

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

**Ridgefield, New Jersey**

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT  
of the  
Ridgefield Board of Education  
Ridgefield, New Jersey  
For The Fiscal Year Ended June 30, 2022**

**Prepared by  
Business Office**

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## **INTRODUCTORY SECTION**



# Ridgefield Public Schools

...valuing each and every student

555 Chestnut Street, Ridgefield, NJ 07657  
Phone: 201-945-7747 Fax: 201-313-4582

Dr. Letizia Pantoliano  
Interim Superintendent of Schools

Altea Qirjako  
Business Administrator/Board Secretary

January 25, 2023

Honorable President and  
Members of the Board of Education  
Ridgefield School District  
County of Bergen, New Jersey

Dear Board Members:

The Comprehensive Annual Financial Report (CAFR) of the Ridgefield School District (District) for the fiscal year ending June 30, 2022 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material aspects and is reported in a manner design 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.

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organization chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act and U.S. Uniform Guidance and the state Treasury Circular letter 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments." Information related to this single audit, including auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit of this report.

**1) REPORTING ENTITY AND ITS SERVICES:** The average daily enrollment of learners in the Ridgefield School District has continued to decrease; the District's Learning Center Program also continued to decline in 2021-2022 school year but continues to contribute to offsetting costs to the District for the use of the school facilities and the sharing of staff and services between Learning Center Programs and regular education classes. The District maintains a comprehensive academic curriculum as well as a renowned extra-curricular program, featuring an acclaimed music program. A transition component mandated by New Jersey Department of Education for classified learners aged fourteen and older continues to be recognized program for our Learning Center. Focus is on school-to-work internships and quality of life independence. Expansion of programs continues to undergo constant revision in an effort to enhance educational/life skill opportunities for all students.



The Ridgefield School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB No. 14. All funds of the District are included in this report. The Ridgefield Board of Education and its school constitute the District’s reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include general and a Learning Center Program for special education students. The District completed the 2021-2022 fiscal year with an average daily enrollment 1,563 students.

Average Daily Enrollment  
(ADE)

<u>Fiscal Year</u>	<u>Student Enrollment</u>
2021-2022	1,563
2020-2021	1,614
2019-2020	1,680
2018-2019	1,699
2017-2018	1,660
2016-2017	1,696
2015-2016	1,717
2014-2015	1,754
2013-2014	1,767
2012-2013	1,806
2011-2012	1,885

**2) ECONOMIC CONDITIONS AND OUTLOOK:** Additional special education costs are often supported by tuition and other such miscellaneous revenues and represent consolidated service efforts, which provide economical services to all parties involved. The Department encourages such efforts. The Ridgefield School District continues to receive tuition from more than fifty (50) Districts and provide Special Education for all children needing highly specialized programs. These quality programs allow Ridgefield to better serve its own children at reduced costs. As a result, the Ridgefield school tax levy has had only slight increases in recent years.

The district has also received various grants that have assisted in maintaining our buildings safe enough to keep our doors continuously open during this COVID 19 pandemic.

**3) MAJOR INITIATIVES:** During the 2021-2022, the District removed and replaced Slocum Skewes School’s Modular Units that are over 15 years old. The project was necessary to maintain safety and security in our school buildings. During 2021-2022 year the district looks forward to continuing to improve our buildings and security to maintain the safety of our students.

In addition to the above-mentioned facilities improvements, the district has invested in Social Emotional Needs of our students. We have a mentoring program to support our students’ emotional and social needs.

Ridgefield continues to provide its students with a high-quality education and improving our district technology.

**4) INTERNAL ACCOUNTING GOALS:** Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As recipient of federal and state financial assistance, the District is also 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 evaluation by the District management.

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

**5) BUDGETARY CONTROLS:** In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by voters of the Municipality. Annual appropriated budgets are adopted for the general fund, special revenue fund and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

In accordance with NJAC 23A, the District acquired human resource software to maintain personnel records and position control roster and process its payroll. The District also uses a unique monthly report that monitors and delivers the proper services to all education programs that assists in maintaining cash balances.

**6) ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds are explained in "Notes to the Financial Statement."

**7) DEBT ADMINISTRATION:** On June 30, 2022 the District had \$3,577,000 in serial bonds.

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

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

**10) INDEPENDENT AUDIT:** State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Lerch, Vinci & Bliss, LLP was appointed by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act and the related U.S. Uniform Guidance and State Treasury Circular Letter OMB 15-08. The auditor's report on the basic financial statements

and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

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

Respectfully submitted,



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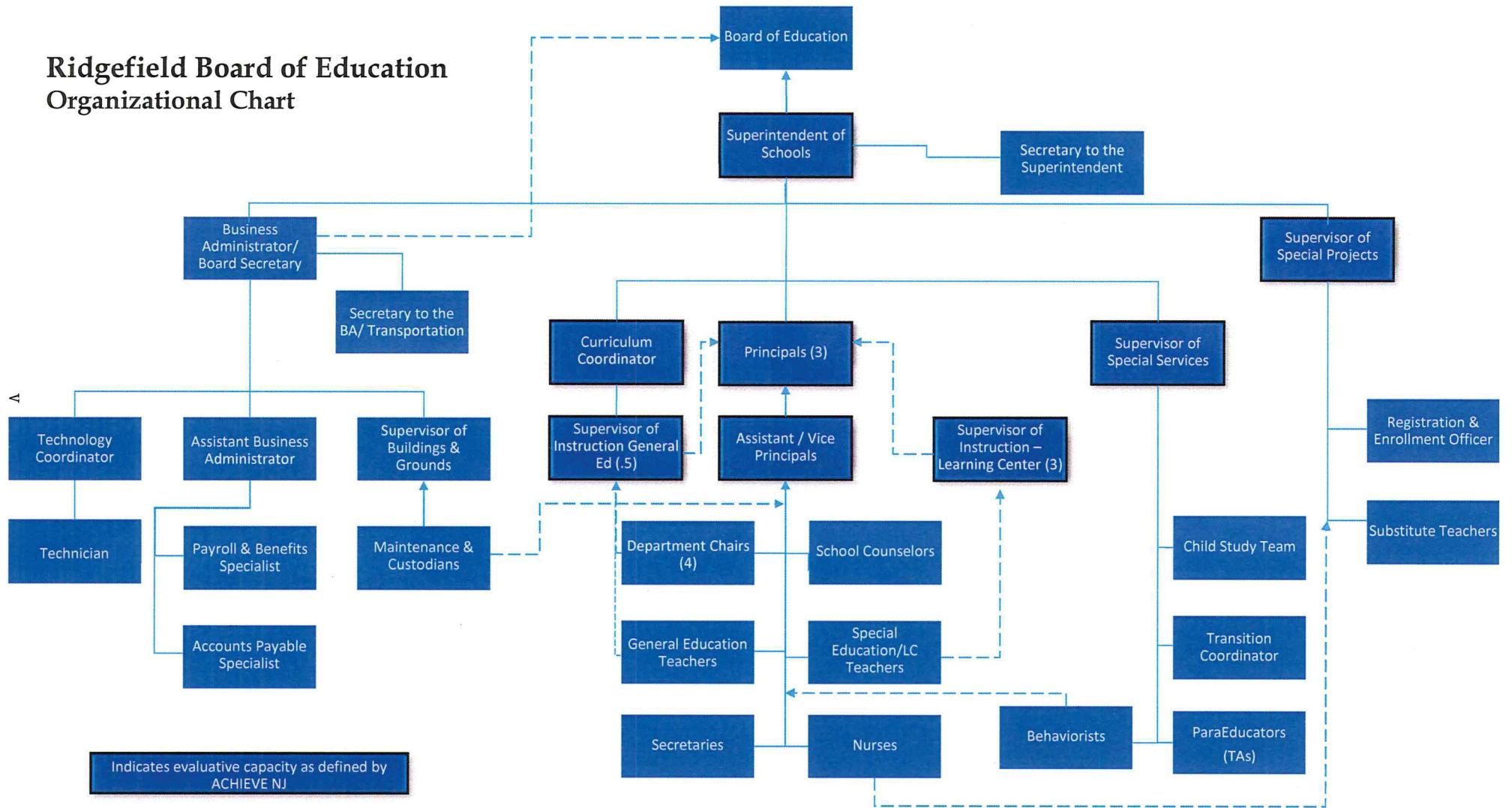
Dr. Letizia Pantoliano  
Interim Superintendent of Schools



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Altea Qirjako  
Business Administrator/Board Secretary

# Ridgefield Board of Education Organizational Chart



**RIDGEFIELD BOARD OF EDUCATION  
BERGEN COUNTY, NEW JERSEY**

**ROSTER OF OFFICIALS  
JUNE 30, 2022**

**President** **Term Expires**

Michael Jacobs 2022

**Vice President**

Andrew Grippa 2023

**Members of Board of Education**

Yongki Colin Ryu 2024

Maryam Juliet Inan 2024

Ralph Morilla 2023

Claudia Navarez 2022

William Pych 2023

**Other Officials**

**Interim Superintendent** Dr. Letizia Pantoliano

**School Business Administrator/  
Board Secretary** Julyana Ortiz

**Solicitors** Matthew Giacobbe-Cleary, Giacobbe, Alfieri,  
Jacobs, LLC

**Ridgefield Board of Education  
Consultants and Advisors  
as of June 30, 2022**

**Architect/Engineering**

Feitlowitz & Kosten Architects  
306 Ramapo Valley Road  
Oakland, NJ 07436

**Audit Firm**

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

**Attorney**

Cleary, Giacobbe, Alfieri,  
Jacobs, LLC  
169 Ramapo Road  
Oakland, NJ 07436

**Office Depository**

Valley National Bank  
868 Broad Avenue  
Ridgefield, NJ 07657

**FINANCIAL SECTION**



# LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

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

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

## INDEPENDENT AUDITOR’S REPORT

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

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

#### *Opinions*

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

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

#### *Basis for Opinions*

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

#### *Responsibilities of Management for the Financial Statements*

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

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



## ***Auditor's Responsibilities for the Audit of Financial Statements***

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

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

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

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

## ***Required Supplementary Information***

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

**Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Ridgefield Board of Education's basic financial statements. The accompanying schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Ridgefield Board of Education. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

**Other Information**

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

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

**Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated January 25, 2023 on our consideration of the Ridgefield Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Ridgefield Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Ridgefield Board of Education's internal control over financial reporting and compliance.

*Lerch, Vinci & Bliss, LLP*

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



Jeffrey C. Bliss  
Public School Accountant  
PSA Number CS00932

Fair Lawn, New Jersey  
January 25, 2023

**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**RIDGEFIELD BOARD OF EDUCATION  
RIDGEFIELD, NEW JERSEY**

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

This section of the Ridgefield Board of Education's (District or Board) annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2022. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements and the notes to the financial statements, which immediately follows this discussion and analysis.

**FINANCIAL HIGHLIGHTS**

Key financial highlights for the 2021-2022 fiscal year include the following:

- The assets and deferred outflows of resources of the Ridgefield Board of Education exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$5,120,557.
- The District's overall net position increased \$4,436,426.
- Overall District revenues were \$51,313,139. General revenues accounted for \$26,081,700 or 51% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$25,231,439 or 49% of total revenues.
- The School District had \$45,770,736 in expenses for governmental activities; \$23,892,408 of these expenses were offset by program specific charges, grants or contributions. General revenues (predominantly property taxes) of \$26,081,542 were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$9,522,422.
- The General Fund unassigned fund balance at June 30, 2022 was \$844,804 an increase of \$30,133 when compared to the previous year's fund balance of \$814,671.
- The General Fund unassigned budgetary fund balance at June 30, 2022 was \$1,962,965 which represents an increase of \$170,162 when compared to the ending unassigned budgetary fund balance at June 30, 2021 of \$1,792,803.
- The District's total outstanding long-term liabilities decreased \$4,628,504 during the current fiscal year.

**RIDGEFIELD BOARD OF EDUCATION  
RIDGEFIELD, NEW JERSEY**

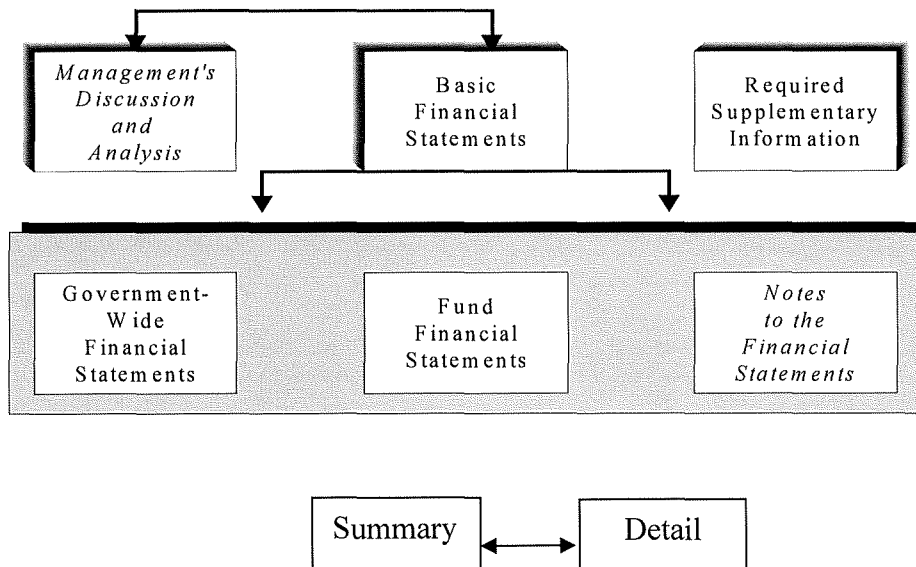
**Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2022**

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the District:

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

The basic financial statements also include *notes* that explain the information in the statements and provide more detailed data. The illustration below shows how the various parts of this annual report are arranged and related to one another.



**RIDGEFIELD BOARD OF EDUCATION  
RIDGEFIELD, NEW JERSEY**

**Management’s Discussion and Analysis  
For the Fiscal Year Ended June 30, 2022**

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

**Major Features of the District-Wide and Fund Financial Statements**

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as Regular and Special Education Instruction and Building maintenance	Activities the district operates similar to private businesses: Enterprise Fund
Required financial statements	Statements of Net Position Statement of Activities	Balance Sheet Statement of Revenues, Expenditures and Changes in Fund Balances	Statement of Net Position Statement of Revenue, Expenses, and Changes in Fund Net Position Statement of Cash Flows
Accounting Basis and Measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset; liability; deferred outflow and inflow of resources information	All assets, liabilities, and deferred outflows/inflows of resources both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets, liabilities, and deferred outflows/inflows of resources both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or Paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All revenues and expenses during the year, regardless of when cash is received or paid.

**District-Wide Financial Statements**

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

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

**RIDGEFIELD BOARD OF EDUCATION  
RIDGEFIELD, NEW JERSEY**

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

**District-Wide Financial Statements (continued)**

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

In the district-wide financial statements the District's activities are shown in two categories:

- *Governmental activities* – Most of the District's basic services are included here, such as regular and special education, transportation, administration and plant operations and maintenance. Property taxes and state and federal aids finance most of these activities.
- *Business type activities* – These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The District's Food Service and Saturday Happenings Program operations are included under this category.

**Fund Financial Statements**

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

- Some funds are required by State law and bond covenants.
- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state grants).

The District has two kinds of funds:

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

*Enterprise Funds* – This fund is established to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges. The District currently has two active enterprise funds:

- Food Service (Cafeteria)
- Saturday Happenings Program (Before/After School Programs)



**RIDGEFIELD BOARD OF EDUCATION  
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**Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2022**

**Notes to the Financial Statements**

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

**Other Information**

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

Combining schedules are presented immediately following the major budgetary comparisons and pension information, including the budgetary comparison schedule for the Debt Service Fund.

**DISTRICT-WIDE FINANCIAL ANALYSIS**

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$5,120,557 as of June 30, 2022 and as of June 30, 2021 the assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$684,131.

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Restricted net position represents amounts reserved for specific purposes by outside parties or statutory requirements. Unrestricted net position represents amounts available to the government that are neither restricted nor invested in capital assets.

**RIDGEFIELD BOARD OF EDUCATION  
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**Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2022**

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

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b>Assets</b>						
Current Assets	\$ 11,449,027	\$ 11,341,630	\$ 517,839	\$ 251,695	\$ 11,966,866	\$ 11,593,325
Capital Assets	<u>13,871,939</u>	<u>13,001,112</u>	<u>9,509</u>	<u>2,869</u>	<u>13,881,448</u>	<u>13,003,981</u>
<b>Total Assets</b>	<u>25,320,966</u>	<u>24,342,742</u>	<u>527,348</u>	<u>254,564</u>	<u>25,848,314</u>	<u>24,597,306</u>
<b>Deferred Outflows of Resources</b>	<u>837,857</u>	<u>2,001,157</u>	<u>-</u>	<u>-</u>	<u>837,857</u>	<u>2,001,157</u>
<b>Liabilities</b>						
Long-Term Liabilities	15,217,362	19,845,866			15,217,362	19,845,866
Other Liabilities	<u>1,115,630</u>	<u>1,226,296</u>	<u>65,493</u>	<u>26,746</u>	<u>1,181,123</u>	<u>1,253,042</u>
<b>Total Liabilities</b>	<u>16,332,992</u>	<u>21,072,162</u>	<u>65,493</u>	<u>26,746</u>	<u>16,398,485</u>	<u>21,098,908</u>
<b>Deferred Inflows of Resources</b>	<u>5,165,886</u>	<u>4,815,006</u>	<u>1,243</u>	<u>418</u>	<u>5,167,129</u>	<u>4,815,424</u>
<b>Net Position:</b>						
Net Investment in Capital Assets	8,193,711	5,978,806	9,509	2,869	8,203,220	5,981,675
Restricted	5,907,591	6,344,658			5,907,591	6,344,658
Unrestricted	<u>(9,441,357)</u>	<u>(11,866,733)</u>	<u>451,103</u>	<u>224,531</u>	<u>(8,990,254)</u>	<u>(11,642,202)</u>
<b>Total Net Position</b>	<u>\$ 4,659,945</u>	<u>\$ 456,731</u>	<u>\$ 460,612</u>	<u>\$ 227,400</u>	<u>\$ 5,120,557</u>	<u>\$ 684,131</u>

The District's total net position of \$5,120,557 at June 30, 2022 represents a \$4,436,426 or 648% increase in net position from the prior year. The following presents the changes in net position for the fiscal years ended June 30, 2022 and 2021, respectively.

**RIDGEFIELD BOARD OF EDUCATION  
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**Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2022**

**Changes in Net Position  
For the Fiscal Years Ended June 30, 2022 and 2021**

	Governmental		Business-Type		Total	
	Activities		Activities			
Revenues	2022	2021	2022	2021	2022	2021
Program Revenues						
Charges for Services	\$ 11,275,166	\$ 11,776,805	\$ 378,213	\$ 29,473	\$ 11,653,379	\$ 11,806,278
Operating Grants and Contributions	12,417,481	16,428,417	960,818	585,173	13,378,299	17,013,590
Capital Grants and Contributions	199,761	43,763			199,761	43,763
General Revenues						
Property Taxes	23,772,741	23,280,134			23,772,741	23,280,134
State Aid - Unrestricted	2,099,630	1,749,206			2,099,630	1,749,206
Other	209,171	30,929	158	48	209,329	30,977
<b>Total Revenues</b>	<b><u>49,973,950</u></b>	<b><u>53,309,254</u></b>	<b><u>1,339,189</u></b>	<b><u>614,694</u></b>	<b><u>51,313,139</u></b>	<b><u>53,923,948</u></b>
<b>Expenses</b>						
Instruction						
Regular	14,725,524	16,810,156			14,725,524	16,810,156
Special Education	10,979,504	13,179,210			10,979,504	13,179,210
Other Instruction	474,634	792,855			474,634	792,855
School Sponsored Activities and Ath.	778,585	718,066			778,585	718,066
Support Services						
Student and Instruction Related Serv.	10,036,105	10,739,825			10,036,105	10,739,825
General Administrative Services	1,031,114	1,094,047			1,031,114	1,094,047
School Administrative Services	1,948,785	2,314,844			1,948,785	2,314,844
Central Services and Info. Technology	1,077,837	1,183,757			1,077,837	1,183,757
Plant Operations and Maintenance	3,801,607	3,541,336			3,801,607	3,541,336
Pupil Transportation	794,240	598,876			794,240	598,876
Interest on Long Term Debt	122,801	137,597			122,801	137,597
Food Services			844,984	432,106	844,984	432,106
Saturday Happenings Program	-	-	260,993	145,666	260,993	145,666
<b>Total Expenses</b>	<b><u>45,770,736</u></b>	<b><u>51,110,569</u></b>	<b><u>1,105,977</u></b>	<b><u>577,772</u></b>	<b><u>46,876,713</u></b>	<b><u>51,688,341</u></b>
<b>Increase in Net Position</b>	<b>4,203,214</b>	<b>2,198,685</b>	<b>233,212</b>	<b>36,922</b>	<b>4,436,426</b>	<b>2,235,607</b>
<b>Net Position, Beginning of Year</b>	<b>456,731</b>	<b>(1,444,100)</b>	<b>227,400</b>	<b>190,478</b>	<b>684,131</b>	<b>(1,253,622)</b>
<b>Prior Period Adjustment</b>	<b>-</b>	<b>(297,854)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(297,854)</b>
<b>Net Position, End of Year</b>	<b><u>\$ 4,659,945</u></b>	<b><u>\$ 456,731</u></b>	<b><u>\$ 460,612</u></b>	<b><u>\$ 227,400</u></b>	<b><u>\$ 5,120,557</u></b>	<b><u>\$ 684,131</u></b>

**RIDGEFIELD BOARD OF EDUCATION  
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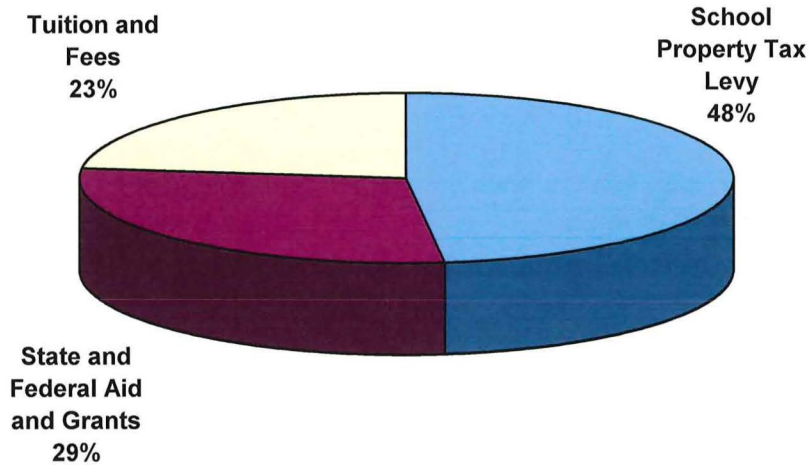
**Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2022**

**Governmental Activities.** The District's total governmental activities' revenues, which includes State and Federal grants, were \$49,973,950 for the fiscal year ended June 30, 2022, property taxes of \$23,772,741 represented 48% of revenues. Another significant portion of revenues came from grants and aid; total State, Federal and local grants and aid was \$14,716,872 represented 29% of revenues. Charges for services from special education tuition, one to one aides, OT/PT service and student activity fees was another predominant source of revenue; \$11,275,166 was earned during the year representing 23% of revenues. In addition, miscellaneous revenue was earned which includes items such as interest, prior year refunds and other miscellaneous income items.

