

PLUMSTED TOWNSHIP SCHOOL DISTRICT

Plumsted, New Jersey

County of Ocean

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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INTRODUCTORY SECTION

Plumsted Township School District

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New Egypt, NJ 08533
Telephone (609) 758-6800 Ext. 4200
Fax (609) 758-6808
www.newegypt.us

Michelle-Halperin-Krain
Superintendent of Schools

Sean Gately
*Business Administrator/
Board Secretary*

March 10, 2023

Honorable President and Members
of the Board of Education
Plumsted Township School District
County of Ocean, New Jersey

Dear Board Members/Citizens:

The Comprehensive Annual Financial Report (CAFR) of the Plumsted Township School District for the fiscal year ended June 30, 2022, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Plumsted Township School District. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the district as of June 30, 2022, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

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

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

Introductory Section:

Section contains a Letter of Transmittal, Roster of Officials, Consultants and Advisors, and an Organizational Chart.

Financial Section:

Section contains the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements, Required Supplementary Information (RSI) and Other Supplementary Information.

Statistical Section:

Section contains selected financial trends, revenue and debt capacity, demographic, economic and other operating information, generally presented on a multi-year basis.

Single Audit Section:

The School District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this Single Audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, are included in the Single Audit Section of this report.

REPORTING ENTITY AND ITS SERVICES

The Plumsted Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standard Board (GASB) as established by NCGA Statement No. 3. All funds of the School District are included in this report. The School District has no component units.

The School District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular as well as special education for children with special needs.

ECONOMIC CONDITION AND OUTLOOK

The school funding formula, known as S2, passed July 24, 2018, continues to have a negative impact on the district's budget. The table below details the annual reductions in state aid since S2 inception:

School Year	State Aid Reduction	% Change
2018-2019	\$112,017	-0.96%
2019-2020	\$798,914	-6.9%
2020-2021	\$1,283,888	-11.91%
2021-2022	\$1,934,948	-20.38%

Reduced operational expenses during the 2019-2020 and 2020-2021 school years, as a result of the COVID-19 pandemic, resulted in fund balance increases that offset the full effect of the state aid reductions detailed above. Fund balance for the fiscal year ending June 30, 2022 declined to \$1,450,332 from \$1,572,643 from the previous year.

The district's student enrollment continues to decline. The decline from the 2020-2021 school year is the lowest percentage change in over a decade. Enrollment in the School District has declined from a high of 1,841 students in the 2007-2008 school year. The table below presents the enrollment change over the last five (5) years:

School Year	Enrollment as of October 15	% Change
2017-2018	1,285	-3.67%
2018-2019	1,231	-4.20%
2019-2020	1,159	-5.85%
2020-2021	1,082	-6.64%
2021-2022	1,061	-1.99%

EDUCATION PROGRAMS

The Plumsted Township School District educational programs span preschool through 12th grade across three schools: Dr. Gerald H. Woehr Elementary School, New Egypt Middle School and New Egypt High School. With an expanded preschool implementing The Creative Classroom Curricula, and plans to expand further in the coming years, all the District's approximately 1,100 students are learning in classrooms with updated standards-based curricula and instruction that prioritizes differentiated instruction and small group learning. Elementary k-3 instruction is newly supported with the New Jersey

Tiered Systems of Supports Grant which includes professional development and consultative supports in early literacy. Technology is infused throughout all classrooms in developmentally appropriate ways with the youngest learner using iPads and grades three through high school having 1:1 Chromebooks. The district maintains 5 student learning academies at New Egypt High School: Business, Engineering, Law & Justice, TV/Communications and the Global Education, formerly known as Teach for Tomorrow, which is updated to reflect the array of expertise in a public school system that is not limited to teachers. New Egypt Middle School has a newly updated STEAM lab as well as a production studio in which students produce a daily news broadcast each day. New Egypt Middle School has implemented a new civics curriculum and new enrichment/G&T curriculum. Curricula is maintained in the Atlas Rubicon Curriculum Database for all contents. Middle school and high school additionally utilize the Summit Learning Platform for English, Math, Science and Social Studies. The Platform helps staff to facilitate mentoring, goal setting and an array of mindset characteristics. All three schools have developed and maintain robust arts programming with chorus, band and theatrical productions performed on stage for the public during the year.

INTERNAL ACCOUNTING CONTROLS

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

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

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

BUDGETARY CONTROLS

In addition to internal accounting controls, the School District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, 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 cancelled or included as re-appropriations of fund balance in the subsequent year.

ACCOUNTING SYSTEM AND REPORTS

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

FINANCIAL POLICIES

The intent of the School Board is to ensure that the School District manages its budget and finance in a fiscally prudent and responsible way by establishing financial policies for the Budget, Fund Balance and the maintenance of adequate reserves. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded

when earned and expenses are recorded when the liability is incurred. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues except for certain grant revenues, are recognized when susceptible to accrual that is when they become measurable and available. Property taxes, interest and certain General Fund revenues are the significant revenue sources considered susceptible to accrual.

OTHER INFORMATION

INDEPENDENT AUDIT

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

ACKNOWLEDGEMENTS

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

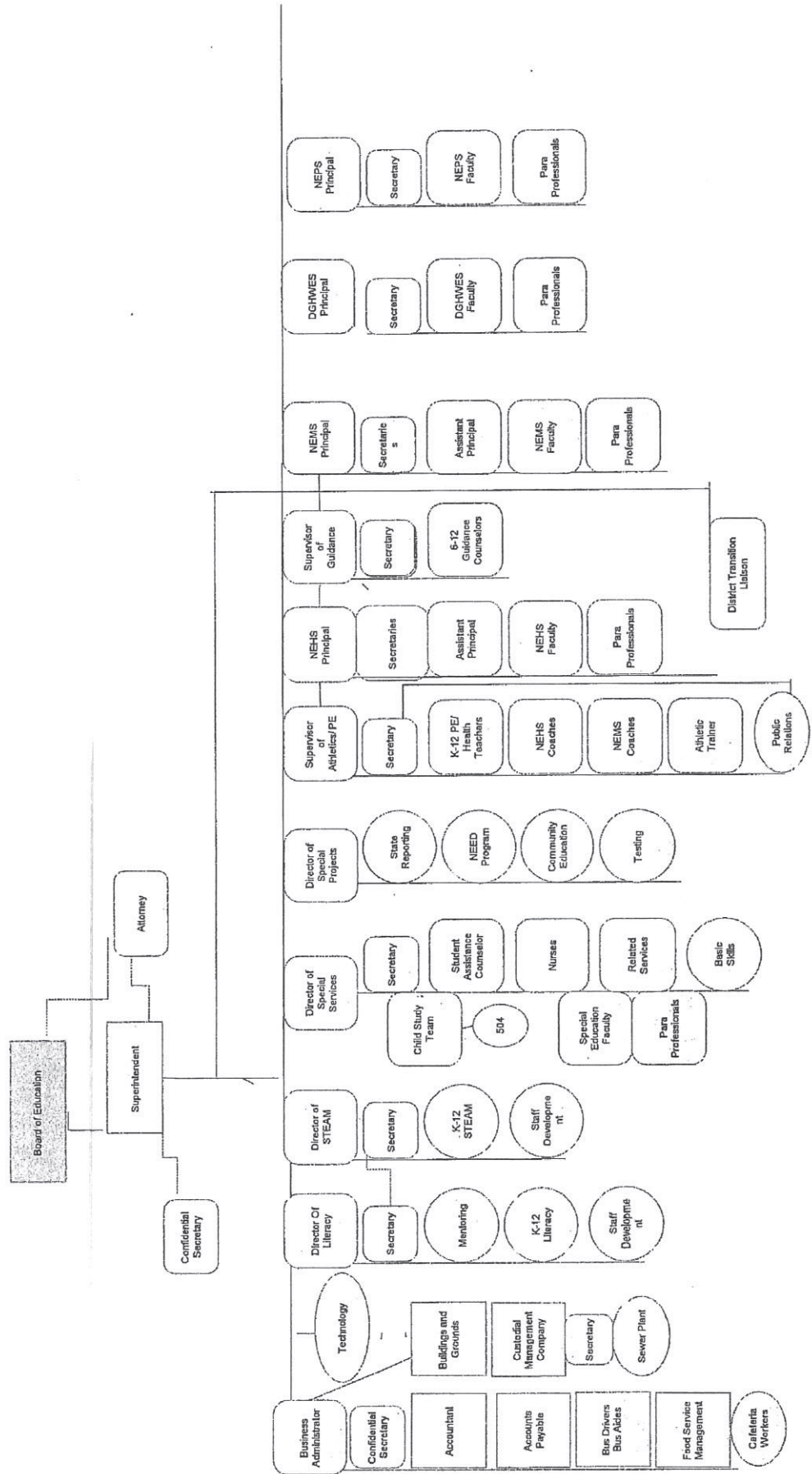
Respectfully submitted,

Michelle Halperin-Krain
Michelle-Halperin-Krain
Acting Superintendent of Schools



Sean Gately
Business Administrator/
Board Secretary

Plumsted Township School District



PLUMSTED TOWNSHIP SCHOOL DISTRICT
Plumsted, New Jersey

ROSTER OF OFFICIALS

JUNE 30, 2022

MEMBERS OF THE BOARD OF EDUCATION

TERM EXPIRES

Sandra Soles, President	January 1, 2023
Leslie Septor, Vice President	January 1, 2023
Justin Burnett	January 1, 2024
Vincent Giardina	January 1, 2025
Justin Goodman	January 1, 2025
Susan Potter	January 1, 2024
Ashley Raywood	January 1, 2025

OTHER OFFICIALS

Michelle Halperin-Krain, Superintendent
Sean Gately, Business Administrator/Board Secretary
Stein & Supsie, Board Attorney
Frank J. Frazee, Treasurer

PLUMSTED TOWNSHIP SCHOOL DISTRICT

CONSULTANTS AND ADVISORS

AUDIT FIRM

Holman Frenia Allison, P. C.
1985 Cedar Bridge Ave. Suite 3
Lakewood, NJ 08701

ATTORNEY

Stein & Supsie, P.C.
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BOND COUNSEL

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TD Bank
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Cherry Hill, New Jersey 08034

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Plumsted Township School District
County of Ocean
New Egypt, New Jersey 08533

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Emphasis of Matter

Change in Accounting Principle

As discussed in Note 1 to the financial statements, during the fiscal year ended June 30, 2022 the District adopted Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal controls 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 School 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 Responsibility

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 opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards* and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, we:

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* 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 combining statements and related major fund supporting statements and schedules and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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 March 10, 2023 on our consideration of the School District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District’s internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

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

Lakewood, New Jersey
March 10, 2023

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REQUIRED SUPPLEMENTARY INFORMATION - PART I

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PLUMSTED TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
(Unaudited)

As management of the Plumsted Township School District, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components:

- 1) Government-Wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *government-wide financial statements* are designed to provide the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The government-wide financial statements include the statement of net position and the statement of net activities.

The *statement of net position* presents information about all of the School District's assets and liabilities. The difference between the assets plus deferred outflows or resources and liabilities plus deferred inflows of resources is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the School District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenditures are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the government-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund. Business-type activities reflect the Food Service Fund, New Egypt Extended Daycare (N.E.E.D.), Community Education, and Warrior Day Camp.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with financial-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide financial statements,

PLUMSTED TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
(Unaudited) (Continued)

Overview of the Basic Financial Statements (continued)

Fund Financial Statements (continued)

the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financial requirements in the near term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund, Special Revenue Fund and the Debt Service Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

Proprietary funds are used to present the same functions as the business-type activities presented in the government-wide financial statements. The School District maintains one type of proprietary fund – the Enterprise Fund. The fund financial statements of the enterprise fund provides the same information as the government-wide financial statements, only in more detail.

The School District's four enterprise funds (Food Service Fund, N.E.E.D. Fund, Community Education Fund, and Warrior Day Camp Fund) are listed individually and are considered to be a major funds.

Notes to the Basic Financial Statements

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
(Unaudited) (Continued)

Financial Analysis of the School District as a Whole

Table 1 provides a summary of the School Districts net position for the fiscal years 2022 compared to fiscal year 2021.

Table 1
Summary of Net Position

	June 30, <u>2022</u>	June 30, <u>2021</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 4,103,712	\$ 2,943,328	\$ 1,160,384	39.4%
Capital Assets, Net	<u>23,542,501</u>	<u>25,189,852</u>	<u>(1,647,351)</u>	-6.5%
Total Assets	<u>27,646,213</u>	<u>28,133,180</u>	<u>(486,967)</u>	-1.7%
Deferred Outflow of Pension	612,597	1,098,556	(485,959)	-44.2%
Deferred Outflow of Loss on Refur	<u>62,828</u>	<u>75,290</u>	<u>(12,462)</u>	
Deferred Outflow of Resources	<u>675,425</u>	<u>1,173,846</u>	<u>(498,421)</u>	
Current and other Liabilities	891,463	803,497	87,966	10.9%
Noncurrent Liabilities	<u>6,377,719</u>	<u>8,325,379</u>	<u>(1,947,660)</u>	-23.4%
Total Liabilities	<u>7,269,182</u>	<u>9,128,876</u>	<u>(1,859,694)</u>	-20.4%
Deferred Inflow of Resources	<u>2,509,725</u>	<u>2,262,610</u>	<u>247,115</u>	10.9%
Net Position:				
Net Investment in Capital Assets	20,520,658	21,654,852	(1,134,194)	-5.2%
Restricted	2,534,682	1,516,618	1,018,064	67.1%
Unrestricted (Deficit)	<u>(4,512,609)</u>	<u>(5,255,930)</u>	<u>743,321</u>	-14.1%
Total Net Position	<u>\$ 18,542,731</u>	<u>\$ 17,915,540</u>	<u>\$ 627,191</u>	3.5%

PLUMSTED TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
(Unaudited) (Continued)

Financial Analysis of the School District as a Whole (continued)

Table 2 shows the changes in net position for fiscal year 2022 compared to fiscal year 2021.

Table 2
Summary of Changes in Net Position

	June 30, <u>2022</u>	June 30, <u>2021</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Revenues:				
Program Revenues:				
Charges for Services	\$ 438,065	\$ 138,116	\$ 299,949	217.2%
Operating Grants & Contributions	9,328,630	10,029,639	(701,009)	-7.0%
General Revenues:				
Property Taxes	12,953,150	12,757,155	195,995	1.5%
Federal & State Aid	15,853,578	15,849,263	4,315	0.0%
Other General Revenues	274,071	186,155	87,916	47.2%
Total Revenues	<u>38,847,494</u>	<u>38,960,328</u>	<u>(112,834)</u>	<u>-0.3%</u>
Function/Program Expenditures:				
Regular Instruction	5,521,956	5,955,461	(433,505)	-7.3%
Special Education Instruction	3,587,166	3,431,259	155,907	4.5%
Other Instruction	1,173,615	1,304,261	(130,646)	-10.0%
Tuition	661,108	534,467	126,641	23.7%
Student & Instruction Related Services	2,109,519	2,208,522	(99,003)	-4.5%
General Administrative	397,339	426,738	(29,399)	-6.9%
School Administrative Services	1,068,090	1,096,105	(28,015)	-2.6%
Central Services	427,397	440,634	(13,237)	-3.0%
Plant Operations & Maintenance	2,352,209	2,036,288	315,921	15.5%
Pupil Transportation	1,479,489	1,156,380	323,109	27.9%
Unallocated Benefits	17,028,949	18,017,385	(988,436)	-5.5%
Interest & Other Charges	145,720	(12,643)	158,363	-1252.6%
Unallocated Depreciation	1,651,842	1,876,442	(224,600)	-12.0%
Food Service	541,485	313,793	227,692	72.6%
Community Education	20,502	5,361	15,141	282.4%
N.E.E.D.	148,925	148,085	840	0.6%
Warrior Day Camp	29,992	-	29,992	0.0%
Total Expenditures	<u>38,345,303</u>	<u>38,938,538</u>	<u>(593,235)</u>	<u>-1.5%</u>
Change In Net Position	502,191	21,790	480,401	2204.7%
Net Position - Beginning	18,040,540	17,893,750	146,790	0.8%
Net Position - Ending	<u>\$ 18,542,731</u>	<u>\$ 17,915,540</u>	<u>\$ 627,191</u>	<u>3.5%</u>

PLUMSTED TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
(Unaudited) (Continued)

Governmental Activities

During the fiscal year 2022, the net position of governmental activities increased by \$357,755 or 1.98%.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$18,426,999, with an unrestricted deficit balance of \$4,628,341. The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last 2 state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

Business-type Activities

During the fiscal year 2022, the net position of business-type activities increased by \$144,436. There was a in fund balance of \$115,732.

General Fund Budgeting Highlights

Final budgeted revenues were \$21,397,976, which was an increase to the original budget of \$70,692 due to special item of revenue – Securing Our Children's Future Bond Act (Alyssa's Law). Excluding nonbudgeted revenues, the School District's actual revenues were more than budgeted revenues by \$1,002,761. TPAF, which is the state's contribution to the pension fund, is an "on-behalf" revenue item to the district and is required to be reflected in the financial statements.

Final budgeted appropriations were \$22,300,070, which was an increase to the original budget of \$70,692 due to special item of revenue – Securing Our Children's Future Bond Act (Alyssa's Law). Excluding nonbudgeted expenditures, the School District's budget appropriations exceeded actual expenditures by \$437,364. TPAF, which is the state's contribution to the pension fund, is an "on-behalf" expenditure item to the district and is required to be reflected in the financial statements.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$3,783,900 at June 30, 2022, an increase of \$538,032 from the prior year.

Governmental Funds

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$3,186,131, an increase of \$683,508 from the prior year.

General fund - During the current fiscal year, the fund balance of the School District's general fund increased by \$724,148.

Special revenue fund – During the current fiscal year, the fund balance of the School District's special revenue fund decreased by \$17,939.

Debt service fund - During the current fiscal year, the fund balance of the School District's debt service fund decreased by \$22,701.

Proprietary Funds

Food service fund - During the current fiscal year, the net position of the School District's food service fund increased by \$144,183.

PLUMSTED TOWNSHIP SCHOOL DISTRICT
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
(Unaudited) (Continued)

Proprietary Funds (continued)

N.E.E.D. fund - During the current fiscal year, the net position of the School District’s N.E.E.D. fund decreased by \$13,871.

Warrior Day Camp fund – During the current fiscal year, the net position of the School District’s Warrior Day Camp fund increased by \$16,985.

Community Education fund - During the current fiscal year, the net position of the School District’s Community Education fund decreased by \$2,861.

Capital Assets

The School District’s capital assets for its governmental and business-type activities as of June 30, 2022, totaled \$23,740,823 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements and equipment. There was a net decrease in the School District’s investment in capital assets for the current fiscal year in the amount of \$1,879,491. This decrease is primarily due to depreciation expense during the year. Table 3 shows fiscal 2022 balances compared to 2021.

