

SCHOOL DISTRICT  
OF  
ROCHELLE PARK

Rochelle Park School District  
Board of Education  
Rochelle Park, New Jersey

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

Annual Comprehensive  
Financial Report

of the

Rochelle Park School District  
Board of Education

Rochelle Park, New Jersey

For Fiscal Year Ended June 30, 2022

Prepared by

Rochelle Park School District  
Board of Education

ROCHELLE PARK SCHOOL DISTRICT  
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INTRODUCTORY SECTION  
(UNAUDITED)



# Rochelle Park School District

300 Rochelle Avenue • Rochelle Park, NJ 07662 • 201-843-3120 • [www.rochellepark.org](http://www.rochellepark.org)

**Dr. Sue DeNobile**  
SUPERINTENDENT  
[sdenobile@rochellepark.org](mailto:sdenobile@rochellepark.org)

**Mrs. Cheryl Jiosi**  
BUSINESS ADMINISTRATOR  
BOARD SECRETARY  
[cjiosi@rochellepark.org](mailto:cjiosi@rochellepark.org)

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November 11, 2022

The Honorable President and  
Members of the Board of Education  
of the Rochelle Park School District  
County of Bergen  
Rochelle Park, New Jersey 07662

Dear Honorable President and Board Members:

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

The Annual Comprehensive Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the Independent Auditors' Report, the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, and supplementary schedules providing detailed budgetary information. The statistical section includes selected economic and demographic information, financial trends and the fiscal capacity of the District, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' report on the internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1. **REPORTING ENTITY AND ITS SERVICES:** Rochelle Park School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) Codification Section 2100. All funds of the District are included in this report. The Rochelle Park Board of Education and its school constitute the District's reporting entity.

The District continues to provide a full range of educational services appropriate to grade levels preschool through grade 8 and has a sending receiving relationship with Hackensack Public Schools for students in grades 9 through 12. These include regular and special education for handicapped students.

The District completed the 2021/2022 fiscal year with an average daily enrollment of 505 students, which is an increase of 18 students over the previous year's average daily enrollment.

2. ECONOMIC CONDITONS AND MAJOR INITIATIVES: The District continues its work on further developing the home and school connection. This will include monthly character education themes and activities that can be done both in-person and in a virtual setting. Additionally, implementing activities to develop the home and school connection like 'Wellness Wednesdays' will assist the school community in addressing social and emotional learning. The District has also added a stipend position, the Community Service Advisor, to help further promote and strengthen the school and home/community connections.

The District will work to update all curriculum documents to ensure alignment with the New Jersey Student Learning Standards, as well as multiple accommodations/modifications, interdisciplinary connections, and assessments for each grade level and content area. Administration will organize professional development days that will be focused on teachers' instructional needs, including topics such as: enhancing instruction through technology and resources, rigor in the classroom, student engagement, teaching practices, and assessment in the blended classroom. The District is working with a teaching consultant to provide professional development instruction on the writing and reading workshop model for all teachers K-8.

The District is focusing on the creation of a STEAM room to further support the curriculum program in the areas of science, technology, engineering, arts, and math.

Personnel needs are addressed based upon demographics, class size, and related programming, supports and services. Retaining and hiring highly qualified staff to fulfill mandated requirements is ongoing.

3. INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control system designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP).

The internal control system is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. As a recipient of federal and state awards, the District also is responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control system is also subject to periodic evaluation by the District's management.

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



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

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

5. ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements", Note 1.
6. CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.
7. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, excess liability, auto liability and comprehensive/collision, hazard and theft insurance on property and contents, workers' compensation, and fidelity bonds. A schedule of insurance coverage is found on Exhibit J-20.
8. OTHER INFORMATION: **Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

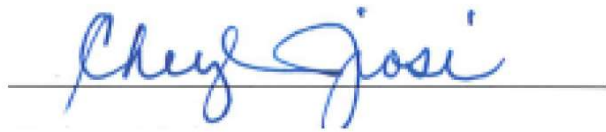
The Honorable President and Members  
of the Board of Education  
Rochelle Park School District  
Page 4  
November 11, 2022