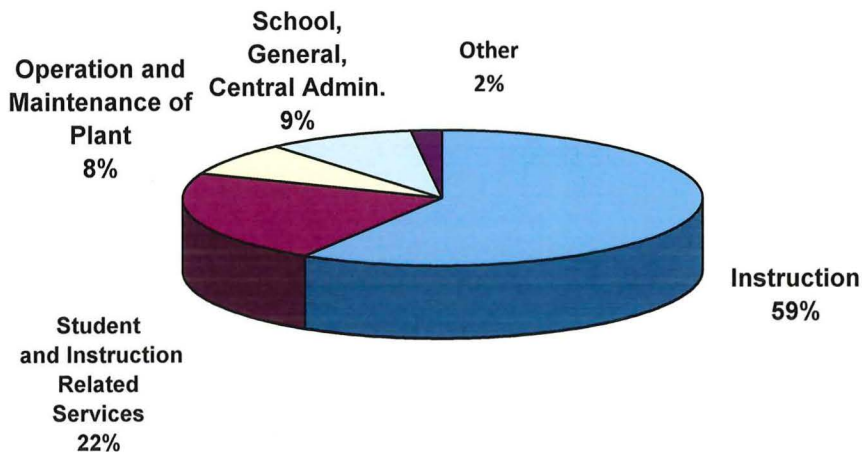
The total cost of all governmental activities programs and services was \$45,770,736 for the fiscal year ended June 30, 2022. The District's expenses are predominantly related to educating and caring for students. Instruction totaled \$26,958,247 (59%) of total expenses. Support services totaled \$18,689,688 (41%) of total expenses. Interest charges for long-term debt represents less than 1% of governmental expenses.

Total governmental activities revenues exceeded expenses increasing net position \$4,203,214 from the previous year.

**Revenues by Source- Governmental Activities  
For Fiscal Year 2022**



**Expenses by Type- Governmental Activities  
For Fiscal Year 2022**



**RIDGEFIELD BOARD OF EDUCATION  
RIDGEFIELD, NEW JERSEY**

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

**Total and Net Cost of Governmental Activities.** The District's total cost of services was \$45,770,736 for the fiscal year ended June 30, 2022. After applying program revenues, derived from charges for services of \$11,275,166, operating and capital grants and contributions of \$12,617,242; the net cost of services of the District is \$21,878,328.

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

	<u>Total Cost of Services</u>		<u>Net Cost (Revenues) of Services</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Instruction				
Regular	\$ 14,725,524	\$ 16,810,156	\$ 10,451,462	\$ 10,698,785
Special Education	10,979,504	13,179,210	(2,467,021)	(2,572,357)
Other Instruction	474,634	792,855	341,010	499,287
School Sponsored Activities and Athletics	778,585	718,066	588,187	598,114
Support Services				
Student and Instruction Related Svcs.	10,036,105	10,739,825	5,324,648	6,177,981
General Administrative Services	1,031,114	1,094,047	929,289	962,496
School Administrative Services	1,948,785	2,314,844	1,504,588	1,620,207
Central Services and Info. Technology	1,077,837	1,183,757	927,450	971,022
Plant Operations and Maintenance	3,801,607	3,541,336	3,429,571	3,241,570
Pupil Transportation	794,240	598,876	753,617	559,884
Interest on Long Term Debt	122,801	137,597	95,527	104,595
<b>Total</b>	<b><u>\$ 45,770,736</u></b>	<b><u>\$ 51,110,569</u></b>	<b><u>\$ 21,878,328</u></b>	<b><u>\$ 22,861,584</u></b>

**Business-Type Activities** – The District's total business-type activities revenues were \$1,339,189 for the fiscal year ended June 30, 2022. Charges for services accounted for 28% or \$378,213 of total revenues for the year. Operating grants and contributions accounted for 72% or \$960,818 of total revenues for the year. In addition, miscellaneous revenue was earned from interest income which represented less than one percent of revenues for the year.

The total cost of all business-type activities programs and services was \$1,105,977. The District's expenses are related to Food Service programs provided to students, teachers and administrators within the District at a total cost of \$844,984 (76%) and the Saturday Happenings Programs which offers before and after school programs to all District students and residents at a total cost of \$260,993 (24%).

Total business-type activities revenues surpassed expenses increasing net position by \$233,212 from the previous year.

**RIDGEFIELD BOARD OF EDUCATION  
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**Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2022**

**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds**

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a *combined* fund balance of \$9,522,422. The prior year fund balance at June 30, 2021 was \$9,715,739. Therefore, the net decrease for the year ended June 30, 2022 was \$193,317.

Revenues for the District's governmental funds were \$49,962,209 while total expenses were \$50,155,526 for the year ended June 30, 2022.

**General Fund** - The General Fund is the chief operating fund of the District and includes the primary operations in providing educational services to students from pre-kindergarten through grade 12 including pupil transportation activities, operation and maintenance of plant and capital outlay projects.

The following schedule presents a summary of General Fund Revenues.

	<b>Fiscal Year Ended <u>June 30, 2022</u></b>	<b>Fiscal Year Ended <u>June 30, 2021</u></b>	<b>Amount of Increase <u>(Decrease)</u></b>	<b>Percent <u>Change</u></b>
Local Sources:				
Property Tax Levy	\$ 23,017,960	\$ 22,566,627	\$ 451,333	2%
Tuition	8,655,186	9,901,962	(1,246,776)	-13%
Miscellaneous	2,296,680	1,672,497	624,183	37%
State Sources	12,919,409	10,778,790	2,140,619	20%
Federal Sources	<u>58,757</u>	<u>132,637</u>	<u>(73,880)</u>	-56%
 Total General Fund Revenues	 <u>\$ 46,947,992</u>	 <u>\$ 45,052,513</u>	 <u>\$ 1,895,479</u>	 4%

Total General Fund Revenues increased by \$1,895,479 or 4% over the previous year. Local property taxes increased by \$451,333 or 2% over the previous year primarily to offset increases in budgeted operating costs. The District tuition revenue decreased 13% during the current school year due to a reduction in student enrollment from other school districts. Miscellaneous revenues increased 37% primarily as a result of an increase from fees earned for one to one aide services. In addition, State aid revenues increased \$2,140,619 or 20% largely due to an increase in equalization aid and on-behalf State aid for teachers' pension contributions paid by the State on behalf of the District's teaching professionals.

**RIDGEFIELD BOARD OF EDUCATION  
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**Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2022**

The following schedule presents a summary of General Fund expenditures.

	<b>Fiscal Year Ended June 30, 2022</b>	<b>Fiscal Year Ended June 30, 2021</b>	<b>Amount of Increase (Decrease)</b>	<b>Percent Change</b>
Instruction	\$ 26,899,121	\$ 26,230,157	\$ 668,964	3%
Support Services	17,811,526	16,650,293	1,161,233	7%
Debt Service	544,728	90,663	454,065	501%
Capital Outlay	<u>1,884,465</u>	<u>920,530</u>	<u>963,935</u>	105%
Total Expenditures	<u>\$ 47,139,840</u>	<u>\$ 43,891,643</u>	<u>\$ 3,248,197</u>	7%

Total General Fund expenditures increased \$3,248,197 or approximately 7% from the previous year. The increase was for the most part attributable to an increase in expenditures for regular education instructional costs, student and instruction related support services costs, student transportation and plan operation and maintenance support costs. The increases in debt service expenditures was a direct result of how long-term lease transaction are accounted for under the implementation of GASB Statement No. 87 "Leases". Capital outlay expenditures increased significantly (105%) as a result of activity related to various equipment acquisitions and building improvement projects undertaken during the current year.

For the fiscal year ended June 30, 2022 General Fund expenditures and other financing uses exceeded revenues by \$210,780. As a result, total fund balance decreased to \$9,293,420 at June 30, 2022. After deducting restricted and assigned fund balances, the unassigned fund balance increased by \$30,133 to \$844,804 at June 30, 2022 from a fund balance of \$814,671 at June 30, 2021. Restricted fund balances for capital reserve, maintenance reserve, tuition adjustments and excess surplus decreased \$220,413 from the previous year. Assigned fund balances for year end encumbrances and amounts designated for the subsequent years budget decreased \$20,500 from the previous year.

**Special Revenue Fund** - The Special Revenue Fund includes all restricted Federal, State and Local sources utilized in the operations of the district in providing educational services to students.

Revenues of the Special Revenue Fund were \$2,060,206 for the year ended June 30, 2022. Federal sources accounted for the majority of Special Revenue Fund's revenue which represented 91% or \$1,866,377 of the total revenue for the year. Local sources accounted for 7% or \$153,878 of revenue with the remainder of revenue from state sources.

Total Special Revenue Fund revenues increased \$679,281 or 49% from the previous year. Federal sources increased \$586,352 or 46%. Local grants increased \$52,978 or 53% from the prior year. State sources of revenue were \$39,951 in the current year, compared to none in the prior year.

Expenditures of the Special Revenue Fund were \$2,082,638. Instructional expenditures were \$1,169,797 or 56% and expenditures for support services were \$713,080 or 34% of the total amount expended for the year ended June 30, 2022. The remaining expenditures of \$199,761 related to capital outlay.

**Proprietary Funds**

The District maintains an Enterprise Fund to account for activities which are supported in part through user fees.

**RIDGEFIELD BOARD OF EDUCATION  
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**Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2022**

**Enterprise Fund** - The District uses an Enterprise Fund to report activities related to the Food Services and Saturday Happenings programs. The District's Enterprise Fund provides the same type of information found in the district-wide financial statements, business-type activities, but in more detail. Factors concerning the finances of this Fund have already been addressed in the discussion of the District's business-type activities.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

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

Over the course of the year, the District revised the General Fund annual operating budget. The budget revisions were due to the reappropriations of prior year encumbrances of \$268,772.

For fiscal year 2022 General Fund budgetary basis expenditures and other financing uses were greater than revenues by \$70,751. Therefore budgetary fund balance decreased to \$10,411,581 at June 30, 2022. After deducting restricted and assigned fund balances, the unassigned budgetary fund balance at June 30, 2022 was \$1,962,965 an increase of \$170,162 when compared to the previous year's unassigned budgetary fund balance of \$1,792,803 at June 30, 2021. The amount restricted for tuition refund reserves remained the same, at \$1,250,000 at June 30, 2022, maintenance reserve increased \$11,681 to \$1,322,270, reserved excess surplus increased by \$234,117 to \$2,443,758 and capital reserve decreased by \$466,211 to \$3,106,319 at June 30, 2022, when compared to the prior year. Assigned fund balances decreased \$20,500 to \$326,269 at June 30, 2022.

**CAPITAL ASSETS**

The District's investment in capital assets for its governmental and business type activities as of June 30, 2022 amounts to \$13,881,448 (net of accumulated depreciation). The capital assets consist of land, land improvements, buildings, building improvements, leasehold improvements, specialized machinery and various other types of equipment. Depreciation charges for fiscal year 2021-2022 amounted to \$1,209,728 for governmental activities and \$1,534 for business-type activities.

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

	<b>Governmental</b>		<b>Business-Type</b>		<b>Total</b>	
	<b>Activities</b>		<b>Activities</b>			
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
Land	\$ 288,751	\$ 288,751			\$ 288,751	\$ 288,751
Construction in Progress	2,045,677	471,240			2,045,677	471,240
Land Improvements	199,840	148,264			199,840	148,264
Buildings and Building Improvements	8,315,988	8,462,093			8,315,988	8,462,093
Right-to-use Leased Buildings	1,839,408	2,207,290			1,839,408	2,207,290
Leasehold Improvements	8,865	11,396			8,865	11,396
Machinery and Equipment	1,171,996	1,408,779	9,509	2,869	1,181,505	1,411,648
Right-to-use Leased Equipment	1,414	3,299	-	-	1,414	3,299
<b>Total Capital Assets, Net</b>	<b>\$ 13,871,939</b>	<b>\$ 13,001,112</b>	<b>\$ 9,509</b>	<b>\$ 2,869</b>	<b>\$ 13,881,448</b>	<b>\$ 13,003,981</b>

Additional information on the District's capital assets are presented in the Notes of this report.



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

**LONG TERM LIABILITIES**

At June 30, 2022, the District's long-term liabilities totaled \$15,217,362 and consisted of serial bonds payable (including unamortized premium) of \$3,648,736, capital financing agreement outstanding of \$60,978, compensated absences payable of \$1,332,016, leases payable of \$2,012,110 of \$28,749 and net pension liability of \$8,134,773. At June 30, 2021, the District's long-term liabilities totaled \$19,845,866 and consisted of serial bonds payable of \$4,479,464, capital financing agreement of \$90,808, compensated absences payable of \$1,520,566, leases payable of \$2,514,304, deferred pension obligation of \$51,613, and net pension liability of \$11,189,111. The District's total outstanding long term liabilities decreased \$4,628,504 during the 2021/2022 fiscal year.

Additional information of the District's long-term liabilities is presented in the Notes of this report.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

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

These indicators were considered when adopting the budget for fiscal year 2022-2023. Budgeted expenditures in the General Fund decreased 4% to \$40,065,753 for fiscal year 2022-2023. A significant portion of the budget decrease was for capital outlay construction projects which were funded by capital reserve fund balance in the prior year.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information contact the School Business Administrator, Ridgefield Board of Education, 555 Chestnut Street, Ridgefield, NJ 07657

**DISTRICT-WIDE FINANCIAL STATEMENTS**

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

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash	\$ 8,251,598	\$ 448,344	\$ 8,699,942
Receivables, Net	3,174,981	84,432	3,259,413
Internal Balances	22,448	(22,448)	-
Inventory		7,511	7,511
Capital Assets, Not Being Depreciated	2,334,428		2,334,428
Capital Assets, Being Depreciated, Net	<u>11,537,511</u>	<u>9,509</u>	<u>11,547,020</u>
Total Assets	<u>25,320,966</u>	<u>527,348</u>	<u>25,848,314</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Amount on Refunding of Debt	43,596		43,596
Deferred Amounts on Net Pension Liability	<u>794,261</u>	<u>-</u>	<u>794,261</u>
Total Deferred Outflows of Resources	<u>837,857</u>	<u>-</u>	<u>837,857</u>
Total Assets and Deferred Outflows of Resources	<u>26,158,823</u>	<u>527,348</u>	<u>26,686,171</u>
<b>LIABILITIES</b>			
Accounts Payable and Other Current Liabilities	1,025,285	44,502	1,069,787
Payable to Other Governments	32,245		32,245
Accrued Interest Payable	40,471		40,471
Unearned Revenue	17,629	20,991	38,620
Noncurrent Liabilities			
Due within one year	1,173,517		1,173,517
Due beyond one year	<u>14,043,845</u>	<u>-</u>	<u>14,043,845</u>
Total Liabilities	<u>16,332,992</u>	<u>65,493</u>	<u>16,398,485</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Amounts on Net Pension Liability	5,165,886		5,165,886
Deferred Commodities Revenue	<u>-</u>	<u>1,243</u>	<u>1,243</u>
Total Deferred Inflows of Resources	<u>5,165,886</u>	<u>1,243</u>	<u>5,167,129</u>
Total Liabilities and Deferred Inflows of Resources	<u>21,498,878</u>	<u>66,736</u>	<u>21,565,614</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	8,193,711	9,509	8,203,220
Restricted for			
Capital Projects	3,106,319		3,106,319
Plant Maintenance	1,322,270		1,322,270
Tuition Adjustments	1,250,000		1,250,000
Student Activities	104,025		104,025
Scholarships	104,012		104,012
Debt Service	20,965		20,965
Unrestricted	<u>(9,441,357)</u>	<u>451,103</u>	<u>(8,990,254)</u>
Total Net Position	<u>\$ 4,659,945</u>	<u>\$ 460,612</u>	<u>\$ 5,120,557</u>

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

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental Activities</b>							
Instruction							
Regular	\$ 14,725,524		\$ 4,190,695	\$ 83,367	\$ (10,451,462)		\$ (10,451,462)
Special Education	10,979,504	\$ 9,048,194	4,395,881	2,450	2,467,021		2,467,021
Other Instruction	474,634		133,624		(341,010)		(341,010)
School Sponsored Activities and Athletics	778,585	124,025	66,373		(588,187)		(588,187)
Support Services							
Student and Instruction Related Services	10,036,105	2,102,947	2,608,510		(5,324,648)		(5,324,648)
General Administrative Services	1,031,114		101,825		(929,289)		(929,289)
School Administrative Services	1,948,785		444,197		(1,504,588)		(1,504,588)
Central Services and Info. Technology	1,077,837		150,387		(927,450)		(927,450)
Plant Operations and Maintenance	3,801,607		258,092	113,944	(3,429,571)		(3,429,571)
Pupil Transportation	794,240		40,623		(753,617)		(753,617)
Interest on Long-Term Debt	122,801	-	27,274	-	(95,527)	-	(95,527)
<b>Total Governmental Activities</b>	<b>45,770,736</b>	<b>11,275,166</b>	<b>12,417,481</b>	<b>199,761</b>	<b>(21,878,328)</b>	<b>-</b>	<b>(21,878,328)</b>
<b>Business-Type Activities</b>							
Food Service	844,984	71,462	960,818	-	-	\$ 187,296	187,296
Saturday Happenings	260,993	306,751	-	-	-	45,758	45,758
<b>Total Business-Type Activities</b>	<b>1,105,977</b>	<b>378,213</b>	<b>960,818</b>	<b>-</b>	<b>-</b>	<b>233,054</b>	<b>233,054</b>
<b>Total Primary Government</b>	<b>\$ 46,876,713</b>	<b>\$ 11,653,379</b>	<b>\$ 13,378,299</b>	<b>\$ 199,761</b>	<b>(21,878,328)</b>	<b>233,054</b>	<b>(21,645,274)</b>

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Continued

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

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

	<b>Net (Expense) Revenue and Changes in Net Position</b>		
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>General Revenues</b>			
Taxes			
Property Taxes Levied for General Purposes	\$ 23,017,960		\$ 23,017,960
Property Taxes Levied for Debt Service	754,781		754,781
State Aid -Unrestricted	1,935,637		1,935,637
State Aid for Debt Service Principal	163,993		163,993
Investment Earnings	9,857	\$ 158	10,015
Miscellaneous Income	199,314	-	199,314
Total General Revenues	26,081,542	158	26,081,700
Change in Net Position	4,203,214	233,212	4,436,426
Net Position, Beginning of Year, (Restated)	456,731	227,400	684,131
Net Position, End of Year	\$ 4,659,945	\$ 460,612	\$ 5,120,557

**FUND FINANCIAL STATEMENTS**

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
Cash	\$ 8,019,935	\$ 210,698	\$ 20,965	\$ 8,251,598
Receivables from Other Governments, Net Due from Other Funds	2,464,459 <u>502,270</u>	710,522 <u>-</u>	 <u>-</u>	3,174,981 <u>502,270</u>
Total Assets	<u>\$ 10,986,664</u>	<u>\$ 921,220</u>	<u>\$ 20,965</u>	<u>\$ 11,928,849</u>
<b>LIABILITIES</b>				
Liabilities				
Accounts Payable	\$ 485,934	\$ 215,312		\$ 701,246
Accrued Salaries and Wages	57,285	420		57,705
Compensated Absences Payable	23,652			23,652
Payroll Deductions and Withholdings Payable	242,682			242,682
Payables to Local Governments	32,245			32,245
Due to Other Funds		479,822		479,822
Unearned Revenue	<u>-</u>	<u>17,629</u>	<u>-</u>	<u>17,629</u>
Total Liabilities	<u>841,798</u>	<u>713,183</u>	<u>-</u>	<u>1,554,981</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Revenue - Tuition and Related Fees	<u>851,446</u>	<u>-</u>	<u>-</u>	<u>851,446</u>
Total Deferred Inflows of Resources	<u>851,446</u>	<u>-</u>	<u>-</u>	<u>851,446</u>
<b>FUND BALANCES</b>				
Fund Balances				
Restricted				
Capital Reserve	2,938,319			2,938,319
Capital Reserve - Designated for Subsequent Year's Expenditures	168,000			168,000
Maintenance Reserve	1,275,270			1,275,270
Maintenance Reserve - Designated for Subsequent Year's Expenditures	47,000			47,000
Tuition Adjustments	800,000			800,000
Tuition Adjustments - Designated for Subsequent Year's Expenditures	450,000			450,000
Excess Surplus	1,594,166			1,594,166
Excess Surplus - Designed for Subsequent Year's Expenditures	849,592			849,592
Student Activities		104,025		104,025
Scholarships		104,012		104,012
Debt Service			\$ 20,965	20,965
Assigned				
Year End Encumbrances	200,957			200,957
Designated for Subsequent Year's Expenditures	125,312			125,312
Unassigned	<u>844,804</u>	<u>-</u>	<u>-</u>	<u>844,804</u>
Total Fund Balances	<u>9,293,420</u>	<u>208,037</u>	<u>20,965</u>	<u>9,522,422</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 10,986,664</u>	<u>\$ 921,220</u>	<u>\$ 20,965</u>	<u>\$ 11,928,849</u>

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

<b>Total Fund Balances - Governmental Funds (Exhibit B-1)</b>		<b>\$ 9,522,422</b>
Amounts reported for <i>governmental activities</i> in the statement of net position (A-1) are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$38,002,453 and the accumulated depreciation is \$24,130,514.		13,871,939
Deferred revenues in the funds that are unavailable and do not provide current financial resources are realized as earned revenues in the statement of activities.		851,446
Amounts resulting from the refunding of debt are reported as deferred outflows of resources on the statement of net position and amortized over the life of the debt		43,596
Certain amounts resulting from the measurement of the net pension liability are reported as either deferred outflows of resources or deferred inflows of resources on the statement of net position and amortized over future years.		
	Deferred Outflows of Resources	\$ 794,261
	Deferred Inflows of Resources	<u>(5,165,886)</u>
		(4,371,625)
The District has financed capital assets through the issuance of long-term bonds. The interest accrual at year end is:		(40,471)
Long-term liabilities, including bonds payable and net pension liability, are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
	Bonds Payable (Including Unamortized Premium)	(3,648,736)
	Capital Financing Agreement	(60,978)
	Leases Payable	(2,012,110)
	Compensated Absences	(1,332,016)
	Deferred Pension Obligation	(28,749)
	Net Pension Liability	<u>(8,134,773)</u>
		(15,217,362)
<b>Net Position of Governmental Activities (Exhibit A-1)</b>		<b>\$ <u>4,659,945</u></b>



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

	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Revenue</u> <u>Fund</u>	<u>Debt</u> <u>Service</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
<b>REVENUES</b>				
Local Sources				
Property Tax Levy	\$ 23,017,960		\$ 754,781	\$ 23,772,741
Tuition	8,655,186			8,655,186
Interest	9,857			9,857
Miscellaneous - Restricted	2,095,472			2,095,472
Miscellaneous - Unrestricted	191,351	\$ 153,878	7,963	353,192
	<u>33,969,826</u>	<u>153,878</u>	<u>762,744</u>	<u>34,886,448</u>
Total - Local Sources				
State Sources	12,919,409	39,951	191,267	13,150,627
Federal Sources	58,757	1,866,377	-	1,925,134
	<u>46,947,992</u>	<u>2,060,206</u>	<u>954,011</u>	<u>49,962,209</u>
Total Revenues				
<b>EXPENDITURES</b>				
Current				
Instruction				
Regular Instruction	14,445,435	760,518		15,205,953
Special Education Instruction	11,297,134	258,487		11,555,621
Other Special Instruction	491,414	10,707		502,121
School-Sponsored Activities and Athletics	665,138	140,085		805,223
Support Services				
Student and Instruction Related Services	9,805,817	713,080		10,518,897
General Administrative Services	1,059,866			1,059,866
School Administrative Services	2,021,293			2,021,293
Central Services and Info. Technology	1,120,375			1,120,375
Plant Operations and Maintenance	3,086,272			3,086,272
Student Transportation	717,903			717,903
Debt Service				
Principal	532,024		800,000	1,332,024
Interest and Other Charges	12,704		133,048	145,752
Capital Outlay	1,884,465	199,761	-	2,084,226
	<u>47,139,840</u>	<u>2,082,638</u>	<u>933,048</u>	<u>50,155,526</u>
Total Expenditures				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(191,848)	(22,432)	20,963	(193,317)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In		18,932		18,932
Transfers Out	(18,932)	-	-	(18,932)
	<u>(18,932)</u>	<u>18,932</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources and Uses				
Net Change in Fund Balances	(210,780)	(3,500)	20,963	(193,317)
Fund Balance, Beginning of Year	9,504,200	211,537	2	9,715,739
	<u>9,504,200</u>	<u>211,537</u>	<u>2</u>	<u>9,715,739</u>
Fund Balance, End of Year	\$ 9,293,420	\$ 208,037	\$ 20,965	\$ 9,522,422
	<u>\$ 9,293,420</u>	<u>\$ 208,037</u>	<u>\$ 20,965</u>	<u>\$ 9,522,422</u>

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

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

**Total Net Change in Fund Balances - Governmental Funds (Exhibit B-2)** \$ (193,317)

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

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

Capital Outlays	\$ 2,084,226	
Depreciation Expense	<u>(1,209,728)</u>	874,498

The net effect of various miscellaneous transactions involving capital assets (i.e. sales, disposals donations) is to decrease net position. These transactions are not reported in the governmental fund financial statements

Loss on Disposal of Capital Assets		(3,671)
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The issuance of long-term debt provides current financial resources to governmental funds while the repayment of principal of long term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.