Table 3
Summary of Capital Assets

<u>Capital Assest (Net of Depreciation):</u>	<u>June 30,</u> <u>2022</u>	<u>June 30,</u> <u>2021</u>	<u>Increase/</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
Land	\$ 1,571,070	\$ 1,571,070	\$ -	0.0%
Building and Improvements	21,530,935	23,043,778	(1,512,843)	-6.6%
Equipment	440,496	575,004	(134,508)	-23.4%
	<u>\$ 23,542,501</u>	<u>\$ 25,189,852</u>	<u>\$ (1,647,352)</u>	<u>-6.5%</u>
 Depreciation Expense	 <u>\$ 1,651,842</u>	 <u>\$ 1,879,491</u>		

Debt Administration

Long-term debt – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$2,805,000.

Additional information on the School District’s long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

PLUMSTED TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
(Unaudited) (Continued)

Factors on the School District's Future

The District loss of state aid as a result of the enactment of the S2 legislation on July 24, 2018 continues to have a negative impact.

Student enrollment is projected to decline in future years and continued reductions in state aid are projected to continue through the 2024-2025 school year.

The operating budget for the 2022-2023 school year decreased by \$204,092 from \$22,229,378 to \$22,025,286. Fund balance appropriated decreased from \$902,094 to \$846,459.

Long-term debt decreased by \$405,000 from 2020-2021 to 2021-2022 school year due resulting from annual principal payment.

Contacting the School Districts Financial Management

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Sean Gately, School Business Administrator/Board Secretary, at the Plumsted Township School District, 131 Evergreen Road, New Egypt, New Jersey 08533.

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BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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PLUMSTED TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2022

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
Cash and Cash Equivalents	\$ 1,386,942	\$ 170,731	\$ 1,557,673
Restricted Cash and Cash Equivalents	946,976	-	946,976
Receivables, Net (Note 4)	1,264,197	111,803	1,376,000
Inventory	-	3,051	3,051
Capital Assets, Net (Note 5)			
Non-Depreciable	1,571,070	-	1,571,070
Depreciable	21,971,431	-	21,971,431
Right to use leased assets, net of amortization (Note 18)	220,012	-	220,012
Total Assets	27,360,628	285,585	27,646,213
DEFERRED OUTFLOWS OF RESOURCES			
Related to Pensions (Note 8)	612,597	-	612,597
Related to Loss on Debt Refunding	62,828	-	62,828
Total Deferred Outflow of Resources	675,425	-	675,425
Total Assets and Deferred Outflows of Resources	28,036,053	285,585	28,321,638
LIABILITIES			
Cash Deficit	-	68,690	68,690
Accounts Payable	308,888	1,159	310,047
Due to Other Governments	253,225	-	253,225
Payroll Deductions and Withholdings	23,444	-	23,444
Unemployment Trust Fund Liability	33,657	-	33,657
Unearned Revenue	45,995	100,004	145,999
Accrued Interest	56,401	-	56,401
Noncurrent Liabilities (Note 7)			
Due Within One Year	557,335	-	557,335
Due Beyond One Year	5,820,384	-	5,820,384
Total Liabilities	7,099,329	169,853	7,269,182
DEFERRED INFLOW OF RESOURCES			
Related to Pensions (Note 8)	2,509,725	-	2,509,725
Total Deferred Inflow of Resources	2,509,725	-	2,509,725
Total Liabilities and Deferred Inflows of Resources	9,609,054	169,853	9,778,907
NET POSITION			
Net Investment In Capital Assets	20,520,658	-	20,520,658
Restricted for:			
Capital Projects	413,305	-	413,305
Debt Service	7,758	-	7,758
Scholarships Fund Reserve	1,658	-	1,658
Students Activities Reserve	104,924	-	104,924
Unemployment Reserve	31,233	-	31,233
Impact Aid Reserve	902,437	-	902,437
Excess Surplus	1,206,795	-	1,206,795
Unrestricted (Deficit)	(4,761,769)	115,732	(4,646,037)
Total Net Position	\$ 18,426,999	\$ 115,732	\$ 18,542,731

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
Governmental Activities:						
Instruction:						
Regular Instruction	\$ 5,521,956	\$ -	-	\$ (5,521,956)	\$ -	\$ (5,521,956)
Special Schools Instruction	3,587,166	-	1,015,405	(2,571,761)	-	(2,571,761)
Other Special Instruction	462,285	-	-	(462,285)	-	(462,285)
Other Instruction	711,330	-	-	(711,330)	-	(711,330)
Support Services and Undistributed Costs:						
Instruction	661,108	160,584	-	(500,524)	-	(500,524)
Attendance and Social Work Services	33,093	-	-	(33,093)	-	(33,093)
Health Services	222,271	-	-	(222,271)	-	(222,271)
Other Support Services	1,770,974	-	292,573	(1,478,401)	-	(1,478,401)
Educational Media Services	39,902	-	-	(39,902)	-	(39,902)
Instructional Staff Training	43,279	-	-	(43,279)	-	(43,279)
General Administrative Services	397,339	-	-	(397,339)	-	(397,339)
School Administrative Services	1,068,090	-	-	(1,068,090)	-	(1,068,090)
Central Services	371,382	-	-	(371,382)	-	(371,382)
Technology	56,015	-	-	(56,015)	-	(56,015)
Allowed Maintenance for School Facilities	328,999	-	-	(328,999)	-	(328,999)
Other Operation & Maintenance of Plant	2,023,210	-	7,413,329	5,390,119	-	5,390,119
Student Transportation Services	1,479,489	-	-	(1,479,489)	-	(1,479,489)
Unallocated Employee Benefits	17,028,949	-	-	(17,028,949)	-	(17,028,949)
Interest on Long-Term Debt and Other Charges	145,720	-	-	(145,720)	-	(145,720)
Unallocated Depreciation and Amortization	1,651,842	-	-	(1,651,842)	-	(1,651,842)
Total Government Activities	37,604,399	160,584	8,721,307	(28,722,508)	-	(28,722,508)

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
Business-Type Activities:						
Food Service	541,485	77,809	607,323	-	143,647	143,647
Community Education	20,502	17,641	-	-	(2,861)	(2,861)
N.E.E.D.	148,925	135,054	-	-	(13,871)	(13,871)
Warrior Day Camp	29,992	46,977	-	-	16,985	16,985
Total Business-Type Activities	740,904	277,481	607,323	-	143,900	143,900
Total Primary Government	\$ 38,345,303	\$ 438,065	\$ 9,328,630	(28,722,508)	143,900	(28,578,608)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				12,450,551	-	12,450,551
Property Taxes, Levied for Debt Service				502,599	-	502,599
Federal & State Aid Not Restricted				15,853,578	-	15,853,578
Miscellaneous Income				273,535	536	274,071
Total General Revenues, Special Items, Extraordinary Items & Transfers				29,080,263	536	29,080,799
Change in Net Position				357,755	144,436	502,191
Net Position - Beginning (As Restated, Note 22)				18,069,244	(28,704)	18,040,540
Net Position - Ending				\$ 18,426,999	\$ 115,732	\$ 18,542,731

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

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B. Fund Financial Statements

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Governmental Funds

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2022**

	GENERAL	SPECIAL REVENUE	DEBT SERVICE FUND	TOTALS
ASSETS				
Cash and Cash Equivalents	\$ 1,844,748	\$ 37,035	\$ -	\$ 1,881,783
Receivables, Net:				
Receivables From Other Governments:				
State	287,970	-	-	287,970
Federal	-	161,957	-	161,957
Other Receivables	311,671	-	502,599	814,270
Restricted Cash and Cash Equivalents	946,976	-	-	946,976
Total Assets	<u>\$ 3,391,365</u>	<u>\$ 198,992</u>	<u>\$ 502,599</u>	<u>\$ 4,092,956</u>
LIABILITIES & FUND BALANCES				
Liabilities:				
Cash Deficit	\$ -	\$ -	\$ 494,841	\$ 494,841
Accounts Payable	246,253	62,635	-	308,888
Payroll Deductions and Withholdings	23,444	-	-	23,444
Unemployment Trust Fund Liability	33,657	-	-	33,657
Unearned Revenue	16,220	29,775	-	45,995
Total Liabilities	<u>319,574</u>	<u>92,410</u>	<u>494,841</u>	<u>906,825</u>
Fund Balances:				
Restricted:				
Capital Reserve	413,305	-	-	413,305
Debt Service	-	-	7,758	7,758
Scholarships Fund Reserve	-	1,658	-	1,658
Students Activities Reserve	-	104,924	-	104,924
Unemployment Reserve	31,233	-	-	31,233
Excess Surplus Designated for Subsequent Year's Expenditures	414,664	-	-	414,664
Reserve for Impact Aid	902,437	-	-	902,437
Assigned:				
Designated for Subsequent Year's Expenditures	1,206,795	-	-	1,206,795
Other Purposes	6,916	-	-	6,916
Unassigned	96,441	-	-	96,441
Total Fund Balances	<u>3,071,791</u>	<u>106,582</u>	<u>7,758</u>	<u>3,186,131</u>
Total Liabilities and Fund Balances	<u>\$ 3,391,365</u>	<u>\$ 198,992</u>	<u>\$ 502,599</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. The cost of the assets is \$56,927,453 and the accumulated depreciation is \$33,184,952 (Note 5).	23,542,501
Right to use leased assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$330,018 and the accumulated amortization is \$110,006.	220,012
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding's are applicable to future reporting periods and, therefore, are not reported in the funds.	
Deferred outflow related to pensions	612,597
Deferred inflow related to pensions	(2,509,725)
Deferred Outflow related to Loss on Bond Refunding of Debt	62,828
Accrued interest on long-term liabilities is not due and payable in the current period and therefore is not reported as a liability in the funds.	(56,401)
Accrued pension contributions for the June 30, 2021 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(253,225)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	<u>(6,377,719)</u>
Net Position of Governmental Activities	<u>\$ 18,426,999</u>

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	TOTALS
Revenues:				
Local Sources:				
Local Tax Levy	\$ 12,450,551	\$ -	\$ 502,599	\$ 12,953,150
Tuition	160,584	-	-	160,584
Miscellaneous	140,685	132,850	-	273,535
Total Revenues - Local Sources	12,751,820	132,850	502,599	13,387,269
State Sources	14,918,362	-	-	14,918,362
Federal Sources	1,086,005	1,157,189	-	2,243,194
Total Revenues	28,756,187	1,290,039	502,599	30,548,825
Expenditures:				
Current:				
Regular Instruction	5,887,833	-	-	5,887,833
Special Education Instruction	2,809,105	1,015,405	-	3,824,510
Other Special Instruction	492,888	-	-	492,888
Other Instruction	747,612	-	-	747,612
Support Services and Undistributed Costs:				
Instruction	661,108	-	-	661,108
Attendance and Social Work Services	33,093	-	-	33,093
Health Services	222,271	-	-	222,271
Other Support Services	1,478,401	292,573	-	1,770,974
Educational Media Services	39,902	-	-	39,902
Instructional Staff Training	43,279	-	-	43,279
General Administrative Services	397,339	-	-	397,339
School Administrative Services	1,068,090	-	-	1,068,090
Central Services	371,382	-	-	371,382
Technology	56,015	-	-	56,015
Allowed Maintenance for School Facilities	328,999	-	-	328,999
Other Operation & Maintenance of Plant	2,023,210	-	-	2,023,210
Student Transportation Services	1,479,489	-	-	1,479,489
Unallocated Employee Benefits	3,446,286	-	-	3,446,286
On-Behalf TPAF Pension & FICA Contributions	6,169,334	-	-	6,169,334
Debt Service:				
Principal	-	-	405,000	405,000
Interest and Other Charges	70,671	-	120,300	190,971
Capital Outlay	205,732	-	-	205,732
Total Expenditures	28,032,039	1,307,978	525,300	29,865,317
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	724,148	(17,939)	(22,701)	683,508
Fund Balance, July 1	2,347,643	124,521	30,459	2,502,623
Fund Balance - June 30	\$ 3,071,791	\$ 106,582	\$ 7,758	\$ 3,186,131

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022**

Total Net Change in Fund Balances - Governmental Funds (from B-2)	\$	683,508
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
<p>Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.</p>		
Depreciation Expense	(1,651,842)	
Capital Outlay	<u>205,732</u>	(1,446,110)
<p>District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.</p>		
		680,069
<p>Repayment of long-term debt principal and obligation of lease purchase agreements are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.</p>		
		518,175
<p>Governmental funds recognize the right to use leased assets as a revenue when lease is first entered, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:</p>		
Amortization of Right to Use Leased Assets		(110,006)
<p>In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation (+).</p>		
		10,654
<p>Governmental funds report the effect of premiums, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:</p>		
Amortization of premium on bonds	43,890	
Amortization of loss on Bond Refunding	<u>(12,462)</u>	31,428
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).</p>		
		<u>(9,963)</u>
Change in Net Position of Governmental Activities	\$	<u><u>357,755</u></u>

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

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Proprietary Funds

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
AS OF JUNE 30, 2022**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTALS
	FOOD SERVICE	N.E.E.D	WARRIOR DAY CAMP	COMMUNITY EDUCATION	
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 34,109	\$ -	\$ 94,711	\$ 41,911	\$ 170,731
Accounts Receivable:					
State	1,904	-	-	-	1,904
Federal	109,899	-	-	-	109,899
Inventories	3,051	-	-	-	3,051
Total - Current Assets	148,963	-	94,711	41,911	285,585
Noncurrent Assets					
Equipment	294,351	-	-	-	294,351
Accumulated Depreciation	(294,351)	-	-	-	(294,351)
Total - Noncurrent Assets	-	-	-	-	-
Total Assets	\$ 148,963	\$ -	\$ 94,711	\$ 41,911	\$ 285,585
LIABILITIES					
Current Liabilities:					
Cash Deficit	\$ -	\$ 68,690	\$ -	\$ -	\$ 68,690
Accounts Payable	-	292	867	-	1,159
Unearned Revenue	9,901	-	75,762	14,341	100,004
Total Liabilities	9,901	68,982	76,629	14,341	169,853
NET POSITION					
Unrestricted	139,062	(68,982)	18,082	27,570	115,732
Total Net Position	139,062	(68,982)	18,082	27,570	115,732
Total Liabilities and Net Position	\$ 148,963	\$ -	\$ 94,711	\$ 41,911	\$ 285,585

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN FUND NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTALS
	FOOD SERVICE	N.E.E.D	WARRIOR DAY CAMP	COMMUNITY EDUCATION	
Operating Revenues:					
Daily Sales - Non-Reimbursable Programs:					
Program Fees	\$ 77,809	\$ 135,054	\$ 46,977	\$ 17,641	\$ 277,481
Miscellaneous Income	536	-	-	-	536
Total Operating Revenues	78,345	135,054	46,977	17,641	278,017
Operating Expenses:					
Salaries	181,903	122,581	25,848	18,984	349,316
Support Services - Employee Benefits	57,783	25,665	1,977	1,518	86,943
Management Fee	23,542	-	-	-	23,542
Supplies and Materials	27,686	638	2,167	-	30,491
Cost of Sales-reimbursable programs	248,115	-	-	-	248,115
Depreciation	1,241	-	-	-	1,241
Miscellaneous Expenditures	1,215	41	-	-	1,256
Total Operating Expenses	541,485	148,925	29,992	20,502	740,904
Operating Income/(Loss)	(463,140)	(13,871)	16,985	(2,861)	(462,887)
Nonoperating Revenues/(Expenses):					
State Sources:					
State School Lunch Program	9,775	-	-	-	9,775
Federal Sources:					
National School Lunch Program	416,412	-	-	-	416,412
National School Breakfast Program	134,188	-	-	-	134,188
EBT Administrative Cost	628	-	-	-	628
Food Distribution Program	46,320	-	-	-	46,320
Total Nonoperating Revenues/(Expenses)	607,323	-	-	-	607,323
Change In Net Position	144,183	(13,871)	16,985	(2,861)	144,436
Total Net Position - July 1	(5,121)	(55,111)	1,097	30,431	(28,704)
Total Net Position - June 30	\$ 139,062	\$ (68,982)	\$ 18,082	\$ 27,570	\$ 115,732

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
JUNE 30, 2022**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				TOTALS
	FOOD SERVICE	N.E.E.D	WARRIOR DAY CAMP	COMMUNITY EDUCATION	
Cash Flows From Operating Activities:					
Receipts From Customers	\$ 68,346	\$ 135,054	\$ 78,328	\$ 19,332	\$ 301,060
Payments To Employees	(181,903)	(122,581)	(25,848)	(18,984)	(349,316)
Payments To Employee Benefits	(57,783)	(25,665)	(1,977)	(1,518)	(86,943)
Payments To Suppliers	(242,335)	(797)	(1,300)	(861)	(245,293)
Net Cash Provided By/(Used For) Operating Activities	(413,675)	(13,989)	49,203	(2,031)	(380,492)
Cash Flows From Noncapital Financing Activities:					
State Sources	10,121	-	-	-	10,121
Federal Sources	481,729	-	-	-	481,729
Net Cash Provided By Noncapital Financing Activities	491,850	-	-	-	491,850
Net (Decrease)/Increase in Cash and Cash Equivalents	78,175	(13,989)	49,203	(2,031)	111,358
Balance - Beginning of Year	(44,066)	(54,701)	45,508	43,942	(9,317)
Balance - End of Year	\$ 34,109	\$ (68,690)	\$ 94,711	\$ 41,911	\$ 102,041
Reconciliation of Operating Income/(Loss) To Cash Flows from Operating Activities:					
Operating Income/(Loss)	\$ (463,140)	\$ (13,871)	\$ 16,985	\$ (2,861)	\$ (462,887)
Adjustments to Reconcile Operating Income to Net Cash Flows from Operating Activities:					
Depreciation	1,241	-	-	-	1,241
Food Distribution Program	46,320	-	-	-	46,320
(Increase)/Decrease in Inventory	11,903	-	-	-	11,903
Increase/(Decrease) in Unearned Revenue	(9,999)	-	31,351	1,691	23,043
Increase/(Decrease) in Accounts Payable	-	(118)	867	(861)	-
Total Adjustments	49,465	(118)	32,218	830	82,507
Net Cash Flows From Operating Activities	\$ (413,675)	\$ (13,989)	\$ 49,203	\$ (2,031)	\$ (380,380)

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

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Fiduciary Fund

Not Applicable

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PLUMSTED TOWNSHIP SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

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**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies

The financial statements of the Plumsted Township Public School District (hereafter referred to as the School District) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of more significant accounting policies.

Reporting Entity

The School District is a Type II district located in the County of Ocean, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education (the Board). The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three members' terms expire each year. The purpose of the District is to educate students in grades kindergarten through twelfth. The District has an approximate enrollment at June 30, 2022 of 1,104 students.

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

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

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

Component Units

GASB Statement No 14, *The Financial Reporting Entity*, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, *as amended by GASB Statement No. 39, Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnis – an Amendment of GASB Statements No. 14 and No. 34*, *GASB Statement No. 80, Blending Requirements for certain component Units - an Amendment of GASB Statement No. 14* and GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan- an Amendment of GASB Statements No. 14 and No. 84*. The School District had no component units as of for the year ended June 30, 2022.