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

Respectfully submitted,

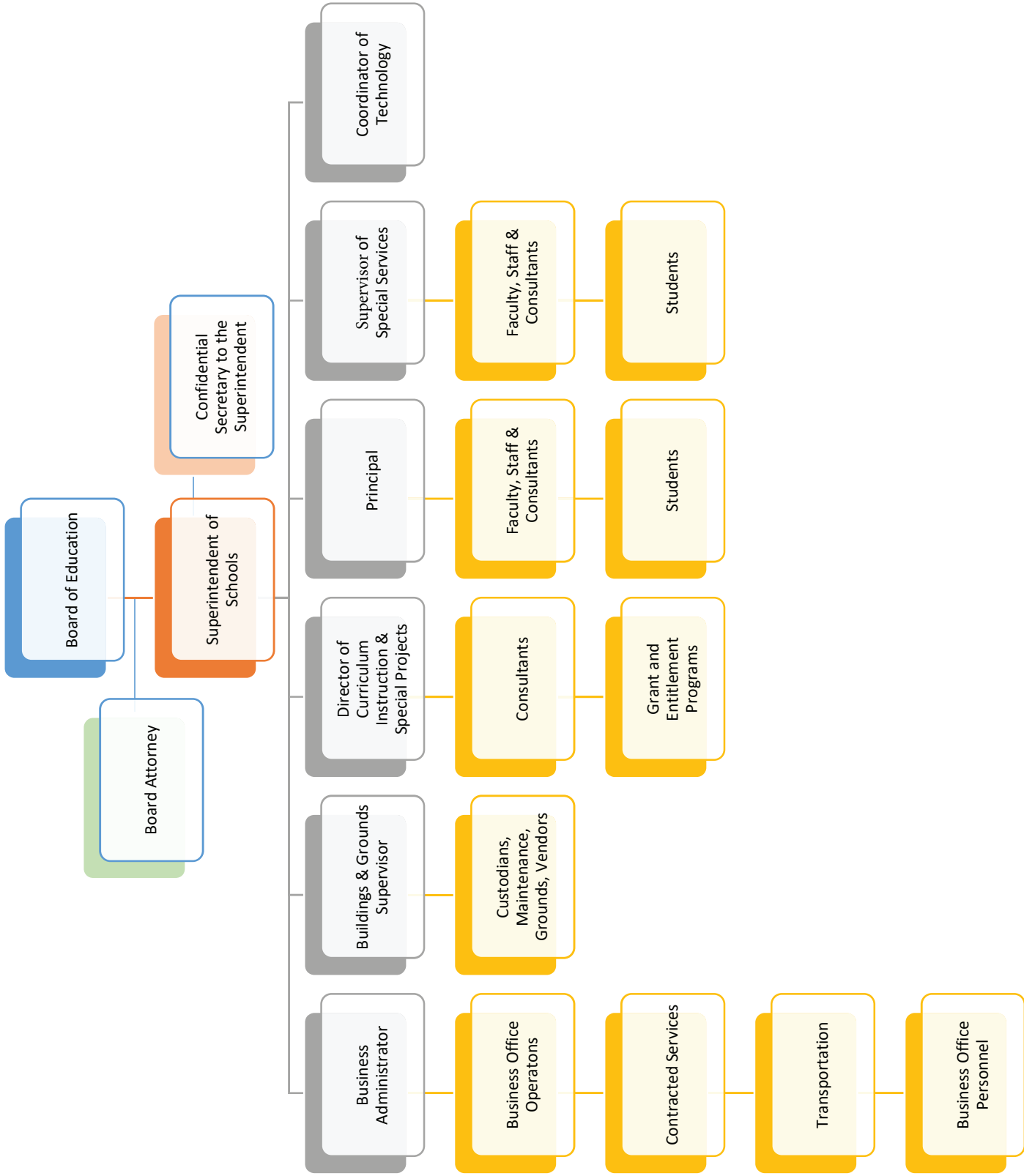


Dr. Sue DeNobile  
Superintendent of Schools



Cheryl Jiosi  
Business Administrator/Board Secretary

# ROCHELLE PARK SCHOOL DISTRICT ORGANIZATIONAL CHART



**ROCHELLE PARK SCHOOL DISTRICT**  
**ROSTER OF OFFICIALS**  
**JUNE 30, 2022**

| <u>Members of the Board of Education</u> | <u>Term Expires</u> |
|--|---------------------|
| Matt Trawinski, President                | 2022                |
| Scott Kral, Vice President               | 2023                |
| Adib Abboud (From April 2022)            | 2022                |
| Christina Holz (To February 2022)        | 2022                |
| Jorge Martinez Jr.                       | 2024                |
| Teresa Judge-Cravello                    | 2024                |
| Charles Schaadt                          | 2023                |
| Joseph Marolda                           | 2023                |

| <u>Other Officials</u> | <u>Title</u>                           |
|------------------------|--|
| Dr. Sue DeNobile       | Superintendent of Schools              |
| Cheryl Jiosi           | Business Administrator/Board Secretary |
| Ellen Kobylarz         | Recording Secretary                    |
| Mark Jacobus           | Treasurer of School Monies             |
| Michael Alberta        | Midland School Principal               |
| Matthew J. Giacobbe    | Board Attorney                         |

# **ROCHELLE PARK SCHOOL DISTRICT**

Consultants and Advisors  
Fiscal Year Ended June 30, 2022

## **Audit Firm**

Nisivoccia LLP  
Mount Arlington Corporate Center  
200 Valley Road Suite 300  
Mount Arlington, New Jersey 07856

## **Attorney**

Matthew J. Giacobbe  
Cleary|Giacobbe|Alfieri|Jacobs LLC  
169 Ramapo Valley Road  
Upper Level Suite 105  
Oakland, New Jersey 07436

## **Architect**

Albert F. Zaccone, AIA  
Six Casson Lane  
North Haledon, New Jersey 07508

## **Official Depository**

Capital One Bank  
Government Banking  
499 Thornall Street – 11th Floor  
Edison, New Jersey 08837

FINANCIAL SECTION

## Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
Rochelle Park School District  
County of Bergen, New Jersey

### **Report on the Audit of the Financial Statements**

#### ***Qualified Opinion***

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

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the District, as of June 30, 2022, and the respective changes in financial position, and, where applicable cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Qualified Opinion***

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

#### ***Matter Giving Rise to Qualified Opinion***

The District's note disclosure on postemployment benefits other than pensions (OPEB) (Note 17) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board ("GASB") Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan ("SHBP") has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey (the "Division"), as of the date of this report. The District is in a "special funding situation" in that the OPEB contributions, expenses and related liability are the sole responsibility of the State of New Jersey, not the District and therefore does not affect the District's net position. An estimated release date for the June 30, 2021 OPEB information has not been announced by the Division. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.

***Emphasis of Matter***

As discussed in Note 19 to the financial statements, the District implemented GASB Statement No. 87, *Leases*, during the fiscal year ended June 30, 2022. Our opinions are not modified with respect to this matter.

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

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

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

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

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

In performing an audit in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office, we:

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

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



***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, which follows this report, the pension and post-retirement schedules in Exhibits L-1 through L-5 and the related notes, and the budgetary comparison information in Exhibits C-1 through C-3 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, are required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The Schedule of Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District and Related Ratios (Exhibit L-5) do not contain the June 30, 2021 OPEB information as the related GASB No. 75 report for SHBP has not been released by the State as of the date of this report. The District is in a "special funding situation" in that the OPEB contributions, expenses and related liability are the sole responsibility of the State of New Jersey, not the District and therefore does not affect the District's net position.