Principal Repayments:		
General Obligations Bonds	800,000	
Capital Financing Agreements	29,830	
Leases Payable	<u>502,194</u>	1,332,024

In the statement of activities, costs related to the issuance of long term debt are deferred and amortized over the term of the debt. This amount represents the current year amortization of the costs related to the issuance of long term debt.

Deferred Amount on Refunding of Debt	(18,674)	
Original Issue Premium	<u>30,728</u>	12,054

In the statement of activities, certain operating expenses are measured by the amounts earned or accrued during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (paid):

Decrease in Compensated Absences	188,550	
Decrease in Deferred Pension Obligations	22,864	
Decrease in Pension Expense	<u>1,558,832</u>	1,770,246

Revenues in the statement of activities related to receivables that do not provide current financial resources are not reported as revenue in the governmental funds but are deferred until collected.

Increase in Unavailable Revenue		400,483
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Interest on long-term debt in the governmental funds is recorded as an expenditure when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.

Decrease in Accrued Interest		<u>10,897</u>
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**Change in Net Position of Governmental Activities (Exhibit A-2)** **\$ 4,203,214**

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

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

	Business-Type Activities Enterprise Funds		
	<u>Food Service</u>	<u>Saturday Happenings Program</u>	<u>Total</u>
<b>ASSETS</b>			
Cash	\$ 348,172	\$ 100,172	\$ 448,344
Intergovernmental Receivable, Net	66,529		66,529
Accounts Receivable, Net	12,985	4,918	17,903
Inventory	7,511	-	7,511
Total Current Assets	<u>435,197</u>	<u>105,090</u>	<u>540,287</u>
Capital Assets			
Equipment	313,533	30,200	343,733
Accumulated Depreciation	<u>(304,024)</u>	<u>(30,200)</u>	<u>(334,224)</u>
Total Capital Assets, Net	<u>9,509</u>	<u>-</u>	<u>9,509</u>
Total Assets	<u>444,706</u>	<u>105,090</u>	<u>549,796</u>
<b>LIABILITIES</b>			
Current Liabilities			
Accounts Payable	39,088		39,088
Accrued Salaries and Wages		5,414	5,414
Due to Other Funds		22,448	22,448
Unearned Revenue	6,154	14,837	20,991
Total Current Liabilities	<u>45,242</u>	<u>42,699</u>	<u>87,941</u>
<b>DEFERRED INFLOW OF RESOURCES</b>			
Deferred Commodities Revenue	1,243	-	1,243
Total Liabilities and Deferred Inflow of Resources	<u>46,485</u>	<u>42,699</u>	<u>89,184</u>
<b>NET POSITION</b>			
Investment in Capital Assets	9,509	-	9,509
Unrestricted	<u>388,712</u>	<u>62,391</u>	<u>451,103</u>
Total Net Position	<u>\$ 398,221</u>	<u>\$ 62,391</u>	<u>\$ 460,612</u>

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

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

	<b>Business-Type Activities Enterprise Funds</b>		
	<b>Food Service</b>	<b>Saturday Happenings Program</b>	<b>Total</b>
<b>OPERATING REVENUES</b>			
Local Sources			
Charges for Services:			
Daily Sales - Non-Reimbursable Programs	\$ 71,462		\$ 71,462
Program Fees	-	\$ 306,751	306,751
	<u>71,462</u>	<u>306,751</u>	<u>378,213</u>
Total Operating Revenues	<u>71,462</u>	<u>306,751</u>	<u>378,213</u>
<b>OPERATING EXPENSES</b>			
Cost of Sales - Reimbursable Programs	402,550		402,550
Cost of Sales - Non-Reimbursable Programs	32,639		32,639
Salaries and Benefits	302,405	235,825	538,230
Purchased Management Services	30,775		30,775
Other Purchased Services	18,398	22,448	40,846
Repair and Maintenance Services	14,905		14,905
General Supplies	39,175	820	39,995
Miscellaneous	2,603	1,900	4,503
Depreciation	1,534	-	1,534
	<u>844,984</u>	<u>260,993</u>	<u>1,105,977</u>
Total Operating Expenses	<u>844,984</u>	<u>260,993</u>	<u>1,105,977</u>
Operating Income (Loss)	<u>(773,522)</u>	<u>45,758</u>	<u>(727,764)</u>
<b>NONOPERATING REVENUES</b>			
State Sources			
State School Lunch Program	18,774		18,774
Federal Sources			
National School Breakfast Program	138,669		138,669
National School Lunch Program	728,395		728,395
Administrative Cost Program	628		628
Food Distribution Program	74,352		74,352
Interest Income	-	158	158
	<u>960,818</u>	<u>158</u>	<u>960,976</u>
Total Nonoperating Revenues	<u>960,818</u>	<u>158</u>	<u>960,976</u>
Changes in Net Position	187,296	45,916	233,212
Total Net Position, Beginning of Year	<u>210,925</u>	<u>16,475</u>	<u>227,400</u>
Total Net Position, End of Year	<u>\$ 398,221</u>	<u>\$ 62,391</u>	<u>\$ 460,612</u>

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

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

	<b>Business-Type Activities</b>		
	<b>Enterprise Funds</b>		
	<b>Food Service</b>	<b>Saturday Happenings Program</b>	<b>Total</b>
<b>Cash Flows from Operating Activities</b>			
Cash Received from Customers	\$ 71,528	\$ 309,655	\$ 381,183
Cash Payments for Employees			
Salaries and Benefits	(302,405)	(230,411)	(532,816)
Cash Payments to Suppliers for Goods and Services	(430,639)	(2,720)	(433,359)
Cash Payments to Customers - Refunds	-	(5,094)	(5,094)
	<u>(661,516)</u>	<u>71,430</u>	<u>(590,086)</u>
<b>Net Cash Provided by (Used for) Operating Activities</b>			
<b>Cash Flows from Noncapital Financing Activities</b>			
Cash Received from State and Federal Subsidy Reimbursements	970,193	-	970,193
	<u>970,193</u>	<u>-</u>	<u>970,193</u>
<b>Net Cash Provided by Noncapital Financing Activities</b>			
	<u>970,193</u>	<u>-</u>	<u>970,193</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Purchase of Capital Assets	(8,174)	-	(8,174)
	<u>(8,174)</u>	<u>-</u>	<u>(8,174)</u>
<b>Net Cash (Used for) Capital and Related Financing Activities</b>			
	<u>(8,174)</u>	<u>-</u>	<u>(8,174)</u>
<b>Cash Flows from Investing Activities</b>			
Interest Received	-	158	158
	<u>-</u>	<u>158</u>	<u>158</u>
<b>Net Cash Provided by Investing Activities</b>			
	<u>-</u>	<u>158</u>	<u>158</u>
<b>Net Increase in Cash</b>	300,503	71,588	372,091
Cash, Beginning of Year	47,669	28,584	76,253
Cash, End of Year	<u>\$ 348,172</u>	<u>\$ 100,172</u>	<u>\$ 448,344</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</b>			
Operating Income (Loss)	\$ (773,522)	\$ 45,758	\$ (727,764)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities			
Depreciation	1,534	-	1,534
Non-Cash Federal Assistance-Food Distribution Program	74,352		74,352
Change in Assets, Liabilities and Deferred Inflows of Resources			
(Increase)/Decrease in Other Accounts Receivable	5,469	(2,523)	2,946
(Increase)/Decrease in Inventory	(3,174)		(3,174)
Increase/(Decrease) in Accounts Payable	38,403		38,403
Increase/(Decrease) in Interfund Payable		22,448	22,448
Increase/(Decrease) in Accrued Salaries and Wages		5,414	5,414
Increase/(Decrease) in Unearned Revenue	(5,403)	333	(5,070)
Increase/(Decrease) in Deferred Commodities Revenue	825	-	825
	<u>112,006</u>	<u>25,672</u>	<u>137,678</u>
<b>Net Cash Provided by (Used for) Operating Activities</b>	<u>\$ (661,516)</u>	<u>\$ 71,430</u>	<u>\$ (590,086)</u>
<b>Non-Cash Investing, Capital and Financing Activities:</b>			
Value Received - Food Distribution Program	\$ 75,177		\$ 75,177

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

**NOTES TO THE FINANCIAL STATEMENTS**

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

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

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

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

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

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

**B. New Accounting Standards**

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

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

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

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

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

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

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

- GASB Statement No. 96, *Subscription – Based Information Technology Arrangements*, will be effective beginning with the fiscal year ending June 30, 2023. The objective of this Statement will be to improve financial reporting by establishing a definition for subscription-based information technology arrangements (SBITAs) and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs.
- GASB Statement No. 99, *Omnibus 2022*, the section applicable to the District will be effective beginning with the fiscal year ending June 30, 2023. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees.
- GASB Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*, will be effective beginning with the fiscal year ending June 30, 2024. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.
- GASB Statement No. 101, *Compensated Absences*, will be effective beginning with the fiscal year ending June 30, 2025. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.



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

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

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

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

**District-Wide Financial Statements**

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

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

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

**Fund Financial Statements**

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

The District reports the following major governmental funds:

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

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

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

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

**Fund Financial Statements (Continued)**

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

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

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

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

The *Saturday happenings program fund* accounts for the activities of the District's latch-key, pre-k, Saturday happenings and summer happenings operations which provides before and after school child care, pre-k curriculum and community education programs for district students and residents.

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

**Reclassifications**

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

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

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

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

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

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

**D. Measurement Focus and Basis of Accounting (Continued)**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Board considers revenues to be available if they are collected within 60 days after year-end except for tuition and related service fees which are considered available if collected within 90 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt, acquisitions under capital financing agreements and leases payable for intangible right-to-use leased assets are reported as other financing sources.

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

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

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

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

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

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

***2. Receivables***

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

***3. Inventories***

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

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

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

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

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

**4. Capital Assets**

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost except for intangible right-to-use leases assets the measurement of which is discussed in Note 1.E.8. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

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

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

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings	50
Right-to-use Leased Buildings	33
Building Improvements	10-40
Leasehold Improvements	20
Office Equipment and Furniture	5
Computer Equipment	5
Right-to-use Leased Equipment	5

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

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

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

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

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

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

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

***6. Compensated Absences***

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

***7. Pensions***

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

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

***8. Leases***

Non-cancellable leases for the use of buildings and equipment are recognized as a lease liability and an intangible right-to-use lease asset in the district-wide and proprietary fund type financial statements. The District recognizes lease liabilities with an initial, individual value of \$2,000 or more. The lease liability is subsequently reduced by the principal portion of lease payments made each year. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or the asset's useful life. Leases are monitored for changes in circumstances that would require a remeasurement of the lease and the lease assets and liabilities are remeasured if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with other capital assets and lease liabilities are reported with long-term liabilities on the statement of net position.

In the fund financial statements leases payable are recognized as other financing sources at the initial amount of the lease liability. Intangible right-to-use leased assets are reported as capital outlay expenditures.

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

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

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

**9. *Financing Agreements***

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

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

**10. *Long-Term Obligations***

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

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

**11. *Net Position/Fund Balance***

**District-Wide Statements**

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

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

**Governmental Fund Statements**

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

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

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

11. Net Position/Fund Balance (Continued)

Governmental Fund Statements (Continued)

Restricted Fund Balance (Continued)

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

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

Tuition Adjustments – This restriction was created in accordance with NJAC 6A:23A-17.1(F)8 to represent foreseeable future tuition adjustments for the 2021/2022 contract year and is required to be liquidated in the second year following the contract year with any remaining balance related to that contract year to be reserved and budgeted for property tax relief in the 2023/2024 original budget certified for taxes.

Tuition Adjustments – Designated for Subsequent Year's Expenditures – This restriction was created in accordance with NJAC 6A:23A-17.1(F)8 to represent foreseeable future tuition adjustments for the 2020/2021 contract year that is appropriated in the 2022/2023 original budget certified for taxes.

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

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

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

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

Debt Service – Represents fund balance restricted specifically for the repayment of long-term debt principal and interest in the Debt Service Fund.

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

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

Designated for Subsequent Year's Expenditures – This designation was created to dedicate the portion of fund balance appropriated in the adopted 2021/2022 District budget certified for taxes.

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

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

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

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

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

***12. Fund Balance Policies***

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

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the school district that can, by adoption of a resolution or formal Board action prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation. The District has no committed fund balances at year end.

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

**F. Revenues and Expenditures/Expenses**

***1. Program Revenues***

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

***2. Property Taxes***

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

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

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

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



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

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

**F. Revenues and Expenditures/Expenses (Continued)**

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

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

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

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

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

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2021/2022. Also, during 2021/2022 the Board increased the original budget by \$4,824,927. The increase was funded by additional grant awards, student activities revenues, scholarship donations and the reappropriation of prior year general fund encumbrances.

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

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

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

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

**B. Capital Reserve**

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

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

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

Balance, July 1, 2021		\$ 3,572,530
Increased by		
Return of Unexpended Budget Appropriations		
Funded by Reserve	\$ 186,989	
Deposits Approved by Board Resolution	<u>1,200,000</u>	
		<u>1,386,989</u>
		4,959,519
Decreased by		
Withdrawals Approved in District Budget		<u>1,853,200</u>
Balance, June 30, 2022		<u>\$ 3,106,319</u>

The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the district’s Long Range Facilities Plan. The Board was designated and appropriated \$168,000 of the capital reserve balance at June 30, 2022 for use in the 2022/2023 original budget certified for taxes.

**C. Maintenance Reserve**

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

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

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

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

**C. Maintenance Reserve (Continued)**

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

Balance, July 1, 2021	\$ 1,310,589
Increased by	
Deposits Approved by Board Resolution	<u>282,791</u>
	1,593,380
Decreased by	
Withdrawals Approved in District Budget	<u>271,110</u>
Balance, June 30, 2022	<u>\$ 1,322,270</u>

The June 30, 2022 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$1,322,270. The withdrawals from the maintenance reserve were for use in required maintenance activities for school facilities. The Board was designated and appropriated \$47,000 of the maintenance reserve balance at June 30, 2022 for use in the 2022/2023 original budget certified for taxes.

**D. Calculation of Excess Surplus**

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance in excess of 4% of budget expenditures at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess fund balance at June 30, 2022 is \$2,443,758. Of this amount, \$849,592 was designated and appropriated in the 2022/2023 original budget certified for taxes and the remaining amount of \$1,594,166 will be appropriated in the 2023/2024 original budget certified for taxes.

**NOTE 3 DETAILED NOTES ON ALL FUNDS**

**A. Cash Deposits and Investments**

**Cash Deposits**

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

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

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

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

**Cash Deposits (Continued)**

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2022, the book value of the Board's deposits were \$8,699,942 and bank and brokerage firm balances of the Board's deposits amounted to \$9,234,862. The Board's deposits which are displayed on the various fund balance sheets as "cash" are categorized as:

**Depository Account**

Insured	\$ 8,865,839
Uninsured and Collateralized	<u>369,023</u>
	<u>\$ 9,234,862</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2022 the Board's bank balance of \$369,023 was exposed to custodial credit risk.

**Fair  
Value**

Uninsured and Collateralized:

Collateral held by pledging financial institution's trust department not in the Board's name	<u>\$ 369,023</u>
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**Investments**

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America; Government Money Market Mutual Funds; any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor; bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located; Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law," (C.40A:5A-1 et seq.); Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by school districts; Local Government investment pools; deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

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

Interest Rate Risk – Interest rate risk is the risk that changes in the market interest rate will adversely affect the fair value of an investment. The Board does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

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

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

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

**Investments (Continued)**

Credit Risk – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments as noted above (N.J.S.A. 18A:20-37). The District does not have an investment policy that would further limit its investment choices.

Concentration of Credit Risk – The concentration of credit risk is the risk of loss that may be caused by the Board’s investment in a single issuer. The Board places no limit in the amount the District may invest in any one issuer.

**B. Receivables**

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

	<u>General</u>	<u>Special Revenue</u>	<u>Food Service</u>	<u>Saturday Happenings</u>	<u>Total</u>
Receivables:					
Intergovernmental					
Local	\$ 2,781,416	\$ 108			\$ 2,781,524
State	59,352		\$ 1,134		60,486
Federal		710,414	65,395		775,809
Accounts	-	-	12,985	\$ 8,589	21,574
	<u>2,840,768</u>	<u>710,522</u>	<u>79,514</u>	<u>8,589</u>	<u>3,639,393</u>
Gross Receivables					
Less: Allowance for Uncollectibles	(376,309)	-	-	(3,671)	(379,980)
Net Total Receivables	<u>\$ 2,464,459</u>	<u>\$ 710,522</u>	<u>\$ 79,514</u>	<u>\$ 4,918</u>	<u>\$ 3,259,413</u>

**C. Unearned Revenue**

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

	<u>Unearned</u>
Special Revenue Fund	
Unencumbered Grant Draw Downs	\$ 16,936
Grnat Draw Downs Reserve for Encumbrances	<u>693</u>
 Total Unearned Revenue for Governmental Funds	 <u>\$ 17,629</u>

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

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

**D. Capital Assets**

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

	Balance July 1, 2021 (Restated)	<u>Increases</u>	<u>Decreases</u>	Balance, June 30, 2022
<b>Governmental Activities:</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 288,751			\$ 288,751
Construction in Progress	471,240	\$ 1,935,684	\$ (361,247)	2,045,677
Total Capital Assets, Not Being Depreciated	<u>759,991</u>	<u>1,935,684</u>	<u>(361,247)</u>	<u>2,334,428</u>
Capital Assets, Being Depreciated:				
Land Improvements	712,587	80,750		793,337
Buildings and Building Improvements	17,635,633	349,528		17,985,161
Right-to-use Leased Buildings	12,140,094			12,140,094
Leasehold Improvements	50,627			50,627
Machinery and Equipment	4,668,066	79,511	(58,668)	4,688,909
Right-to-use Leased Equipment	9,897	-	-	9,897
Total Capital Assets Being Depreciated	<u>35,216,904</u>	<u>509,789</u>	<u>(58,668)</u>	<u>35,668,025</u>
Less Accumulated Depreciation for:				
Land Improvements	(564,323)	(29,174)		(593,497)
Buildings and Building Improvements	(9,173,540)	(495,633)		(9,669,173)
Right-to-use Leased Buildings	(9,932,804)	(367,882)		(10,300,686)
Leasehold Improvements	(39,231)	(2,531)		(41,762)
Machinery and Equipment	(3,259,287)	(312,623)	54,997	(3,516,913)
Right-to-use Leased Equipment	(6,598)	(1,885)	-	(8,483)
Total Accumulated Depreciation	<u>(22,975,783)</u>	<u>(1,209,728)</u>	<u>54,997</u>	<u>(24,130,514)</u>
Total Capital Assets, Being Depreciated, Net	<u>12,241,121</u>	<u>(699,939)</u>	<u>(3,671)</u>	<u>11,537,511</u>
Governmental Activities Capital Assets, Net	<u>\$ 13,001,112</u>	<u>\$ 1,235,745</u>	<u>\$ (364,918)</u>	<u>\$ 13,871,939</u>

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

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

**D. Capital Assets (Continued)**

	Balance, July 1, 2021	Increases	Decreases	Balance, June 30, 2022
<b>Business-Type Activities:</b>				
Capital Assets, Being Depreciated:				
Machinery and Equipment	\$ 335,559	\$ 8,174	-	\$ 343,733
Total Capital Assets Being Depreciated	<u>335,559</u>	<u>8,174</u>	<u>-</u>	<u>343,733</u>
Less Accumulated Depreciation for:				
Machinery and Equipment	(332,690)	(1,534)	-	(334,224)
Total Accumulated Depreciation	<u>(332,690)</u>	<u>(1,534)</u>	<u>-</u>	<u>(334,224)</u>
Total Capital Assets, Being Depreciated, Net	<u>2,869</u>	<u>6,640</u>	<u>-</u>	<u>9,509</u>
Business-Type Activities Capital Assets, Net	<u>\$ 2,869</u>	<u>\$ 6,640</u>	<u>\$ -</u>	<u>\$ 9,509</u>

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

<b>Governmental Activities:</b>	
Instruction	
Regular Instruction	\$ 286,638
Special Education Instruction	<u>4,494</u>
Total Instruction	<u>291,132</u>
Support Services	
Students and Instruction Related Services	11,169
General Administrative Services	1,632
School Administrative Services	34,182
Plant Operations and Maintenance	778,973
Student Transportation	<u>92,640</u>
Total Support Services	<u>918,596</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,209,728</u>
<b>Business-Type Activities:</b>	
Food Service	<u>\$ 1,534</u>
Total Depreciation Expense-Business-Type Activities	<u>\$ 1,534</u>

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

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

**D. Capital Assets (Continued)**

**Construction and Other Significant Commitments**

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

<u>Project</u>	<u>Remaining Commitment</u>
Removal and Replacement of Modular Units	<u>\$ 150,775</u>

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

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

**Due To/From Other Funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue Fund	\$ 479,822
General Fund	Saturday Happenings Enterprise Fund	<u>22,448</u>
		<u>\$ 502,270</u>

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

The District expects all interfund balances to be liquidated within one year.

**Interfund Transfers**

	<u>Transfer In:</u>
	Special Revenue Fund
Transfer Out: General Fund	<u>\$ 18,932</u>

The above transfer is the result of funds budgeted in one fund to finance expenditures in another fund.



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

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

**F. Leases Payable**

During fiscal year 1995 the District entered into a 30 year lease agreement as lessee for the use of the Shaler Boulevard School. During fiscal years 2000 and 2005 the lease agreement was amended and extended 3 more years for an amended lease term of 33 years through fiscal year 2027. The amended lease liability was recorded in the amount of \$12,140,094. The lease has an interest rate of 4.00%. The District is required to make annual payments of \$506,800 to \$326,400. The District has the option to renew the lease within two years prior to the expiration of the lease term. As of June 30, 2022 the value of the lease liability was \$2,010,600. The building has a 33 year estimated useful life. The value of the right -to-use asset as of June 30, 2022 is \$12,140,094 and had accumulated depreciation of \$10,300,686.

On December 8, 2017, the District entered into a five year lease agreement as lessee for the use of a postage machine. An initial lease liability was recorded in the amount of \$9,897. The lease has an interest rate of 3.00%. The District is required to make monthly payments of \$170. In addition, the District has the option to purchase the equipment for fair market value at the end of the lease term. As of June 30, 2022 the value of the lease liability was \$1,510. The equipment has a five year estimated useful life. The value of the right -to-use asset as of June 30, 2022 is \$9,897 and had accumulated depreciation of \$8,483.

The future principal and interest lease payments as of June 30, 2022 were as follows:

**Governmental Activities:**

<u>Ended June 30,</u>	<u>Leases Payable</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$ 501,608	\$ 6,722	\$ 508,330
2024	499,565	5,035	504,600
2025	348,630	3,370	352,000
2026	336,992	2,208	339,200
2027	325,315	1,085	326,400
	<u>\$ 2,012,110</u>	<u>\$ 18,420</u>	<u>\$ 2,030,530</u>

**G. Financing Agreements**

**Capital Financing Agreements**

The District entered into the following agreements to finance the purchase of certain equipment under capital financing agreements. The repayments under these financing agreements are subject to the annual appropriation of funds in the District's approved budget.

