2 CFR 200.516(a) of the Uniform Guidance.

Findings and Questioned Costs for State Awards:

- The audit did not disclose any findings or questioned costs for state awards as defined in 2 CFR 200.516(a) of the Uniform Guidance and New Jersey's OMB Circular 15-08.

BOROUGH OF GLEN RIDGE SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Status of Prior Year Findings:

The District had no prior year audit findings.