An estimated release date for the June 30, 2021 OPEB information has not been announced by the Division. This required supplementary information is required to be presented to supplement the basic financial statements in accordance with accounting principles generally accepted in the United States of America. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

***Supplementary Information***

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

***Other Information***

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

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

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 11, 2022 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District’s internal control over financial reporting and compliance.

November 11, 2022  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Heidi A. Wohlleb*  
\_\_\_\_\_  
Heidi A. Wohlleb  
Licensed Public School Accountant #2140  
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION -  
MANAGEMENT'S DISCUSSION AND ANALYSIS

**Rochelle Park School District  
Management's Discussion and Analysis  
For Fiscal Year Ended June 30, 2022**

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

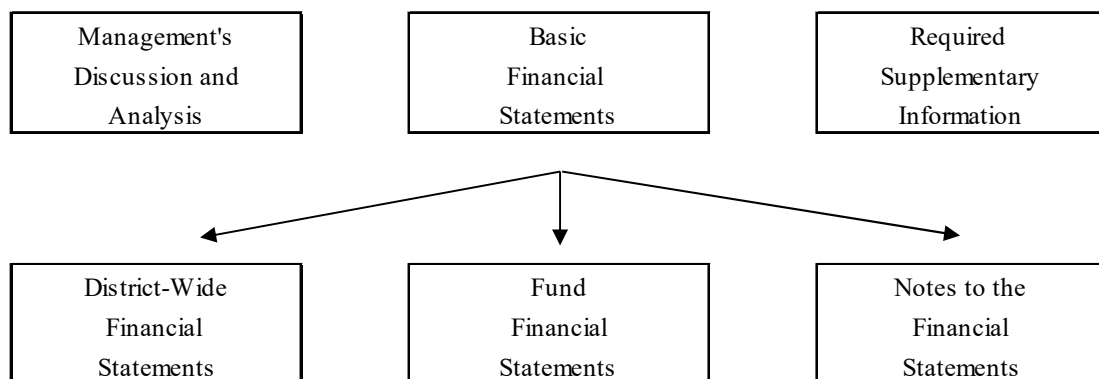
**Overview of the Financial Statements**

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

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

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

**Figure A-1  
Organization of Rochelle Park School District's Financial Report**



**Rochelle Park School District  
Management’s Discussion and Analysis  
For Fiscal Year Ended June 30, 2022**

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

**Figure A-2  
Major Features of the District-Wide and Fund Financial Statements**

|  | <b>Fund Financial Statements</b>   |  |  |
|--|--|--|--|
|  | District-Wide<br>Statements  | Governmental<br>Funds  | Proprietary<br>Funds   |
| Scope                                  | Entire district  | The activities of the district that are not proprietary, such as special education and building  | Activities the district operates similar to private businesses; food services and care program   |
| Required Financial Statements          | <ul style="list-style-type: none"> <li>• Statement of Net Position</li> <li>• Statement of Activities</li> </ul> | <ul style="list-style-type: none"> <li>• Balance Sheet</li> <li>• Statement of Revenue, Expenditures, and Changes in Fund Balances</li> </ul>                                    | <ul style="list-style-type: none"> <li>• Statement of Net Position</li> <li>• Statement of Revenue Expenses, and Changes in Net Position</li> <li>• Statement of Cash Flows</li> </ul> |
| 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 Information    | All Assets and Liabilities, both Financial and Capital, Short-Term and Long-Term                                 | Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets, lease assets or long-term liabilities included      | All assets and liabilities, both financial and capital, short-term and long-term   |
| Type of Inflow/Outflow Information     | All Revenue and Expenses during the year, regardless of when Cash is Received or Paid                            | Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable | All Revenue and Expenses during the year, regardless of when cash is received or paid  |

**Rochelle Park School District  
Management's Discussion and Analysis  
For Fiscal Year Ended June 30, 2022**

**District-Wide Statements**

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

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

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

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

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

**Fund Financial Statements**

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

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

The District has two kinds of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The District uses *internal service funds* (the other kind of proprietary fund) to report activities that provide supplies and services for its other programs and activities. The District currently does not maintain any internal service funds.

**Rochelle Park School District  
Management's Discussion and Analysis  
For Fiscal Year Ended June 30, 2022**

**Notes to the Basic Financial Statements**

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

**Financial Analysis of the District as a Whole**

*Net Position.* The District's net position is shown in Figure A-3.