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

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

**G. Financing Agreements (Continued)**

**Capital Financing Agreements (Continued)**

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

\$98,610, fiscal year 2018 Agreement for the acquisition of photocopiers for a term of 4 years due in monthly principal installments of \$1,752 to \$1,839 through June 28, 2023, interest at 4.89%	\$	21,586
\$7,594, fiscal year 2019 Agreement for the acquisition of photocopiers for a term of 4 years due in monthly principal installments of \$131 to \$148 through June 28, 2024, interest at 6.62%		3,341
\$48,813, fiscal year 2021 Agreement for the acquisition of photocopiers for a term of 5 years due in monthly principal installments of \$668 to \$841 through June 15, 2026, interest at 5.74%		<u>36,051</u>
Total	\$	<u>60,978</u>

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

**Governmental Activities:**

Fiscal Year Ended June 30,	Capital Agreements		Total
	Principal	Interest	
2023	\$ 31,435	\$ 2,625	\$ 34,060
2024	10,458	1,470	11,928
2025	9,262	878	10,140
2026	<u>9,823</u>	<u>317</u>	<u>10,140</u>
	<u>\$ 60,978</u>	<u>\$ 5,290</u>	<u>\$ 66,268</u>

**H. Long-Term Debt**

**General Obligation Bonds**

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

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

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

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

**General Obligation Bonds (Continued)**

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

\$2,900,000, 2013 Bonds, due in annual installments of \$200,000 to \$220,000 through February 1, 2028, interest at 2.25% to 3.00%	\$1,255,000
\$1,807,000, 2015 Bonds, due in annual installments of \$125,000 to \$150,000 through February 15, 2030, interest at 2.00% to 3.00%	1,107,000
\$3,540,000, 2015 Refunding Bonds, due in annual installments of \$235,000 to \$250,000 through February 15, 2027, interest at 2.25% to 5.00%	<u>1,215,000</u>
Total	<u>\$3,577,000</u>

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

**Governmental Activities:**

Fiscal Year Ended June 30,	<u>Serial Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$ 585,000	\$ 104,423	\$ 689,423
2024	600,000	91,635	691,635
2025	605,000	71,585	676,585
2026	605,000	51,098	656,098
2027	587,000	36,460	623,460
2028-2030	<u>595,000</u>	<u>28,100</u>	<u>623,100</u>
	<u>\$ 3,577,000</u>	<u>\$ 383,301</u>	<u>\$ 3,960,301</u>

**Statutory Borrowing Power**

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

4% of Equalized Valuation Basis (Municipal)	\$ 84,204,205
Less: Net Debt	<u>3,577,000</u>
Remaining Borrowing Power	<u>\$ 80,627,205</u>

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

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

**I. Other Long-Term Liabilities**

**Deferred Pension Obligation**

During the 2008/2009 school year the Board elected to contribute only 50% of its normal and accrued liability components of the Public Employee Retirement System (PERS) obligations and deferred the remaining 50% in accordance with P.L. 2009, c.19. The deferred amount totaled \$414,490 and is being paid back with interest over 15 years beginning in the 2011/2012 fiscal year. The District is permitted to payoff the deferred PERS pension obligations at any time. It is estimated that the total deferred liability including accrued interest (at 7.00% effective July 1, 2017) at June 30, 2022 is \$28,749.

During the fiscal years ended June 30, 2022, 2021 and 2020 the Board was required to contribute for the deferred pension obligation the following amounts which equaled the required contribution for each year.

Fiscal Year Ending June 30,	<u>PERS</u>
2022	\$ 26,477
2021	25,960
2020	25,892

**Changes in Long-Term Liabilities**

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

	Balance, <u>July 1, 2021</u> (Restated)	<u>Additions</u>	<u>Reductions</u>	Balance, <u>June 30, 2022</u>	<u>Within One Year</u>
<b>Governmental activities:</b>					
Bonds Payable	\$ 4,377,000		\$ 800,000	\$ 3,577,000	\$ 585,000
Add:					
Unamortized Premium	<u>102,464</u>	<u>-</u>	<u>30,728</u>	<u>71,736</u>	<u>-</u>
Total Bonds Payable	4,479,464	-	830,728	3,648,736	585,000
Capital Financing Agreements	90,808		29,830	60,978	31,435
Compensated Absences	1,520,566		188,550	1,332,016	30,000
Leases Payable	2,514,304		502,194	2,012,110	501,608
Deferred Pension Obligation	51,613	\$ 3,613	26,477	28,749	25,474
Net Pension Liability	<u>11,189,111</u>	<u>-</u>	<u>3,054,338</u>	<u>8,134,773</u>	<u>-</u>
Governmental activity					
Long-term liabilities	<u>\$ 19,845,866</u>	<u>\$ 3,613</u>	<u>\$ 4,632,117</u>	<u>\$ 15,217,362</u>	<u>\$ 1,173,517</u>

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

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

**NOTE 4 OTHER INFORMATION**

**A. Risk Management**

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

The District is a member of the Northeast Bergen County School Board Insurance Group (NESBIG or Group). The Group is a risk sharing public entity pool, established for the purpose of insuring against worker's compensation claims.

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

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

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

**B. Contingent Liabilities**

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

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

**C. Federal Arbitrage Regulations**

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

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

**Plan Descriptions and Benefits Provided**

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

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

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

The following represents the membership tiers for PERS:

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

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

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

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.

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

The following represent the membership tiers for TPAF:

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

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

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

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

**Other Pension Funds**

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

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

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

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

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

**Plan Amendments**

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

**Measurement Focus and Basis of Accounting**

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

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

**Investment Valuation**

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

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



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

**NOTE 4 OTHER INFORMATION (Continued)**

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

**Collective Net Pension Liability**

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

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

**Actuarial Methods and Assumptions**

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

**Employer and Employee Pension Contributions**

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

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

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

Fiscal Year Ended <u>June 30,</u>	<u>PERS</u>	On-behalf <u>TPAF</u>	<u>DCRP</u>
2022	\$ 804,184	\$ 6,359,917	\$ 14,359
2021	750,601	4,642,623	25,012
2020	672,260	3,499,662	24,681

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

In addition for fiscal years 2022, 2021 and 2020 the District contributed \$0, \$0 and \$3,196, respectively for PERS and the State contributed \$1,705, \$2,042 and \$2,234, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

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

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$1,269,098 during the fiscal year ended June 30, 2022 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

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

**Public Employees Retirement System (PERS)**

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

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

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

At June 30, 2022, the District reported in the statement of net position (accrual basis) a liability of \$8,134,773 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2021 and was determined by an actuarial valuation as of July 1, 2020. The District's proportionate share of the net pension liability was based on the ratio of the District's share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2021. At June 30, 2021, the District's proportionate share was .06867 percent, which was an increase of .00006 percent from its proportionate share measured as of June 30, 2020 of .06861 percent.

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

For the fiscal year ended June 30, 2022, the District recognized in the district-wide statement of activities (accrual basis) pension benefit or credit of \$754,648 for PERS. The pension contribution made by the District during the current 2021/2022 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2022 with a measurement date of the prior fiscal year end of June 30, 2021. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2022 for contributions made subsequent to the measurement date. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Difference Between Expected and Actual Experience	\$ 128,296	\$ 58,235
Changes of Assumptions	42,366	2,896,032
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		2,142,913
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	<u>623,599</u>	<u>68,706</u>
Total	<u>\$ 794,261</u>	<u>\$ 5,165,886</u>

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

Year Ending <u>June 30,</u>	<u>Total</u>
2023	\$ (1,893,415)
2024	(1,616,604)
2025	(260,458)
2026	(594,367)
2027	(6,781)
Thereafter	<u>-</u>
	<u>\$ (4,371,625)</u>

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

*Actuarial Assumptions*

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

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

*Mortality Rates*

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

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

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

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

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the PERS's target asset allocation as of June 30, 2021 are summarized in the following table:

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

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

***Discount Rate (Continued)***

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

***Sensitivity of Net Pension Liability***

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

	<b>1% Decrease <u>6.00%</u></b>	<b>Current Discount Rate <u>7.00%</u></b>	<b>1% Increase <u>8.00%</u></b>
District's Proportionate Share of the PERS Net Pension Liability	<u>\$ 11,077,911</u>	<u>\$ 8,134,773</u>	<u>\$ 5,637,103</u>

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

***Pension Plan Fiduciary Net Position***

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

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

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

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

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

For the fiscal year ended June 30, 2022, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$1,772,973 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2022 the State's proportionate share of the net pension liability attributable to the District is \$75,348,061. The net pension liability was measured as of June 30, 2021 and was determined by an actuarial valuation as of July 1, 2020. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2021. At June 30, 2021, the State's share of the net pension liability attributable to the District was .15673 percent, which was a decrease of .00002 percent from its proportionate share measured as of June 30, 2020 of .15675 percent.

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

**Actuarial Assumptions**

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

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

***Mortality Rates***

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

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.



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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

**Long-Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the TPAF’s target asset allocation as of June 30, 2021 are summarized in the following table:

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

***Discount Rate***

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

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

***Sensitivity of Net Pension Liability***

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

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	<u>\$ 89,149,342</u>	<u>\$ 75,348,061</u>	<u>\$ 63,755,852</u>

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

***Pension Plan Fiduciary Net Position***

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

**E. Post-Retirement Medical Benefits**

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

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

**Plan Description and Benefits Provided**

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

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

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

**Plan Membership**

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

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

**Measurement Focus and Basis of Accounting**

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

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

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

**Investment Valuation**

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

**Collective Net OPEB Liability**

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

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

**Actuarial Methods and Assumptions**

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

**Post-Retirement Medical Benefits Contributions**

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

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution an amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2022, 2021 and 2020 were \$1,485,934, \$1,454,926 and \$1,298,310, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

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

For the fiscal year ended June 30, 2022, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$5,684,136. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2022 the State’s proportionate share of the OPEB liability attributable to the District is \$83,569,357. The nonemployer allocation percentages are based on the ratio of the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2021 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2021. At June 30, 2021, the state’s share of the OPEB liability attributable to the District was .13926 percent, which was a decrease of .00103 percent from its proportionate share measured as of June 30, 2020 of .14029 percent.

**Actuarial Assumptions**

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

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

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

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

**Actuarial Assumptions (Continued)**

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

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

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

**Health Care Trend Assumptions**

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

**Discount Rate**

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

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

**Changes in the Total OPEB Liability**

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

	Total OPEB Liability (State Share 100%)
Balance, June 30, 2020 Measurement Date	\$ <u>95,128,640</u>
Changes Recognized for the Fiscal Year:	
Service Cost	5,045,919
Interest on the Total OPEB Liability	2,167,877
Changes in Benefit Terms	(88,949)
Differences Between Expected and Actual Experience	(17,114,320)
Changes of Assumptions	82,448
Gross Benefit Payments	(1,707,680)
Contributions from the Member	55,422
<b>Net Changes</b>	<u>\$ (11,559,283)</u>
Balance, June 30, 2021 Measurement Date	\$ <u><u>83,569,357</u></u>

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

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

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

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

**Sensitivity of OPEB Liability**

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

	<b>1% Decrease <u>(1.16%)</u></b>	<b>Current Discount Rate <u>(2.16%)</u></b>	<b>1% Increase <u>(3.16%)</u></b>
State's Proportionate Share of the OPEB Liability Attributable to the District	\$ <u>100,102,971</u>	\$ <u>83,569,357</u>	\$ <u>70,550,129</u>

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

	<b>1% Decrease</b>	<b>Healthcare Cost Trend Rates</b>	<b>1% Increase</b>
Total OPEB Liability (School Retirees)	\$ <u>67,649,666</u>	\$ <u>83,569,357</u>	\$ <u>104,948,326</u>

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

**F. Tax Abatements**

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

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



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

**NOTE 5 RESTATEMENT**

On July 1, 2021, the Ridgefield Board of Education implemented GASB Statement No. 87 “Leases”. The Ridgefield Board of Education has determined that the effect of implementing this accounting change on the financial statements previously reported as of and for the fiscal year ended June 30, 2021 are as follows:

**Governmental Activities**

The financial statements of the governmental activities as of June 30, 2021 have been restated to reflect the reclassification of certain activities related to leases payable for the intangible right-to-use capital assets. The effect of this restatement is to decrease net position of governmental activities by \$297,854 from a net position of \$754,585 as previously reported to a net position of \$456,731 as of June 30, 2021.

**NOTE 6 INFECTIOUS DISEASE OUTBREAK – COVID-19 RECENT DEVELOPEMENTS**

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

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

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

**NOTE 6 INFECTIOUS DISEASE OUTBREAK – COVID-19 RECENT DEVELOPMENTS (Continued)**

Since the pandemic began, the federal government had enacted rescue legislation to address the pandemic and alleviate its economic and health effects, including significant support for education. The legislation includes various forms of financial relief including direct stimulus payments and various other forms of economic relief, including extended unemployment benefits, continued eviction and foreclosure moratoriums, an increase in the child tax credit, an increase in food and housing aid, assistance grants to restaurants and bars, and other small business grants and loans. The Plan provides funding for state and local governments to offset costs to safely reopen schools during the COVID-19 pandemic and to subsidize COVID-19 testing and vaccination programs. Federal aid for public education has been provided under three 5 separate laws: The Coronavirus Aid, Relief, and Economic Security Act in March 2020 (CARES Act), and the Coronavirus Response and Relief Supplemental Appropriations Act in December 2020 (CRRSA) and the American Rescue Plan Act in March 2021 (ARP). The Elementary and Secondary School Emergency Relief (ESSER) Fund is the main source of funding for public elementary and secondary education under each law. The School District has been awarded up to \$4,148,536 to address certain expenses incurred as a result of the pandemic. Because of the evolving nature of the outbreak and federal, state and local responses, the Board cannot predict how the outbreak will impact the financial condition or operations of the Board, or if there will be any impact on the assessed values of property within the School District or deferral of tax payments to municipalities. The School District cannot predict costs associated with this or any other potential infectious disease outbreak including whether there will be any reduction in State funding or an increase in operational costs incurred to clean, sanitize and maintain its facilities either before or after an outbreak of an infectious disease. To date the School District has not been materially and adversely affected financially due to the virus.

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

**BUDGETARY COMPARISON SCHEDULES**

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

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>REVENUES</b>					
Local Sources					
Property Tax Levy	\$ 23,017,960		\$ 23,017,960	\$ 23,017,960	
Tuition from Individuals				36,439	\$ 36,439
Tuition from Other LEAs within the State	9,198,382		9,198,382	8,618,747	(579,635)
Tuition from Other Governments					-
Interest Earned on Maintenance Reserve	470		470		(470)
Interest Earned on Capital Reserve Funds	550		550		(550)
Interest Earned	30,000		30,000	9,857	(20,143)
Miscellaneous - Restricted	1,650,000		1,650,000	2,095,472	445,472
Miscellaneous - Unrestricted	67,700	-	67,700	191,351	123,651
<b>Total Local</b>	<u>33,965,062</u>	<u>-</u>	<u>33,965,062</u>	<u>33,969,826</u>	<u>4,764</u>
State Sources					
Special Education Aid	1,036,775	\$ -	1,036,775	1,036,775	-
Equalization Aid	1,968,319	-	1,968,319	1,968,319	-
Security Aid	96,410	-	96,410	96,410	-
Extraordinary Aid	400,000	-	400,000	841,280	441,280
On-behalf TPAF Contributions (Nonbudgeted)					
Pension Benefit Contribution				6,271,436	6,271,436
Pension - NCGI Premium				88,481	88,481
Post Retirement Medical Benefit Contribution				1,485,934	1,485,934
Long-Term Disability Insurance Premium				1,705	1,705
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	-	-	-	1,269,098	1,269,098
<b>Total State</b>	<u>3,501,504</u>	<u>-</u>	<u>3,501,504</u>	<u>13,059,438</u>	<u>9,557,934</u>
Federal Sources					
Medicaid Reimbursement	55,410	-	55,410	58,757	3,347
<b>Total Federal Sources</b>	<u>55,410</u>	<u>-</u>	<u>55,410</u>	<u>58,757</u>	<u>3,347</u>
<b>Total Revenues</b>	<u>37,521,976</u>	<u>-</u>	<u>37,521,976</u>	<u>47,088,021</u>	<u>9,566,045</u>
<b>CURRENT EXPENDITURES</b>					
Regular Programs-Instruction					
Salaries of Teachers:					
Kindergarten	537,617	-	537,617	478,282	59,335
Grades 1-5	2,373,455	\$ (6,791)	2,366,664	2,260,640	106,024
Grades 6-8	1,856,619	(199,872)	1,656,747	1,619,706	37,041
Grades 9-12	3,167,289	197,500	3,364,789	3,364,674	115
Regular Programs-Home Instruction					
Salaries of Teachers	15,000	(5,500)	9,500	6,614	2,886
Purchased Professional Educational Services	3,000	10,183	13,183	8,350	4,833
Regular Programs-Undistributed Instruction					
Other Purchased Services	274,500	4,029	278,529	263,385	15,144
General Supplies	191,702	(407)	191,295	179,639	11,656
Textbooks	83,200	-	83,200	78,412	4,788
Other Objects	31,500	4,581	36,081	35,935	146
<b>Total Regular Programs</b>	<u>8,533,882</u>	<u>3,723</u>	<u>8,537,605</u>	<u>8,295,637</u>	<u>241,968</u>
Behavioral Disabilities					
Salaries of Teachers	131,932	(10,500)	121,432	110,753	10,679
Other Salaries for Instruction	37,225	10,500	47,725	47,221	504
Purchased Professional Educational Services	9,300	-	9,300	1,678	7,622
Other Purchased Services	2,316	-	2,316	311	2,005
General Supplies	5,000	1,162	6,162	1,648	4,514
Other Objects	700	-	700	-	700
<b>Total Behavioral Disabilities</b>	<u>186,473</u>	<u>1,162</u>	<u>187,635</u>	<u>161,611</u>	<u>26,024</u>

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

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
<b>CURRENT EXPENDITURES (Continued)</b>					
Multiple Disabilities					
Salaries of Teachers	\$ 1,584,040	\$ (130,000)	\$ 1,454,040	\$ 1,371,449	\$ 82,591
Other Salaries for Instruction	990,154	(30,000)	960,154	660,754	299,400
Purchased Professional Educational Service	26,550	2,872	29,422	27,982	1,440
Other Purchased Services	7,932	-	7,932	3,981	3,951
General Supplies	23,300	19,168	42,468	42,202	266
Other Objects	16,800	(3,816)	12,984	2,542	10,442
<b>Total Multiple Disabilities</b>	<b>2,648,776</b>	<b>(141,776)</b>	<b>2,507,000</b>	<b>2,108,910</b>	<b>398,090</b>
Resource Room/Resource Center					
Salaries of Teachers	1,574,675	-	1,574,675	1,347,256	227,419
Other Salaries for Instruction	112,108	-	112,108	71,514	40,594
General Supplies	2,000	-	2,000	-	2,000
<b>Total Resource Room/Resource Center</b>	<b>1,688,783</b>	<b>-</b>	<b>1,688,783</b>	<b>1,418,770</b>	<b>270,013</b>
Autism					
Salaries of Teachers	1,739,388	152,000	1,891,388	1,828,444	62,944
Other Salaries for Instruction	988,347	(25,000)	963,347	896,446	66,901
Purchased Professional Educational Services	46,430	(4,846)	41,584	34,741	6,843
Other Purchased Services	21,765	-	21,765	4,714	17,051
General Supplies	59,120	19,591	78,711	63,322	15,389
Other Objects	24,810	(1,278)	23,532	4,288	19,244
<b>Total Autism</b>	<b>2,879,860</b>	<b>140,467</b>	<b>3,020,327</b>	<b>2,831,955</b>	<b>188,372</b>
Preschool Disabilities - Full-Time					
Salaries of Teachers	168,607	25,000	193,607	173,306	20,301
Other Salaries for Instruction	131,305	-	131,305	96,279	35,026
Purchased Professional Educational Services	2,500	1,974	4,474	4,474	-
Other Purchased Services	2,350	-	2,350	1,330	1,020
General Supplies	5,250	3,324	8,574	5,629	2,945
Other Objects	1,000	-	1,000	50	950
<b>Total Preschool Disabilities - Full-Time</b>	<b>311,012</b>	<b>30,298</b>	<b>341,310</b>	<b>281,068</b>	<b>60,242</b>
Home Instruction					
Purchased Professional-Educational Services	1,000	-	1,000	-	1,000
<b>Total Home Instruction</b>	<b>1,000</b>	<b>-</b>	<b>1,000</b>	<b>-</b>	<b>1,000</b>
<b>Total Special Education</b>	<b>7,715,904</b>	<b>30,151</b>	<b>7,746,055</b>	<b>6,802,314</b>	<b>943,741</b>
Basic Skills/Remedial - Instruction					
Salaries of Teachers	9,877	12,663	22,540	22,539	1
<b>Total Basic Skills/Remedial - Instruction</b>	<b>9,877</b>	<b>12,663</b>	<b>22,540</b>	<b>22,539</b>	<b>1</b>
Bilingual Education - Instruction					
Salaries of Teachers	411,261	-	411,261	261,426	149,835
<b>Total Bilingual Education - Instruction</b>	<b>411,261</b>	<b>-</b>	<b>411,261</b>	<b>261,426</b>	<b>149,835</b>
School Sponsored Co/Extra Curricular Activities					
Salaries	169,349	-	169,349	153,311	16,038
Supplies and Materials	23,000	(8,147)	14,853	13,436	1,417
Other Objects	59,890	(474)	59,416	18,669	40,747
<b>Total School Sponsored Co/Extra Curricular Activities</b>	<b>252,239</b>	<b>(8,621)</b>	<b>243,618</b>	<b>185,416</b>	<b>58,202</b>
School Sponsored Athletics					
Salaries	262,402	-	262,402	235,238	27,164
Purchased Services	21,500	(477)	21,023	16,700	4,323
Supplies and Materials	54,150	(4,523)	49,627	49,626	1
Other Objects	52,600	(18,932)	33,668	20,047	13,621
<b>Total School Sponsored Athletics</b>	<b>390,652</b>	<b>(23,932)</b>	<b>366,720</b>	<b>321,611</b>	<b>45,109</b>
<b>Total Instruction</b>	<b>17,313,815</b>	<b>13,984</b>	<b>17,327,799</b>	<b>15,888,943</b>	<b>1,438,856</b>