Government-Wide Financial Statements

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

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies (continued):

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

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

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule (Exhibit B-3) is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The School District has presented all major funds that met those qualifications.

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

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been combined with the governmental activities in the Government-Wide financial statements.

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

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies (continued):

in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government-wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the School District's enterprise funds. Separate financial statements are provided for governmental funds and proprietary funds.

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

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies (continued):

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Food Service Fund, N.E.E.D, Warrior Day Camp, and Community Education program are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the School District's policy to use restricted resources first, then unrestricted resources as they are needed.

Internal service funds are used to account for those operations which provide benefits to other funds, departments, or agencies of the primary government and its component unit. Although internal service funds are reported as a proprietary fund in the fund financial statements, it is incorporated into governmental activities in the government-wide financial statements. The School District does not maintain any internal service funds.

The School District reports the following major governmental funds:

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

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

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

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

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

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies (continued):

The School District reports the following major proprietary funds:

Food Service Fund – This fund accounts for the revenues and expenses pertaining to the School District’s cafeteria operations.

Community Education Program – The Community Education fund accounts for the financial transactions related to the community fee-based operations to the School District.

New Egypt Extended Daycare Program – The New Egypt Extended Daycare fund accounts for the financial transactions related to fee-based daycare operations to the School District.

Warrior Day Camp Program – The Warrior Day Camp fund accounts for the financial transactions related to the fee-based summer camp operations of the School District.

During the course of operations, the School District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Budgets/Budgetary Control

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

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 GAAP with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies (continued):

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

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

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

Encumbrances

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

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

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

Cash and Cash Equivalents

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

New Jersey School Districts are limited as to the types of investments and types of financial institutions they may invest in. *N.J.S.18A:20-37* provides a list of permissible investments that may be purchased by New Jersey school districts.

Additionally, the School 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 loss of funds on deposit with a failed banking institution in New Jersey.

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies (continued):

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

Tuition Payable/Receivable

Tuition rates for the fiscal year end June 30, 2022 were established by the receiving district based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

Inventories

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

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances. Balances with fiduciary funds are not considered Internal Balances; therefore those balances are reported on the Statement of Net Position.

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair value at the date of donation. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

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

Buildings	30 – 50 Years
Equipment and Vehicles	3 – 20 Years
Improvements	10 – 50 Years
Software	5 – 7 Years

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies (continued):

Right to Use Assets

The School District has recorded right to use lease assets as a result of implementing GASB 87. The right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related lease.

Compensated Absences

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

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

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies (continued):

Interfund Activity

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

Fund Balance

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District classifies governmental fund balances as follows:

- **Non-spendable** – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- **Restricted** – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- **Committed** – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The School Board did not have any committed resources as of June 30, 2022.
- **Assigned** – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- **Unassigned** – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

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

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies (continued):

Net Position

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

- **Net Investment in Capital Assets** – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.
- **Restricted** – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- **Unrestricted** – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

The following GASB Statements became effective for the fiscal year ended June 30, 2022:

Statement No. 87, *Leases*. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about government's leasing activities.

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

Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5–22 of Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which are superseded by this Statement. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. Management has determined the implementation of certain provisions within this statement did not have a significant impact on the District's financial statements.

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies (continued):

Impact of Recently Issued Accounting Principles (continued)

Statement No. 93, *Replacement of Interbank Offered Rates*. This Statement establishes accounting and financial reporting requirements related to the replacement of interbank offered rates in hedging derivative instruments and leases in addition to identifying appropriate benchmark interest rates for hedging derivative instruments. Requirements of this pronouncement related to paragraph 11b will be effective for reporting periods ending after December 31, 2021, and requirements related to paragraphs 13 and 14 will be effective for fiscal years beginning after June 15, 2021. Management has determined the implementation of certain provisions within this statement did not have a significant impact on the District's financial statements.

Statement No. 98, *The Annual Comprehensive Report*. This Statement establishes the term *annual comprehensive financial report* and its acronym *ACFR*. That new term and acronym replace instances of *Annual Comprehensive financial report* and its acronym in generally accepted accounting principles for state and local governments. Management has determined the implementation of certain provisions within this statement did not have a significant impact on the District's financial statements.

Accounting Pronouncements Effective in Future Reporting Periods

Statement No. 99, *Omnibus 2022*. The requirements related to the extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance. The requirements related to leases, PPPs, and SBITA are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.

Statement No. 100, *Accounting Changes and Error Corrections- an amendment of GASB Statement No. 62*. This Statement defines *accounting changes* as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. This Statement also addresses corrections of errors in previously issued financial statements. The effective date is for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Statement No. 101, *Compensated Absences*. This Statement amends the existing requirement to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in the liability (as long as they identify it as a net change). In addition, governments are no longer required to disclose which governmental funds typically have been used to liquidate the liability for compensated absences. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Management has yet to determine the potential impact of these pronouncements on the District's financial statements.

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies (continued):

Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements and in the proprietary fund financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when bonds are issued.

In governmental fund financial statements, bond premiums and discounts, as well as debt issuance costs are recognized in the current period. The face amount of the debt is reported as other financing sources. Premiums received on debt issuance are also reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

Deferred Loss on Refunding Debt

Deferred loss on refunding debt arising from the issuance of the refunding bonds is recorded as deferred outflows of resources. It is amortized in a systematic and rational manner over the shorter of the duration of the related debt or the new debt issues as a component of interest expense.

Deferred Outflows and Deferred Inflows of Resources

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

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

Pensions

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

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 2. Cash Deposits and Investments

Cash Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, *N.J.S.A. 17:9-41 et seq.* requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by Federal Deposit Insurance Company (FDIC). Public funds owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity funds or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as uninsured and uncollateralized in the schedule below. As of June 30, 2022, the School District’s bank balance of \$3,379,315 was exposed to custodial credit risk as follows:

Insured under FDIC and GUPDA	\$ 3,012,008
Uninsured and Uncollateralized	<u>367,307</u>
Total	<u>\$ 3,379,315</u>

Investments

The School District has no investments at June 30, 2022.

Note 3. Reserve Accounts

Capital Reserve

A capital reserve account was established by the School District by inclusion of \$173,833 in June 2012 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

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

Balance, July 1, 2021	\$ 13,304
Add: Budgeted Deposit	<u>400,000</u>
Balance, June 30, 2022	<u>\$ 413,304</u>

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 3. Reserve Accounts (continued)

The June 30, 2022 balance did not exceed the LRFP balance of local support costs of uncompleted capital projects.

Federal Impact Aid Reserve

The School District receives a large portion of its annual operating revenue from Federal Impact Aid. As permitted by P.L.2015, c.46 which amended *N.J.S.A. 18A:7F-41* a federal impact reserve account was established by the Board by board resolution for the amount of federal impact aid funds received during the current fiscal year for use as general fund expenditures in subsequent fiscal years. The federal impact aid general reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Transfers to the impact aid reserves shall not exceed the total amount of federal impact aid received, by federally designated category, i.e. general fund or capital, in the fiscal year. The Board, at its discretion, may use the funds in the reserve accounts to finance the School District's general fund, in a manner consistent with federal law. The total amount of funds on deposit in the reserve account shall not be limited.

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

Balance, July 1, 2021	<u>\$ 902,437</u>
Balance, June 30, 2022	<u><u>\$ 902,437</u></u>

Unemployment Reserve

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

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

Balance, July 1, 2021 and June 30, 2022	<u><u>\$ 31,233</u></u>
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Note 4. Accounts Receivable

Accounts receivable at June 30, 2022 consisted of accounts and intergovernmental grants. All state and federal receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 4. Accounts Receivable (continued)

Description:	Governmental Funds			Total Governmental Activities	Proprietary Funds	
	General Fund	Special Revenue Fund	Debt Service Fund		Food Service Fund	Total Business-Type Activities
Federal Awards	\$ -	\$ 161,957	\$ -	\$ 161,957	\$ 109,899	\$ 109,899
State Awards	287,970	-	-	287,970	1,904	1,904
Other	311,671	-	502,599	814,270	-	-
Total	\$ 599,641	\$ 161,957	\$ 502,599	\$ 1,264,197	\$ 111,803	\$ 111,803

Note 5. Capital Assets

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

	Balance July 1, 2021	Additions	Retirements and Transfers	Balance June 30, 2022
Governmental Activities:				
Capital Assets not Being Depreciated:				
Land	\$ 1,571,070	\$ -	\$ -	\$ 1,571,070
Total Capital Assets not Being Depreciated	1,571,070	-	-	1,571,070
Capital Assets Being Depreciated:				
Buildings and Improvements	50,829,434	-	-	50,829,434
Equipment	4,321,217	205,732	(500,000)	4,026,949
Total Capital Assets being depreciated	55,150,651	205,732	(500,000)	54,856,383
Less: Accumulated Depreciation:				
Buildings and Improvements and Equipment	(31,533,110)	(1,651,842)	300,000	(32,884,952)
Total Accumulated Depreciation	(31,533,110)	(1,651,842)	300,000	(32,884,952)
Total Capital Assets Being Depreciated, Net	23,617,541	(1,446,110)	(200,000)	21,971,431
Total Governmental Activities Capital Assets, net	\$ 25,188,611	\$ (1,446,110)	\$ (200,000)	\$ 23,542,501
Business-Type Activities:				
Capital Assets Being Depreciated:				
Machinery & Equipment	\$ 294,351	\$ -	\$ -	\$ 294,351
Total Capital Assets not Being Depreciated	294,351	-	-	294,351
Less: Accumulated Depreciation:				
Machinery & Equipment	(293,110)	(1,241)	-	(294,351)
Total Accumulated Depreciation	(293,110)	(1,241)	-	(294,351)
Total Business-Type Activities Capital Assets, net	\$ 1,241	\$ (1,241)	\$ -	\$ -

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 6. Interfund Receivables, Payables and Transfers

There were no individual fund receivables/payables balances at June 30, 2022

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2022 the following changes occurred in long-term obligations:

	Balance July 1, 2021	Additions	Reductions	Balance June 30, 2022	Balance Due Within One Year
Governmental Activities:					
Lease Obligations	\$ 330,018	\$ -	\$ 113,175	\$ 216,843	\$ 108,445
Compensated Absences	435,996	9,963	-	445,959	-
General Obligation Bonds	3,210,000	-	405,000	2,805,000	405,000
Unamortized Bond Premiums	265,171	-	43,890	221,281	43,890
Net Pension Liability	4,089,213	2,207,704	3,608,281	2,688,636	-
Total	\$ 8,330,398	\$ 2,217,667	\$ 4,170,346	\$ 6,377,719	\$ 557,335

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Compensated absences and lease obligations are liquidated by the general fund.

Bonds Payable

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

Principal and Interest due on the outstanding bonds is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2023	\$ 430,000	\$ 103,600	\$ 533,600
2024	440,000	86,200	526,200
2025	455,000	68,300	523,300
2026	475,000	49,700	524,700
2027	495,000	30,300	525,300
2028	510,000	10,200	520,200
Total	\$ 2,805,000	\$ 348,300	\$ 3,153,300

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 7. Long-Term Obligations (continued)

Lease Obligations

The School District executed an agreement on October 17, 2019 to lease office equipment that requires annual payments varying from \$81,958 to \$114,950. There are no variable components of the lease. The lease liability is measured at an implied discount rate of 3%. As a result of the lease, the School District has recorded right to use assets with a net book value of \$220,012 at June 30, 2022. The right to use assets are discussed in more detail at Note 18. The following is a schedule of the remaining future minimum lease payments under these lease obligations and the present value of the net minimum lease payments at June 30, 2022:

Fiscal Year Ending June 30,	Principal	Interest	Total
2023	\$ 108,445	\$ 6,505	\$ 114,950
2024	108,398	3,252	111,650
Total	\$ 216,843	\$ 9,757	\$ 226,600

Bonds Authorized but Not Issued

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

Note 8. Pension Plans

Public Employees' Retirement System

Plan Description – The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Annual Comprehensive Financial Report (ACFR), which can be found at <http://www.nj.gov/treasury/pensions/financial-reports.shtml>. The vesting and benefit provisions are set by *N.J.S.A. 43:15A*. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

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

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 8. Pension Plans (continued)

Public Employees' Retirement System (continued)

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

Contributions - The contribution policy for PERS is set by *N.J.S.A. 43:15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2021, the State's pension contribution was less than the actuarial determined amount.

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

Pension Liability, Pension Expense/(Credit) and Deferred Outflows/Inflows of Resources - At June 30, 2022, the School District reported a liability of \$2,688,636 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2021. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2020, to the measurement date of June 30, 2021. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2021. The School District's proportion measured as of June 30, 2021, was 0.0226956125%, which was a decrease of 0.0023802237% from its proportion measured as of June 30, 2020.

For the year ended June 30, 2022, the School District recognized full accrual pension benefit of \$414,280 in the government-wide financial statements. This pension benefit was based on the pension plans June 30, 2021 measurement date. At June 30, 2022 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 8. Pension Plans (continued)

Public Employees' Retirement System (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 42,403	\$ 19,247
Changes of Assumptions	14,002	957,172
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	708,257
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	302,967	825,049
School District contributions subsequent to measurement date	253,225	-
	\$ 612,597	\$ 2,509,725

\$253,225 reported as deferred outflows of resources resulting from the School District's contributions subsequent to the measurement date is estimated based on unadjusted 2021-2022 total salaries for PERS employees multiplied by an employer pension contribution rate of 15.98%. The payable is due on April 1, 2023 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	
2023	\$ (721,240)
2024	(555,071)
2025	(501,217)
2026	(327,707)
2027	(45,118)
	\$ (2,150,353)

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 8. Pension Plans (continued)

Public Employees' Retirement System (continued)

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	5.63	-
June 30, 2019	5.21	-
June 30, 2020	5.16	-
June 30, 2021	5.13	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2016	5.57	-
June 30, 2017	-	5.48
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	-	5.13
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	-	5.00
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
June 30, 2021	5.00	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2016	5.57	5.57
June 30, 2017	5.48	5.48
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16
June 30, 2021	5.13	5.13

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 8. Pension Plans (continued)

Public Employees' Retirement System (continued)

Actuarial Assumptions – The collective total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. This actuarial valuation used the following assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00 - 6.00% Based on Years of Service
Thereafter	3.00 - 7.00% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	
PERS	Pub-2010 General Below-Median Income Employee mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021
Period of Actuarial Experience	
Study upon which Actuarial	
Assumptions were Based	July 1, 2014 - June 30, 2018

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 8. Pension Plans (continued)

Public Employees' Retirement System (continued)

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.09%
Non-U.S. Developed Markets Equity	13.50%	8.71%
Emerging Markets Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
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 Mitigation Strategies	3.00%	3.35%
	100.00%	

Discount Rate – The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 8. Pension Plans (continued)

Public Employees' Retirement System (continued)

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate – The following presents the School District's proportionate share of the net pension liability as of June 30, 2021, calculated using the discount rate of 7.00% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's Proportionate Share of the Net Pension Liability	\$ 3,700,407	\$ 2,688,636	\$ 1,882,988

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2022 and 2021:

	<u>12/31/2021</u>	<u>12/30/2020</u>
Collective Deferred Outflows of Resources	\$ 1,164,738,169	\$ 2,347,583,337
Collective Deferred Inflows of Resources	8,339,123,762	7,849,949,467
Collective Net Pension Liability	11,972,782,878	16,435,616,426
District's Portion	0.02270%	0.02508%

Teachers' Pension and Annuity Fund

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

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

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 8. Pension Plans (continued)

Teachers' Pension and Annuity Fund (continued)

The following represents the membership tiers for TPAF:

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

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

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

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

Pension Liability and Pension Expense – The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2021 was \$54,708,312. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. The State's proportionate share of the net pension liability associated with the School District was based on projection of the State's long-term contributions to the pension plan associated with the School District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2021, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.1137973950%, which was a decrease of 0.0023447774% from its proportion measured as of June 30, 2020.

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 8. Pension Plans (continued)

Teachers' Pension and Annuity Fund (continued)

For the fiscal year ended June 30, 2022, the State recognized a pension expense in the amount of \$1,287,311 for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2021 measurement date.

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

Inflation:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55% - 4.45% Based on Years of Service
Thereafter	2.75% - 5.65% Based on Years of Service
Investment Rate of Return:	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

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

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 8. Pension Plans (continued)

Teachers' Pension and Annuity Fund (continued)

<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 Markets 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 Mitigation Strategies	3.00%	3.35%
	<u>100.00%</u>	

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 will be made based on 100% of actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	<u>\$ 64,729,071</u>	<u>\$ 54,708,312</u>	<u>\$ 46,291,504</u>

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 8. Pension Plans (continued)

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

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2022 and 2021:

	<u>12/31/2021</u>	<u>12/30/2020</u>
Collective Deferred Outflows of Resources	\$ 6,373,530,834	\$ 9,626,548,228
Collective Deferred Inflows of Resources	27,363,906	14,591,988,841
Collective Net Pension Liability	48,165,991,182	65,993,498,688
 District's Portion	 0.11380%	 0.11615%

Defined Contribution Plan

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

Individuals eligible for membership in the DCRP include:

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

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 8. Pension Plans (continued)

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

Note 9. Post-Retirement Benefits

General Information about the Other Post-Employment Benefits Plan

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

The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

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

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

Total Nonemployer OPEB Liability – The total nonemployer OPEB liability as of June 30, 2021 was determined by an actuarial valuation as of June 30, 2020, which was rolled forward to June 30, 2021. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 9. Post-Retirement Benefits (continued)

Inflation Rate	2.50%		
	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases:			
Through 2026	1.55 - 4.45%	2.00 - 6.00%	3.25 - 15.25%
	based service years	based service years	based service years
Thereafter	2.75 - 5.65%	3.00 - 7.00%	Not
	based service years	based service years	Applicable

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

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 – June 30, 2018, July 1, 2014 – June 30, 2018, and July 1, 2013 – June 30, 2018 for TPAF, PERS and PFRS, respectively.

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2021 was \$58,259,120. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2021, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2021, the State proportionate share of the OPEB Obligation attributable to the School District was 0.09708615%, which was a decrease of (0.00314263%) from its proportion measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the State of New Jersey recognized an OPEB expense in the amount of \$4,078,482.00 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2021 measurement date.

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 9. Post-Retirement Benefits (continued)

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

Discount Rate - The discount rate for June 30, 2021 was 2.16%, respectively. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate – The following presents the total nonemployer OPEB liability as of June 30, 2021, respectively, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	6/30/2021		
	At 1% Decrease (1.16%)	At Discount Rate (2.16%)	At 1% Increase (3.16%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 69,785,279.95	\$ 58,259,120.00	\$ 49,182,960.93
State of New Jersey's Total Nonemployer OPEB Liability	\$ 71,879,745,555.00	\$ 60,007,650,970.00	\$ 50,659,089,138.00

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 9. Post-Retirement Benefits (continued)

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

The following presents the total nonemployer OPEB liability as of June 30, 2021, respectively, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	6/30/2021		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 47,160,898.37	\$ 58,259,120.00	\$ 73,163,146.27
State of New Jersey's Total Nonemployer OPEB Liability	\$ 48,576,338,417.00	\$ 60,007,650,970.00	\$ 75,358,991,782.00

* See Healthcare Cost Trend Assumptions for details of rates.