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

|                                  | Governmental Activities |                     | Business-Type Activities |                  | Total School District |                     | Percentage Change |
|----------------------------------|-------------------------|---------------------|--------------------------|------------------|-----------------------|---------------------|-------------------|
|                                  | 2022                    | 2021*               | 2022                     | 2021             | 2022                  | 2021*               |                   |
| Current and Other Assets         | \$ 3,450,187            | \$ 3,098,401        | \$ 129,481               | \$ 48,902        | \$ 3,579,668          | \$ 3,147,303        |                   |
| Capital Assets, Net              | 9,387,983               | 9,211,817           | 32,450                   | 12,786           | 9,420,433             | 9,224,603           |                   |
| Lease Assets, Net                | 151,513                 | 192,519             |                          |                  | 151,513               | 192,519             |                   |
| Total Assets                     | <u>12,989,683</u>       | <u>12,502,737</u>   | <u>161,931</u>           | <u>61,688</u>    | <u>13,151,614</u>     | <u>12,564,425</u>   | 4.67%             |
| Deferred Outflows of Resources   | <u>290,108</u>          | <u>308,045</u>      |                          |                  | <u>290,108</u>        | <u>308,045</u>      | -5.82%            |
| Other Liabilities                | 334,761                 | 373,883             | 32,812                   | 5,526            | 367,573               | 379,409             |                   |
| Long-Term Liabilities            | <u>6,049,905</u>        | <u>6,802,281</u>    |                          |                  | <u>6,049,905</u>      | <u>6,802,281</u>    |                   |
| Total Liabilities                | <u>6,384,666</u>        | <u>7,176,164</u>    | <u>32,812</u>            | <u>5,526</u>     | <u>6,417,478</u>      | <u>7,181,690</u>    | -10.64%           |
| Deferred Inflows of Resources    | <u>656,312</u>          | <u>687,304</u>      |                          |                  | <u>656,312</u>        | <u>687,304</u>      | -4.51%            |
| Net Position:                    |                         |                     |                          |                  |                       |                     |                   |
| Net Investment in Capital Assets | 4,520,856               | 3,924,696           | 32,450                   | 12,786           | 4,553,306             | 3,937,482           |                   |
| Restricted                       | 1,845,943               | 1,838,628           |                          |                  | 1,845,943             | 1,838,628           |                   |
| Unrestricted/(Deficit)           | <u>(127,986)</u>        | <u>(816,010)</u>    | <u>96,669</u>            | <u>43,376</u>    | <u>(31,317)</u>       | <u>(772,634)</u>    |                   |
| Total Net Position               | <u>\$ 6,238,813</u>     | <u>\$ 4,947,314</u> | <u>\$ 129,119</u>        | <u>\$ 56,162</u> | <u>\$ 6,367,932</u>   | <u>\$ 5,003,476</u> | 27.27%            |

\* - Restated

**Rochelle Park School District  
Management's Discussion and Analysis  
For Fiscal Year Ended June 30, 2022**

*Changes in net position.* The District's combined net position was \$6,367,932 on June 30, 2022, \$1,364,456 or 27.27% higher than the year before (See Figure A-3). The net position of the governmental activities increased by \$1,291,499 primarily due to current year bond maturities, unexpended budget balances, and a decrease in the net pension liability. The net position of the business-type activities increased by \$72,957 primarily due to the increase in federal and state subsidy reimbursements for all students.

**Figure A-4**

**Changes in Net Position from Operating Results**

|  | Governmental<br>Activities |                   | Business-Type<br>Activities |                  | Total School District |                   | Total<br>Percentage<br>Change |
|--|----------------------------|-------------------|-----------------------------|------------------|-----------------------|-------------------|-------------------------------|
|  | 2022                       | 2021              | 2022                        | 2021             | 2022                  | 2021              |                               |
| Revenue:   |                            |                   |                             |                  |                       |                   |                               |
| Program Revenue:                                   |                            |                   |                             |                  |                       |                   |                               |
| Charges for Services                               | \$ 118,894                 | \$ 51,635         | \$ 161,359                  | \$ 4,201         | \$ 280,253            | \$ 55,836         |                               |
| Operating Grants and<br>Contributions              | 3,404,600                  | 3,441,863         | 366,223                     | 194,404          | 3,770,823             | 3,636,267         |                               |
| General Revenue:                                   |                            |                   |                             |                  |                       |                   |                               |
| Property Taxes                                     | 12,755,154                 | 12,385,087        |                             |                  | 12,755,154            | 12,385,087        |                               |
| Unrestricted Federal &<br>State Aid & Local Grants | 161,782                    | 203,416           |                             |                  | 161,782               | 203,416           |                               |
| Other  | 163,659                    | 232,875           |                             |                  | 163,659               | 232,875           |                               |
| Total Revenue                                      | <u>16,604,089</u>          | <u>16,314,876</u> | <u>527,582</u>              | <u>198,605</u>   | <u>17,131,671</u>     | <u>16,513,481</u> | 3.74%                         |
| Expenses:  |                            |                   |                             |                  |                       |                   |                               |
| Instruction  | 7,760,123                  | 7,605,129         |                             |                  | 7,760,123             | 7,605,129         |                               |
| Tuition  | 3,711,063                  | 3,627,327         |                             |                  | 3,711,063             | 3,627,327         |                               |
| Pupil & Instruction Services                       | 1,535,814                  | 1,564,564         |                             |                  | 1,535,814             | 1,564,564         |                               |
| Administrative & Business                          | 1,063,726                  | 1,281,864         |                             |                  | 1,063,726             | 1,281,864         |                               |
| Maintenance & Operations                           | 259,315                    | 802,627           |                             |                  | 259,315               | 802,627           |                               |
| Transportation                                     | 668,596                    | 366,190           |                             |                  | 668,596               | 366,190           |                               |
| Other  | 313,953                    | 230,358           | 453,678                     | 191,618          | 767,631               | 421,976           |                               |
| Total Expenses                                     | <u>15,312,590</u>          | <u>15,478,059</u> | <u>453,678</u>              | <u>378,078</u>   | <u>15,766,268</u>     | <u>15,669,677</u> | 0.62%                         |
| Other Items  |                            | (10,904)          | (947)                       | 5,320            | (947)                 | (5,584)           | -83.04%                       |
| Increase/(Decrease) in<br>Net Position             | <u>\$ 1,291,499</u>        | <u>\$ 825,913</u> | <u>\$ 72,957</u>            | <u>\$ 23,491</u> | <u>\$ 1,364,456</u>   | <u>\$ 838,220</u> | 62.78%                        |



**Rochelle Park School District  
Management’s Discussion and Analysis  
For Fiscal Year Ended June 30, 2022**

**Governmental Activities**

As discussed elsewhere in this commentary, the financial position of the District improved significantly over the prior year. However, maintaining existing programs as well as providing for a multitude of improved programs and services for special needs pupils place great demands on the District’s resources. Careful management of expenses remains essential for the District to sustain its financial health. Among the many significant cost savings actions implemented or continued during the year were:

- A significant number of special needs pupils continue to be educated in programs within the District rather than being sent out-of-District whereby the District would have to pay tuition as well as increased transportation costs. Rochelle Park School District has been cited for its inclusion programs.
- Rochelle Park School District is maximizing its joint purchasing/cooperative agreements. We currently jointly purchase supplies (teaching, custodial, etc.), and insurances (health, property/casualty). The District also participates in an energy purchasing consortium (ACES) and a telecommunication services consortium (ACTS).