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

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>CURRENT EXPENDITURES (Continued)</b>					
Undistributed Expenditures					
Instruction (Tuition):					
Tuition to County Voc. School District-Regular	\$ 422,217	-	\$ 422,217	\$ 385,450	\$ 36,767
Tuition to County Voc. School District-Special	18,516	-	18,516		18,516
Tuition to CSSD and Regional Day Schools	177,200	\$ 121,452	298,652	298,652	-
Tuition to APSSD Within State	276,016	(210,452)	65,564	-	65,564
<b>Total Undistributed Expenditures- Instruction (Tuition)</b>	<b>893,949</b>	<b>(89,000)</b>	<b>804,949</b>	<b>684,102</b>	<b>120,847</b>
Attendance and Social Work					
Salaries	48,380	-	48,380	48,380	-
<b>Total Attendance and Social Work</b>	<b>48,380</b>	<b>-</b>	<b>48,380</b>	<b>48,380</b>	<b>-</b>
Health Services					
Salaries	340,929	(13,701)	327,228	303,364	23,864
Purchased Professional/Technical Services	5,150	51,029	56,179	55,329	850
Supplies and Materials	17,075	13,244	30,319	30,317	2
<b>Total Health Services</b>	<b>363,154</b>	<b>50,572</b>	<b>413,726</b>	<b>389,010</b>	<b>24,716</b>
Speech, OT, PT, & Related Services					
Salaries	1,349,962	(147,238)	1,202,724	1,202,330	394
Purchased Professional/Educational Services	302,600	54,510	357,110	357,094	16
Supplies and Materials	7,850	-	7,850	-	7,850
<b>Total Speech, OT, PT &amp; Related Services</b>	<b>1,660,412</b>	<b>(92,728)</b>	<b>1,567,684</b>	<b>1,559,424</b>	<b>8,260</b>
Other Support Services -Students- Extra Services					
Salaries	2,340,948	145,000	2,485,948	2,460,030	25,918
Purchased Professional/Educational Services	246,600	(1,200)	245,400	114,768	130,632
<b>Total Other Support Services - Students - Extra Services</b>	<b>2,587,548</b>	<b>143,800</b>	<b>2,731,348</b>	<b>2,574,798</b>	<b>156,550</b>
Guidance					
Salaries of Other Professional Staff	405,730	-	405,730	403,730	2,000
Salaries of Secretarial and Clerical Assistants	42,380	-	42,380	42,380	-
Other Salaries	28,000	-	28,000		28,000
Purchased Professional/Educational Services	12,000	-	12,000	7,230	4,770
Supplies and Materials	3,450	512	3,962	3,110	852
Other Objects	350	-	350	80	270
<b>Total Guidance</b>	<b>491,910</b>	<b>512</b>	<b>492,422</b>	<b>456,530</b>	<b>35,892</b>
Child Study Team					
Salaries of Other Professional Staff	760,321	-	760,321	620,494	139,827
Salaries of Secretarial and Clerical Assistants	172,397	-	172,397	144,214	28,183
Purchased Professional-Educational Services	17,500	-	17,500	12,312	5,188
Other Purchased Professional & Technical Services	2,000	-	2,000	1,027	973
Other Purchased Services	1,950	-	1,950	1,773	177
Supplies and Materials	2,700	3,688	6,388	5,987	401
Other Objects	300	-	300	-	300
<b>Total Child Study Team</b>	<b>957,168</b>	<b>3,688</b>	<b>960,856</b>	<b>785,807</b>	<b>175,049</b>
Improvement of Inst. Serv.					
Salaries of Supervisor of Instruction	500,699	(26,222)	474,477	433,706	40,771
Salaries of Other Professional Staff		26,222	26,222	26,222	-
Other Purchased Services	10,000	(3,700)	6,300	226	6,074
Supplies and Materials	6,800	-	6,800	6,575	225
Other Objects	2,550	-	2,550	2,535	15
<b>Total Improvement of Inst. Serv.</b>	<b>520,049</b>	<b>(3,700)</b>	<b>516,349</b>	<b>469,264</b>	<b>47,085</b>

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

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>CURRENT EXPENDITURES (Continued)</b>					
Educational Media/School Library					
Salaries	\$ 83,908	-	\$ 83,908	\$ 83,905	\$ 3
Supplies and Materials	3,100	-	3,100	1,387	1,713
<b>Total Educational Media/School Library</b>	<b>87,008</b>	<b>-</b>	<b>87,008</b>	<b>85,292</b>	<b>1,716</b>
Instructional Staff Training					
Purchased Professional-Educational Services	13,500	\$ (7,310)	6,190	2,990	3,200
Other Purchased Services	-	4,824	4,824	4,823	1
<b>Total Instructional Staff Training</b>	<b>13,500</b>	<b>(2,486)</b>	<b>11,014</b>	<b>7,813</b>	<b>3,201</b>
General Administration					
Salaries	416,692	(5,000)	411,692	389,251	22,441
Legal Services	60,000	-	60,000	56,190	3,810
Audit Fees	49,000	50,500	99,500	50,521	48,979
Other Purchased Professional Services	46,900	1,800	48,700	36,517	12,183
Communications/Telephone	128,800	-	128,800	117,836	10,964
BOE Other Purchased Services	4,000	-	4,000	1,200	2,800
Miscellaneous Purchased Services	190,314	-	190,314	186,263	4,051
General Supplies	4,550	-	4,550	2,738	1,812
BOE In-House Training / Meeting Supplies	2,000	-	2,000	1,845	155
Judgements Against School District	30,000	-	30,000	-	30,000
Miscellaneous Expenditures	4,325	-	4,325	1,595	2,730
BOE Membership Dues and Fees	16,700	-	16,700	15,872	828
<b>Total General Administration</b>	<b>953,281</b>	<b>47,300</b>	<b>1,000,581</b>	<b>859,828</b>	<b>140,753</b>
School Administration					
Salaries of Principals/Assistant Principals	970,036	2,050	972,086	945,475	26,611
Salaries of Secretarial and Clerical Assistants	247,450	-	247,450	242,401	5,049
Other Purchased Services	500	3,845	4,345	4,219	126
Supplies and Materials	56,703	(3,215)	53,488	43,157	10,331
Other Objects	7,375	509	7,884	7,605	279
<b>Total School Administration</b>	<b>1,282,064</b>	<b>3,189</b>	<b>1,285,253</b>	<b>1,242,857</b>	<b>42,396</b>
Central Services					
Salaries	432,103	(2,050)	430,053	422,873	7,180
Purchased Professional Services	-	395	395	395	-
Miscellaneous Purchased Services	10,800	(313)	10,487	6,051	4,436
Supplies and Materials	10,400	522	10,922	10,821	101
Miscellaneous Expenditures	7,600	(178)	7,422	2,867	4,555
<b>Total Central Services</b>	<b>460,903</b>	<b>(1,624)</b>	<b>459,279</b>	<b>443,007</b>	<b>16,272</b>
Admin. Info. Technology					
Salaries	151,866	(45,000)	106,866	105,892	974
Purchased Professional Services	131,400	40,112	171,512	160,764	10,748
Purchased Technical Services	-	15,787	15,787	15,785	2
Supplies and Materials	105,300	1,363	106,663	106,309	354
<b>Total Admin. Info. Technology</b>	<b>388,566</b>	<b>12,262</b>	<b>400,828</b>	<b>388,750</b>	<b>12,078</b>
Required Maintenance for School Facilities					
Salaries	226,613	-	226,613	214,543	12,070
Cleaning, Repair and Maintenance Services	464,160	120,148	584,308	542,648	41,660
General Supplies	38,600	225,443	264,043	263,190	853
Other Objects	850	-	850	450	400
<b>Total Required Maintenance for School Facilities</b>	<b>730,223</b>	<b>345,591</b>	<b>1,075,814</b>	<b>1,020,831</b>	<b>54,983</b>
Custodial Services					
Salaries	796,967	(17,227)	779,740	723,632	56,108
Rental of Land/Bldgs Other Than Lease Purchase Agreement	513,000	-	513,000	511,600	1,400
Other Purchased Property Services	57,250	(7,425)	49,825	47,886	1,939
Insurance	141,608	11,182	152,790	152,789	1
General Supplies	81,000	776	81,776	81,057	719
Energy (Natural Gas)	466,506	26,727	493,233	493,231	2
<b>Total Custodial Services</b>	<b>2,056,331</b>	<b>14,033</b>	<b>2,070,364</b>	<b>2,010,195</b>	<b>60,169</b>

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

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>CURRENT EXPENDITURES (Continued)</b>					
Care and Upkeep of Grounds					
Cleaning, Repair, and Maintenance Svc.	\$ 4,000	\$ (1,000)	\$ 3,000	\$ 360	\$ 2,640
General Supplies	4,000	(2,800)	1,200	114	1,086
Total Care and Upkeep of Grounds	8,000	(3,800)	4,200	474	3,726
Security					
Salaries	49,408	-	49,408	7,876	41,532
Purchased Professional & Technical Services	166,000	823	166,823	166,822	1
Cleaning, Repair, and Maintenance Svc.	4,000	(443)	3,557	3,380	177
General Supplies	1,200	(380)	820	322	498
Total Security	220,608	-	220,608	178,400	42,208
Student Transportation Services					
Sal. For Pupil Transportation (Bet. Home & Sch)-Spec.	131,959	30,000	161,959	157,381	4,578
Sal. For Pupil Transportation (Other Than Bet. Home & Sch)	205,298	(30,000)	175,298	80,425	94,873
Cleaning, Repair & Maint. Services	48,000	-	48,000	25,731	22,269
Contracted Services - Aid in Lieu Payments - Choice School	-	17,000	17,000	17,000	-
Contr. Serv. (Bet. Home & Sch)-Vendor	155,000	-	155,000	153,987	1,013
Contr. Serv. (Other Than Bet Home & Sch)-Vendor	10,000	-	10,000	755	9,245
Contr. Serv. (Bet Home & Sch)-Joint Agreements	65,000	(55,175)	9,825	9,825	-
Contr. Serv. (Spec. Ed. Students)-Vendors	100,000	36,932	136,932	136,932	-
Miscellaneous Purchased Services - Transportation	13,000	-	13,000	13,000	-
General Supplies	7,000	-	7,000	2,348	4,652
Transportation Supplies	40,000	-	40,000	32,332	7,668
Other Objects	-	1,243	1,243	1,243	-
Total Student Transportation Services	775,257	-	775,257	621,134	154,123
Unallocated Employee Benefits					
Group Insurance	3,000	-	3,000	1,882	1,118
Social Security Contributions	605,081	-	605,081	530,726	74,355
Other Retirement Contributions - PERS	918,413	-	918,413	830,661	87,752
Other Retirement Contributions - DCRP	31,000	-	31,000	14,359	16,641
Unemployment Compensation	101,000	-	101,000	84,523	16,477
Workers Compensation	277,000	-	277,000	241,272	35,728
Health Benefits	5,999,100	(561,295)	5,437,805	4,540,122	897,683
Tuition Reimbursement	50,000	-	50,000	25,000	25,000
Other Employee Benefits	150,000	513	150,513	84,808	65,705
Unused Sick Payments to Terminated/Retired Staff	76,533	-	76,533	70,055	6,478
Total Unallocated Employee Benefits	8,211,127	(560,782)	7,650,345	6,423,408	1,226,937
On-behalf TPAF Contributions (Nonbudgeted)					
Pension Benefit Contribution	-	-	-	6,271,436	(6,271,436)
Pension - NCGI Premium	-	-	-	88,481	(88,481)
Post Retirement Medical Benefit Contribution	-	-	-	1,485,934	(1,485,934)
Long-Term Disability Insurance Premium	-	-	-	1,705	(1,705)
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	-	-	-	1,269,098	(1,269,098)
Total TPAF On-Behalf	-	-	-	9,116,654	(9,116,654)
Total Undistributed Expenditures	22,709,438	(133,173)	22,576,265	29,365,958	(6,789,693)
Interest Earned on Maintenance Reserve	470	-	470	-	470
Total Current Expenditures	40,023,723	(119,189)	39,904,534	45,254,901	(5,350,367)
<b>CAPITAL OUTLAY</b>					
Equipment					
Multiple Disabilities	-	4,009	4,009	4,009	-
School Sponsored and Other Instructional Program	-	5,000	5,000	5,000	-
Undistributed Expenditures	-	-	-	-	-
Required Maintenance for School Facilities	-	44,881	44,881	44,881	-
Total Equipment	-	53,890	53,890	53,890	-



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

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Facilities Acquisition and Construction Services					
Other Purchased Prof. and Tech. Services		\$ 58,825	\$ 58,825	\$ 57,100	\$ 1,725
Construction Services	\$ 1,853,200	256,314	2,109,514	1,773,475	336,039
Assessment for Debt Service on SDA Funding	474	-	474	474	-
Total Facilities Acquisition and Construction Services	<u>1,853,674</u>	<u>315,139</u>	<u>2,168,813</u>	<u>1,831,049</u>	<u>337,764</u>
Interest Deposit to Capital Reserve	550	-	550	-	550
Total Capital Outlay	<u>1,854,224</u>	<u>369,029</u>	<u>2,223,253</u>	<u>1,884,939</u>	<u>338,314</u>
Total Expenditures	<u>41,877,947</u>	<u>249,840</u>	<u>42,127,787</u>	<u>47,139,840</u>	<u>(5,012,053)</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>(4,355,971)</u>	<u>(249,840)</u>	<u>(4,605,811)</u>	<u>(51,819)</u>	<u>4,553,992</u>
Other Financing Sources/(Uses)					
Transfers Out - Special Revenue Fund	-	(18,932)	(18,932)	(18,932)	-
Total Other Financing Sources/(Uses)	<u>-</u>	<u>(18,932)</u>	<u>(18,932)</u>	<u>(18,932)</u>	<u>-</u>
Net Change in Fund Balance	(4,355,971)	(268,772)	(4,624,743)	(70,751)	4,553,992
Fund Balances, Beginning of Year	10,482,332	-	10,482,332	10,482,332	-
Fund Balances, End of Year	<u>\$ 6,126,361</u>	<u>\$ (268,772)</u>	<u>\$ 5,857,589</u>	<u>\$ 10,411,581</u>	<u>\$ 4,553,992</u>

**Recapitulation of Fund Balance**

**Restricted Fund Balance**

Capital Reserve	\$ 2,938,319
Capital Reserve - Designated for Subsequent Year's Expenditures	168,000
Maintenance Reserve	1,275,270
Maintenance Reserve - Designated for Subsequent Year's Expenditures	47,000
Tuition Adjustments - 2021/2022	800,000
Tuition Adjustments - 2020/2021 - Designated for Subsequent Year's Expenditures	450,000
Excess Surplus	1,594,166
Excess Surplus - Designated for Subsequent Year's Expenditures	849,592
<b>Assigned Fund Balance</b>	
Year End Encumbrances	200,957
Designated for Subsequent Year's Expenditures	125,312
<b>Unassigned Fund Balance</b>	<u>1,962,965</u>

Fund Balance - Budgetary Basis 10,411,581

Reconciliation to Governmental Funds Statements (GAAP):

Less: State Aid Revenue Not Recognized on GAAP Basis (1,118,161)

Fund Balance Per Governmental Funds (GAAP) \$ 9,293,420

**RIDGEFIELD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<b>REVENUES</b>					
Intergovernmental					
State		\$ 45,000	\$ 45,000	39,951	\$ (5,049)
Federal	\$ 659,438	4,331,281	4,990,719	\$ 1,674,777	(3,315,942)
Local	-	160,942	160,942	150,132	(10,810)
Total Revenues	<u>659,438</u>	<u>4,537,223</u>	<u>5,196,661</u>	<u>1,864,860</u>	<u>(3,331,801)</u>
<b>EXPENDITURES</b>					
Instruction					
Salaries of Teachers	297,522	314,641	612,163	340,101	272,062
Other Purchased Services	311,263	112,284	423,547	256,123	167,424
General Supplies		660,799	660,799	62,131	598,668
Co-Curricular / Extracurricular Activities	-	110,009	110,009	110,009	-
Athletic Activities		30,076	30,076	30,076	-
Other Objects	-	27,446	27,446	9,518	17,928
Total Instruction	<u>608,785</u>	<u>1,255,255</u>	<u>1,864,040</u>	<u>807,958</u>	<u>1,056,082</u>
Support Services					
Salaries		372,907	372,907	171,837	201,070
Purchased Professional / Technical Services		567,545	567,545	172,461	395,084
Purchased Property Services		39,951	39,951	39,951	-
Other Purchased Services	50,653	30,935	81,588	52,005	29,583
Supplies and Materials	-	822,692	822,692	197,878	624,814
Scholarship Awards	-	22,950	22,950	22,950	-
Total Support Services	<u>50,653</u>	<u>1,856,980</u>	<u>1,907,633</u>	<u>657,082</u>	<u>1,250,551</u>
Unallocated Benefits					
Personnel Services - Employee Benefits	-	425,790	425,790	222,491	203,299
Total Unallocated Benefits	<u>-</u>	<u>425,790</u>	<u>425,790</u>	<u>222,491</u>	<u>203,299</u>
Capital Outlay					
Instructional Equipment		121,970	121,970	16,786	105,184
Non-Instructional Equipment	-	85,000	85,000	-	85,000
Construction Services	-	811,160	811,160	182,975	628,185
Total Capital Outlay	<u>-</u>	<u>1,018,130</u>	<u>1,018,130</u>	<u>199,761</u>	<u>818,369</u>
Total Expenditures	<u>659,438</u>	<u>4,556,155</u>	<u>5,215,593</u>	<u>1,887,292</u>	<u>3,328,301</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures					
	-	(18,932)	(18,932)	(22,432)	(3,500)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	-	18,932	18,932	18,932	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>18,932</u>	<u>18,932</u>	<u>18,932</u>	<u>-</u>
Net Changes in Fund Balances	-	-	-	(3,500)	(3,500)
Fund Balance, Beginning of Year	211,537	-	211,537	211,537	-
Fund Balance, End of Year	<u>\$ 211,537</u>	<u>\$ -</u>	<u>\$ 211,537</u>	<u>\$ 208,037</u>	<u>\$ (3,500)</u>
<b>Recapitulation of Fund Balances</b>					
<b>Restricted Fund Balance</b>					
Student Activities				\$ 104,025	
Scholarships				104,012	
				<u>\$ 208,037</u>	

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

**RIDGEFIELD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule (Exhibits C-1, C-2)	\$ 47,088,021	\$ 1,864,860
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Encumbrances - June 30, 2021		196,039
Encumbrances - June 30, 2022		(693)
State Aid payments recognized for GAAP purposes not recognized for budgetary statements (2020/2021 State Aid)	978,132	
State Aid payments recognized for budgetary purpose not recognized for GAAP statements (2021/2022 State Aid)	<u>(1,118,161)</u>	<u>-</u>
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds. (Exhibit B-2)	<u>\$ 46,947,992</u>	<u>\$ 2,060,206</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 47,139,840	\$ 1,887,292
Differences - Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for financial reporting purposes.		
Encumbrances - June 30, 2021		196,039
Encumbrances - June 30, 2022	<u>-</u>	<u>(693)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (Exhibit B-2)	<u>\$ 47,139,840</u>	<u>\$ 2,082,638</u>

**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

**PENSION INFORMATION**

**AND**

**OTHER POST-EMPLOYMENT BENEFITS INFORMATION**

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

**Public Employees Retirement System**

**Last Nine Fiscal Years\***

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Position Liability (Asset)	0.06867%	0.06861%	0.06911%	0.06551%	0.06194%	0.06011%	0.05995%	0.06122%	0.05919%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 8,134,773	\$ 11,189,111	\$ 12,452,949	\$ 12,898,536	\$ 14,418,895	\$ 17,804,103	\$ 13,456,915	\$ 11,462,175	\$ 11,312,269
District's Covered Payroll	\$ 4,855,539	\$ 4,928,570	\$ 4,901,559	\$ 4,750,615	\$ 4,423,947	\$ 4,171,277	\$ 4,036,455	\$ 3,852,382	\$ 3,897,331
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	167.54%	227.03%	254.06%	271.51%	325.93%	426.83%	333.38%	297.53%	290.26%
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%	48.52%

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

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

**RIDGEFIELD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF DISTRICT CONTRIBUTIONS**

**Public Employees Retirement System**

**Last Nine Fiscal Years**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 804,184	\$ 750,601	\$ 672,260	\$ 651,610	\$ 573,818	\$ 534,046	\$ 515,384	\$ 499,478	\$ 451,196
Contributions in Relation to the Contractually Required Contribution	<u>804,184</u>	<u>750,601</u>	<u>672,260</u>	<u>651,610</u>	<u>573,818</u>	<u>534,046</u>	<u>515,384</u>	<u>499,478</u>	<u>451,196</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 4,720,509	\$ 4,855,539	\$ 4,928,570	\$ 4,901,559	\$ 4,750,615	\$ 4,423,947	\$ 4,171,277	\$ 4,036,455	\$ 3,852,382
Contributions as a Percentage of Covered Payroll	17.04%	15.46%	13.64%	13.29%	12.08%	12.07%	12.36%	12.37%	11.71%

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

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

**Teachers Pension and Annuity Fund**

Last Nine Fiscal Years\*

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Position Liability (Asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	<u>\$ 75,348,061</u>	<u>\$ 103,215,319</u>	<u>\$ 99,971,792</u>	<u>\$ 104,637,012</u>	<u>\$ 107,055,071</u>	<u>\$ 124,885,079</u>	<u>\$ 98,810,252</u>	<u>\$ 82,839,005</u>	<u>\$ 82,264,814</u>
<b>Total</b>	<u>\$ 75,348,061</u>	<u>\$ 103,215,319</u>	<u>\$ 99,971,792</u>	<u>\$ 104,637,012</u>	<u>\$ 107,055,071</u>	<u>\$ 124,885,079</u>	<u>\$ 98,810,252</u>	<u>\$ 82,839,005</u>	<u>\$ 82,264,814</u>
District's Covered Payroll	\$ 17,903,657	\$ 17,263,247	\$ 16,922,780	\$ 16,889,423	\$ 17,086,167	\$ 16,931,433	\$ 15,714,988	\$ 15,728,337	\$ 52,051,155
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

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



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

**Change of Benefit Terms:**                   None.

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

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

**Postemployment Health Benefit Plan**

**Last Five Fiscal Years\***

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Total OPEB Liability</b>					
Service Cost	\$ 5,045,919	\$ 2,840,412	\$ 2,929,320	\$ 3,171,091	\$ 3,879,673
Interest on Total OPEB Liability	2,167,877	2,136,367	2,571,178	2,649,847	2,254,098
Changes of Benefit Terms	(88,949)				-
Differences Between Expected and Actual Experience	(17,114,320)	15,386,350	(10,007,829)	(4,062,042)	-
Changes of Assumptions	82,448	17,376,734	879,616	(7,387,891)	(9,468,733)
Gross Benefit Payments	(1,707,680)	(1,656,111)	(1,810,961)	(1,721,490)	(1,766,058)
Contribution from the Member	<u>55,422</u>	<u>50,197</u>	<u>53,682</u>	<u>59,497</u>	<u>65,031</u>
<b>Net Change in Total OPEB Liability</b>	(11,559,283)	36,133,949	(5,384,994)	(7,290,988)	(5,035,989)
<b>Total OPEB Liability - Beginning</b>	<u>95,128,640</u>	<u>58,994,691</u>	<u>64,379,685</u>	<u>71,670,673</u>	<u>76,706,662</u>
<b>Total OPEB Liability - Ending</b>	<u>\$ 83,569,357</u>	<u>\$ 95,128,640</u>	<u>\$ 58,994,691</u>	<u>\$ 64,379,685</u>	<u>\$ 71,670,673</u>
District's Proportionate Share of OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of OPEB Liability	<u>83,569,357</u>	<u>95,128,640</u>	<u>58,994,691</u>	<u>64,379,685</u>	<u>71,670,673</u>
Total OPEB Liability - Ending	<u>\$ 83,569,357</u>	<u>\$ 95,128,640</u>	<u>\$ 58,994,691</u>	<u>\$ 64,379,685</u>	<u>\$ 71,670,673</u>
District's Covered Payroll	\$ 22,759,196	\$ 22,191,817	\$ 21,824,339	\$ 21,640,038	\$ 21,510,114
District's Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%

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

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

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

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

**Changes in Benefit Terms:**

None.