Additional Information – Collective balances of the Local Group at June 30, 2021 are as follows:

	<u>Deferred Outflows of</u>	<u>Deferred Inflows of</u>
Differences between Expected & Actual Experience	\$ 9,045,886,863	\$ (18,009,362,976)
Change in Assumptions	\$ 10,179,536,966	\$ (6,438,261,807)
Contributions Made in Fiscal Year Ending 6/30/2022 After Measurement Date	TBD	N/A
	\$ 19,225,423,829	\$ (24,447,624,783)

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 9. Post-Retirement Benefits (continued)

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,		
2022	\$	(1,182,303,041)
2023		(1,182,303,041)
2024		(1,182,303,041)
2025		(1,182,303,041)
2026		(840,601,200)
Thereafter		347,612,410
	\$	(5,222,200,954)

** Employer Contributions made after June 30, 2021 are reported as a deferred outflow of resources, but are not amortized in expense.

Plan Membership – At June 30, 2020, the Program membership consisted of the following:

Active Plan Members	213,901
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	150,427
	364,328

Changes in the Total OPEB Liability – The change in the State's Total OPEB liability for the fiscal year ended June 30, 2022 (measurement date June 30, 2021) is as follows:

Total OPEB Liability	
Service Cost	\$ 3,217,184,264
Interest Cost	1,556,661,679
Changes of Benefit Terms	(63,870,842)
Difference Between Expected & Actual Experience	(11,385,071,658)
Changes of Assumptions	59,202,105
Contributions: Member	39,796,196
Gross Benefit Payments	(1,226,213,382)
Net Change in Total OPEB Liability	(7,802,311,638)
Total OPEB Liability (Beginning)	67,809,962,608
Total OPEB Liability (Ending)	\$ 60,007,650,970
Total Covered Employee Payroll	14,425,669,769
Net OPEB Liability as a Percentage of Payroll	415.98%

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

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

As previously mentioned, the School District receives on-behalf payments from the State for normal costs and post-retirement medical costs related to the TPAF pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2022, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$4,407,018, \$731,496, \$1,029,657 and \$1,163, respectively.

Note 11. 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.

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

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

Fiscal Year Ended June 30,	Contributions	Interest Earnings	Amount Reimbursed	Ending Balance	
				Unemployment Liability	Restricted For: Unemployment Reserve
2022	\$ 56,476	\$ -	\$ 41,062	\$ 33,657	\$ 31,233
2021	86,442	-	43,198	18,244	31,233
2020	102,832	-	117,822	-	6,233

Joint Insurance Pool – The School District participates in the School Alliance Insurance Fund and, public entity risk pool. The Fund provides its members with the following coverage’s:

Property – Blanket Building & Grounds	General & Automobile Liability
Environmental Impairment Liability	Workers’ Compensation
School Board Legal Liability	Excess Liability
Employers Liability	Comprehensive Crime Coverage

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 12. Contingencies

State and Federal Grantor Agencies – The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2022 may be impaired.

In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

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

Note 13. Economic Dependency

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

Note 14. Deferred Compensation

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

Lincoln Investment
Equitable
Metropolitan Life

Note 15. Compensated Absences

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

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

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 15. Compensated Absences (continued)

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net position under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2022 is \$445,959.

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 proprietary fund types.

Note 16. Tax Abatements

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

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

Note 17. Commitments

The School District has contractual commitments at June 30, 2022 to various vendors, which are recorded in the general fund as assigned to other purposes in the amount of \$6,916.

Note 18. Right to Use Leased Assets

The School District has recorded a right to use leased asset. The assets are right to use assets for leased equipment and vehicles. The related lease is discussed in the Leases subsection of Note 7, Long-Term Liabilities. The right to use lease asset is amortized on a straight-line basis over the terms of the related leases.

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 18. Right to Use Leased Assets (continued)

Right to use asset activity for the School District for the year ended June 30, 2022, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Right to use leased assets				
Equipment and Vehicles	\$ 330,018	\$ -	\$ -	\$ 330,018
Total right to use assets	330,018	-	-	330,018
Less accumulated amortization:				
Equipment and Vehicles	-	(110,006)	-	(110,006)
Total accumulated amortization	-	(110,006)	-	(110,006)
Right to use assets, net	\$ 330,018	\$ (110,006)	\$ -	\$ 220,012

Note 19. Calculation of Excess Surplus

Designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to *N.J.S.A.18A:7F-7*. New Jersey school districts are required to reserve General Fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years’ budget. The excess fund balance at June 30, 2022 was \$0-.

Note 20. Fund Balance

General Fund – Of the \$3,071,791 General Fund, fund balance at June 30, 2022, \$413,305 has been restricted in the Capital Reserve Account; \$31,233 has been restricted for Unemployment; \$902,437 has been restricted for the Federal Impact Aid Reserve; \$6,916 has been assigned to other purposes; \$1,206,795 has been assigned – designated for subsequent years expenditures; and \$808,550 has been unassigned.

Special Revenue Fund – Of the \$106,582 Special Revenue Fund, fund balance at June 30, 2022, \$1,658 is Reserve for Scholarships and \$104,924 is restricted for Student Activities.

Debt Service Fund – Of the \$7,758 Debt Service Fund, fund balance at June 30, 2022, \$7,758 is restricted for future debt service payments.

Note 21. Deficit in Net Position

Unrestricted Net Position – The School District’s governmental activities had a deficit in unrestricted net position in the amount of \$4,761,769. The primary causes of the deficit are the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employees’ Retirement System (PERS) as of June 30, 2022. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

**PLUMSTED TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Note 22. Prior Period Adjustment/Restatement of Fund Balance and Net Position

Net Position as of July 1, 2021, has been restated as follows for the implementation of GASB Statement No. 87, Leases.

Net Position as previously reported at June 30, 2021	\$ 17,944,244
Prior Period Adjustment- Implementation of GASB 87	<u>125,000</u>
Total Prior Period Adjustment	<u>125,000</u>
Net Position as restated, July 1, 2021	<u><u>\$ 18,069,244</u></u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2022**

	ACCOUNT NUMBERS	JUNE 30, 2022			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
REVENUES						
Local Sources:						
Local Tax Levy	10-1210	\$ 12,450,551	\$ -	\$ 12,450,551	\$ 12,450,551	\$ -
Tuition - From Individuals	10-1310	165,000	-	165,000	160,584	(4,416)
Unrestricted Miscellaneous Revenues	10-1XXX	100,001	-	100,001	140,685	40,684
Total Local Sources		12,715,552	-	12,715,552	12,751,820	36,268
State Sources:						
School Choice Aid	10-3116	254,300	-	254,300	254,300	-
Categorical Special Education Aid	10-3132	975,623	-	975,623	975,623	-
Equalization Aid	10-3176	6,120,338	-	6,120,338	6,120,338	-
Security Aid	10-3177	23,602	-	23,602	23,602	-
Extraordinary Aid	10-3131	185,000	-	185,000	243,480	58,480
Non-Public Transportation Aid	10-3235	-	-	-	8,990	8,990
Stabilization Aid	10-3246	-	-	-	400,000	400,000
Education Rescue Grant	10-3248	-	-	-	536,579	536,579
Securing Our Children's Future Bond Act (Alyssa's Law)	10-3256	-	70,692	70,692	-	(70,692)
TPAF Normal Contributions (On-Behalf - Non-Budgeted)		-	-	-	4,407,018	4,407,018
TPAF Post-Retirement Medical (On-Behalf - Non-Budgeted)		-	-	-	1,029,657	1,029,657
TPAF LTDI (On-Behalf - Non-Budgeted)		-	-	-	1,163	1,163
TPAF Social Security (Reimbursed - Non-Budgeted)		-	-	-	731,496	731,496
Total State Sources		7,558,863	70,692	7,629,555	14,732,246	7,102,691
Federal Sources:						
Impact Aid	10-4100	1,006,149	-	1,006,149	1,061,578	55,429
Medicaid Reimbursement	10-4200	46,720	-	46,720	24,427	(22,293)
Total Federal Sources		1,052,869	-	1,052,869	1,086,005	33,136
Total Revenues		21,327,284	70,692	21,397,976	28,570,071	7,172,095
EXPENDITURES						
Current Expense:						
Regular Programs - Instruction:						
Kindergarten - Salaries of Teachers	11-110-100-101	239,374	(13,314)	226,060	226,034	26
Grades 1-5 - Salaries of Teachers	11-120-100-101	1,808,778	121,261	1,930,039	1,918,315	11,724
Grades 6-8 - Salaries of Teachers	11-130-100-101	1,055,989	(23,261)	1,032,728	1,030,460	2,268
Grades 9-12 - Salaries of Teachers	11-140-100-101	2,042,052	38,303	2,080,355	2,072,160	8,195
Regular Programs-Home Instruction:						
Salaries of Teachers	11-150-100-101	6,000	21,342	27,342	27,342	-
Purchased Professional Education Services	11-150-100-320	11,300	(5,541)	5,759	4,307	1,452
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	105,474	3,975	109,449	109,442	7
Purchased Professional - Educational Services	11-190-100-320	6,000	(4,290)	1,710	1,710	-
Other Purchased Services (Series 400-500)	11-190-100-500	328,651	(71,561)	257,090	256,822	268
General Supplies	11-190-100-610	274,995	(26,889)	248,106	241,241	6,865
Total Regular Programs - Instruction		5,878,613	40,025	5,918,638	5,887,833	30,805
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	458,106	(76,165)	381,941	381,941	-
Other Salaries for Instruction	11-212-100-106	226,767	(59,146)	167,621	167,211	410
Purchased Professional - Educational Services	11-212-100-320	2,500	108,897	111,397	111,397	-
General Supplies	11-212-100-610	3,440	(1,754)	1,686	1,383	303
Total Multiple Disabilities		690,813	(28,168)	662,645	661,932	713

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2022**

	ACCOUNT NUMBERS	JUNE 30, 2022			POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	1,687,638	153,564	1,841,202	1,821,117	20,085
Other Salaries for Instruction	11-213-100-106	-	41,106	41,106	41,106	-
Purchased Professional - Educational Services	11-212-100-320	-	30,233	30,233	29,995	238
General Supplies	11-213-100-610	7,499	4,517	12,016	11,644	372
Total Resource Room/Resource Center		1,695,137	229,420	1,924,557	1,903,862	20,695
Preschool Disabilities-Part-Time:						
Salaries of Teachers	11-215-100-101	152,964	(7,157)	145,807	145,807	-
Other Salaries for Instruction	11-215-100-106	80,818	(36,742)	44,076	44,076	-
Purchased Professional - Educational Services	11-215-100-320	3,481	(1,911)	1,570	-	1,570
General Supplies	11-215-100-600	970	-	970	951	19
Total Preschool Disabilities-Part-Time		238,233	(45,810)	192,423	190,834	1,589
Preschool Disabilities-Full-Time:						
Salaries of Teachers	11-216-100-101	82,089	(39,022)	43,067	42,739	328
Other Salaries for Instruction	11-216-100-106	21,610	(17,073)	4,537	4,537	-
Purchased Professional - Educational Services	11-215-100-320	24,815	(18,940)	5,875	5,060	815
General Supplies	11-216-100-600	-	150	150	141	9
Total Preschool Disabilities-Full-Time		128,514	(74,885)	53,629	52,477	1,152
Total Special Education Instruction		2,752,697	80,557	2,833,254	2,809,105	24,149
Basic Skills/Remedial-Instruction:						
Salaries	11-230-100-101	434,741	(37,278)	397,463	391,190	6,273
General Supplies	11-230-100-610	1,000	-	1,000	922	78
Total Basic Skills/Remedial-Instruction		435,741	(37,278)	398,463	392,112	6,351
Bilingual Education-Instruction:						
Salaries of Teachers	11-240-100-101	117,220	(16,444)	100,776	100,776	-
Total Bilingual Education-Instruction		117,220	(16,444)	100,776	100,776	-
School-Spon. Co/Extra-curricular Activities-Instruction:						
Salaries	11-401-100-100	130,765	17,145	147,910	134,693	13,217
Supplies and Materials	11-401-100-600	10,296	(9,938)	358	-	358
Other Objects	11-401-100-800	9,900	(6,142)	3,758	1,985	1,773
Total School-Spon. Cocurricular Activities-Instruction		150,961	1,065	152,026	136,678	15,348
School-Spon. Athletics-Instruction:						
Salaries	11-402-100-100	505,025	(1,631)	503,394	501,459	1,935
Purchased Services (300-500 Series)	11-402-100-500	74,272	(24,093)	50,179	50,179	-
Travel	11-402-100-580	-	3,191	3,191	2,511	680
Supplies and Materials	11-402-100-600	57,411	(10,969)	46,442	45,850	592
Other Objects	11-402-100-800	21,025	(2,249)	18,776	10,935	7,841
Total School-Spon. Athletics-Instruction		657,733	(35,751)	621,982	610,934	11,048
Total Other Special Instructional Programs-Instruction		1,361,655	(88,408)	1,273,247	1,240,500	32,747
Total Instruction		9,992,965	32,174	10,025,139	9,937,438	87,701
Undistributed Expenditures-Instruction:						
Tuition to Other LEAs within State - Regular	11-000-100-561	-	16,705	16,705	9,003	7,702
Tuition to County Voc. School Dist.-Regular	11-000-100-563	50,700	(8,424)	42,276	42,276	-
Tuition to County Spec. Serv. & Reg. Day Schools	11-000-100-565	306,284	(59,326)	246,958	246,958	-
Tuition to Private Schools for the Disabled W/I State	11-000-100-566	226,658	142,398	369,056	358,371	10,685
Tuition - State Facilities	11-000-100-568	56,292	(51,792)	4,500	4,500	-
Total Undistributed Expenditures-Instruction		639,934	39,561	679,495	661,108	18,387

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2022**

	ACCOUNT NUMBERS	JUNE 30, 2022			POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Attendance and Social Work Services:						
Salaries	11-000-211-100	31,468	1,625	33,093	33,093	-
Total Attendance and Social Work Services		31,468	1,625	33,093	33,093	-
Undist. Expend. -Health Services:						
Salaries	11-000-213-100	211,064	(19,656)	191,408	191,077	331
Purchased Professional and Technical Services	11-000-213-300	25,850	1,076	26,926	26,289	637
Supplies and Materials	11-000-213-600	8,666	(3,375)	5,291	4,905	386
Total Undistributed Expenditures -Health Services		245,580	(21,955)	223,625	222,271	1,354
Undist. Expend. - Speech, OT, PT & Related Services						
Salaries	11-000-216-100	299,819	3,599	303,418	302,327	1,091
Purchased Professional - Educational Services	11-000-216-320	99,635	(47,800)	51,835	45,200	6,635
Supplies and Materials	11-000-216-600	2,180	-	2,180	2,012	168
Total Undist. Expend. - Speech, OT, PT & Related Services		401,634	(44,201)	357,433	349,539	7,894
Undist. Expend. -Other Support Services-Students-Extra Srvc:						
Salaries	11-000-217-100	123,267	28,750	152,017	148,970	3,047
Purchased Professional - Educational Services	11-000-217-320	99,321	(6,681)	92,640	77,392	15,248
Supplies and Materials	11-000-217-600	-	500	500	500	-
Total Undist. Expend.-Other Support Services-Students-Extra Srvc		222,588	22,569	245,157	226,862	18,295
Undistributed Expenditures - Guidance						
Salaries of Other Professional Staff	11-000-218-104	517,808	6,648	524,456	523,844	612
Salaries of Secretarial and Clerical Assistants	11-000-218-105	42,767	2,736	45,503	45,503	-
Other Purch. Prof. & Tech Svc.	11-000-218-390	24,180	(1,473)	22,707	22,677	30
Supplies and Materials	11-000-218-600	12,525	(5,860)	6,665	5,084	1,581
Total Undist. Expend. - Guidance		597,280	2,051	599,331	597,108	2,223
Undist. Expend. - Child Study Teams						
Salaries of Other Professional Staff	11-000-219-104	320,246	(134,227)	186,019	186,019	-
Salaries of Secretarial and Clerical Assistants	11-000-219-105	23,819	554	24,373	24,373	-
Other Purchased Prof. and Tech. Services	11-000-219-390	22,350	51,151	73,501	46,337	27,164
Other Purchased Services (400-500 series)	11-000-219-500	3,250	(3,000)	250	37	213
Supplies and Materials	11-000-219-600	6,140	(330)	5,810	4,510	1,300
Total Undist. Expend. - Child Study Teams		375,805	(85,852)	289,953	261,276	28,677
Undist. Expend.-Improvement of Instruction Services-						
Salaries of Supervisor of Instruction	11-000-221-102	30,000	(17,061)	12,939	12,939	-
Salaries of Other Professional Staff	11-000-221-104	10,000	105	10,105	10,105	-
Salaries of Secretarial and Clerical Assistants	11-000-221-105	14,438	265	14,703	14,702	1
Purchased Prof - Educational Services	11-000-221-320	6,000	(130)	5,870	5,870	-
Supplies and Materials	11-000-221-600	500	(387)	113	-	113
Total Undist. Expend.-Improvement of Instruction Services		60,938	(17,208)	43,730	43,616	114
Undist. Expend.-Educational Media Services/School Library:						
Salaries	11-000-222-100	57,067	(16,550)	40,517	34,103	6,414
Supplies and Materials	11-000-222-600	11,220	(5,388)	5,832	5,799	33
Total Undist. Expend.-Educational Media Services/School Library		68,287	(21,938)	46,349	39,902	6,447
Undist. Expend.-Instruction Staff Training Services:						
Salaries of Supervisors of Instruction	11-000-223-102	30,000	(17,061)	12,939	12,939	-
Salaries of Secretarial and Clerical Assistants	11-000-223-105	14,438	265	14,703	14,702	1
Purchased Professional-Educational Services	11-000-223-320	-	9,536	9,536	9,536	-
Supplies and Materials	11-000-223-600	-	6,102	6,102	6,102	-
Total Undist. Expend.-Instruction Staff Training Services		44,438	(1,158)	43,280	43,279	1