It is crucial that the District examine its expenses carefully. Increasing parental and student demands for new activities and programs must be evaluated thoroughly.

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

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

|                              | Total                |                      | Net                  |                      |
|------------------------------|----------------------|----------------------|----------------------|----------------------|
|                              | Cost of Services     |                      | Cost of Services     |                      |
|                              | 2022                 | 2021                 | 2022                 | 2021                 |
| Instruction                  | \$ 7,760,123         | \$ 7,605,129         | \$ 4,519,518         | \$ 4,305,916         |
| Tuition                      | 3,711,063            | 3,627,327            | 3,711,063            | 3,627,327            |
| Pupil & Instruction Services | 1,535,814            | 1,564,564            | 1,487,484            | 1,558,609            |
| Administrative and Business  | 1,063,726            | 1,281,864            | 1,003,583            | 1,214,300            |
| Maintenance & Operations     | 259,315              | 802,627              | 200,924              | 802,627              |
| Transportation               | 668,596              | 366,190              | 552,571              | 245,424              |
| Other                        | 313,953              | 230,358              | 313,953              | 230,358              |
| <b>Total</b>                 | <b>\$ 15,312,590</b> | <b>\$ 15,478,059</b> | <b>\$ 11,789,096</b> | <b>\$ 11,984,561</b> |

**Rochelle Park School District  
Management's Discussion and Analysis  
For Fiscal Year Ended June 30, 2022**

**Business-Type Activities**

Net position of the business-type activities increased by \$72,957 due primarily to the increase in federal and state subsidy reimbursements and care program fees.

**Financial Analysis of the District's Funds**

Difficult economic times have had a direct impact upon the District's revenue sources. As overall revenue for the District is strained, the amount of funds generated for using surplus to reduce the tax levy likewise decreases.

All of these factors are likely to continue for the next several years. To maintain a stable financial position, the District must continue to practice sound fiscal management.

**General Fund Budgetary Highlights**

The 2021/2022 budget is reflective of the District's desire to provide its students and staff with the best opportunities, in a safe learning environment while being responsible to its taxpayers. Through careful budgeting, prudent planning and internal controls and the use of cooperative purchasing the District has been successful in maximizing its available resources.

Over the course of the year, the District revised its annual operating budget several times. These budget amendments were for changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.

**Capital Assets**

**Figure A-6  
Capital Assets (net of depreciation)**

|                                   | Governmental Activities |                     | Business-Type Activities |                  | Total School District |                     | Total             |
|-----------------------------------|-------------------------|---------------------|--------------------------|------------------|-----------------------|---------------------|-------------------|
|                                   | 2022                    | 2021                | 2022                     | 2021             | 2022                  | 2021                | Percentage Change |
| Sites (Land)                      | \$ 15,740               | \$ 15,740           |                          |                  | \$ 15,740             | \$ 15,740           |                   |
| Construction in Progress          | 23,528                  |                     |                          |                  | 23,528                |                     |                   |
| Site Improvements                 | 12,750                  | 15,430              |                          |                  | 12,750                | 15,430              |                   |
| Buildings & Building Improvements | 8,723,865               | 8,520,820           |                          |                  | 8,723,865             | 8,520,820           |                   |
| Machinery & Equipment             | 612,100                 | 659,827             | \$ 32,450                | \$ 12,786        | 644,550               | 672,613             |                   |
| <b>Total</b>                      | <b>\$ 9,387,983</b>     | <b>\$ 9,211,817</b> | <b>\$ 32,450</b>         | <b>\$ 12,786</b> | <b>\$ 9,420,433</b>   | <b>\$ 9,224,603</b> | 2.12%             |

During the fiscal year, the District's governmental activities recorded \$502,673 in capital asset additions and depreciated \$327,222 of its capital assets and had net adjustment/deletions of \$715. The District's business-type activities recorded \$22,596 in capital asset additions and depreciated \$2,932 of its equipment.

**Rochelle Park School District  
Management’s Discussion and Analysis  
For Fiscal Year Ended June 30, 2022**

**Long-Term Liabilities**

At year-end, the District had \$4,513,000 in general obligation bonds, as well as other long-term liabilities outstanding – a total decrease of \$752,376 from last year – as shown in Figure A-7. (More detailed information about the District’s long-term liabilities is presented in Note 7 to the financial statements.)

**Figure A-7**

**Outstanding Long-Term Liabilities**

|                              | Total School District |                    | Total<br>Percentage<br>Change<br>2021-2022 |
|------------------------------|-----------------------|--------------------|--|
|                              | 2022                  | 2021*              |  |
| General Obligation Bonds     | \$4,513,000           | \$4,838,000        |  |
| Financed Purchases Payable   | 347,958               | 444,377            |  |
| Leases Payable               | 157,682               | 197,263            |  |
| Net Pension Liability        | 889,552               | 1,142,673          |  |
| Compensated Absences Payable | 141,713               | 179,968            |  |
| <b>Total</b>                 | <b>\$6,049,905</b>    | <b>\$6,802,281</b> | -11.06%                                    |

\* - Restated

**Looking Ahead**

BUILDING FOR THE FUTURE

As we look to the future, the District will be addressing the main parking lots as well as traffic safety features to these areas. While these processes were halted by the COVID-19 pandemic as online learning did not allow for a proper traffic study, the traffic study has been completed and plans will move forward over the summer. The plan provides for the relocation of the basketball courts to add much needed parking spaces. The new location will also have an outdoor educational area. Given the increased electrical capacity, the District had already installed air conditioning systems and is now in a position to consider the possibility of a modest facilities expansion project to accommodate anticipated student population growth as well as the demands of a dynamic and diverse set of curricular offerings. The District is implementing plans to build a STEAM lab to promote student learning and achievement.