**Changes of Assumptions**

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

**SCHOOL LEVEL SCHEDULES**

**NOT APPLICABLE**

**SPECIAL REVENUE FUND**

**RIDGEFIELD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

REVENUES	<u>Title I</u>	<u>Title II A</u>	<u>Title III</u>	<u>Title IV</u>	<u>Perkins</u>	<u>IDEA Basic</u>	<u>IDEA Preschool</u>	<u>Subtotal</u>
State								
Federal	\$ 322,991	\$ 37,451	\$ 41,091	\$ 24,512	\$ 13,908	\$ 239,197	\$ 20,322	\$ 699,472
Local	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>\$ 322,991</b>	<b>\$ 37,451</b>	<b>\$ 41,091</b>	<b>\$ 24,512</b>	<b>\$ 13,908</b>	<b>\$ 239,197</b>	<b>\$ 20,322</b>	<b>\$ 699,472</b>
<b>EXPENDITURES</b>								
<b>Instruction</b>								
Salaries of Teachers	\$ 210,193		\$ 4,560				\$ 13,726	\$ 228,479
Other Purchased Services						\$ 236,747		236,747
General Supplies	2,291		6,147	\$ 172	\$ 1,202			9,812
Co-curricular / Extracurricular Activities								-
Athletic Activities								-
Other Objects	-	-	-	5,000	3,260	-	-	8,260
<b>Total Instruction</b>	<b>212,484</b>	<b>-</b>	<b>10,707</b>	<b>5,172</b>	<b>4,462</b>	<b>236,747</b>	<b>13,726</b>	<b>483,298</b>
<b>Support Services</b>								
Salaries	2,000		30,285	13,290				45,575
Personnel Services - Employee Benefits	107,755						6,596	114,351
Purchased Prof. / Technical Services	752	\$ 30,499		6,050	6,500			43,801
Other Purchased Services		2,088			2,946			5,034
Supplies and Materials		4,864	99					4,963
Scholarship Awards	-	-	-	-	-	-	-	-
<b>Total Support Services</b>	<b>110,507</b>	<b>37,451</b>	<b>30,384</b>	<b>19,340</b>	<b>9,446</b>	<b>-</b>	<b>6,596</b>	<b>213,724</b>
<b>Capital Outlay</b>								
Instructional Equipment	-	-	-	-	-	2,450	-	2,450
Construction Services	-	-	-	-	-	-	-	-
<b>Total Capital Outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,450</b>	<b>-</b>	<b>2,450</b>
<b>Total Expenditures</b>	<b>322,991</b>	<b>37,451</b>	<b>41,091</b>	<b>24,512</b>	<b>13,908</b>	<b>239,197</b>	<b>20,322</b>	<b>699,472</b>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-	-	-	-
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers In	-	-	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Changes in Fund Balances	-	-	-	-	-	-	-	-
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	-
Fund Balance, End of Year	-	-	-	-	-	-	-	-

**RIDGEFIELD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

REVENUES	<u>ARP Basic</u>	<u>ARP Preschool</u>	<u>ARP ESSER</u>	<u>Evidence Based Summer Learning</u>	<u>CRRSA ESSER II</u>	<u>CRRSA Learning Acceleration</u>	<u>CRRSA Mental Health</u>	<u>Subtotal</u>
State								
Federal	\$ 58,340	\$ 6,197	\$ 60,355	\$ 1,000	\$ 636,838	\$ 53,224	\$ 45,000	\$ 860,954
Local	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>\$ 58,340</b>	<b>\$ 6,197</b>	<b>\$ 60,355</b>	<b>\$ 1,000</b>	<b>\$ 636,838</b>	<b>\$ 53,224</b>	<b>\$ 45,000</b>	<b>\$ 860,954</b>
<b>EXPENDITURES</b>								
<b>Instruction</b>								
Salaries of Teachers					\$ 78,432	\$ 30,690		\$ 109,122
Other Purchased Services					17,501	1,875		19,376
General Supplies		\$ 1,418	\$ 29,666	\$ 1,000	9,963	4,501		46,548
Co-curricular / Extracurricular Activities								-
Athletic Activities								-
Other Objects	-	-	-	-	-	-	-	-
<b>Total Instruction</b>	<b>-</b>	<b>1,418</b>	<b>29,666</b>	<b>1,000</b>	<b>105,896</b>	<b>37,066</b>	<b>-</b>	<b>175,046</b>
<b>Support Services</b>								
Salaries			16,770		109,492			126,262
Personnel Services - Employee Benefits					108,140			108,140
Purchased Prof. / Technical Services	\$ 58,340				9,162	16,158	\$ 45,000	128,660
Purchased Property Services								-
Other Purchased Services					46,971			46,971
Supplies and Materials			4,362		188,146	-		192,508
Scholarship Awards	-	-	-	-	-	-	-	-
<b>Total Support Services</b>	<b>58,340</b>	<b>-</b>	<b>21,132</b>	<b>-</b>	<b>461,911</b>	<b>16,158</b>	<b>45,000</b>	<b>602,541</b>
<b>Capital Outlay</b>								
Instructional Equipment	-	4,779	9,557	-	-	-	-	14,336
Construction Services	-	-	-	-	69,031	-	-	69,031
<b>Total Capital Outlay</b>	<b>-</b>	<b>4,779</b>	<b>9,557</b>	<b>-</b>	<b>69,031</b>	<b>-</b>	<b>-</b>	<b>83,367</b>
<b>Total Expenditures</b>	<b>58,340</b>	<b>6,197</b>	<b>60,355</b>	<b>1,000</b>	<b>636,838</b>	<b>53,224</b>	<b>45,000</b>	<b>860,954</b>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-	-	-	-
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers In	-	-	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Changes in Fund Balances	-	-	-	-	-	-	-	-
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	-
Fund Balance, End of Year	-	-	-	-	-	-	-	-

**RIDGEFIELD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

REVENUES	<u>FEMA</u>	<u>CARES Emergency Relief</u>	<u>SDA Emergent Needs</u>	<u>Local Grants</u>	<u>Student Activities and Athletics</u>	<u>Scholarship</u>	<u>Total per Exhibit E-1</u>	<u>Total per Exhibit E-1a</u>	<u>Total</u>
State			\$ 39,951						\$ 39,951
Federal	\$ 113,944	\$ 407	-				\$ 699,472	\$ 860,954	1,674,777
Local	-	-	-	\$ 9,529	\$ 124,025	\$ 16,578	-	-	150,132
<b>Total Revenues</b>	<u>\$ 113,944</u>	<u>\$ 407</u>	<u>\$ 39,951</u>	<u>\$ 9,529</u>	<u>\$ 124,025</u>	<u>\$ 16,578</u>	<u>\$ 699,472</u>	<u>\$ 860,954</u>	<u>\$ 1,864,860</u>
<b>EXPENDITURES</b>									
<b>Instruction</b>									
Salaries of Teachers				\$ 2,500			\$ 228,479	\$ 109,122	\$ 340,101
Other Purchased Services							236,747	19,376	256,123
General Supplies				5,771			9,812	46,548	62,131
Co-curricular / Extracurricular Activities					\$ 110,009		-	-	110,009
Athletic Activities					30,076		-	-	30,076
Other Objects	-	-	-	1,258	-	-	8,260	-	9,518
<b>Total Instruction</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,529</u>	<u>140,085</u>	<u>-</u>	<u>483,298</u>	<u>175,046</u>	<u>807,958</u>
<b>Support Services</b>									
Salaries							45,575	126,262	171,837
Personnel Services - Employee Benefits							114,351	108,140	222,491
Purchased Prof. / Technical Services							43,801	128,660	172,461
Purchased Property Services			\$ 39,951				-	-	39,951
Other Purchased Services							5,034	46,971	52,005
Supplies and Materials		\$ 407					4,963	192,508	197,878
Scholarship Awards	-	-	-	-	-	\$ 22,950	-	-	22,950
<b>Total Support Services</b>	<u>-</u>	<u>407</u>	<u>39,951</u>	<u>-</u>	<u>-</u>	<u>22,950</u>	<u>213,724</u>	<u>602,541</u>	<u>879,573</u>
<b>Capital Outlay</b>									
Instructional Equipment							2,450	14,336	16,786
Construction Services	\$ 113,944	-	-	-	-	-	-	69,031	182,975
<b>Total Capital Outlay</b>	<u>113,944</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,450</u>	<u>83,367</u>	<u>199,761</u>
<b>Total Expenditures</b>	<u>113,944</u>	<u>407</u>	<u>39,951</u>	<u>9,529</u>	<u>140,085</u>	<u>22,950</u>	<u>699,472</u>	<u>860,954</u>	<u>1,887,292</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	(16,060)	(6,372)	-	-	(22,432)
<b>OTHER FINANCING SOURCES (USES)</b>									
Transfers In	-	-	-	-	18,932	-	-	-	18,932
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,932</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,932</u>
Net Changes in Fund Balances	-	-	-	-	2,872	(6,372)	-	-	(3,500)
Fund Balance, Beginning of Year	-	-	-	-	101,153	110,384	-	-	211,537
Fund Balance, End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 104,025</u>	<u>\$ 104,012</u>	<u>-</u>	<u>-</u>	<u>208,037</u>



**RIDGEFIELD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
SCHEDULE OF PRESCHOOL EDUCATION AID  
SCHEDULE OF EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOT APPLICABLE**

**CAPITAL PROJECTS FUND**

**NOT APPLICABLE**

**ENTERPRISE FUND**

**SCHEDULE G-1**

**RIDGEFIELD BOARD OF EDUCATION  
ENTERPRISE FUND  
COMBINING STATEMENT OF NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-4

**SCHEDULE G-2**

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

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-5

**SCHEDULE G-3**

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

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-6

**FIDUCIARY FUNDS**

**NOT APPLICABLE**

**LONG-TERM DEBT**

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

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities Date</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Balance, July 1, 2021</u>	<u>Issued</u>	<u>Matured</u>	<u>Balance, June 30, 2022</u>
School Bonds	2/5/2013	\$ 2,900,000	2/1/2023	\$ 200,000	2.25%				
			2/1/2024	205,000	2.25%				
			2/1/2025	205,000	2.25%				
			2/1/2026	210,000	2.25%				
			2/1/2027	215,000	3.00%				
			2/1/2028	220,000	3.00%	\$ 1,450,000		\$ 195,000	\$ 1,255,000
School Bonds	1/28/2015	1,807,000	2/15/2023	\$ 150,000	2.000%				
			2/15/2024	150,000	2.125%				
			2/15/2025	150,000	2.250%				
			2/15/2026	150,000	2.375%				
			2/15/2027	132,000	3.000%				
			2/15/2028	125,000	3.000%				
			2/15/2029	125,000	3.000%				
			2/15/2030	125,000	3.000%	1,207,000		100,000	1,107,000
Refunding School Bonds	12/2/2015	3,540,000	2/15/2023	235,000	2.250%				
			2/15/2024	245,000	5.000%				
			2/15/2025	250,000	5.000%				
			2/15/2026	245,000	3.000%				
			2/15/2027	240,000	3.000%	<u>1,720,000</u>	<u>-</u>	<u>505,000</u>	<u>1,215,000</u>
						<u>\$ 4,377,000</u>	<u>\$ -</u>	<u>\$ 800,000</u>	<u>\$ 3,577,000</u>
								<u>\$ 800,000</u>	

Paid by Budget Appropriation

\$ 800,000

**RIDGEFIELD BOARD OF EDUCATION  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL FINANCING AGREEMENTS AND LEASES PAYABLE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<u>Purpose</u>	<u>Amount of Original Issue</u>	<u>Interest Rate</u>	<u>Balance, July 1, 2021 (Restated)</u>	<u>Issued Current Year</u>	<u>Retired Current Year</u>	<u>Balance, June 30, 2022</u>
<b><u>Capital Financing Agreements:</u></b>						
2021 Acquisition of Copiers	\$ 43,813	5.74%	\$ 43,813	\$ -	\$ 7,762	\$ 36,051
2019 Acquisition of Copiers	7,594	6.62%	4,853	-	1,512	3,341
2018 Acquisition of Copiers	98,610	4.89%	<u>42,142</u>	<u>-</u>	<u>20,556</u>	<u>21,586</u>
Grand Total			<u>\$ 90,808</u>	<u>\$ -</u>	<u>\$ 29,830</u>	<u>\$ 60,978</u>
<b><u>Leases Payable:</u></b>						
Postage Machine	9,897	3.00%	3,473	-	1,963	1,510
School Building (Shaler Boulevard School)	12,140,094	4.00%	<u>2,510,831</u>	<u>-</u>	<u>500,231</u>	<u>2,010,600</u>
Grand Total			<u>\$ 2,514,304</u>	<u>\$ -</u>	<u>\$ 502,194</u>	<u>\$ 2,012,110</u>
				Paid by Budget Appropriation	<u>\$ 532,024</u>	



**RIDGEFIELD BOARD OF EDUCATION  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<b>REVENUES</b>					
Local Sources					
Property Tax Levy	\$ 754,781		\$ 754,781	\$ 754,781	
Miscellaneous				7,963	\$ 7,963
State Sources					
State Aid Type II	<u>191,267</u>	<u>-</u>	<u>191,267</u>	<u>191,267</u>	<u>-</u>
Total Revenues	<u>946,048</u>	<u>-</u>	<u>946,048</u>	<u>954,011</u>	<u>7,963</u>
<b>EXPENDITURES</b>					
Regular Debt Service					
Interest on Bonds	146,048	-	146,048	133,048	13,000
Redemption of Bond Principal	<u>800,000</u>	<u>-</u>	<u>800,000</u>	<u>800,000</u>	<u>-</u>
Total Expenditures	<u>946,048</u>	<u>-</u>	<u>946,048</u>	<u>933,048</u>	<u>13,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	20,963	20,963
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>2</u>	<u>(2)</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,965</u>	<u>\$ 20,961</u>

Restricted for Debt Service  
Available for Future Expenditures \$ 20,965

## STATISTICAL SECTION

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

### Contents

### Exhibits

#### **Financial Trends**

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

J-1 to J-5

#### **Revenue Capacity**

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

J-6 to J-9

#### **Debt Capacity**

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

J-10 to J-13

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

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

J-14 and J-15

#### **Operating Information**

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

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

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Governmental Activities</b>										
Net Investment In Capital Assets	\$ 1,898,855	\$ 2,098,963	\$ 2,212,623	\$ 3,656,164	\$ 4,188,437	\$ 4,322,249	\$ 4,835,164	\$ 5,296,339	\$ 5,978,806	\$ 8,193,711
Restricted	1,400,272	1,851,025	2,192,589	2,033,055	1,661,600	2,648,387	4,034,638	5,614,164	6,344,658	5,907,591
Unrestricted	(255,318)	(11,385,408)	(11,276,955)	(13,002,895)	(13,795,052)	(13,618,411)	(13,552,221)	(12,354,603)	(11,866,733)	(9,441,357)
<b>Total Governmental Activities Net Position</b>	<u>\$ 3,043,809</u>	<u>\$ (7,435,420)</u>	<u>\$ (6,871,743)</u>	<u>\$ (7,313,676)</u>	<u>\$ (7,945,015)</u>	<u>\$ (6,647,775)</u>	<u>\$ (4,682,419)</u>	<u>\$ (1,444,100)</u>	<u>\$ 456,731</u>	<u>\$ 4,659,945</u>
<b>Business-Type Activities</b>										
Net Investment In Capital Assets	\$ 51,236	\$ 67,051	\$ 52,441	\$ 51,151	\$ 29,485	\$ 16,193	\$ 8,075	\$ 4,152	\$ 2,869	\$ 9,509
Restricted										
Unrestricted	236,657	252,906	276,464	174,569	95,895	99,463	138,375	186,326	224,531	451,103
<b>Total Business-Type Activities Net Position</b>	<u>\$ 287,893</u>	<u>\$ 319,957</u>	<u>\$ 328,905</u>	<u>\$ 225,720</u>	<u>\$ 125,380</u>	<u>\$ 115,656</u>	<u>\$ 146,450</u>	<u>\$ 190,478</u>	<u>\$ 227,400</u>	<u>\$ 460,612</u>
<b>District-Wide</b>										
Net Investment In Capital Assets	\$ 1,950,091	\$ 2,166,014	\$ 2,265,064	\$ 3,707,315	\$ 4,217,922	\$ 4,338,442	\$ 4,843,239	\$ 5,300,491	\$ 5,981,675	\$ 8,203,220
Restricted	1,400,272	1,851,025	2,192,589	2,033,055	1,661,600	2,648,387	4,034,638	5,614,164	6,344,658	5,907,591
Unrestricted	(18,661)	(11,132,502)	(11,000,491)	(12,828,326)	(13,699,157)	(13,518,948)	(13,413,846)	(12,168,277)	(11,642,202)	(8,990,254)
<b>Total District Net Position</b>	<u>\$ 3,331,702</u>	<u>\$ (7,115,463)</u>	<u>\$ (6,542,838)</u>	<u>\$ (7,087,956)</u>	<u>\$ (7,819,635)</u>	<u>\$ (6,532,119)</u>	<u>\$ (4,535,969)</u>	<u>\$ (1,253,622)</u>	<u>\$ 684,131</u>	<u>\$ 5,120,557</u>

Note 1 - Net Position at June 30, 2014 is restated to reflect the implementation of GASB Statement No. 68, "Accounting and Financial Reporting for Pensions".

Note 2 - Net Position at June 30, 2020 is restated to reflect the implementation of GASB Statement No. 84, "Fiduciary Activities".

Note 3 - Net Position at June 30, 2021 is restated to reflect the implementation of GASB Statement No. 87, "Leases".

Source: District financial statements

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Expenses</b>										
<b>Governmental Activities</b>										
<b>Instruction</b>										
Regular	\$ 12,483,389	\$ 12,122,395	\$ 13,905,168	\$ 14,867,592	\$ 16,273,752	\$ 15,999,711	\$ 15,107,076	\$ 14,492,081	\$ 16,810,156	\$ 14,725,524
Special Education	10,143,827	10,821,587	11,413,437	12,082,598	12,744,598	13,176,320	12,901,995	12,370,936	13,179,210	10,979,504
Other Special Education	504,280	480,261	578,320	582,419	345,694	530,157	595,646	519,430	792,855	474,634
School Sponsored Activities And Athletics	825,877	742,480	728,119	771,627	782,762	795,956	744,729	633,712	718,066	778,585
<b>Support Services:</b>										
Student & Instruction Related Services	5,255,119	5,324,929	7,140,043	8,830,806	11,546,508	12,248,099	11,272,114	10,485,008	10,739,825	10,036,105
General Administration	798,885	929,529	1,121,078	1,273,490	1,247,360	1,248,747	1,054,795	1,077,242	1,094,047	1,031,114
School Administrative Services	1,207,722	1,447,400	2,003,753	2,300,397	2,439,979	2,254,948	2,091,202	2,149,064	2,314,844	1,948,785
Central Services and Info. Technology	774,518	796,983	882,660	1,031,131	1,025,802	1,105,356	1,029,283	1,056,650	1,183,757	1,077,837
Plant Operations And Maintenance	3,123,932	3,476,968	3,343,003	3,334,212	3,592,574	3,724,244	3,808,963	3,649,181	3,541,336	3,801,607
Pupil Transportation	555,123	632,085	605,601	664,366	710,929	825,445	837,960	721,046	598,876	794,240
Interest on long-term debt	312,560	303,418	315,406	276,025	232,163	207,693	191,308	163,990	137,597	122,801
<b>Total Governmental Activities Expenses</b>	<u>35,985,232</u>	<u>37,078,035</u>	<u>42,036,588</u>	<u>46,014,663</u>	<u>50,942,121</u>	<u>52,116,676</u>	<u>49,635,071</u>	<u>47,318,340</u>	<u>51,110,569</u>	<u>45,770,736</u>
<b>Business-Type Activities:</b>										
Food service	680,824	718,142	689,261	684,198	675,477	641,350	677,225	516,310	432,106	844,984
Saturday Happenings	266,953	271,238	278,432	381,873	378,962	333,192	308,921	257,711	145,666	260,993
<b>Total Business-Type Activities Expense</b>	<u>947,777</u>	<u>989,380</u>	<u>967,693</u>	<u>1,066,071</u>	<u>1,054,439</u>	<u>974,542</u>	<u>986,146</u>	<u>774,021</u>	<u>577,772</u>	<u>1,105,977</u>
<b>Total District Expenses</b>	<u>\$ 36,933,009</u>	<u>\$ 38,067,415</u>	<u>\$ 43,004,281</u>	<u>\$ 47,080,734</u>	<u>\$ 51,996,560</u>	<u>\$ 53,091,218</u>	<u>\$ 50,621,217</u>	<u>\$ 48,092,361</u>	<u>\$ 51,688,341</u>	<u>\$ 46,876,713</u>
<b>Program Revenues</b>										
<b>Governmental Activities:</b>										
<b>Charges for services:</b>										
Instruction	\$ 9,909,016	\$ 10,577,992	\$ 10,313,918	\$ 9,948,544	\$ 11,033,118	\$ 11,649,589	\$ 11,722,828	\$ 11,409,159	\$ 10,123,677	\$ 9,172,219
Support Services	1,500,875	1,586,942	1,723,247	1,988,995	2,067,812	2,188,807	2,165,568	2,070,753	1,653,128	2,102,947
Operating grants and contributions	5,547,823	5,111,328	9,530,959	11,181,811	14,539,944	16,300,048	13,618,948	12,190,483	16,428,417	12,417,481
Capital grants and contributions	4,088	73,769	202,000	983,320	5,459	10,327			43,763	199,761
<b>Total Governmental Activities Program Revenues</b>	<u>16,961,802</u>	<u>17,350,031</u>	<u>21,770,124</u>	<u>24,102,670</u>	<u>27,646,333</u>	<u>30,148,771</u>	<u>27,507,344</u>	<u>25,670,395</u>	<u>28,248,985</u>	<u>23,892,408</u>
<b>Business-Type Activities:</b>										
<b>Charges for services</b>										
Food Service	392,740	413,430	693,693	348,755	334,249	324,485	349,244	257,562	-	71,462
Saturday Happenings	325,861	332,382	282,256	304,718	294,540	318,379	318,279	283,939	29,473	306,751
Operating grants and contributions	264,850	274,770		308,680	324,642	320,309	345,861	273,765	585,173	960,818
Capital grants and contributions									-	
<b>Total Business Type Activities Program Revenues</b>	<u>983,451</u>	<u>1,020,582</u>	<u>975,949</u>	<u>962,153</u>	<u>953,431</u>	<u>963,173</u>	<u>1,013,384</u>	<u>815,266</u>	<u>614,646</u>	<u>1,339,031</u>
<b>Total District Program Revenues</b>	<u>\$ 17,945,253</u>	<u>\$ 18,370,613</u>	<u>\$ 22,746,073</u>	<u>\$ 25,064,823</u>	<u>\$ 28,599,764</u>	<u>\$ 31,111,944</u>	<u>\$ 28,520,728</u>	<u>\$ 26,485,661</u>	<u>\$ 28,863,631</u>	<u>\$ 25,231,439</u>