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2022**

	ACCOUNT NUMBERS	JUNE 30, 2022			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Undist. Expend.-Support Service-General Administration:						
Salaries	11-000-230-100	197,486	626	198,112	198,112	-
Unused Vacation Payment to Terminated/Retired Staff	11-000-230-199	-	-	-	-	-
Legal Services	11-000-230-331	30,000	41,013	71,013	69,138	1,875
Audit Fees	11-000-230-332	29,500	(999)	28,501	27,850	651
Architectural/ Engineering Fees	11-000-230-334	5,000	(5,000)	-	-	-
Other Purchased Professional Services	11-000-230-339	12,360	-	12,360	12,245	115
Communications/Telephone	11-000-230-530	38,750	561	39,311	35,982	3,329
Board of Education - Travel	11-000-230-580	1,000	409	1,409	1,409	-
Board of Education Other Purchased Services	11-000-230-590	33,600	(1,587)	32,013	31,662	351
General Supplies	11-000-230-610	3,000	(162)	2,838	2,819	19
Board of Education In-House Training/Meeting Supplies	11-000-230-630	500	745	1,245	1,245	-
Miscellaneous Expenditures	11-000-230-890	5,750	(1,184)	4,566	4,566	-
Board of Education Membership Dues and Fees	11-000-230-895	12,400	-	12,400	12,311	89
Total Undist. Expend.-Support Service-General Administration		369,346	34,422	403,768	397,339	6,429
Undist. Expend.-Support Service-School Administration:						
Salaries of Principals/Assistant Principals/Prog. Dir.	11-000-240-103	676,149	(12,613)	663,536	662,363	1,173
Salaries Other Professional Staff	11-000-240-104	232,550	(38,395)	194,155	194,155	-
Salaries of Secretarial and Clerical Assistants	11-000-240-105	171,559	9,494	181,053	178,628	2,425
Unused Vacation Payment to Terminated/Retired Staff	11-000-240-199	-	12,613	12,613	12,613	-
Other Purchased Services (400-500 Series)	11-000-240-500	2,500	(2,500)	-	-	-
Travel - All Other	11-000-240-580	-	455	455	-	455
Supplies and Materials	11-000-240-600	14,815	(1,452)	13,363	12,981	382
Other Objects	11-000-240-800	6,650	1,100	7,750	7,350	400
Total Undist. Expend.-Support Service-School Administration		1,104,223	(31,298)	1,072,925	1,068,090	4,835
Undist. Expend.-Central Services:						
Salaries	11-000-251-100	349,244	6,253	355,497	355,482	15
Purchased Technical Services	11-000-251-340	10,250	889	11,139	11,139	-
Misc. Purchase Services (400-500 Series)	11-000-251-592	2,000	(2,000)	-	-	-
Supplies and Materials	11-000-251-600	4,025	(407)	3,618	3,511	107
Other Objects	11-000-251-890	1,225	25	1,250	1,250	-
Total Undist. Expend.-Central Services		366,744	4,760	371,504	371,382	122
Undist. Expend.-Admin. Info Technology:						
Salaries	11-000-252-100	35,158	650	35,808	35,802	6
Purchased Technical Services	11-000-252-340	-	11,833	11,833	11,833	-
Other Purchased Services (400-500 Series)	11-000-252-500	5,500	(5,500)	-	-	-
Supplies and Materials	11-000-252-600	10,000	1,215	11,215	8,380	2,835
Total Undist. Expand-Admin. Info. Technology		50,658	8,198	58,856	56,015	2,841
Undist. Expend.-Required Maintenance for School Facilities:						
Salaries	11-000-261-100	155,211	8,820	164,031	158,031	6,000
Cleaning, Repair and Maintenance Services	11-000-261-420	139,530	(25,571)	113,959	104,111	9,848
General Supplies	11-000-261-610	59,768	10,000	69,768	66,857	2,911
Total Undist. Expend.-Required Maintenance for School Facilities		354,509	(6,751)	347,758	328,999	18,759
Undist. Expend.- Custodial Services						
Salaries	11-000-262-100	6,000	(3,112)	2,888	2,425	463
Salaries of Non-Instructional Aides	11-000-262-107	25,800	5,586	31,386	31,386	-
Cleaning, Repair, and Maintenance Services	11-000-262-420	987,050	98,780	1,085,830	1,085,756	74
Insurance	11-000-262-520	135,000	(2,574)	132,426	132,414	12
Travel	11-000-262-580	-	35	35	28	7
General Supplies	11-000-262-610	58,500	(3,535)	54,965	54,252	713
Energy (Natural Gas)	11-000-262-621	65,000	14,785	79,785	79,227	558
Energy (Electricity)	11-000-262-622	350,000	9,153	359,153	359,153	-
Energy (Gasoline)	11-000-262-626	13,008	-	13,008	10,880	2,128
Other Objects	11-000-262-800	42,850	3,250	46,100	45,744	356
Total Undist. Expend.- Custodial Services		1,683,208	122,368	1,805,576	1,801,265	4,311

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2022**

	ACCOUNT NUMBERS	JUNE 30, 2022			POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Undist. Expend.- Care & Upkeep of Grounds:						
Cleaning, Repair, and Maintenance Services	11-000-263-420	10,500	(1,606)	8,894	7,894	1,000
General Supplies	11-000-263-610	53,343	(12,046)	41,297	40,284	1,013
Total Undist. Expend. - Care & Upkeep of Grounds		63,843	(13,652)	50,191	48,178	2,013
Undist. Expend.- Security:						
Salaries	11-000-266-100	166,337	4,066	170,403	167,075	3,328
Cleaning, Repair, and Maintenance Services	11-000-266-420	8,500	(2,632)	5,868	5,759	109
General Supplies	11-000-266-610	2,000	265	2,265	933	1,332
Total Undist. Expend. - Security		176,837	1,699	178,536	173,767	4,769
Total Undist. Expend. - Other Oper. & Maintenance of Plant		2,278,397	103,664	2,382,061	2,352,209	29,852
Undist. Expend.-Student Transportation Services:						
Salaries for Non-Instructional Aids	11-000-270-107	10,800	174	10,974	10,510	464
Salaries for Pupil Transportation (Bet. Home and School)-Reg.	11-000-270-160	26,554	3,499	30,053	29,815	238
Salaries for Pupil Trans. (Bet. Home and School)-Spec.Ed.	11-000-270-161	26,554	3,728	30,282	30,282	-
Other Purchased Professional & Technical Services	11-000-270-390	85,000	(7,301)	77,699	75,622	2,077
Cleaning, Repair and Maintenance Services	11-000-270-420	10,500	17,149	27,649	25,320	2,329
Contract Services-ALL Payments-Non Public Charter Sch.	11-000-270-503	21,500	5,900	27,400	23,900	3,500
Contract Services (Aid-In-Lieu)-Choice Students	11-000-270-505	35,231	(1,959)	33,272	30,000	3,272
Contract Services (Between Home & School)-Vendors	11-000-270-511	555,365	8,559	563,924	560,336	3,588
Contract Services (Other Than Bet. Home & School)-Vendors	11-000-270-512	84,750	(11,464)	73,286	68,664	4,622
Contract Services (Special Education)-Vendors	11-000-270-514	601,669	(309,292)	292,377	231,558	60,819
Contract Services (Special Education)-Joint Agreements	11-000-270-515	-	50,350	50,350	42,246	8,104
Contract Services (Regular Education)-ESCs and CTSA's	11-000-270-517	-	17,759	17,759	17,759	-
Contract Services (Special Education)-ESCs and CTSA's	11-000-270-517	-	363,847	363,847	321,164	42,683
General Supplies	11-000-270-610	2,119	13,414	15,533	11,936	3,597
Fuel Expenses offset by Adv.	11-000-270-626	900	(900)	-	-	-
Other Objects	11-000-270-800	7,000	(6,460)	540	377	163
Total Undist. Expend.-Student Transportation Services		1,467,942	147,003	1,614,945	1,479,489	135,456
Unallocated Benefits - Employee Benefits						
Social Security Contributions	11-000-291-220	200,000	17,428	217,428	217,428	-
Other Retirement Contributions-PERS	11-000-291-241	270,000	(3,987)	266,013	265,792	221
Other Retirement Contributions-Regular	11-000-291-249	2,000	-	2,000	1,259	741
Unemployment Compensation	11-000-291-250	110,000	(110,000)	-	-	-
Workman's Compensation	11-000-291-260	140,000	(14,409)	125,591	125,590	1
Health Benefits	11-000-291-270	2,825,936	(152,338)	2,673,598	2,593,384	80,214
Tuition Reimbursement	11-000-291-280	25,000	(14,236)	10,764	8,875	1,889
Other Employee Benefits	11-000-291-290	198,500	38,964	237,464	233,958	3,506
Total Undist. Expend.-Benefits		3,771,436	(238,578)	3,532,858	3,446,286	86,572
On-Behalf TPAF Normal Contributions (Non-Budgeted)		-	-	-	4,407,018	(4,407,018)
On-Behalf TPAF Post-Retirement Medical (Non-Budgeted)		-	-	-	1,029,657	(1,029,657)
On-Behalf TPAF LTDI (Non-Budgeted)		-	-	-	1,163	(1,163)
Reimbursed TPAF Social Security Contributions (Non-Budgeted)		-	-	-	731,496	(731,496)
Total On-Behalf Contributions		-	-	-	6,169,334	(6,169,334)
Total Personal Services-Employee Benefits		3,771,436	(238,578)	3,532,858	9,615,620	(6,082,762)
Total Undistributed Expenditures		12,096,698	(98,335)	11,998,363	17,818,198	(5,819,835)
Total Current Expense		22,089,663	(66,161)	22,023,502	27,755,636	(5,732,134)

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2022**

	ACCOUNT NUMBERS	JUNE 30, 2022			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
CAPITAL OUTLAY						
Increase in Capital Reserve	10-604	1	(1)	-	-	-
Equipment:						
School-Sponsored and Other Instructional Program	12-4XX-100-730	-	12,512	12,512	12,512	-
Undist. Expend - Admin. Info. Tech.	12-000-252-730	69,043	-	69,043	69,042	1
Undist. Expend - Security Equipment	12-000-266-730	-	65,629	65,629	65,465	164
School Buses - Special	12-000-270-734	-	58,713	58,713	58,713	-
Total Equipment		69,043	136,854	205,897	205,732	165
Facilities Acquisition and Construction Services:						
Assessment for Debt Service on SDA Funding	12-000-400-896	70,671	-	70,671	70,671	-
Total Facilities Acquisition and Construction Services		70,671	-	70,671	70,671	-
Total Capital Outlay		139,715	136,853	276,568	276,403	165
Total Expenditures		22,229,378	70,692	22,300,070	28,032,039	(5,731,969)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(902,094)	-	(902,094)	538,032	(1,440,126)
Fund Balances, July 1		3,245,868	-	3,245,868	3,245,868	-
Fund Balances, June 30		\$ 2,343,774	\$ -	\$ 2,343,774	\$ 3,783,900	\$ (1,440,126)
RECAPITULATION OF FUND BALANCE:						
Restricted for:						
Capital Reserve					\$ 413,305	
Unemployment Reserve					31,233	
Reserved Excess Surplus Designated for Subsequent Year's Expenditures					414,664	
Reserve for Impact Aid					902,437	
Assigned:						
Year-End Encumbrances					6,916	
Designated for Subsequent Year's Expenditures					1,206,795	
Unassigned					808,550	
Subtotal					3,783,900	
Reconciliation to Governmental Funds Statements (GAAP):						
Last State Aid Payments Not Recognized on GAAP Basis					(712,109)	
Fund Balance per Governmental Funds (GAAP)					\$ 3,071,791	

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2022**

	JUNE 30, 2022				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
REVENUES:					
Local Sources	\$ 45,123	\$ -	\$ 45,123	\$ 132,850	\$ 87,727
State Sources	-	-	-	-	-
Federal Sources	1,717,913	-	1,717,913	1,157,189	(560,724)
Total Revenues	1,763,036	-	1,763,036	1,290,039	(472,997)
EXPENDITURES:					
Instruction:					
Salaries	402,529	-	402,529	286,268	116,261
Purchased Educational Services	65,561	-	65,561	65,561	-
Tuition	486,847	-	486,847	463,448	23,399
General Supplies	271,962	-	271,962	200,128	71,834
Total Instruction	1,226,899	-	1,226,899	1,015,405	211,494
Support Services:					
Salaries of Supervisors of Instruction	47,103	-	47,103	17,787	29,316
Personal Services - Employee Benefits	145,352	-	145,352	86,974	58,378
Purchased Professional - Educational Services	146,552	-	146,552	46,011	100,541
Other Purchased Services (400-500 Series)	71,929	-	71,929	11,605	60,324
Supplies and Materials	100,627	-	100,627	11,458	89,169
Other Objects	24,574	-	24,574	-	24,574
Scholarships Awarded	-	-	-	-	-
Student Activities	-	-	-	118,738	(118,738)
Total Support Services	536,137	-	536,137	292,573	243,564
Total Expenditures	1,763,036	-	1,763,036	1,307,978	455,058
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	(17,939)	(17,939)
Fund Balance, July 1				124,521	
Fund Balance, June 30				\$ 106,582	
Recapitulation:					
Restricted:					
Scholarship				\$ 1,658	
Student Activities				104,924	
Total Fund Balance				\$ 106,582	

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE
 NOTE TO RSI
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	GENERAL FUND	SPECIAL REVENUE FUND
SOURCES/INFLOWS OF RESOURCES		
Actual amounts (budgetary) “revenues” from the Budgetary Comparison Schedules	\$ 28,570,071	\$ 1,290,039
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	898,225	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(712,109)	-
	<u>\$ 28,756,187</u>	<u>\$ 1,290,039</u>
USES/OUTFLOWS OF RESOURCES		
Actual amounts (budgetary basis) “total outflows” from the Budgetary Comparison Schedule	<u>\$ 28,032,039</u>	<u>\$ 1,307,978</u>
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year Encumbrances	-	-
Prior Year Encumbrances	-	-
	<u>\$ 28,032,039</u>	<u>\$ 1,307,978</u>
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 28,032,039</u>	<u>\$ 1,307,978</u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)

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EXHIBIT L-1

PLUMSTED TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
 LAST NINE FISCAL YEARS*

	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.02269%	0.02508%	0.02803%	0.02605%	0.02440%	0.02412%	0.02315%	0.02352%	0.02441%
School District's proportionate share of the net pension liability	\$ 2,688,636	\$ 4,089,213	\$ 5,050,334	\$ 5,129,781	\$ 5,680,610	\$ 7,143,631	\$ 5,197,444	\$ 4,403,440	\$ 4,665,430
School District's covered payroll	\$ 1,487,516	\$ 1,650,942	\$ 1,812,628	\$ 1,930,578	\$ 1,762,152	\$ 1,630,839	\$ 1,452,025	\$ 1,402,008	\$ 1,526,365
School District's proportionate share of the net pension liability as a percentage of its covered payroll	180.75%	247.69%	278.62%	265.71%	322.37%	438.03%	357.94%	314.08%	305.66%
Plan fiduciary net position as a percentage of the total pension liability	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

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

EXHIBIT L-2

PLUMSTED TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
 LAST NINE FISCAL YEARS*

	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's contractually required contribution	\$ 265,792	\$ 274,317	\$ 272,636	\$ 259,147	\$ 226,067	\$ 214,278	\$ 199,056	\$ 193,889	\$ 183,932
Contributions in relation to the contractually required contribution	(265,792)	(274,317)	(272,636)	(259,147)	(226,067)	(214,278)	(199,056)	(193,889)	(183,932)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 1,361,911	\$ 1,487,516	\$ 1,650,942	\$ 1,812,628	\$ 1,930,578	\$ 1,762,152	\$ 1,630,839	\$ 1,452,025	\$ 1,402,008
Contributions as a percentage of covered payroll	19.52%	18.44%	16.51%	14.30%	11.71%	12.16%	12.21%	13.35%	13.12%

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

EXHIBIT L-3

PLUMSTED TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 TEACHERS' PENSION AND ANNUITY FUND (TPAF)
 LAST NINE FISCAL YEARS*

	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	54,708,312	76,481,515	70,356,433	70,036,032	73,646,284	87,168,593	70,058,465	59,244,682	55,193,760
District's covered-employee payroll	\$ 54,708,312	\$ 76,481,515	\$ 70,356,433	\$ 70,036,032	\$ 73,646,284	\$ 87,168,593	\$ 70,058,465	\$ 59,244,682	\$ 55,193,760
School District's proportionate share of the net pension liability as a percentage of its covered payroll	\$ 10,096,587	\$ 11,183,202	\$ 11,847,774	\$ 12,501,348	\$ 11,813,356	\$ 11,312,720	\$ 11,104,989	\$ 11,100,021	\$ 10,754,490
Plan fiduciary net position as a percentage of the total pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

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M. Schedules Related to Accounting and Reporting for Other Post-Employment Benefits (GASB 75)

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PLUMSTED TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
 STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
 LAST FIVE FISCAL YEAR*

	2022	2021	2020	2019	2018
District's Total OPEB Liability:					
Service Cost	\$ 3,752,245	\$ 2,199,970	\$ 2,232,605	\$ 2,382,761	\$ 2,882,249
Interest Cost	1,511,303	1,489,603	1,738,474	1,877,425	1,620,916
Changes in Benefit Terms	(62,010)				
Differences between Expected and Actual Experiences	(13,813,148)	12,079,136	(5,726,310)	(5,494,652)	-
Changes of Assumptions	57,477	12,414,888	610,253	(4,968,087)	(7,313,472)
Contributions: Member	38,637	35,865	37,243	40,010	43,167
Gross Benefit Payments	(1,190,483)	(1,183,216)	(1,256,394)	(1,157,639)	(1,172,308)
Net Change in District's Total OPEB Liability	(9,705,979)	27,036,246	(2,364,129)	(7,320,182)	(3,939,448)
District's Total OPEB Liability (Beginning)	67,965,101	40,928,855	43,292,984	50,613,166	54,552,614
District's Total OPEB Liability (Ending)	\$ 58,259,122	\$ 67,965,101	\$ 40,928,855	\$ 43,292,984	\$ 50,613,166
District's Covered Employee Payroll	\$ 11,458,498	\$ 12,670,718	\$ 13,498,716	\$ 14,367,583	\$ 13,743,934
District's Net OPEB Liability as a Percentage of Payroll	508%	536%	303%	301%	368%

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Public Employees' Retirement System (PERS)

Changes in Benefit Terms

The June 30, 2021 measurement date includes one change in plan provisions as Chapter 140, P.L. 2021 reopened the Worker's Compensation Judges (WCJ) Part of PERS and transferred WCJs from the Defined Contribution Retirement Program (DCRP) and regular part of PERS into the WCJ Part of PERS.

Changes in Assumptions

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2021	7.00%	2018	5.66%	2015	4.90%
2020	7.00%	2017	5.00%	2014	5.39%
2019	6.28%	2016	3.98%		

The long-term expected rate of return used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2021	7.00%	2018	7.00%	2015	7.90%
2020	7.00%	2017	7.00%	2014	7.90%
2019	7.00%	2016	7.65%		

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms

None.

Changes in Assumptions

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2021	7.00%	2018	4.86%	2015	4.13%
2020	5.40%	2017	4.25%	2014	4.68%
2019	5.60%	2016	3.22%		

The long-term expected rate of return used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2021	7.00%	2018	7.00%	2015	7.90%
2020	7.30%	2017	7.00%	2014	7.90%
2019	7.00%	2016	7.65%		

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms

None.