PLANNING FOR THE FUTURE

The Rochelle Park Public School District is actively addressing the economic challenges which are affecting New Jersey public school districts. Some of our financial goals are as follows:

- ✓ Carefully develop balanced budgets for revenues and expenditures for all funds.
- ✓ Ensure expenditures are within the budgeted amounts.
- ✓ Monitor the budgets on an ongoing basis and ensure that appropriations are not overspent.
- ✓ Develop a long-term (five-year) fiscal plan and update it annually.
- ✓ Continually investigate cost-savings measures which will allow the district to maintain and improve its programs in times of stagnant state funding

**Rochelle Park School District  
Management's Discussion and Analysis  
For Fiscal Year Ended June 30, 2022**

This financial report is designed to provide the District's 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 financial information, contact the Board of Education Office, 300 Rochelle Avenue, Rochelle Park, New Jersey 07662.

**BASIC FINANCIAL STATEMENTS**

DISTRICT-WIDE FINANCIAL STATEMENTS

ROCHELLE PARK SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2022

|  | Governmental<br>Activities | Business-Type<br>Activities | Total               |
|--|----------------------------|-----------------------------|---------------------|
| <b>ASSETS</b>  |                            |                             |                     |
| Cash and Cash Equivalents  | \$ 1,158,684               | \$ 59,653                   | \$ 1,218,337        |
| Receivables from Federal Government  | 197,678                    | 34,584                      | 232,262             |
| Receivables from State Government  | 396,042                    | 520                         | 396,562             |
| Internal Balances  | (30,280)                   | 30,280                      |                     |
| Other Receivables  | 184,867                    |                             | 184,867             |
| Restricted Cash and Cash Equivalents   | 1,543,196                  |                             | 1,543,196           |
| Inventory  |                            | 4,444                       | 4,444               |
| Capital Assets, Net:   |                            |                             |                     |
| Sites (Land) and Construction in Progress  | 39,268                     |                             | 39,268              |
| Depreciable Site Improvements, Buildings and<br>Building Improvements, Machinery and Equipment | 9,348,715                  | 32,450                      | 9,381,165           |
| Lease Assets, Net  | 151,513                    |                             | 151,513             |
| Total Assets   | <u>12,989,683</u>          | <u>161,931</u>              | <u>13,151,614</u>   |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>  |                            |                             |                     |
| Deferred Outflows Related to Pensions  | 290,108                    |                             | 290,108             |
| Total Deferred Outflows of Resources   | <u>290,108</u>             |                             | <u>290,108</u>      |
| <b>LIABILITIES</b>   |                            |                             |                     |
| Accounts Payable   | 288,251                    | 26,860                      | 315,111             |
| Accrued Interest Payable   | 39,048                     |                             | 39,048              |
| Unearned Revenue   | 7,462                      | 5,952                       | 13,414              |
| Noncurrent Liabilities:  |                            |                             |                     |
| Due Within One Year  | 480,338                    |                             | 480,338             |
| Due Beyond One Year  | 5,569,567                  |                             | 5,569,567           |
| Total Liabilities  | <u>6,384,666</u>           | <u>32,812</u>               | <u>6,417,478</u>    |
| <b>DEFERRED INFLOWS OF RESOURCES</b>   |                            |                             |                     |
| Deferred Inflows Related to Pensions   | 656,312                    |                             | 656,312             |
| Total Deferred Inflows of Resources  | <u>656,312</u>             |                             | <u>656,312</u>      |
| <b>NET POSITION</b>  |                            |                             |                     |
| Net Investment in Capital Assets   | 4,520,856                  | 32,450                      | 4,553,306           |
| Restricted for:  |                            |                             |                     |
| Debt Service   | 1                          |                             | 1                   |
| Capital Projects   | 1,264,618                  |                             | 1,264,618           |
| Maintenance  | 200,000                    |                             | 200,000             |
| Unemployment Compensation  | 65,023                     |                             | 65,023              |
| Student Activities   | 27,299                     |                             | 27,299              |
| Scholarships   | 565                        |                             | 565                 |
| Excess Surplus   | 288,437                    |                             | 288,437             |
| Unrestricted/(Deficit)   | <u>(127,986)</u>           | <u>96,669</u>               | <u>(31,317)</u>     |
| Total Net Position   | <u>\$ 6,238,813</u>        | <u>\$ 129,119</u>           | <u>\$ 6,367,932</u> |