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Net (Expense)/Revenue</b>										
Governmental Activities	\$ (19,023,430)	\$ (19,728,004)	\$ (20,266,464)	\$ (21,911,993)	\$ (23,295,788)	\$ (21,967,905)	\$ (22,127,727)	\$ (21,647,945)	\$ (22,861,584)	\$ (21,878,328)
Business-Type Activities	35,674	31,202	8,256	(103,918)	(101,008)	(11,369)	27,238	41,245	36,874	233,054
Total District-Wide Net Expense	<u>\$ (18,987,756)</u>	<u>\$ (19,696,802)</u>	<u>\$ (20,258,208)</u>	<u>\$ (22,015,911)</u>	<u>\$ (23,396,796)</u>	<u>\$ (21,979,274)</u>	<u>\$ (22,100,489)</u>	<u>\$ (21,606,700)</u>	<u>\$ (22,824,710)</u>	<u>\$ (21,645,274)</u>
<b>General Revenues And Other Changes In Net Position</b>										
Governmental Activities:										
Property taxes levied for general purposes, net	\$ 17,860,060	\$ 18,367,261	\$ 18,734,606	\$ 19,216,798	\$ 19,950,339	\$ 20,717,526	\$ 21,531,657	\$ 22,121,031	\$ 22,566,627	\$ 23,017,960
Property taxes levied for debt service	74,667	301,212	300,291	415,750	818,901	707,287	722,018	713,596	713,507	754,781
Unrestricted aid and contributions	1,613,884	1,656,830	1,697,776	1,739,574	1,731,810	1,693,906	1,684,227	1,683,265	1,749,206	2,099,630
Investment earnings	26,893	29,366	17,736	9,667	13,733	50,108	82,275	75,274	3,817	9,857
Miscellaneous income	98,886	206,375	79,732	88,271	149,666	96,318	72,906	80,684	27,112	199,314
Transfers	-	-	-	-	-	-	-	-	-	-
Special Items	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities	<u>19,674,390</u>	<u>20,561,044</u>	<u>20,830,141</u>	<u>21,470,060</u>	<u>22,664,449</u>	<u>23,265,145</u>	<u>24,093,083</u>	<u>24,673,850</u>	<u>25,060,269</u>	<u>26,081,542</u>
Business-Type Activities:										
Investment earnings	840	862	692	733	668	1,645	3,556	2,783	48	158
Transfers	-	-	-	-	-	-	-	-	-	-
Special Items	-	-	-	-	-	-	-	-	-	-
Total Business-Type Activities	<u>840</u>	<u>862</u>	<u>692</u>	<u>733</u>	<u>668</u>	<u>1,645</u>	<u>3,556</u>	<u>2,783</u>	<u>48</u>	<u>158</u>
Total District-Wide	<u>\$ 19,675,230</u>	<u>\$ 20,561,906</u>	<u>\$ 20,830,833</u>	<u>\$ 21,470,793</u>	<u>\$ 22,665,117</u>	<u>\$ 23,266,790</u>	<u>\$ 24,096,639</u>	<u>\$ 24,676,633</u>	<u>\$ 25,060,317</u>	<u>\$ 26,081,700</u>
<b>Change In Net Position</b>										
Governmental Activities	\$ 650,960	\$ 833,040	\$ 563,677	\$ (441,933)	\$ (631,339)	\$ 1,297,240	\$ 1,965,356	\$ 3,025,905	\$ 2,198,685	\$ 4,203,214
Business-Type Activities	36,514	32,064	8,948	(103,185)	(100,340)	(9,724)	30,794	44,028	36,922	233,212
Total District	<u>\$ 687,474</u>	<u>\$ 865,104</u>	<u>\$ 572,625</u>	<u>\$ (545,118)</u>	<u>\$ (731,679)</u>	<u>\$ 1,287,516</u>	<u>\$ 1,996,150</u>	<u>\$ 3,069,933</u>	<u>\$ 2,235,607</u>	<u>\$ 4,436,426</u>

Source: District financial statements

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Restricted	\$ 1,414,615	\$ 1,949,361	\$ 2,276,311	\$ 1,987,000	\$ 1,615,545	\$ 3,015,452	\$ 5,115,859	\$ 7,447,253	\$ 8,342,760	\$ 8,122,347
Committed	299,677								-	
Assigned	257,017	487,665	740,305	225,062	361,909	543,682	265,097	809,349	346,769	326,269
Unassigned	89,035	164,944	124,418	(3,366)	76,752	83,095	108,198	88,229	814,671	844,804
<b>Total General Fund</b>	<b><u>\$ 2,060,344</u></b>	<b><u>\$ 2,601,970</u></b>	<b><u>\$ 3,141,034</u></b>	<b><u>\$ 2,208,696</u></b>	<b><u>\$ 2,054,206</u></b>	<b><u>\$ 3,642,229</u></b>	<b><u>\$ 5,489,154</u></b>	<b><u>\$ 8,344,831</u></b>	<b><u>\$ 9,504,200</u></b>	<b><u>\$ 9,293,420</u></b>
All Other Governmental Funds										
Restricted	\$ 4,619,191	\$ 2,098,351	\$ 2,994,228	\$ 130,416	\$ 74,757	\$ 32,935	\$ 4,233	\$ -	\$ 211,539	229,002
<b>Total All Other Governmental Funds</b>	<b><u>\$ 4,619,191</u></b>	<b><u>\$ 2,098,351</u></b>	<b><u>\$ 2,994,228</u></b>	<b><u>\$ 130,416</u></b>	<b><u>\$ 74,757</u></b>	<b><u>\$ 32,935</u></b>	<b><u>\$ 4,233</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 211,539</u></b>	<b><u>\$ 229,002</u></b>

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

Source: District financial statements

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Revenues</b>										
Tax Levy	\$ 17,934,727	\$ 18,668,473	\$ 19,034,897	\$ 19,632,548	\$ 20,769,240	\$ 21,424,813	\$ 22,253,675	\$ 22,834,627	\$ 23,280,134	\$ 23,772,741
Tuition Charges	9,951,375	10,519,040	10,385,640	9,922,070	10,970,846	11,454,863	11,799,369	11,398,576	9,901,962	8,655,186
Interest Earnings	26,893	29,366	11,343	9,667	13,733	50,108	82,275	75,274	3,817	9,857
Miscellaneous	1,702,865	1,839,884	1,934,739	2,143,371	2,271,016	2,399,770	2,285,529	2,190,389	1,769,580	2,448,664
State Sources	6,422,989	6,046,248	7,007,392	8,186,861	7,774,191	8,674,120	9,253,448	9,512,523	10,967,981	13,150,627
Federal Sources	634,952	741,077	666,039	868,032	832,167	787,732	842,764	767,388	1,412,662	1,925,134
<b>Total Revenue</b>	<b>36,673,801</b>	<b>37,844,088</b>	<b>39,040,050</b>	<b>40,762,549</b>	<b>42,631,193</b>	<b>44,791,406</b>	<b>46,517,060</b>	<b>46,778,777</b>	<b>47,336,136</b>	<b>49,962,209</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	12,408,824	11,952,495	12,129,537	12,422,906	12,677,897	12,519,366	12,936,922	12,864,997	14,399,601	15,205,953
Special Education Instruction	10,125,834	10,805,134	10,401,121	10,580,814	10,468,913	10,729,506	11,341,704	11,253,103	11,538,266	11,555,621
Other Special Instruction	504,280	479,365	505,703	488,692	269,415	416,666	512,760	488,330	679,185	502,121
School Sponsored Activities And Athletics	825,877	741,446	720,468	741,526	718,938	712,502	679,784	604,251	660,494	805,223
<b>Support Services:</b>										
Student & Inst. Related Services	5,252,661	5,309,257	6,496,514	7,730,920	9,550,246	10,058,865	9,989,876	9,604,030	9,502,572	10,518,897
General Administration	744,567	926,596	1,081,292	1,081,767	1,106,180	1,108,874	995,960	1,020,976	1,019,669	1,059,866
School Administrative Services	1,209,466	1,418,902	1,757,901	1,934,575	1,926,689	1,780,143	1,805,440	1,923,444	1,988,649	2,021,293
Central Services and Info. Technology	773,845	795,627	845,270	936,202	881,184	939,482	942,598	984,512	1,068,736	1,120,375
Plant Operations And Maintenance	2,755,021	2,971,328	2,911,056	2,957,830	2,898,610	2,965,911	3,135,825	3,055,526	2,876,262	3,086,272
Pupil Transportation	530,473	608,157	580,340	611,742	631,008	712,402	729,685	633,576	500,366	717,903
Capital Outlay	443,480	2,842,862	1,009,193	3,892,273	530,791	264,002	515,666	323,398	964,293	2,084,226
<b>Debt Service:</b>										
Principal	1,057,286	649,299	672,746	815,987	925,292	906,227	985,426	977,931	858,832	1,332,024
Interest And Other Charges	296,132	322,833	300,969	260,761	256,179	237,937	223,189	193,259	164,527	145,752
Payment to Escrow Agent				823,736						
Bond Issuance Costs	42,880			100,918						
<b>Total Expenditures</b>	<b>36,970,626</b>	<b>39,823,301</b>	<b>39,412,110</b>	<b>45,380,649</b>	<b>42,841,342</b>	<b>43,351,883</b>	<b>44,794,835</b>	<b>43,927,333</b>	<b>46,221,452</b>	<b>50,155,526</b>
<b>Excess (Deficiency) Of Revenues Over (Under) Expenditures</b>	<b>(296,825)</b>	<b>(1,979,213)</b>	<b>(372,060)</b>	<b>(4,618,100)</b>	<b>(210,149)</b>	<b>1,439,523</b>	<b>1,722,225</b>	<b>2,851,444</b>	<b>1,114,684</b>	<b>(193,317)</b>
<b>Other Financing Sources (Uses)</b>										
Capital Leases (Non-Budgeted)						106,678	95,998		43,810	
Lease Purchase Proceeds (Non-Budgeted)	211,662			721,032						
Bond Proceeds	2,900,000		1,807,000	3,540,000						
Premiums on Refund Bond				370,100						
Payments to Refunding Escrow Agent				(3,809,182)						
Transfers In	383,755	383,166	388,393	1,241,394	145,051	39,794		28,702	45,311	18,932
Transfers Out	(383,775)	(383,166)	(388,393)	(1,241,394)	(145,051)	(39,794)		(28,702)	(45,311)	(18,932)
<b>Total Other Financing Sources (Uses)</b>	<b>3,111,642</b>	<b>-</b>	<b>1,807,000</b>	<b>821,950</b>	<b>-</b>	<b>106,678</b>	<b>95,998</b>	<b>-</b>	<b>43,810</b>	<b>-</b>
<b>Net Change In Fund Balances</b>	<b>\$ 2,814,817</b>	<b>\$ (1,979,213)</b>	<b>\$ 1,434,940</b>	<b>\$ (3,796,150)</b>	<b>\$ (210,149)</b>	<b>\$ 1,546,201</b>	<b>\$ 1,818,223</b>	<b>\$ 2,851,444</b>	<b>\$ 1,158,494</b>	<b>\$ (193,317)</b>
<b>Debt Service As A Percentage Of Noncapital Expenditures</b>	<b>3.71%</b>	<b>2.63%</b>	<b>2.54%</b>	<b>2.60%</b>	<b>2.79%</b>	<b>2.66%</b>	<b>2.73%</b>	<b>2.69%</b>	<b>2.26%</b>	<b>3.07%</b>

\* Noncapital expenditures are total expenditures less capital outlay.

Source: District financial statements

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

86	<b>Fiscal Year Ended June 30,</b>	<b>Interest Earned</b>	<b>Tuition</b>	<b>One to One Aides</b>	<b>OT/PT Fees</b>	<b>Rentals</b>	<b>Prior Year Refunds</b>	<b>Gate Receipts</b>	<b>E-Rate</b>	<b>Miscellaneous</b>	<b>Total</b>
	2013	\$ 18,138	\$ 9,951,375	\$ 947,345	\$ 548,779	\$ 5,000	\$ 35,668			\$ 58,219	\$ 11,564,524
	2014	21,200	10,519,040	997,607	581,300	5,050	6,039	\$ 960		194,326	12,325,522
	2015	11,343	10,385,640	1,104,329	642,520	6,595	33,168	1,616		38,353	12,223,564
	2016	7,009	9,922,070	1,305,992	661,515	4,731	12,847	3,788		66,905	11,984,857
	2017	13,519	10,970,846	1,324,911	723,000	3,181	23,646	4,646	\$ 67,111	25,241	13,156,101
	2018	50,108	11,454,863	1,521,911	713,240	7,504	3,171	2,663	39,435	43,545	13,836,440
	2019	82,275	11,799,369	1,421,246	734,459	2,332	18,631	2,734		49,206	14,110,252
	2020	75,274	11,398,576	1,297,713	775,177	2,958	24,377	1,876		51,473	13,627,424
	2021	3,817	9,901,962	1,058,378	583,190		26,349			763	11,574,459
	2022	9,857	8,655,186	1,494,254	601,218	1,178	78,041		9,090	103,042	10,951,866

Source: District financial statements



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

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate (%)
2013	\$ 66,375,300	\$ 968,920,400			\$ 230,396,000	\$ 217,362,300	\$ 67,803,300	\$ 1,550,857,300	\$ 1,428,962	\$ 1,552,286,262	\$ 1,802,638,944	\$ 1.180
2014	66,647,700	969,087,300			228,534,300	241,862,300	67,803,300	1,573,934,900	972,615	1,574,907,515	1,840,932,433	1.197
2015	67,049,100	971,054,400			207,532,400	229,677,300	67,803,300	1,543,116,500	972,615	1,544,089,115	1,749,024,041	1.252
2016	62,463,100	977,005,200			207,056,600	227,558,900	67,523,300	1,541,607,100	1,096,408	1,542,703,508	1,829,594,925	1.309
2017	58,217,700	981,405,900			205,872,200	249,934,400	67,523,300	1,562,953,500	1,018,288	1,563,971,788	1,865,603,149	1.333
2018	57,699,500	982,878,900			204,896,500	249,934,400	67,523,300	1,562,932,600	1,018,288	1,563,950,888	1,955,370,692	1.396
2019	57,395,500	985,234,100			204,132,000	248,190,100	67,790,800	1,562,742,500	985,163	1,563,727,663	1,949,653,816	1.441
2020	59,621,800	988,414,500			190,107,600	251,573,600	68,540,800	1,558,258,300	978,508	1,559,236,808	1,977,396,289	1.479
2021	59,541,900	993,625,000			195,454,700	250,348,100	68,740,800	1,567,710,500	947,288	1,568,657,788	2,091,806,103	1.500
2022	96,384,500	1,338,266,500			290,963,700	423,623,500	122,104,000	2,471,342,200	1,262,735	2,472,604,935	2,386,908,424	0.969

Source: County Abstract of Ratables

Note 1: The Borough undertook a reassessment of real property effective for the 2022 calendar year.

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

Calendar Year	Total Direct School Tax Rate		Overlapping Rates			Total Direct and Overlapping Tax Rate
	Ridgefield Local School District	Municipality of Ridgefield	Municipal Library	County of Bergen		
2013	\$ 1.180	\$ 0.590	\$ 0.040	\$ 0.270	\$ 2.080	
2014	1.197	0.591	0.038	0.273	2.099	
2015	1.252	0.604	0.038	0.270	2.164	
2016	1.309	0.619	0.037	0.273	2.238	
2017	1.333	0.654	0.039	0.298	2.324	
2018	1.396	0.674	0.041	0.306	2.417	
2019	1.441	0.694	0.041	0.304	2.480	
2020	1.479	0.703	0.042	0.314	2.538	
2021	1.500	0.709	0.044	0.335	2.588	
2022	0.969	0.462	0.030	0.234	1.695	

Source: County Abstract of Ratables

Note 1: The Borough undertook a reassessment of real property effective for the 2022 calendar year.

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

Taxpayer	2022		2013	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
PSEG Power LLC	\$ 84,514,200	3.42%	\$ 33,693,400	2.17%
QBL NJ 101 Railroad LLC	37,811,400	1.53%		
Ratner/NY Urban LLC	-		35,068,600	2.26%
New York Central Lines			32,855,800	2.12%
FNL Realty LP	34,610,100	1.40%	19,532,000	1.26%
Marvin F. Poer & Company	33,190,500	1.34%		
Ridgefield Industrial LLC	31,202,800	1.26%	18,158,900	1.17%
CSX			19,289,700	1.24%
DCT 101 RRNJ LLC			17,837,300	1.15%
Ridgefield Holding Corp.	30,063,200	1.22%	17,707,700	1.14%
Genzyme Biosurgery	27,794,500	1.12%	22,936,400	1.48%
PSEG Fossil LLC			17,000,500	1.10%
BSREP III Ridgefield, LLC	25,624,500	1.04%		
SF Hillside Village	21,920,000	0.89%		
Ridgefield Storage, LLC	19,624,800	0.79%		
	<u>\$ 346,356,000</u>	<u>14.01%</u>	<u>\$ 234,080,300</u>	<u>15.09%</u>

Source: Municipal Tax Assessor

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2013	\$ 17,934,727	\$ 17,934,727	100.00%	N/A
2014	18,668,473	18,668,473	100.00%	N/A
2015	19,034,897	19,034,897	100.00%	N/A
2016	19,632,548	19,632,548	100.00%	N/A
2017	20,769,240	20,769,240	100.00%	N/A
2018	21,424,813	21,424,813	100.00%	N/A
2019	22,253,675	22,253,675	100.00%	N/A
2020	22,834,627	22,834,627	100.00%	N/A
2021	23,280,134	23,280,134	100.00%	N/A
2022	23,772,741	23,772,741	100.00%	N/A

Source: District records

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

<u>Governmental Activities</u>						
<u>Fiscal Year Ended June 30,</u>	<u>General Obligation Bonds</u>	<u>Capital and Other Financing Agreements</u>	<u>Lease Contracts Payable</u>	<u>Total District</u>	<u>Population</u>	<u>Per Capita</u>
2013	\$ 9,128,000	\$ 178,032		\$ 9,306,032	11,184	\$ 832
2014	8,538,000	118,733		8,656,733	11,217	772
2015	9,730,000	60,987		9,790,987	11,227	872
2016	8,107,000	721,032		8,828,032	11,253	785
2017	7,342,000	560,740		7,902,740	11,256	702
2018	6,627,000	476,191		7,103,191	11,272	630
2019	5,897,000	316,763		6,213,763	11,239	553
2020	5,147,000	88,832		5,235,832	11,189	468
2021	4,377,000	90,808	\$ 2,514,304	6,982,112	11,125	628
2022	3,577,000	60,978	2,012,110	5,650,088	11,421	495

Source: District records

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

<u>General Bonded Debt Outstanding</u>					
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
2013	\$ 9,128,000	\$ 1,996,106	\$ 7,131,894	0.46%	\$ 638
2014	8,538,000	1,620,835	6,917,165	0.44%	617
2015	9,730,000	1,238,835	8,491,165	0.55%	756
2016	8,107,000	46,154	8,060,846	0.52%	716
2017	7,342,000	46,154	7,295,846	0.47%	648
2018	6,627,000	32,935	6,594,065	0.42%	585
2019	5,897,000	4,233	5,892,767	0.38%	524
2020	5,147,000	-	5,147,000	0.33%	460
2021	4,377,000	2	4,376,998	0.28%	393
2022	3,577,000	20,965	3,556,035	0.14%	311

Source: District records

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

	<b><u>Total Debt</u></b>
Municipal Debt: (1)	
Ridgefield Board of Education (as of June 30, 2022)	\$ 3,577,000
Borough of Ridgefield	<u>29,248,963</u>
	<u>32,825,963</u>
Overlapping Debt Apportioned to the Municipality:	
Bergen County:	
County of Bergen (A)	16,596,107
Bergen County Utilities Authority - Water Pollution (B)	<u>6,421,106</u>
	<u>23,017,213</u>
Total Direct and Overlapping Debt	<u>\$ 55,843,176</u>

Source:

(1) Borough's 2021 Annual Debt Statement

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

(B) The debt was computed based upon dividing the Borough's 2021 billings by the total 2021 billings of the Authority.

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

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

	Equalized valuation basis
	2019           \$    1,971,173,688
	2020                   2,067,478,174
	2021                   2,276,663,520
	<u>                  \$    6,315,315,382</u>
Average equalized valuation of taxable property	<u>                  \$    2,105,105,127</u>
Debt limit (4% of average equalization value)	\$           84,204,205
Total Net Debt Applicable to Limit	<u>                  3,577,000</u>
Legal debt margin	<u>                  \$    80,627,205</u>

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Debt limit	\$ 72,449,453	\$ 72,032,894	\$ 71,457,620	\$ 70,354,482	\$ 70,720,878	\$ 73,022,109	\$ 76,125,671	\$ 78,028,007	\$ 79,684,423	\$ 84,204,205
Total net debt applicable to limit	<u>9,128,000</u>	<u>8,538,000</u>	<u>9,730,538</u>	<u>8,107,538</u>	<u>7,342,000</u>	<u>6,627,000</u>	<u>5,897,000</u>	<u>5,147,000</u>	<u>4,377,000</u>	<u>3,577,000</u>
Legal debt margin	<u>\$ 63,321,453</u>	<u>\$ 63,494,894</u>	<u>\$ 61,727,082</u>	<u>\$ 62,246,944</u>	<u>\$ 63,378,878</u>	<u>\$ 66,395,109</u>	<u>\$ 70,228,671</u>	<u>\$ 72,881,007</u>	<u>\$ 75,307,423</u>	<u>\$ 80,627,205</u>
Total net debt applicable to the limit as a percentage of debt limit	12.60%	11.85%	13.62%	11.52%	10.38%	9.08%	7.75%	6.60%	5.49%	4.25%

Source: Annual Debt Statements



EXHIBIT J-14

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

<u>Year</u>	<u>Population</u>	<u>County Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2013	11,184	\$ 71,286	9.70%
2014	11,217	73,883	5.40%
2015	11,227	77,323	4.30%
2016	11,253	78,836	3.90%
2017	11,256	81,024	3.40%
2018	11,272	85,191	3.10%
2019	11,239	88,241	2.70%
2020	11,189	91,972	11.30%
2021	11,125	N/A	6.20%
2022	11,421	N/A	N/A

Source: New Jersey State Department of Education

(E) - Estimate

N/A - Not Available

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

	<u>2022</u>		<u>2013</u>	
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>

INFORMATION NOT AVAILABLE

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

<u>Function/Program</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Instruction	235	240	239	240	242	242	241	242	242	240
Support Services:										
Student & instruction related services	61	61	63	68	68	68	81	88	88	79
General administration	2	3	5	5	5	5	3	3	3	3
School administrative services	9	12	13	13	13	13	12	12	12	11
Central and other support services	7	7	8	8	8	8	8	8	8	8
Security							3	4	1	1
Plant operations and maintenance	15	17	17	17	17	17	17	17	17	16
Pupil transportation	8	7	7	7	7	7	6	6	4	4
Saturday Happenings	13	13	14	14	14	16			15	15
OT/PT Services	14	14	14	14	14	13	18	15		4
<b>Total</b>	<u>364</u>	<u>374</u>	<u>380</u>	<u>386</u>	<u>388</u>	<u>389</u>	<u>389</u>	<u>395</u>	<u>390</u>	<u>381</u>

Source: District Personnel Records

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

Fiscal Year	Enrollment <sup>a</sup>	Operating Expenditures <sup>b</sup>	Cost Per Pupil <sup>c</sup>	Percentage Change	Teacher/Pupil Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
					Teaching Staff	Elementary	High School				
2013	1,786.0	\$ 35,130,848	\$ 19,670	5.68%	196	1:9.6	1:8.8	1,805.9	1,693.5	-2.65%	93.78%
2014	1,733.0	36,008,307	20,778	5.63%	197	1:10.4	1:6.6	1,766.6	1,672.3	-2.18%	94.66%
2015	1,774.0	37,429,202	21,099	1.54%	198	1:10.15	1:9.3	1,754.0	1,635.0	-0.71%	93.22%
2016	1,700.0	39,486,974	23,228	10.09%	199	1:8.35	1:8.96	1,717.0	1,627.0	-2.11%	94.76%
2017	1,696.0	41,129,080	24,251	4.40%	201	1:9.46	1:6.85	1,696.0	1,609.0	-1.22%	94.87%
2018	1,665.0	41,943,717	25,191	3.88%	197	1:8.32	1:8.69	1,660.0	1,576.0	-2.12%	94.94%
2019	1,689.0	43,070,554	25,501	1.23%	197	1:5.96	1:8.33	1,699.0	1,609.0	2.35%	94.70%
2020	1,666.0	42,432,745	25,470	-0.12%	197	1:9.18	1:6.83	1,680.2	1,614.3	-1.11%	96.08%
2021	1,614.0	44,233,800	27,406	7.60%	197	1:9.18	1:6.83	1,614.0	1,531.3	-3.94%	94.88%
2022	1,563.0	46,593,524	29,810	8.77%	198	1:7.90	1:7.87	1,563.3	1,440.7	-3.14%	92.16%

Sources: District records

- Note:
- a Enrollment based on annual October district count.
  - b Operating expenditures equal total expenditures less debt service and capital outlay.
  - c Cost per pupil represents operating expenditures divided by enrollment.