Changes in Assumptions

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2021	2.16%	2018	3.87%
2020	2.21%	2017	3.58%
2019	3.50%	2016	2.85%

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

OTHER SUPPLEMENTARY INFORMATION

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D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	ELEMENTARY AND SECONDARY EDUCATION ACT							CRRSA - Learning Acceleration
	I.D.E.A. - PART B		Title I		Title II		CRRSA - ESSER II	
	Preschool	Part A	Part A	Part A	Part A	Part A		
Revenues:								
Local Sources	-	-	-	-	-	-	-	-
State Sources	-	-	-	-	-	-	-	-
Federal Sources	261,720	20,968	291,521	20,679	63,545	89,127	323,517	13,946
Total Revenues	261,720	20,968	291,521	20,679	63,545	89,127	323,517	13,946
Expenditures:								
Instruction:								
Salaries of Teachers	-	11,087	179,625	7,025	-	-	78,122	8,197
Purchased Educational Services	-	-	-	-	-	-	65,561	-
Tuition	261,720	-	-	-	63,545	89,127	-	-
General Supplies	-	-	27,655	-	-	-	141,486	5,122
Total Instruction	261,720	11,087	207,280	7,025	63,545	89,127	285,169	13,319
Support Services:								
Salaries of Supervisors of Instruction	-	-	5,196	-	-	-	12,087	-
Personal Services - Employee Benefits	-	9,881	67,018	537	-	-	6,901	627
Purchased Professional - Educational Services	-	-	11,880	7,761	-	-	18,720	-
Other Purchased Professional Services	-	-	-	5,206	-	-	-	-
Supplies and Materials	-	-	147	150	-	-	640	-
Total Support Services	-	9,881	84,241	13,654	-	-	38,348	627
Total Expenditures	261,720	20,968	291,521	20,679	63,545	89,127	323,517	13,946
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-	-	-	-
Fund Balances, July 1	-	-	-	-	-	-	-	-
Fund Balances, June 30	-	-	-	-	-	-	-	-

PLUMSTED TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES (continued)
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	CRRSA - Mental Health	COVID ARP - IDEA Basic	COVID ARP - IDEA Preschool	ARP - Homeless	Local Programs	Student Activities	Scholarship Fund	Totals
Revenues:								
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ 32,051	\$ 100,798	\$ 1	\$ 132,850
State Sources	-	-	-	-	-	-	-	-
Federal Sources	12,528	49,056	4,183	6,399	-	-	-	1,157,189
Total Revenues	12,528	49,056	4,183	6,399	32,051	100,798	1	1,290,039
Expenditures:								
Instruction:								
Salaries of Teachers	-	-	2,212	-	-	-	-	286,268
Purchased Educational Services	-	-	-	-	-	-	-	65,561
Tuition	-	49,056	-	-	-	-	-	463,448
General Supplies	-	-	-	-	25,865	-	-	200,128
Total Instruction	-	49,056	2,212	-	25,865	-	-	1,015,405
Support Services:								
Salaries of Supervisors of Instruction	504	-	-	-	-	-	-	17,787
Personal Services - Employee Benefits	39	-	1,971	-	-	-	-	86,974
Purchased Professional - Educational Services	7,650	-	-	-	-	-	-	46,011
Other Purchased Professional Services	-	-	-	6,399	-	-	-	11,605
Supplies and Materials	4,335	-	-	-	6,186	-	-	11,458
Scholarships Awarded	-	-	-	-	-	-	-	-
Student Activities	-	-	-	-	-	118,738	-	118,738
Total Support Services	12,528	-	1,971	6,399	6,186	118,738	-	292,573
Total Expenditures	12,528	49,056	4,183	6,399	32,051	118,738	-	1,307,978
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-	(17,940)	1	(17,939)
Fund Balances, July 1	-	-	-	-	-	122,864	1,657	124,521
Fund Balances, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 104,924	\$ 1,658	\$ 106,582

F. Capital Projects Fund

Not Applicable

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G. Proprietary Funds

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Enterprise Funds

(See Exhibits B-4, B-5, B-6)

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Internal Service Fund

Not Applicable

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Fiduciary Fund

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I. Long-Term Debt

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PLUMSTED TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
STATEMENT OF BONDS
JUNE 30, 2022

DESCRIPTION	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS		INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2021	RETIRED	AMOUNT OUTSTANDING JUNE 30, 2022
			DATE	AMOUNT				
Bond Refunding	7/15/2020	\$ 3,230,000	7/15/2022	\$ 430,000	4.00%	\$ 3,210,000	\$ 405,000	\$ 2,805,000
			7/15/2023	440,000	4.00%			
			7/14/2024	455,000	4.00%			
			7/15/2025	475,000	4.00%			
			7/15/2026	495,000	4.00%			
			7/15/2027	510,000	4.00%			
			Total			\$ 3,210,000	\$ 405,000	\$ 2,805,000

EXHIBIT I-2

PLUMSTED TOWNSHIP SCHOOL DISTRICT
 LONG-TERM DEBT
 STATEMENT OF LEASE OBLIGATIONS
 JUNE 30, 2022

DESCRIPTION	DATE OF LEASE	INTEREST RATE PAYABLE	BALANCE OUSTANDING JULY 1, 2021	RETIRED CURRENT YEAR	BALANCE OUTSTANDING JUNE 30, 2022
Various Equipment	10/17/2019	3.00%	\$ 330,018	\$ 113,175	\$ 216,843
Total			\$ 330,018	\$ 113,175	\$ 216,843

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	JUNE 30, 2022				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
Local Sources:					
Local Tax Levy	\$ 502,599	\$ -	\$ 502,599	\$ 502,599	\$ -
Total Revenues	502,599	-	502,599	502,599	-
Expenditures:					
Regular Debt Service:					
Interest and Other Charges	120,300	-	120,300	120,300	-
Redemption of Principal	405,000	-	405,000	405,000	-
Total Regular Debt Service	525,300	-	525,300	525,300	-
Total Expenditures	525,300	-	525,300	525,300	-
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	(22,701)	-	(22,701)	(22,701)	-
Other Financing Sources/(Uses):					
Transfers In	22,699	(22,699)	-	-	-
Total Other Financing Sources/(Uses)	22,699	(22,699)	-	-	-
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(2)	-	(22,701)	(22,701)	-
Fund Balance, July 1	30,459	-	30,459	30,459	-
Fund Balance, June 30	\$ 30,457	\$ -	\$ 7,758	\$ 7,758	\$ -

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STATISTICAL SECTION (Unaudited)

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Financial Trends Information

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

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PLUMSTED TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST NINE FISCAL YEARS
(ACCURAL BASIS OF ACCOUNTING)
(UNAUDITED)

	FISCAL YEAR ENDED JUNE 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities:										
Net Investment in Capital Assets	\$ 17,881,220	\$ 17,590,426	\$ 19,143,862	\$ 19,949,353	\$ 21,587,623	\$ 22,830,648	\$ 23,935,020	\$ 22,674,744	\$ 21,653,611	\$ 20,520,658
Restricted	2,589,289	2,281,700	2,281,700	2,909,217	2,489,427	1,717,333	975,934	1,140,744	1,516,618	2,534,682
Unrestricted	969,702	(3,791,599)	(3,791,599)	(4,791,522)	(5,901,842)	(6,691,684)	(6,355,821)	(6,105,204)	(5,225,985)	(4,628,341)
Total Governmental Activities Net Position	\$ 21,440,211	\$ 16,080,527	\$ 17,633,963	\$ 18,067,048	\$ 18,175,208	\$ 17,856,297	\$ 18,555,133	\$ 17,710,284	\$ 17,944,244	\$ 18,426,999
Business-Type Activities:										
Net Investment in Capital Assets	\$ -	\$ -	\$ -	\$ -	\$ 7,226	\$ 10,387	\$ 7,338	\$ 4,290	\$ 1,241	\$ -
Unrestricted	73,986	73,557	43,582	69,256	33,587	18,107	105,129	50,845	(29,945)	115,732
Total Business-Type Activities Net Position	\$ 73,986	\$ 73,557	\$ 43,582	\$ 69,256	\$ 40,813	\$ 28,494	\$ 112,467	\$ 55,135	\$ (28,704)	\$ 115,732
Government-wide:										
Net Investment in Capital Assets	\$ 17,881,220	\$ 17,590,426	\$ 19,143,862	\$ 19,949,353	\$ 21,594,849	\$ 22,841,035	\$ 23,942,358	\$ 22,679,034	\$ 21,654,852	\$ 20,520,658
Restricted	2,589,289	1,688,483	2,281,700	2,909,217	2,489,427	1,717,333	975,934	1,140,744	1,516,618	2,534,682
Unrestricted	1,043,688	1,838,538	(3,748,017)	(4,722,266)	(5,868,255)	(6,673,577)	(6,250,692)	(6,054,359)	(5,255,930)	(4,512,609)
Total Net Position	\$ 21,514,197	\$ 21,117,447	\$ 17,677,545	\$ 18,136,304	\$ 18,216,021	\$ 17,884,791	\$ 18,667,600	\$ 17,765,419	\$ 17,915,540	\$ 18,542,731

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
FISCAL YEAR ENDED JUNE 30,										
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 6,521,331	\$ 6,368,842	\$ 6,550,475	\$ 6,529,649	\$ 6,593,381	\$ 7,161,136	\$ 6,828,675	\$ 6,487,982	\$ 5,955,461	\$ 5,521,956
Special Education	3,090,988	3,048,332	3,150,910	3,238,644	3,403,458	3,501,507	3,327,134	3,426,566	3,431,259	3,587,166
Other Special Education	514,658	816,305	752,140	809,042	878,930	798,093	702,554	742,502	698,298	462,285
Other Instruction	664,130	719,124	813,288	818,864	910,248	885,239	857,409	832,917	605,963	711,330
Support Services:										
Instruction	347,086	275,450	350,228	403,195	501,272	403,195	356,919	525,843	534,467	661,108
Attendance and Social Work	35,066	37,768	37,000	38,999	39,934	95,685	98,762	32,282	30,016	33,093
Health Services	282,747	299,213	317,288	307,958	305,172	304,809	302,257	233,206	234,739	222,271
Other Support Services	2,056,721	2,082,571	2,120,888	2,141,438	2,264,605	2,368,615	2,398,027	1,933,962	1,812,256	1,770,974
Educational Media Services	112,427	125,042	107,015	130,923	112,527	147,683	140,362	99,656	97,240	39,902
Instructional Staff Training	161,725	171,242	213,308	218,932	202,581	231,305	234,017	151,499	34,271	43,279
General Administration	491,168	506,042	529,169	561,081	455,600	471,806	484,097	464,490	426,738	397,339
School Administration	972,721	1,007,641	990,468	1,010,093	1,101,961	1,125,046	1,143,033	1,021,775	1,096,105	1,068,090
Central Services	429,552	435,842	459,107	466,013	414,892	368,802	364,987	380,036	357,102	371,382
Technology	31,080	48,459	34,645	31,966	45,733	58,461	40,260	86,657	83,532	56,015
Operations and Maintenance	1,962,243	2,038,677	2,167,789	2,598,568	2,278,737	2,249,730	2,323,220	2,665,617	2,036,288	2,352,209
Student Transportation	974,839	984,829	972,983	1,096,116	1,217,694	1,331,815	1,367,071	1,325,966	1,156,380	1,479,489
Special Schools	28,748	30,234	-	-	-	-	-	-	-	-
Unallocated Employee Benefits	6,458,946	6,063,627	8,860,215	9,995,729	4,352,571	14,175,896	11,885,382	10,961,300	18,017,385	17,028,949
On-Behalf TPAF Pension & FICA Contributions	-	-	-	-	-	3,130,330	-	-	-	-
Interest on Long-Term Debt and Other Charges	706,701	664,813	407,858	352,827	305,633	247,962	217,130	201,206	(12,643)	145,720
Unallocated Depreciation and Amortization	1,616,456	1,423,669	1,610,241	1,537,046	1,614,811	1,494,359	1,335,007	1,472,821	1,876,442	1,651,842
Total Governmental Activities Expenses	27,459,333	27,147,722	30,445,015	32,287,083	30,130,070	37,421,144	34,406,303	33,046,284	38,471,299	37,604,399
Business-Type Activities:										
Food Service	488,917	493,235	464,938	414,769	443,683	411,452	409,687	318,970	313,793	541,485
Community Education	43,378	43,392	38,002	49,711	24,384	21,158	42,529	34,690	5,361	20,502
Middle School Sports	-	-	-	-	-	-	-	-	-	-
N.E.E.D.	179,383	173,602	174,216	168,013	178,230	189,070	190,397	159,446	148,085	148,925
Parking	-	-	820	-	-	-	-	-	-	-
Warrior Day Camp	59,034	65,239	84,752	96,170	93,867	101,366	94,721	86,852	-	29,992
Total Business-Type Activities Expenses	770,712	775,468	762,728	728,663	740,164	723,046	737,334	599,958	467,239	740,904
Total Government-Wide Expenses	\$ 28,230,045	\$ 27,923,190	\$ 31,207,743	\$ 33,015,746	\$ 30,870,234	\$ 38,144,190	\$ 35,143,637	\$ 33,646,242	\$ 38,938,538	\$ 38,345,303
Program Revenues:										
Governmental Activities:										
Charges for Services	\$ 206,264	\$ 226,582	\$ 204,524	\$ 119,942	\$ 243,224	\$ 300,251	\$ 382,223	\$ 118,719	\$ 77,860	\$ 160,584
Operating Grants and Contributions	624,548	581,438	5,541,893	6,774,908	3,742,742	10,458,420	8,074,567	7,405,461	9,709,046	8,721,307
Total Governmental Activities Program Revenues	830,812	808,020	5,746,417	6,894,850	3,985,966	10,758,671	8,456,790	7,524,180	9,786,906	8,881,891

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCURAL BASIS OF ACCOUNTING)
(UNAUDITED)**

	FISCAL YEAR ENDED JUNE 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Business-Type Activities:										
Charges for Services:										
Food Service	314,118	282,090	232,414	194,743	196,644	213,282	268,624	167,108	-	77,809
Community Education	52,653	43,942	8,154	57,828	43,703	44,963	62,730	21,786	4,690	17,641
Middle School Sports	-	-	-	-	-	-	-	-	-	-
N.E.E.D.	149,617	162,853	170,656	151,758	177,936	194,851	240,757	137,385	55,566	135,054
Parking	2,645	2,610	780	-	-	-	-	-	-	-
Warrior Day Camp	61,126	80,967	88,601	100,250	88,209	70,678	100,335	94,004	-	46,977
Operating Grants and Contributions	156,687	187,519	213,127	161,800	196,130	164,860	149,994	122,343	320,593	607,323
Total Business-Type Activities Charges for Services	736,846	759,981	713,732	666,379	702,622	688,634	822,440	542,626	380,849	884,804
Total Government-Wide Program Revenues	\$ 1,567,658	\$ 1,568,001	\$ 6,460,149	\$ 7,561,229	\$ 4,688,588	\$ 11,447,305	\$ 9,279,230	\$ 8,066,806	\$ 10,167,755	\$ 9,766,695
Net (Expense)/Revenue:										
Governmental Activities	\$ (26,628,521)	\$ (26,339,702)	\$ (24,698,598)	\$ (25,392,233)	\$ (26,144,104)	\$ (26,662,473)	\$ (25,949,513)	\$ (25,522,104)	\$ (28,684,393)	\$ (28,722,508)
Business-Type Activities	(33,866)	(15,487)	(48,996)	(62,284)	(37,542)	(34,412)	85,106	(57,332)	(86,390)	143,900
Total Government-Wide Net (Expense)/Revenue	\$ (26,662,387)	\$ (26,355,189)	\$ (24,747,594)	\$ (25,454,517)	\$ (26,181,646)	\$ (26,696,885)	\$ (25,864,407)	\$ (25,579,436)	\$ (28,770,783)	\$ (28,578,608)
General Revenues and Other changes in Net Position:										
Governmental Activities:										
Property Taxes, Levied for General Purposes, Net	\$ 9,613,840	\$ 9,926,117	\$ 10,124,639	\$ 10,519,408	\$ 10,886,223	\$ 11,103,947	\$ 11,444,162	\$ 11,967,081	\$ 12,206,423	\$ 12,450,551
Property Taxes, Levied for Debt Service	1,529,044	1,613,840	1,633,246	1,599,249	1,534,474	1,579,091	1,578,172	547,131	550,732	502,599
Federal & State Aid Not Restricted	16,313,882	15,349,569	14,050,023	13,645,745	13,676,642	13,571,207	13,499,595	12,033,349	15,849,263	15,853,578
Transfer	-	8,531	-	(73,503)	-	-	-	-	7,757	-
Miscellaneous Income	141,179	150,430	146,193	134,419	154,925	89,317	126,420	129,694	175,847	273,535
Total Governmental Activities	27,597,945	27,048,487	25,954,101	25,825,318	26,252,264	26,343,562	26,648,349	24,677,255	28,790,222	29,080,263
Business-Type Activities:										
Transfer	-	(8,531)	-	73,503	-	-	-	-	-	-
Miscellaneous Income	10,152	23,590	19,021	14,455	9,099	22,093	(1,133)	-	2,551	536
Total Business-Type Activities	10,152	15,059	19,021	87,958	9,099	22,093	(1,133)	-	2,551	536
Total Government-Wide Net Expense	\$ 27,608,097	\$ 27,063,546	\$ 25,973,122	\$ 25,913,276	\$ 26,261,363	\$ 26,365,655	\$ 26,647,216	\$ 24,677,255	\$ 28,792,573	\$ 29,080,799
Change in Net Position:										
Governmental Activities	\$ 969,424	\$ 708,785	\$ 1,255,503	\$ 433,085	\$ 108,160	\$ (318,911)	\$ 698,836	\$ (844,849)	\$ 105,629	\$ 357,755
Business-Type Activities	(23,714)	(428)	(29,975)	23,674	(28,443)	(12,319)	83,973	(57,332)	(83,839)	144,436
Total Government-Wide Change in Net Position	\$ 945,710	\$ 708,357	\$ 1,225,528	\$ 456,759	\$ 79,717	\$ (331,230)	\$ 782,809	\$ (902,181)	\$ 21,790	\$ 502,191

Source: CAFR Schedule A-2
* For the year ended June 30, 2021 net position was reclassification due to GASB 84.