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

ROCHELLE PARK SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

| Functions/Programs                     | Program Revenue      |                      |                                    | Net Expense and Changes in Net Position |                          |                        |
|--|----------------------|----------------------|------------------------------------|---|--------------------------|------------------------|
|  | Expenses             | Charges for Services | Operating Grants and Contributions | Governmental Activities                 | Business-type Activities | Total                  |
| <b>Governmental Activities:</b>        |                      |                      |                                    |   |                          |                        |
| <b>Instruction:</b>                    |                      |                      |                                    |   |                          |                        |
| Regular                                | \$ 5,407,554         | \$ 70,564            | \$ 1,530,168                       | \$ (3,806,822)                          |                          | \$ (3,806,822)         |
| Special Education                      | 1,886,904            |                      | 1,511,031                          | (375,873)                               |                          | (375,873)              |
| Other Special Instruction              | 430,473              |                      | 128,842                            | (301,631)                               |                          | (301,631)              |
| School Sponsored/Other Instruction     | 35,192               |                      |                                    | (35,192)                                |                          | (35,192)               |
| <b>Support Services:</b>               |                      |                      |                                    |   |                          |                        |
| Tuition                                | 3,711,063            |                      |                                    | (3,711,063)                             |                          | (3,711,063)            |
| Student & Instruction Related Services | 1,535,814            | 48,330               |                                    | (1,487,484)                             |                          | (1,487,484)            |
| General Administrative Services        | 430,778              |                      |                                    | (430,778)                               |                          | (430,778)              |
| School Administrative Services         | 261,627              |                      | 60,143                             | (201,484)                               |                          | (201,484)              |
| Central Services                       | 218,692              |                      |                                    | (218,692)                               |                          | (218,692)              |
| Administration Information Technology  | 152,629              |                      |                                    | (152,629)                               |                          | (152,629)              |
| Plant Operations and Maintenance       | 259,315              |                      | 58,391                             | (200,924)                               |                          | (200,924)              |
| Pupil Transportation                   | 668,596              |                      | 116,025                            | (552,571)                               |                          | (552,571)              |
| Capital Outlay                         | 70,579               |                      |                                    | (70,579)                                |                          | (70,579)               |
| Transfer of Funds to Charter Schools   | 95,245               |                      |                                    | (95,245)                                |                          | (95,245)               |
| Interest on Long-Term Debt             | 148,129              |                      |                                    | (148,129)                               |                          | (148,129)              |
| <b>Total Governmental Activities</b>   | <b>15,312,590</b>    | <b>118,894</b>       | <b>3,404,600</b>                   | <b>(11,789,096)</b>                     |                          | <b>(11,789,096)</b>    |
| <b>Business-Type Activities:</b>       |                      |                      |                                    |   |                          |                        |
| Care Program                           | 146,924              | 155,358              |                                    |   | \$ 8,434                 | 8,434                  |
| Food Service                           | 306,754              | 6,001                | 366,223                            |   | 65,470                   | 65,470                 |
| <b>Total Business-Type Activities</b>  | <b>453,678</b>       | <b>161,359</b>       | <b>366,223</b>                     |   | <b>73,904</b>            | <b>73,904</b>          |
| <b>Total Primary Government</b>        | <b>\$ 15,766,268</b> | <b>\$ 280,253</b>    | <b>\$ 3,770,823</b>                | <b>\$ (11,789,096)</b>                  | <b>73,904</b>            | <b>\$ (11,715,192)</b> |



ROCHELLE PARK SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | Net Expense and Changes in Net Position |                             |               |
|--|---|-----------------------------|---------------|
| <u>Functions/Programs</u>                                      | Governmental<br>Activities              | Business-type<br>Activities | Total         |
| General Revenues and Other Items:                              |   |                             |               |
| Taxes:   |   |                             |               |
| Property Taxes, Levied for General Purposes, Net               | \$ 12,441,108                           |                             | \$ 12,441,108 |
| Taxes Levied for Debt Service                                  | 314,046                                 |                             | 314,046       |
| Federal and State Aid and Local Grants Not Restricted          | 161,782                                 |                             | 161,782       |
| Miscellaneous Income   | 163,659                                 |                             | 163,659       |
| Other Items:   |   |                             |               |
| Cancellation of Receivables from State Government - Prior Year |   | \$ (947)                    | (947)         |
| Total General Revenues and Other Items                         | 13,080,595                              | (947)                       | 13,079,648    |
| Change in Net Position   | 1,291,499                               | 72,957                      | 1,364,456     |
| Net Position - Beginning (Restated)                            | 4,947,314                               | 56,162                      | 5,003,476     |
| Net Position - Ending  | \$ 6,238,813                            | \$ 129,119                  | \$ 6,367,932  |