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b><u>District Building</u></b>										
<b><u>Elementary</u></b>										
Shaler Academy (Leased)										
Square Feet	33,042	33,042	33,042	33,042	33,042	33,042	33,042	33,042	33,042	33,042
Capacity (students)	225	225	225	225	225	225	225	225	225	225
Enrollment	193	201	180	190	177	182	196	188	163	159
Bergen Boulevard School										
Square Feet	28,125	28,125	28,125	28,125	30,167	30,167	30,167	30,167	30,167	30,167
Capacity (students)	325	325	325	325	339	339	339	339	339	339
Enrollment	216	213	231	214	206	187	203	231	202	196
Slocum/Skewes School										
Square Feet	80,107	80,107	80,107	80,107	80,107	80,107	80,107	80,107	80,107	80,107
Capacity (students)	875	875	875	875	875	875	875	875	875	875
Enrollment <sup>a</sup>	790	793	766	730	771	740	775	762	735	704
<b><u>High School</u></b>										
Square Feet	87,850	87,850	87,850	87,850	87,850	87,850	87,850	87,850	87,850	87,850
Capacity (students)	725	725	725	725	725	725	725	725	725	725
Enrollment	587	562	555	553	541	551	525	485	514	503

Number of Schools at June 30, 2022

  Elementary = 3

  High School = 1

Source: District Records

**RIDGEFIELD BOARD OF EDUCATION**  
**GENERAL FUND**  
**SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

		Gross Building Area (SF)	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
*School Facilities	<b>Project # (s)</b>											
Ridgefield Memorial High	N/A	87,850	\$ 155,662	\$ 186,741	\$ 179,726	\$ 129,276	\$ 192,356	\$ 212,267	\$ 252,529	\$ 255,387	\$ 183,177	\$ 391,405
Bergen Boulevard School	N/A	28,125	49,835	59,785	57,539	114,782	61,582	67,957	80,847	81,762	58,643	125,306
Shaler Academy	N/A	33,042	58,547	70,237	67,598	38,314	72,349	79,837	94,981	96,056	68,896	147,214
Slocum/Skewes School	N/A	80,107	<u>141,942</u>	<u>170,282</u>	<u>163,886</u>	<u>200,447</u>	<u>175,402</u>	<u>193,558</u>	<u>230,271</u>	<u>232,877</u>	<u>167,032</u>	<u>356,906</u>
Grand Total			<u>\$ 405,986</u>	<u>\$ 487,045</u>	<u>\$ 468,749</u>	<u>\$ 482,819</u>	<u>\$ 501,689</u>	<u>\$ 553,619</u>	<u>\$ 658,628</u>	<u>\$ 666,082</u>	<u>\$ 477,748</u>	<u>\$ 1,020,831</u>

Source: District Records

N/A - Not Available

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

	<u>Coverage</u>		<u>Deductible</u>
Property - Blanket Buildings & Contents	\$ 35,189,717		\$ 5,000
Property - Extra Expense	5,000,000		
Comprehensive General Liability	\$1,000,000 per occurrence/ \$2,000,000 Aggregate		
Auto Liability	1,000,000		
School Board Legal Liability	1,000,000		
Employees Legal Liability Coverage	1,000,000		
Excess Liability	9,000,000		
Environmental Liability	\$4,000,000 Aggregate		
Workers Compensation	Statutory		
Student Accident	5,000,000		
Comprehensive Crime Coverage			
Public Employee Dishonesty	100,000	Per Theft	100,000
	500,000	Per Loss	500,000
Computer Fraud	100,000		1,000
Forgery and Alteration	100,000		1,000
Funds Transfer Fraud	100,000		1,000
Cyber Liability Coverages			
Limit of Liability	1,000,000		15,000
Surety Bonds			
School Business Administrator	275,000		
Assistant School Business Administrator	265,000		

Source: School District records

**SINGLE AUDIT SECTION**





# LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-1

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
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ELIZABETH A. SHICK, CPA, RMA, PSA  
ROBERT W. HAAG, CPA, RMA, PSA  
DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA  
CHRISTOPHER VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA, PSA

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

**INDEPENDENT AUDITOR’S REPORT**

Honorable President and Members  
of the Board of Trustees or Board of Education  
Ridgefield Board of Education  
Ridgefield, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities and each major fund of the Ridgefield Board of Education as of and for the fiscal year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the Ridgefield Board of Education’s basic financial statements and have issued our report thereon dated January 25, 2023.

**Report on Internal Control Over Financial Reporting**

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

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

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

### **Report on Compliance and Other Matters**

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

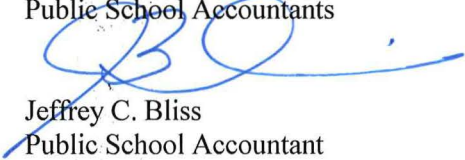
However, we noted certain matters that are not required to be reported under Government Auditing Standards that we reported to management of the Ridgefield Board of Education in a separate report entitled, “Auditor’s Management Report on Administrative Findings – Financial, Compliance and Performance” dated January 25, 2023.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Ridgefield Board of Education’s internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Ridgefield Board of Education’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*LERCH, VINCI & BLISS, LLP*

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

  
Jeffrey C. Bliss  
Public School Accountant  
PSA Number CS00932

Fair Lawn, New Jersey  
January 25, 2023



# LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
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CHRISTINA CUIFFO, CPA, PSA

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

**INDEPENDENT AUDITOR’S REPORT**

Honorable President and Members  
of the Board of Trustees  
Ridgefield Board of Education  
Ridgefield, New Jersey

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

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

We have audited the Ridgefield Board of Education’s compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) Compliance Supplement and the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Ridgefield Board of Education’s major federal and state programs for the fiscal year ended June 30, 2022. The Ridgefield Board of Education’s major federal and state programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

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

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

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

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

### ***Responsibilities of Management for Compliance***

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

### ***Auditor's Responsibilities for the Audit of Compliance***

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

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

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

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

### ***Other Matters***

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with U.S. Uniform Guidance and New Jersey OMB Circular 15-08 which is described in the accompanying schedule of findings and questioned costs as item 2022-001. Our opinion on each major federal and state program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the Ridgefield Board of Education's response to the noncompliance finding identified in our compliance audit and described in the accompanying schedule of findings and questioned costs. The Ridgefield Board of Education's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

## Report on Internal Control Over Compliance

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

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

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


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

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

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the Ridgefield Board of Education, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated January 25, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards as required by the U.S. Uniform Guidance and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

*Lerch, Vinci & Bliss, LLP*

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

  
Jeffrey C. Bliss  
Public School Accountant  
PSA Number CS00932

Fair Lawn, New Jersey  
January 25, 2023

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

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN	Grant Period	Award Amount	Balance July 1, 2021			Unearned Revenue Carryover Amount and Transfers	Account Receivable Carryover Amount and Transfers	Balance, June 30, 2022			Memo GAAP Receivable			
					(Accounts Receivable)	Unearned Revenue	Due to Grantor			Cash Received	Budgetary Expenditures	Adjustment		(Account Receivable)	Unearned Revenue	Due to Grantor
(A)																
<b>U.S. Department of Agriculture</b>																
<b>Passed-through State Department of Agriculture</b>																
<b>Enterprise Fund:</b>																
<b>Child Nutrition Cluster</b>																
National School Breakfast Program																
Cash Assistance	10.553	221NJ304N1099	7/1/21-6/30/22	\$ 138,669					\$ 122,567	\$ 138,669		\$ (16,102)	\$ (16,102)			
Cash Assistance	10.553	211NJ304N1099	7/1/20-6/30/21	185,928	(23,288)				23,288				-			
National School Lunch Program																
Non-Cash Assistance	10.555	211NJ304N1099	7/1/21-6/30/22	75,177					75,177	73,934		\$ 1,243	-			
Non-Cash Assistance	10.555	201NJ304N1099	7/1/20-6/30/21	45,014		\$ 418				418			-			
Cash Assistance	10.555	221NJ304N1099	7/1/21-6/30/22	728,395					679,102	728,395		(49,293)	(49,293)			
Cash Assistance	10.555	211NJ304N1099	7/1/20-6/30/21	294,523	(82,911)				82,911				-			
Emergency Operational Cost Program	10.555	202121H170341	7/1/20-6/30/21	40,816	(40,816)				40,816				-			
P-EBT Administrative Costs	10.649	2121215900941	7/1/21-6/30/22	628					628	628			-			
P-EBT Administrative Costs	10.649	2021215900941	7/1/20-6/30/21	614	(614)				614				-			
Total U.S. Department of Agriculture/Child Nutrition Cluster					(147,629)	418	-	-	-	1,025,103	942,044	-	(65,395)	1,243	-	(65,395)
<b>U.S. Department of Education</b>																
<b>Passed-through State Department of Education</b>																
<b>SPECIAL REVENUE FUND</b>																
<b>Special Education Cluster (IDEA)</b>																
I.D.E.A. Part B, Basic Regular	84.027A	H027A210100	7/1/21-9/30/22	362,655			\$ 108,845	\$ (108,845)	236,341	239,197		(235,159)	232,303	(2,856)		
I.D.E.A. Part B, Basic Regular	84.027A	H027A200100	7/1/20-9/30/21	343,545	(145,473)	108,845	(108,845)	108,845	36,628					-		
I.D.E.A. Part B, ARP Basic	84.027X	H027X210100	7/1/21-9/30/22	77,142						58,340		(77,142)	18,802	(58,340)		
I.D.E.A. Part B, Preschool	84.173	H173A210114	7/1/21-9/30/22	20,322					5,638	20,322		(14,684)	-	(14,684)		
I.D.E.A. Part B, Preschool	84.173	H173A200114	7/1/20-9/30/21	19,729	(7,049)				7,049					-		
I.D.E.A. Part B, ARP Preschool	84.173X	H173X210114	7/1/21-9/30/22	6,567						6,197		(6,567)	370	(6,197)		
Total Special Education Cluster IDEA					(152,522)	108,845	-	-	-	285,656	324,056	-	(333,552)	251,475	-	(82,077)
<b>ESEA</b>																
Title I	84.010	S010A210030	7/1/21-9/30/22	266,416			74,842	(74,842)	136,285	314,899		(204,973)	26,359	(178,614)		
Title I	84.010	S010A200030	7/1/20-9/30/21	318,656	(169,375)	82,933	(74,842)	74,842	94,533	8,092	1	-	-	-		
Total ESEA Title I					(169,375)	82,933	-	-	-	230,818	322,991	1	(204,973)	26,359	-	(178,614)
Title II, Part A	84.367A	S367A210029	7/1/21-9/30/22	49,126			21,122	(21,122)	35,114	35,283		(35,134)	34,965	(169)		
Title II, Part A	84.367A	S367A200029	7/1/19-9/30/20	59,591	(89,782)	23,290	(21,122)	21,122	68,660	2,168				-		
Total ESEA Title II					(89,782)	23,290	-	-	-	103,774	37,451	-	(35,134)	34,965	-	(169)
Title III	84.365A	S365A210030	7/1/21-9/30/22	30,578			30,014	(30,014)	36,882	36,531		(23,710)	24,061	-		
Title III	84.365A	S365A200030	7/1/20-9/30/21	24,610	(34,063)	34,574	(30,014)	30,014	4,049	4,560				-		
Title III Immigrant	84.365A	S365A210030	7/1/21-9/30/22				10,283	(10,283)				(10,283)	10,283	-		
Title III Immigrant	84.365A	S365A200030	7/1/20-9/30/21	6,758	(14,879)	10,283	(10,283)	10,283	4,596					-		
Total ESEA Title III					(48,942)	44,857	-	-	-	45,527	41,091	-	(33,993)	34,344	-	-
Title IV	84.424	S424A210031	7/1/21-9/30/22	22,428			10,983	(10,983)	20,891	18,462		(12,520)	14,949	-		
Title IV	84.424	S424A200031	7/1/20-9/30/21	22,628	(27,264)	17,033	(10,983)	10,983	16,281	6,050				-		
Total ESEA Title IV					(27,264)	17,033	-	-	-	37,172	24,512	-	(12,520)	14,949	-	-
Carl D. Perkins Vocation Education	84.048A	V048A210030	7/1/21-6/30/22	20,451					13,908	13,908		(6,543)	6,543	-		
CARES Emergency Relief Grant	84.425D	S425D200027	3/13/20-9/30/22	259,828	(407)	407			407	407				-		
Coronavirus Resonse and Relief Supplemental Appropriations (CRRSA) Act																
ESSER II	84.425D	S425D210027	3/13/20-9/30/23	1,007,122	(1,007,122)	858,849			451,565	636,838		(555,557)	222,011	(333,546)		
Learning Acceleration	84.425D	S425D210027	3/13/20-9/30/23	64,632	(64,632)	63,123			45,080	53,224		(19,552)	9,899	(9,653)		
Mental Health	84.425D	S425D210027	3/13/20-9/30/23	45,000	(45,000)	45,000				45,000		(45,000)	-	(45,000)		
American Rescue Plan Consolidated																
ARP ESSER III	84.425U	S425U210027	3/13/20-9/30/24	2,263,441						60,355		(2,263,441)	2,203,086	(60,355)		
Accelerated Learning Coach and Educator Supp	84.425U	S425U210027	3/13/20-9/30/24	133,857									133,857	-		
Evidence Based Summer Learning and Enrichm	84.425U	S425U210027	3/13/20-9/30/24	40,000						1,000		(40,000)	39,000	(1,000)		
Evidence Based Comp Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	40,000								(40,000)	40,000	-		
NJTSS Mental Health Support Staffing	84.425U	S425D210027	3/13/20-9/30/24	45,000								(45,000)	45,000	-		
Total ESSER / CARES Programs Cluster					(1,117,161)	967,379	-	-	-	497,052	796,824	-	(3,142,407)	2,692,853	-	(449,554)

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

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN	Grant Period	Award Amount	Balance July 1, 2021			Unearned Revenue Carryover Amount and Transfers	Account Receivable Carryover Amount and Transfers	Cash Received	Budgetary Expenditures	Adjustment	Balance, June 30, 2022			Memo GAAP Receivable
					(Accounts Receivable)	Unearned Revenue	Due to Grantor						(Account Receivable)	Unearned Revenue	Due to Grantor	
(A)																
Coronavirus Relief Fund (CRF)																
CARES Act - Bergen County Pass Thru	21.019	N/A	3/1/20-12/31/21	\$ 73,911		\$ 1								\$ 1		
Coronavirus Relief Fund	21.019	N/A	3/1/20-12/31/21	92,036	-	7,629	-	-	-	-	-	-	-	7,629	-	
Total CRF Program Cluster					-	7,630	-	-	-	-	-	-	-	7,630	-	
FEMA - Public Assistance Grant - Hurricane IDA	97.036	N/A	7/1/21-6/30/22	113,944	-	-	-	-	\$ 113,944	\$ 113,944	-	-	-	-	-	
Total Special Revenue Fund					\$ (1,605,046)	1,251,967	-	-	1,327,851	1,674,777	\$ 1	\$ (3,769,122)	3,069,118	-	\$ (710,414)	
Total U.S. Department of Education					(1,605,046)	1,251,967	-	-	1,327,851	1,674,777	1	(3,769,122)	3,069,118	-	(710,414)	
<b>U.S. Department of Health and Human Services</b>																
<b>Medicaid Cluster</b>																
General Fund:																
Medicaid Assistance Program (SEMI)	93.778	200SNJSMAP	7/1/20-6/30/21	58,757	-	-	-	-	58,757	58,757	-	-	-	-	-	
<b>U.S. Department of Homeland Security</b>																
General Fund:																
FEMA - Public Assistance Grants - COVID P.	97.036	N/A	3/1/20-12/31/20	52,654	(52,654)	-	-	-	52,654	-	-	-	-	-	-	
Total Federal Awards					\$ (1,805,329)	\$ 1,252,385	\$ -	-	\$ 2,464,365	\$ 2,675,578	\$ 1	\$ (3,834,517)	\$ 3,070,361	-	\$ (775,809)	

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

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, July 1, 2021	Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Balance, June 30, 2022			Memo GAAP Receivable	Memo Cumulative Total Expenditures
								(Accounts Receivable) June 30, 2022	Unearned Revenue June 30, 2022	Due to Grantor June 30, 2022		
<b>State Department of Education</b>												
Current Expense:												
Equalization Aid	22-495-034-5120-078	7/1/21-6/30/22	\$ 1,968,319		\$ 1,792,601	\$ 1,968,319		\$ (175,718)				\$ 1,968,319
Equalization Aid	21-495-034-5120-078	7/1/20-6/30/21	1,588,417	\$ (143,036)	143,036			-				-
Special Education Aid	22-495-034-5120-089	7/1/21-6/30/22	1,036,775		944,219	1,036,775		(92,556)				1,036,775
Special Education Aid	21-495-034-5120-089	7/1/20-6/30/21	1,036,775	(93,361)	93,361			-				-
Security Aid	22-495-034-5120-084	7/1/21-6/30/22	96,410		87,803	96,410		(8,607)				96,410
Security Aid	21-495-034-5120-084	7/1/20-6/30/21	96,410	(8,682)	8,682			-				-
Total State Aid - Public Cluster				(245,079)	3,069,702	3,101,504	-	(276,881)	-	-	-	3,101,504
Extraordinary Aid	22-495-034-5120-044	7/1/21-6/30/22	841,280			841,280		(841,280)				841,280
Extraordinary Aid	21-495-034-5120-044	7/1/20-6/30/21	733,053	(733,053)	733,053			-				-
Reimbursed TPAF Social Security Contribution	22-495-034-5094-003	7/1/21-6/30/22	1,269,098		1,209,746	1,269,098		(59,352)			\$ (59,352)	1,269,098
Reimbursed TPAF Social Security Contribution	21-495-034-5094-003	7/1/20-6/30/21	1,269,797	(10,466)	10,466			-				-
On-Behalf TPAF												
Pension Benefit Cost	22-495-034-5094-002	7/1/21-6/30/22	6,271,436		6,271,436	6,271,436		-				6,271,436
Pension - NCGI Premium	22-495-034-5094-004	7/1/21-6/30/22	88,481		88,481	88,481		-				88,481
Post Retire. Medical	22-495-034-5094-001	7/1/21-6/30/22	1,485,934		1,485,934	1,485,934		-				1,485,934
Long-Term Disability Insurance Prem.	22-495-034-5094-004	7/1/21-6/30/22	1,705	-	1,705	1,705	-	-	-	-	-	1,705
Total General Fund				(988,598)	12,870,523	13,059,438	-	(1,177,513)	-	-	(59,352)	13,059,438
Special Revenue Fund												
Schools Development Authority (SDA)												
Emergent and Capital Maintenance Needs		N/A	39,951	-	39,951	39,951	-	-	-	-	-	39,951
Total Special Revenue Fund				-	39,951	39,951	-	-	-	-	-	39,951
Debt Service Fund												
School Construction Debt Service Aid	21-495-034-5120-075	7/1/21-6/30/22	191,267	-	191,267	191,267	-	-	-	-	-	191,267
<b>State Department of Agriculture</b>												
Enterprise Funds:												
State School Lunch Program	22-100-010-3350-023	7/1/21-6/30/22	17,111		15,977	17,111	-	(1,134)			(1,134)	17,111
State School Lunch Program	21-100-010-3350-023	7/1/20-6/30/21	17,073	(2,627)	4,290	1,663	-	-			-	1,663
Total Enterprise Funds/Child Nutrition Cluster				(2,627)	20,267	18,774	-	(1,134)	-	-	(1,134)	18,774
<b>Total State Financial Assistance Subject to Single Audit Determination</b>				(991,225)	13,122,008	13,309,430	-	(1,178,647)	-	-	(60,486)	13,309,430
<b>State Financial Assistance Not Subject to Major Program Determination</b>												
<b>General Fund</b>												
On-Behalf TPAF												
Pension Benefit Cost	22-495-034-5094-002	7/1/21-6/30/22	6,271,436		(6,271,436)	(6,271,436)						(6,271,436)
Pension - NCGI Premium	22-495-034-5094-004	7/1/21-6/30/22	88,481		(88,481)	(88,481)						(88,481)
Post Retire. Medical	22-495-034-5094-001	7/1/21-6/30/22	1,485,934		(1,485,934)	(1,485,934)						(1,485,934)
Long-Term Disability Insurance Prem.	22-495-034-5094-004	7/1/21-6/30/22	1,705	-	(1,705)	(1,705)	-	-	-	-	-	(1,705)
<b>Total State Financial Assistance Subject to Major Program Determination</b>				\$ (991,225)	\$ 5,274,452	\$ 5,461,874	\$ -	\$ (1,178,647)	\$ -	\$ -	\$ (60,486)	\$ 5,461,874



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

**NOTE 1 GENERAL**

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

**NOTE 2 BASIS OF ACCOUNTING**

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

**NOTE 3 RELATIONSHIP TO FINANCIAL STATEMENTS**

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of \$140,029 for the general fund and an increase of \$195,346 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 58,757	\$ 12,919,409	\$ 12,978,166
Special Revenue Fund	1,866,377	39,951	1,906,328
Debt Service Fund		191,267	191,267
Food Service Fund	<u>942,044</u>	<u>18,774</u>	<u>960,818</u>
Total Financial Assistance	<u>\$ 2,867,178</u>	<u>\$ 13,169,401</u>	<u>\$ 16,036,579</u>

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

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

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

**NOTE 5 OTHER INFORMATION**

Revenues and expenditures reported under the Food Distribution Program as non-cash assistance represent current year value received and current year distributions, respectively. TPAF Social Security contributions in the amount of \$1,269,098 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2022. The amount reported as TPAF Pension System Contributions in the amount of \$6,359,917, TPAF Post-Retirement Medical Benefits Contributions in the amount of \$1,485,934 and TPAF Long-Term Disability Insurance in the amount of \$1,705 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2022.

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

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

**NOTE 7 DE MINIMIS INDIRECT COST RATE**

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

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

**Part I – Summary of Auditor’s Results**

**Financial Statement Section**

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	_____ yes <u>  X  </u> no
2) Significant deficiencies identified not considered to be material weaknesses?	_____ yes <u>  X  </u> none reported
Noncompliance material to basic financial statements noted?	_____ yes <u>  X  </u> no

**Federal Awards Section**

Internal Control over major programs:	
1) Material weakness(es) identified?	_____ yes <u>  X  </u> no
2) Significant deficiencies identified not considered to be material weaknesses?	_____ yes <u>  X  </u> none reported
Type of auditor's report issued on compliance for major programs	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?	<u>  X  </u> yes    _____ no

Identification of major federal programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.425D</u>	<u>CARES Emergency Relief Grant</u>
<u>84.425D</u>	<u>CRRSA ESSER II Program Cluster</u>
<u>84.425U</u>	<u>ARP ESSER III Program Cluster</u>
<u>10.553/10.555</u>	<u>Child Nutrition Program Cluster</u>
_____	_____
_____	_____

Dollar threshold used to distinguish between Type A and Type B programs:	<u>\$750,000</u>
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Auditee qualified as low-risk auditee?	<u>  X  </u> yes    _____ no
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**RIDGEFIELD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

***Part 2 – Schedule of Financial Statement Findings***

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

There are none.

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

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

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

**CURRENT YEAR FEDERAL AWARDS**

**Finding 2022-001**

Our audit revealed net cash resources exceeded three months of average expenditures at June 30, 2022 in the Food Service Fund.

**Federal Program Information**

Child Nutrition Program Cluster	10.553/10.555
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**Criteria of Specific Requirement**

Federal Grant Compliance Supplement – School Breakfast Program/National School Lunch Program – Special Tests and Provisions.

**Condition**

See Finding 2022-001

**Questioned Costs**

None.

**Context**

Net cash resources of \$382,444 at June 30, 2022 exceed three months of average expenditures of \$253,035 for 2021/2022 resulting in an excess of \$129,409 at year end.

**Effect**

Non-profit status of Food Service Fund.

**Cause**

Food service revenues exceeded expenditures.

**Recommendation**

The District develop a plan to eliminate the excess of net cash resources in the Food Service Fund.

**Views of Responsible Officials and Planned Corrective Action Plan**

Management has reviewed this finding and has indicated it will develop and implement a plan to ensure corrective action is taken.

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

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

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

**CURRENT YEAR STATE AWARDS**

There are none.

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

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

**STATUS OF PRIOR YEAR FINDINGS**

There were none.