PLUMSTED TOWNSHIP SCHOOL DISTRICT
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (UNAUDITED)

	FISCAL YEAR ENDING JUNE 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund:										
Restricted	\$ 573,674	\$ 1,792,477	\$ 2,150,035	\$ 3,021,693	\$ 2,446,387	\$ 1,717,332	\$ 975,932	\$ 1,140,742	\$ 1,361,638	\$ 1,213,547
Assigned	1,817,870	1,438,629	1,531,641	286,910	738,300	109,933	317,605	575,407	902,093	1,213,711
Unassigned	1,258,347	433,322	(134,339)	-	(979,166)	(859,782)	(651,249)	(397,652)	83,912	644,533
Total General Fund	3,649,891	3,664,428	3,547,337	3,308,603	2,205,521	967,483	642,288	1,318,497	2,347,643	3,071,791
All Other Governmental Funds:										
Restricted:										
Capital Projects Fund	182,673	447,899	(123,251)	(6,515)	43,039	-	-	-	-	-
Debt Service Fund	171	11,234	67,390	36,634	1	1	2	2	30,459	7,758
Student Activities	-	-	-	-	-	-	-	-	1,657	1,658
Scholarship Fund	-	-	-	-	-	-	-	-	122,864	104,924
Committed:										
Capital Projects Fund	-	26,296	112,785	-	-	-	-	-	-	-
Assigned:										
Designated for Subsequent Year Expense	14,902	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	\$ 197,746	\$ 485,429	\$ 56,924	\$ 30,119	\$ 43,040	\$ 1	\$ 2	\$ 2	\$ 154,980	\$ 114,340

Source: ACFR Schedule B-1

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (UNAUDITED)

	FISCAL YEAR ENDING JUNE 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues:										
Tax Levy	\$ 11,142,884	\$ 11,539,957	\$ 11,757,885	\$ 12,118,657	\$ 12,420,697	\$ 12,683,038	\$ 13,022,334	\$ 12,514,212	\$ 12,757,155	\$ 12,953,150
Tuition Charges	206,264	226,582	204,524	119,942	243,224	300,251	382,223	118,719	77,860	160,584
Interest Earnings	-	-	-	-	-	-	-	-	-	-
Miscellaneous	141,180	139,367	206,019	168,338	175,569	110,779	129,294	138,254	175,847	273,535
State Sources	14,630,944	14,380,024	15,315,158	15,323,361	15,680,505	16,155,454	16,712,909	15,257,485	14,940,653	14,918,362
Federal Sources	2,307,486	1,550,983	1,628,278	1,672,844	1,718,235	1,697,589	1,630,734	1,803,628	1,724,256	2,243,194
Total Revenues	28,428,758	27,836,913	29,111,864	29,403,142	30,238,230	30,947,111	31,877,494	29,832,299	29,675,771	30,548,825
Expenditures:										
Instruction:										
Regular	6,521,331	6,368,842	6,550,475	6,529,649	6,819,628	7,257,754	6,931,968	6,672,982	6,026,630	5,887,833
Special	3,090,988	3,048,332	3,150,910	3,238,644	3,403,458	3,501,507	3,327,134	3,426,566	3,472,294	3,824,510
Other Special	514,658	816,305	752,140	809,042	878,930	798,093	702,554	742,502	706,633	492,888
Other	664,130	719,124	813,288	818,864	910,248	885,239	857,409	802,537	644,919	747,612
Support Services and Undistributed Costs:										
Instruction	347,086	275,450	350,228	403,195	501,272	403,195	356,919	525,843	534,595	661,108
Attendance and Social Work Services	35,066	37,768	37,000	38,999	39,934	95,685	98,762	32,282	30,016	33,093
Health Services	282,747	299,213	317,288	307,958	305,172	304,809	302,257	233,206	234,739	222,271
Other Support Services	2,056,721	2,082,571	2,120,888	2,141,438	2,264,605	2,368,615	2,398,027	1,933,962	1,812,256	1,770,974
Educational Media Services	112,427	125,042	107,015	130,923	112,527	147,683	140,362	99,656	97,240	39,902
Instruction Staff Training	161,725	171,242	213,308	218,932	202,581	231,305	234,017	151,499	34,271	43,279
General Administrative Services	491,168	506,042	529,169	561,081	455,600	471,806	484,097	464,490	426,738	397,339
School Administrative Services	972,721	1,007,641	990,468	1,010,093	1,101,961	1,125,046	1,143,033	1,021,775	1,096,105	1,068,090
Central Services	429,552	435,842	459,107	466,013	414,892	368,802	364,987	380,036	357,102	371,382
Technology	31,080	48,459	34,645	31,966	45,733	58,461	40,260	86,657	83,532	56,015
Allowed Maintenance for School Facilities	234,640	185,917	248,193	218,274	178,917	126,198	152,071	167,262	340,074	328,999
Other Operations and Maintenance of Plant	1,653,884	1,852,760	1,919,596	1,921,801	2,099,820	2,083,769	2,135,300	1,998,355	1,813,732	2,023,210
Student Transportation Services	974,839	984,829	972,983	1,096,116	1,217,694	1,331,815	1,367,071	1,325,966	1,156,380	1,479,489
Unallocated Employee Benefits	6,315,132	6,015,785	6,268,696	6,478,899	3,857,577	4,117,375	4,287,471	4,063,717	3,902,224	3,446,286
On-Behalf Pension & FICA Contributions	-	-	-	-	3,130,330	3,634,070	4,248,177	4,408,994	5,221,761	6,169,334
Nonbudget Expenditures	-	-	-	-	-	-	-	-	-	-
Charter School	28,748	30,234	-	-	-	-	-	-	-	-
Capital Outlay	734,095	426,757	1,346,976	1,194,485	818,788	330,517	41,919	500,000	37,791	205,732
Debt Service:										
Principal	1,785,000	1,895,000	2,095,000	2,120,000	2,184,996	2,260,017	2,330,016	400,000	440,000	405,000
Interest and Other Charges	718,420	710,504	380,087	358,806	383,728	326,427	258,877	217,802	158,703	190,971
Total Expenditures	28,156,158	28,043,659	29,657,460	30,095,178	31,328,391	32,228,188	32,202,688	29,656,090	28,627,735	29,865,317
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	272,600	(206,746)	(545,596)	(692,036)	(1,090,161)	(1,281,077)	(325,194)	176,209	1,048,036	683,508
Other Financing Sources/(Uses):										
Proceeds of Refunding Debt	-	7,689,665	-	-	-	-	-	-	7,757	-
Payments To Escrow Agent	-	(7,597,230)	-	-	-	-	-	-	-	-
Lease Purchase Agreement	-	-	-	-	-	-	-	500,000	-	-
Transfers In	-	337,754	-	-	-	-	-	-	-	-
Transfers Out	-	(329,223)	-	-	-	-	-	-	-	-
Total Other Financing Sources/(Uses)	-	100,966	-	-	-	-	-	500,000	7,757	-
Net Change in Fund Balances	\$ 272,600	\$ (105,780)	\$ (545,596)	\$ (692,036)	\$ (1,090,161)	\$ (1,281,077)	\$ (325,194)	\$ 676,209	\$ 1,055,793	\$ 683,508
Debt Service as a Percentage of Noncapital Expenditures	9.13%	9.43%	8.74%	8.58%	8.42%	8.11%	8.05%	2.12%	2.09%	2.01%

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)**

FISCAL YEAR ENDING JUNE 30,	INTEREST	TUITION	RENTAL FEES	MISCELLANEOUS	PAY TO PARTICIPATE FEES	ANNUAL TOTALS
2013	\$ -	\$ 206,264	\$ -	\$ 80,488	\$ -	\$ 286,751
2014	13	226,582	10,919	80,189	35,225	352,928
2015	-	204,524	-	109,476	36,547	350,547
2016	-	119,942	-	95,604	38,815	254,361
2017	-	243,224	14,374	123,824	37,371	418,793
2018	-	300,251	14,374	123,824	37,371	475,820
2019	-	382,223	17,647	72,071	36,702	508,643
2020	-	118,719	8,310	97,171	24,213	248,413
2021	-	77,860	-	87,348	-	165,208
2022	-	160,584	-	140,685	-	301,269

Revenue Capacity Information

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

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)**

FISCAL YEAR ENDING JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENTS	TOTAL ASSESSED VALUE	LESS: TAX-EXEMPT PROPERTY	PUBLIC UTILITIES ^a	NET VALUATION TAXABLE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE	TOTAL DIRECT SCHOOL TAX RATE ^b
2013	\$ 17,279,100	\$ 669,291,000	\$ 38,214,400	\$ 2,057,100	\$ 42,871,500	\$ 10,961,000	\$ 2,963,200	\$ 783,637,300	\$ 201,050,600	\$ -	\$ 783,637,300	\$ 36,671,916	1.469
2014	16,519,100	669,537,700	38,677,000	2,056,200	42,901,500	10,961,000	2,963,200	783,615,700	201,170,300	-	783,615,700	62,056,456	1.498
2015	15,888,600	667,254,600	40,195,000	2,068,300	42,792,500	10,961,000	2,963,200	782,123,200	202,804,300	-	783,861,029	47,739,748	1.546
2016	16,066,000	667,340,000	40,113,500	2,062,500	42,603,800	10,961,000	2,963,200	782,110,000	203,394,300	-	783,700,365	N/A	1.58
2017	16,023,800	670,606,000	39,012,700	2,010,500	42,786,300	10,961,000	2,963,200	784,364,100	203,417,700	-	784,364,100	70,460,357	1.617
2018	15,688,900	671,798,200	39,436,500	2,000,500	42,696,700	10,905,200	2,963,200	785,489,200	203,534,500	-	785,489,200	76,351,144	1.658
2019	15,840,500	673,283,600	39,943,100	1,979,000	42,668,500	10,905,200	2,963,200	784,583,100	205,900,700	-	784,583,100	907,137,357	1.596
2020	25,149,500	673,775,000	36,116,400	1,738,900	42,762,800	10,905,200	2,963,200	793,411,800	206,863,900	-	793,411,800	918,313,380	1.608
2021	16,229,400	671,582,000	36,505,800	1,764,900	42,762,800	10,905,200	2,963,200	782,713,300	208,819,800	-	573,893,500	991,603,100	1.646
2022	15,450,800	671,617,800	37,230,400	1,770,400	42,762,800	10,905,200	2,963,200	782,700,600	236,083,800	-	546,616,800	1,017,784,400	1.699

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(RATE PER \$100 OF ASSESSED VALUE)
(UNAUDITED)**

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE				OVERLAPPING RATES				TOTAL DIRECT AND OVERLAPPING TAX RATE
	BASIC RATE ^a	GENERAL OBLIGATION DEBT SERVICE ^b	PLUMSTED TOWNSHIP SCHOOL DISTRICT		PLUMSTED TOWNSHIP	FIRE DISTRICT	OCEAN COUNTY		
2013	9,613,840	1,529,044	1,469	1,469	0.243	0.184	0.337	2.233	
2014	9,926,117	1,613,840	1,498	1,498	0.255	0.199	0.371	2.323	
2015	10,519,408	1,599,249	1,546	1,546	0.261	0.199	0.374	2.380	
2016	10,886,223	1,534,474	1,584	1,584	0.270	0.200	0.461	2.515	
2017	11,103,947	1,579,091	1,617	1,617	0.276	0.211	0.457	2.561	
2018	11,444,162	1,578,172	1,658	1,658	0.280	0.212	0.452	2.602	
2019	11,444,162	1,578,172	1,608	1,608	0.287	0.212	0.462	2.569	
2020	11,967,081	547,131	1,608	1,608	0.304	0.231	0.468	2.611	
2021	12,206,423	550,732	1,646	1,646	0.309	0.247	0.451	2.653	
2022	12,450,551	502,599	1,699	1,699	0.316	0.265	0.395	2.675	

Source: Municipal Tax Collector, Ocean County Board of Taxation.

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

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TEN YEARS AGO
(UNAUDITED)**

	2022		2012			
	Taxable Assessed Value	Rank (Optional)	% of Total District Net Assessed Value	Taxable Assessed Value	Rank (Optional)	% of Total District Net Assessed Value
Taxpayer #1	4,662,200	1	0.59%	5,411,900	1	
Taxpayer #2	4,165,900	2	0.53%	4,242,100	2	
Taxpayer #3	2,866,100	3	0.36%	3,589,700	3	
Taxpayer #4	2,740,000	4	0.35%	2,810,400	4	
Taxpayer #5	2,063,300	5	0.26%	2,159,500	5	
Taxpayer #6	1,878,200	6	0.24%	1,909,400	6	
Taxpayer #7	1,328,800	7	0.17%	1,694,700	7	
Taxpayer #8	1,250,000	8	0.16%	1,527,200	8	
Taxpayer #9	1,221,300	9	0.15%	1,404,700	9	
Taxpayer #10	1,154,600	10	0.15%	1,180,500	10	
Total	23,330,400		2.94%	25,930,100		

Source: Municipal Tax Assessor

**PLUMSTED TOWNSHIP 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 PERCENTAGE OF LEVY	AMOUNT	COLLECTIONS IN SUBSEQUENT YEARS
2013	\$ 11,142,884	\$ 10,710,884	96.12%	\$ 432,000
2014	11,539,957	11,107,957	96.26%	432,000
2015	11,757,885	11,325,885	96.33%	432,000
2016	12,118,657	11,686,657	96.44%	432,000
2017	12,420,697	12,251,038	98.63%	432,000
2018	12,683,038	12,251,038	96.59%	432,000
2019	13,022,334	12,590,334	96.59%	432,000
2020	12,514,212	12,082,212	96.55%	432,000
2021	12,757,155	12,325,155	96.55%	432,000
2022	12,953,150	12,521,150	96.66%	432,000

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

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

Debt Capacity Information

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

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EXHIBIT J-10

PLUMSTED TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME ^a	PER CAPITA
	GENERAL OBLIGATION BONDS ^b	CAPITAL LEASES				
2013	\$ 16,920,000	\$ 514,785	\$	17,434,785	5.0%	2,072
2014	14,950,000	794,709		15,744,709	4.4%	1,864
2015	12,855,000	583,463		13,438,463	3.7%	1,579
2016	10,735,000	786,187		11,521,187	3.0%	1,353
2017	8,630,000	479,944		9,109,944	2.3%	1,068
2018	6,455,000	298,309		6,753,309	N/A	791
2019	4,210,000	110,000		4,320,000	N/A	512
2020	3,810,000	425,000		3,810,000	N/A	445
2021	3,210,000	325,000		3,210,000	N/A	372
2022	2,805,000	216,843		3,021,843	N/A	353

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

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

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(UNAUDITED)

FISCAL YEAR ENDED JUNE 30	GENERAL BONDED DEBT OUTSTANDING				
	GENERAL OBLIGATION BONDS d	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY a	PER CAPITA b
2013	\$ 16,920,000	\$ -	\$ 16,920,000	2.16%	2,011
2014	14,950,000	-	14,950,000	1.91%	1,770
2015	12,855,000	-	12,855,000	1.64%	1,510
2016	10,735,000	-	10,735,000	1.37%	1,261
2017	8,630,000	-	8,630,000	1.10%	1,012
2018	6,455,000	-	6,455,000	0.82%	756
2019	4,210,000	-	4,210,000	0.54%	499
2020	3,210,000	-	3,210,000	0.40%	375
2021	3,210,000	-	3,210,000	0.56%	372
2022	2,805,000	-	2,805,000	0.49%	328

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

a Used Estimated County equalized value from J-6

b Population data can be founds in Exhibit J-14

EXHIBIT J-12

PLUMSTED TOWNSHIP SCHOOL DISTRICT
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 AS OF JUNE 30, 2022
 (UNAUDITED)

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE ^a	ESTIMATED SHARE OF OVERLAPPING DEBT
Debt Repaid with Property Taxes: Plumsted Township	\$ 25,977,565	100.00%	\$ 25,977,565
Subtotal, Overlapping Debt Plumsted Township School District			25,977,565 2,805,000
Total Direct and Overlapping Debt			\$ 28,782,565

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

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

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS
 (UNAUDITED)

	FISCAL YEAR ENDED JUNE 30.									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Debt Limit	\$ 35,046,076	\$ 33,990,534	\$ 33,385,084	\$ 33,769,267	\$ 33,769,267	\$ 34,250,290	\$ 34,604,636	\$ 23,252,433	\$ 23,885,314	\$ 24,244,957
Total Net Debt Applicable To Limit	16,920,000	14,950,000	12,855,000	10,735,000	8,630,000	6,455,000	4,210,000	3,810,000	3,210,000	2,805,000
Legal Debt Margin	\$ 18,126,076	\$ 19,040,534	\$ 20,530,084	\$ 23,034,267	\$ 25,139,267	\$ 27,795,290	\$ 30,394,636	\$ 19,442,433	\$ 20,675,314	\$ 21,439,957
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	51.08%	48.28%	43.98%	38.51%	31.79%	25.56%	18.85%	12.17%	16.39%	11.57%

Legal Debt Margin Calculation for Fiscal Year 2021:

	Equalized Valuation Basis
2022	\$ 1,086,028,306
2021	\$ 911,234,409
2020	907,137,357
	[A] 1,818,371,766
Average Equalized Valuation of Taxable Property	[A/3] 606,123,922
Debt Limit (4.0% of Average Equalization Value)	[B] 24,244,957
Total Net Debt Applicable To Limit	[C] 2,805,000
Legal Debt Margin	[B-C] \$ 21,439,957

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

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within which the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)**

FISCAL YEAR ENDED JUNE 30,	POPULATION a	PERSONAL INCOME b	PER CAPITA PERSONAL INCOME c	UNEMPLOYMENT RATE d
2013	8,415	\$ 348,885,900	\$ 41,460	8.90%
2014	8,446	358,946,554	42,499	7.70%
2015	8,511	362,338,803	42,573	N/A
2016	8,513	377,815,453	44,381	5.10%
2017	8,530	393,309,770	46,109	4.40%
2018	8,543	405,049,259	47,413	5.10%
2019	8,436	423,352,224	50,184	4.20%
2020	8,571	445,760,568	52,008	3.50%
2021	8,630	458,589,570	53,139	8.70%
2022	8,550	408,305,250	47,755	5.60%

Sources:

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

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

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

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 FOR 2021 AND NINE YEARS AGO
 (UNAUDITED)

2022		2012	
Employees	Rank (Optional)	Employees	Rank (Optional)
Percentage of Total Municipal Employment		Percentage of Total Municipal Employment	
-		-	
	0.00%		0.00%
-		-	

DATA NOT AVAILABLE

DATA NOT AVAILABLE

Source: Municipal Tax Collector
 N/A - Information was not available at reporting time

Operating Information

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

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 CURRENT YEAR AND FIVE YEARS AGO
 (UNAUDITED)**

Function/Program:	<u>2017</u>	<u>2022</u>
Instruction:		
Regular	81	86
Special Education	58	54
Basic Skills	7	58
Bilingual	0	3
Athletics		
Support Services:		
Attendance & Social Work Services	4	3
Health Services	4	3
Speech, OT, PT & Related Services	8	4
Extraordinary Services (1:1 Services)	4	6
Guidance Services	11	8
Child Study Team	8	6
Educational Media Services	2	2
General Administration	6	3
School Administration	13	11
Central Services	4	5
Information Technology	2	2
Operations & Maintenance of Plant	7	7
Student Transportation Services		2
	<u>219</u>	<u>263</u>
Total	<u><u>219</u></u>	<u><u>263</u></u>

PLUMSTED TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

FISCAL YEAR ENDED JUNE 30,	ENROLLMENT	OPERATING EXPENDITURES ^a	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF ^b	PUPIL/TEACHER RATIO			AVERAGE DAILY ENROLLMENT (ADE) ^c	AVERAGE DAILY ATTENDANCE (ADA) ^c	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						PRIMARY	ELEMENTARY	MIDDLE SCHOOL				
2013	1,650	24,918,642	14,474	-5.58%	168	7	9	8	1,598	1,535	-1.11%	96.06%
2014	1,543	25,011,398	15,102	4.34%	168	6	10	11	1,518	1,456	-5.01%	95.92%
2015	1,473	25,835,397	17,539	21.18%	169	10	11	11	1,488	1,401	-1.98%	94.15%
2016	1,382	26,421,887	19,119	9.00%	172	7	9	9	1,430	1,349	-3.90%	94.34%
2017	1,375	27,940,879	20,321	6.29%	166	N/A	N/A	N/A	1,376	1,303	-3.78%	94.69%
2018	1,335	29,311,227	21,956	8.05%	161	N/A	N/A	N/A	1,346	1,279	-2.18%	95.02%
2019	1,295	29,571,876	22,835	4.01%	160	N/A	N/A	N/A	1,301	1,240	-3.34%	95.31%
2020	1,189	28,538,288	24,002	9.32%	157	N/A	N/A	N/A	1,227	1,171	-8.84%	95.44%
2021	1,104	27,991,241	25,354	11.03%	153	N/A	N/A	N/A	1,084	1,045	-16.68%	96.40%
2022	1,090	29,063,614	26,664	11.09%	147	N/A	N/A	N/A	1,075	998	-12.39%	92.84%

Sources: District records

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

a Operating expenditures equal total expenditures, less debt service, capital outlay, and on-behalf TPAF Pension and reimbursed TPAF social security contributions. J-4

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

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)**

DISTRICT/BUILDINGS:	FISCAL YEAR ENDED JUNE 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
New Egypt Primary School										
Square Feet	45,600	45,600	45,600	45,600	45,600	45,600	45,600	45,600	45,600	45,600
Capacity (Students)	325	325	325	325	325	325	325	325	325	325
Enrollment	208	205	192	183	195	196	218	0	0	0
Dr Gerald H. Woehr Elementary School										
Square Feet	80,680	80,680	80,680	80,680	80,680	80,680	80,680	80,680	80,680	80,680
Capacity (Students)	582	582	582	582	582	582	582	582	582	582
Enrollment	474	423	396	381	386	406	388	481	481	481
New Egypt Middle School										
Square Feet	77,600	77,600	77,600	77,600	77,600	77,600	77,600	77,600	77,600	77,600
Capacity (Students)	461	461	461	461	461	461	461	461	461	461
Enrollment	441	412	403	343	314	290	289	294	294	294
New Egypt High School										
Square Feet	105,000	105,000	105,000	105,000	105,000	105,000	105,000	105,000	105,000	105,000
Capacity (Students)	537	537	537	537	537	537	537	537	537	537
Enrollment	527	503	482	499	480	444	400	336	329	329
Field House										
Square Feet	3,584	3,584	3,584	3,584	3,584	3,584	3,584	3,584	3,584	3,584
New Egypt High School Barn										
Square Feet	1,863	1,863	1,863	1,863	1,863	1,863	1,863	1,863	1,863	1,863
Dr. Gerald H. Woehr Elementary School Barn										
Square Feet	2,792	2,792	2,792	2,792	2,792	2,792	2,792	2,792	2,792	2,792
Concession Stand										
Square Feet	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Press Box										
Square Feet	144	144	144	144	144	144	144	144	144	144
Sewer Plant										
Square Feet	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Number of Schools at June 30, 2021										
Primary = 1										
Elementary = 1										
Middle = 1										
High School = 1										
Other = 6										

Source: District Facilities Office, District Records

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT
 SCHEDULE OF REQUIRED MAINTENANCE
 LAST TEN FISCAL YEARS
 (UNAUDITED)

FISCAL YEAR ENDED JUNE 30,	PRIMARY SCHOOL	ELEMENTARY SCHOOL	MIDDLE SCHOOL	HIGH SCHOOL	ELEMENTARY SCHOOL BARN	HIGH SCHOOL BARN	CONCESSION STAND	FIELD HOUSE	PRESS BOX	SEWER PLANT	TOTAL
2013	\$ 43,849	\$ 61,786	\$ 51,383	\$ -	\$ 1,734	\$ 4,711	\$ -	\$ -	\$ 31,143	\$ 230,942	\$ 230,942
2014	10,761	53,267	66,528	-	6,210	2,400	1,400	-	24,363	185,917	185,917
2015	34,551	62,267	85,016	-	957	2,218	508	-	26,421	248,194	248,194
2016	46,069	47,130	55,294	-	2,178	6,743	976	-	28,047	218,005	218,005
2017	37,314	42,988	51,276	-	-	1,750	-	-	21,303	178,917	178,917
2018	30,342	29,184	39,488	-	701	376	1,348	54	7,556	126,198	126,198
2019	37,048	35,633	48,535	-	855	459	1,646	66	6,890	152,071	152,071
2020	40,889	39,328	53,219	-	925	496	1,779	71	7,446	167,263	167,263
2021	39,118	37,625	50,909	903	-	485	1,738	70	7,273	160,230	160,230
2022	26,034	46,062	44,304	59,947	-	1,064	571	2,046	82	8,564	188,674
Total School Facilities	\$ 359,059	\$ 446,833	\$ 552,557	\$ 1,806	\$ 13,560	\$ 18,373	\$ 12,883	\$ 331	\$ 167,715	\$ 1,827,967	\$ 1,856,411

PLUMSTED TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF INSURANCE
JUNE 30, 2022
(UNAUDITED)

	<u>Coverage</u>	<u>Deductible</u>
School Commercial Package Policy-Selective Way Insurance Co.		
Property-blanket building and contents	72,950,820	
boiler and machinery policy	Included in Property Limit	
Commercial general liability	2,000,000	
Commercial inland marine coverage	318,425	500
Electronic Information Systems Equipment and Data	1,481,700	1,000
Virus or Harmful Code	150,000	
Pipeline Distribution System	100,000	1,000
Equipment	15,000	500
Business automobile	1,000,000	
Workers compensation and employer's liability		
NJ School Board Association.	Statutory	
Temporary Disability - NJ School Board Association	Full Salary less 7 day wait WC Benefits Period	
School Board Legal Liability		
Selective Insurance Co.	1,000,000	5,000
Umbrella Liability Policy		
Selective Way Insurance Co.	10,000,000	
Student Accident - Monumental Life Insurance Company	5,000,000	25,000
Commercial Crime Coverage		
Selective Insurance Company of America	500,000	5,000
Surety Bonds Selective Insurance Company of America:		
Treasurer	230,000	
Business Administrator/Board Secretary	140,000	

Source: District Records

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SINGLE AUDIT SECTION

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EXHIBIT K-1

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

Honorable President and Members
of the Board of Education
Plumsted Township School District
County of Ocean
Plumsted, New Jersey 08533

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Plumsted Township School District (hereafter referred to as the School District), as of and for the year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated March 10, 2023

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School District's internal control over financial reporting (internal control) to determine 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 School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control.

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

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

Lakewood, New Jersey
March 10, 2023

EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
Plumsted Township School District
County of Ocean
New Egypt, New Jersey 08533

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited Plumsted Township School District's compliance with types of compliance requirements identified as subject to audit in the OMB Compliance Supplement and the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2022. The Plumsted Township School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*; New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. 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 Plumsted Township School 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 School 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 of grant agreements applicable to the School District's federal and state programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Plumsted School 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 generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance, New Jersey OMB's Circular 15-08 and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey 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 compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the School District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, New Jersey OMB's Circular 15-08 and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, 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 School District's compliance with compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the School 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 OMB's Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the School 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 combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Robert W. Allison
Certified Public Accountant
Public School Accountant, #897

Lakewood, New Jersey
March 10, 2023

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PLUMSTED TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

FEDERAL ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2021	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	(ACCOUNTS RECEIVABLE)	BALANCE JUNE 30, 2022	
										DUE TO	UNEARNED REVENUE
U.S. Department of Health and Human Services											
Medical Assistance Program											
Passed Through New Jersey Department of Human Services:											
93.778	1705NJSMAP	100-054-7540-211	\$ 24,427	7/1/21-6/30/22	\$ -	24,427	(24,427)	-	-	\$ -	\$ -
Medicare Cluster:											
Medical Assistance Program: Medicaid Reimbursement											
Total Medicare Cluster											
Total U.S. Department of Health and Human Services											
U.S. Department of Agriculture											
Passed Through New Jersey Department of Agriculture:											
Child Nutrition Cluster:											
10.553	21IN304N1099	100-010-3350-028	89,391	7/1/20-6/30/21	(10,216)	10,216	-	-	-	-	-
10.553	22IN304N1099	100-010-3350-028	134,188	7/1/21-6/30/22	(10,216)	107,089	(134,188)	-	(27,149)	-	-
Subtotal											
10.555	21IN304N1099	100-010-3350-026	166,395	7/1/20-6/30/21	(17,371)	17,371	-	-	-	-	-
10.555	22IN304N1099	100-010-3350-026	416,412	7/1/21-6/30/22	-	333,662	(416,412)	-	(82,750)	-	-
10.555	21IN304N1099	100-010-3350-026	3,318	7/1/20-6/30/21	(346)	346	-	-	-	-	-
10.555	22IN304N1099	Unavailable	32,549	7/1/20-6/30/21	6,887	-	(6,887)	-	-	-	-
10.555	21IN304N1099	Unavailable	40,949	7/1/21-6/30/22	-	40,949	(39,433)	-	-	-	1,516
10.555	202121H170341	100-010-3350-026	11,853	7/1/20-6/30/21	(11,853)	11,853	-	-	-	-	-
Subtotal											
Total Child Nutrition Cluster											
10.649	202221S900941	100-010-40-3350-115	628	7/1/21-6/30/22	(614)	1,242	(628)	-	-	-	1,516
EBT Administrative Costs											
Total U.S. Department of Agriculture											
U.S. Department of Education											
Direct Funding:											
Impact Aid											
84.041	S041B143114	N/A - Direct	1,061,578	7/1/21-6/30/22	-	1,061,578	(1,061,578)	-	-	-	-
Passed Through New Jersey Department of Education:											
Special Education Cluster:											
84.027A	H027A210100	100-034-5065-016	267,492	7/1/21-9/30/22	-	261,720	(261,720)	-	-	-	-
84.027X	H027X210100	100-034-5065-094	49,056	7/1/21-9/30/22	-	44,778	(49,056)	-	(4,278)	-	-
Subtotal											
84.173	HI73A210114	100-034-5065-020	20,977	7/1/21-9/30/22	-	8,901	(20,968)	-	(12,067)	-	-
84.173X	HI73X210114	100-034-5065-095	4,183	7/1/21-9/30/22	-	1,571	(4,183)	-	(2,612)	-	-
Subtotal											
Total Special Education Cluster											
Elementary and Secondary Education Act (ESEA):											
84.010	S010A200030	100-034-5064-194	141,962	7/1/20-6/30/21	(28,255)	28,255	-	-	-	-	-
84.010	S010A210030	100-034-5064-194	326,867	7/1/21-9/30/22	-	244,375	(291,521)	-	(47,146)	-	-
Subtotal											
84.367	S367A200029	100-034-5063-290	39,105	7/1/20-6/30/21	(977)	977	-	-	-	-	-
84.367	S367A210029	100-034-5063-290	71,102	7/1/21-9/30/22	-	23,134	(20,679)	-	-	-	2,455
Subtotal											
84.365	S365A200030	100-034-5064-187	702	7/1/20-6/30/21	(702)	702	-	-	-	-	-
Education Stabilization Fund:											
Elementary and Secondary School Education Relief (ESSER) Fund:											
84.425D	S425D200027	100-034-5120-513	145,513	7/1/20-6/30/21	4,249	-	-	-	-	-	4,249
84.425D	S425D200027	100-034-5120-513	89,127	3/13/20-9/30/22	-	89,127	(89,127)	-	-	-	-
84.425D	S425D210027	100-034-5120-518	723,495	3/13/20-9/30/23	-	261,364	(349,991)	-	(88,627)	-	-
84.425W	S425W210031	Unavailable	6,399	4/23/21-9/30/24	-	-	(6,399)	-	(6,399)	-	-
Subtotal											
Additional or Complementary Special Education and Related Services (ACSEERS)											
21.027	SLFRD0E1SES	Unavailable	63,545	7/1/21-6/30/22	-	62,717	(63,545)	-	(828)	-	-
Total U.S. Department of Education											
Total Expenditures of Federal Awards											
										\$ -	\$ -
										\$ (59,198)	\$ 2,636,304
										\$ (28,805)	\$ (2,218,767)
										\$ (271,856)	\$ (271,856)
										\$ -	\$ 8,220

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

GRANTOR STATE PROJECT NUMBER	GRANTOR/ PROGRAM TITLE OR CLUSTER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2021	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	BALANCE JUNE 30, 2022 ACCOUNTS RECEIVABLE	MEMO	
									BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
New Jersey Department of Education:										
General Fund:										
	495-034-5120-068	\$ 254,300	7/1/21-6/30/22	\$ -	\$ 254,300	\$ (254,300)	\$ -	\$ -	\$ 24,558	\$ 254,300
	School Choice Aid	6,120,338	7/1/21-6/30/22	-	6,120,338	(6,120,338)	-	-	591,054	6,120,338
	Equalization Aid	23,602	7/1/21-6/30/22	-	23,602	(23,602)	-	-	2,279	23,602
	Security Aid	975,623	7/1/21-6/30/22	-	975,623	(975,623)	-	-	94,218	975,623
	Special Education Categorical Aid	400,000	7/1/21-6/30/22	-	400,000	(400,000)	-	-	-	400,000
	Stabilization Aid									
	Total State Aid Public				7,773,863	(7,773,863)			712,109	7,773,863
	495-034-5120-014	8,990	7/1/21-6/30/22	-	-	(8,990)	-	(8,990)	-	8,990
	Additional Nonpublic School Transportation Aid	277,685	7/1/20-6/30/21	(257,572)	257,572	-	-	-	-	277,685
	Extraordinary Aid	243,480	7/1/21-6/30/22	-	426	(243,480)	-	(243,054)	-	243,480
	Extraordinary Aid	536,579	7/1/21-6/30/22	-	536,579	(536,579)	-	-	-	536,579
	Education Rescue Grant	792,999	7/1/20-6/30/21	(38,853)	38,853	-	-	-	-	792,999
	Reimbursed TPAF Social Security Contributions	731,496	7/1/21-6/30/22	-	695,570	(731,496)	-	(35,926)	-	731,496
	Reimbursed TPAF Social Security Contributions									
	TPAF - Post Retirement	1,029,657	7/1/21-6/30/22	-	1,029,657	(1,029,657)	-	-	-	1,029,657
	Medical (Noncash Assistance)	4,407,018	7/1/21-6/30/22	-	4,407,018	(4,407,018)	-	-	-	4,407,018
	TPAF - Pension									
	Contributions (Noncash Assistance)	1,163	7/1/21-6/30/22	-	1,163	(1,163)	-	-	-	1,163
	TPAF - Long-Term Disability									
	Insurance (Noncash Assistance)									
	Total General Fund			(296,425)	14,740,701	(14,732,246)	-	(287,970)	712,109	15,802,930
New Jersey Department of Agriculture:										
Enterprise Fund:										
	100-010-3350-023	9,584	7/1/20-6/30/21	(2,250)	2,250	-	-	-	-	-
	National School Lunch Program	9,775	7/1/21-6/30/22	-	7,871	(9,775)	-	(1,904)	-	9,775
	National School Lunch Program									
	Total Enterprise Fund			(2,250)	10,121	(9,775)	-	(1,904)	-	9,775
	Total Expenditures of State Financial Assistance			(298,675)	14,750,822	(14,742,021)	\$ -	(289,874)	\$ 712,109	\$ 15,812,705
State Financial Assistance Programs not subject to Calculation for Major Program Determination:										
	TPAF - Post Retirement	\$ 1,029,657	7/1/21-6/30/22			\$ 1,029,657				
	Medical (Noncash Assistance)									
	TPAF - Pension	4,407,018	7/1/21-6/30/22			4,407,018				
	Contributions (Noncash Assistance)	1,163	7/1/21-6/30/22			1,163				
	TPAF - Long-Term Disability									
	Insurance (Noncash Assistance)									
	Total State Financial Assistance subject to Calculation for Major Program Determination					(9,304,183)				

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

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

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

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2022. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2022.

Note 3. Relationship to Basic Financial Statements

The basic financial statements present the general fund and special revenue fund on a generally accepted accounting principles (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.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Note 3. Relationship to Basic Financial Statements (continued)

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$186,116 for the general fund and \$-0- for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

Fund:	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 1,086,005	\$ 14,918,362	\$ 16,004,367
Special Revenue Fund	1,157,189	-	1,157,189
Food Service Fund	<u>597,548</u>	<u>9,775</u>	<u>607,323</u>
Total Awards & Financial Assistance	<u>\$ 2,840,742</u>	<u>\$ 14,928,137</u>	<u>\$ 17,768,879</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The School District had no loan balances outstanding at June 30, 2022.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified? Yes X No

2) Significant deficiency(ies) identified? Yes X None reported

Noncompliance material to financial statements Noted? Yes X No

Federal Awards

Internal control over major programs:

1) Material weakness(es) identified? Yes X No

2) Significant deficiency(ies) identified? Yes X None reported

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.041	S041B143114	Impact Aid
84.425D	S425D200027	CARES Emergency Relief Grant
84.425D	S425D210027	CRRSA ESSER II / Learning Acceleration / Mental Health
84.425W	S425W210031	ARP Homeless Children & Youth

Dollar threshold used to determine Type A programs \$ 750,000

Auditee qualified as low-risk auditee? X Yes No

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

State Financial Assistance

Dollar threshold used to determine Type A programs _____ \$ 750,000 _____

Auditee qualified as low-risk auditee? X Yes No

Internal control over major programs:

1) Material weakness(es) identified? Yes X No

2) Significant deficiency(ies) identified? Yes X No

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

Any audit findings disclosed that are required to be reported
in accordance with New Jersey OMB's Circular 15-08? Yes X No

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
495-034-5120-068	<u>State Aid Public:</u>
495-034-5120-078	School Choice Aid
495-034-5120-089	Equalization Aid
495-034-5120-084	Special Education Aid
495-034-5120-114	Security Aid
	Stabilization Aid

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Section II – Financial Statement Findings

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

None.

Section III – Federal Awards & State Financial Assistance Findings & Questioned Costs

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08.

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

None

**PLUMSTED TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

This section identifies the status of prior year findings related to the financial statements, federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations (CFR) Part 200,k7 *Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards* (Uniform Guidance), and New Jersey OMB's Circular 15-08.

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.