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

FUND FINANCIAL STATEMENTS

ROCHELLE PARK SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2022

|  | General<br>Fund           | Special<br>Revenue<br>Fund | Capital<br>Projects<br>Fund | Debt<br>Service<br>Fund | Total<br>Governmental<br>Funds |
|--|---------------------------|----------------------------|-----------------------------|-------------------------|--------------------------------|
| <b>ASSETS</b>                                    |                           |                            |                             |                         |                                |
| Cash and Cash Equivalents                        | \$ 1,155,824              |                            | \$ 2,860                    |                         | \$ 1,158,684                   |
| Receivables From Federal Government              |                           | \$ 197,678                 |                             |                         | 197,678                        |
| Receivables From State Government                | 396,042                   |                            |                             |                         | 396,042                        |
| Interfund Receivable                             | 212,991                   |                            | 26                          | \$ 22,802               | 235,819                        |
| Other Receivables                                | 184,867                   |                            |                             |                         | 184,867                        |
| Restricted Cash and Cash Equivalents             | 1,515,332                 | 27,864                     |                             |                         | 1,543,196                      |
| <b>Total Assets</b>                              | <b><u>\$3,465,056</u></b> | <b><u>\$ 225,542</u></b>   | <b><u>\$ 2,886</u></b>      | <b><u>\$ 22,802</u></b> | <b><u>\$ 3,716,286</u></b>     |
| <b>LIABILITIES AND FUND BALANCES</b>             |                           |                            |                             |                         |                                |
| <b>Liabilities:</b>                              |                           |                            |                             |                         |                                |
| Interfund Payable                                | \$ 30,280                 | \$ 190,216                 | \$ 22,802                   | \$ 22,801               | \$ 266,099                     |
| Accounts Payable                                 | 189,691                   |                            |                             |                         | 189,691                        |
| Unearned Revenue                                 |                           | 7,462                      |                             |                         | 7,462                          |
| <b>Total Liabilities</b>                         | <b><u>219,971</u></b>     | <b><u>197,678</u></b>      | <b><u>22,802</u></b>        | <b><u>22,801</u></b>    | <b><u>463,252</u></b>          |
| <b>Fund Balances:</b>                            |                           |                            |                             |                         |                                |
| <b>Restricted:</b>                               |                           |                            |                             |                         |                                |
| Capital Reserve                                  | 1,250,309                 |                            |                             |                         | 1,250,309                      |
| Maintenance Reserve                              | 200,000                   |                            |                             |                         | 200,000                        |
| Excess Surplus 2023-2024                         | 250,000                   |                            |                             |                         | 250,000                        |
| Excess Surplus 2022-2023                         | 38,437                    |                            |                             |                         | 38,437                         |
| Unemployment Compensation                        | 65,023                    |                            |                             |                         | 65,023                         |
| Student Activities                               |                           | 27,299                     |                             |                         | 27,299                         |
| Scholarships                                     |                           | 565                        |                             |                         | 565                            |
| Capital Projects Fund                            |                           |                            | 14,309                      |                         | 14,309                         |
| Debt Service                                     |                           |                            |                             | 1                       | 1                              |
| <b>Assigned:</b>                                 |                           |                            |                             |                         |                                |
| Year-End Encumbrances                            | 474,461                   |                            |                             |                         | 474,461                        |
| Designated for Subsequent<br>Year's Expenditures | 211,563                   |                            |                             |                         | 211,563                        |
| Unassigned/(Deficit)                             | 755,292                   |                            | (34,225)                    |                         | 721,067                        |
| <b>Total Fund Balances</b>                       | <b><u>3,245,085</u></b>   | <b><u>27,864</u></b>       | <b><u>(19,916)</u></b>      | <b><u>1</u></b>         | <b><u>3,253,034</u></b>        |
| <b>Total Liabilities and Fund Balances</b>       | <b><u>\$3,465,056</u></b> | <b><u>\$ 225,542</u></b>   | <b><u>\$ 2,886</u></b>      | <b><u>\$ 22,802</u></b> | <b><u>\$ 3,716,286</u></b>     |

ROCHELLE PARK SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2022

Amounts Reported for *Governmental Activities* in the Statement of Net Position (A-1) are Different Because:

|   |                            |
|---|----------------------------|
| Total Fund Balances from the prior page:  | \$ 3,253,034               |
| Capital assets used in Governmental Activities are not financial resources and therefore are not reported in the funds.   | 9,387,983                  |
| Leased Assets used in Governmental Activities are not financial resources and therefore are not reported in the Funds.  | 151,513                    |
| Interest on long-term debt is not accrued in the Governmental Funds, but rather is recognized as an expenditure when due.   | (39,048)                   |
| Long-term liabilities, including bonds payable, leases payable and financed purchases payable are not due and payable in the current period and therefore are not reported as liabilities in the funds. | (5,160,353)                |
| The Net Pension Liability for PERS is not due and payable in the current period and is not reported in the Governmental Funds.  | (889,552)                  |
| Certain amounts related to the Net Pension Liability are deferred and amortized in the Statement of Activities and are not reported in the Governmental Funds.  |                            |
| Deferred Outflows   | 191,548                    |
| Deferred Inflows  | <u>(656,312)</u>           |
| Net Position of Governmental Activities   | <u><u>\$ 6,238,813</u></u> |

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

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

|   | General Fund  | Special Revenue Fund | Capital Projects Fund | Debt Service Fund | Total Governmental Funds |
|---|---------------|----------------------|-----------------------|-------------------|--------------------------|
| <b>REVENUE:</b>                           |               |                      |                       |                   |                          |
| Local Sources:                            |               |                      |                       |                   |                          |
| Local Tax Levy                            | \$ 12,441,108 |                      |                       | \$ 314,046        | \$ 12,755,154            |
| Tuition from Individuals                  | 70,564        |                      |                       |                   | 70,564                   |
| Interest Earned on Capital Reserve Funds  | 2,552         |                      |                       |                   | 2,552                    |
| Restricted Miscellaneous                  | 9,072         | \$ 48,330            |                       |                   | 57,402                   |
| Unrestricted Miscellaneous                | 152,035       | 2,535                |                       |                   | 154,570                  |
| Total - Local Sources                     | 12,675,331    | 50,865               |                       | 314,046           | 13,040,242               |
| State Sources                             | 3,526,018     | 11,236               |                       | 161,782           | 3,699,036                |
| Federal Sources                           |               | 267,897              |                       |                   | 267,897                  |
| Total Revenue                             | 16,201,349    | 329,998              |                       | 475,828           | 17,007,175               |
| <b>EXPENDITURES:</b>                      |               |                      |                       |                   |                          |
| Current:                                  |               |                      |                       |                   |                          |
| Regular Instruction                       | 3,151,361     | 144,237              |                       |                   | 3,295,598                |
| Special Education Instruction             | 1,046,948     | 126,195              |                       |                   | 1,173,143                |
| Other Special Instruction                 | 248,459       |                      |                       |                   | 248,459                  |
| School Sponsored/Other Instruction        | 31,584        |                      |                       |                   | 31,584                   |
| Support Services and Undistributed Costs: |               |                      |                       |                   |                          |
| Tuition                                   | 3,711,063     |                      |                       |                   | 3,711,063                |
| Student & Instruction Related Services    | 1,304,164     | 41,518               |                       |                   | 1,345,682                |
| General Administrative Services           | 338,294       |                      |                       |                   | 338,294                  |
| School Administrative Services            | 173,471       |                      |                       |                   | 173,471                  |
| Central Services                          | 205,222       |                      |                       |                   | 205,222                  |
| Administration Information Technology     | 139,594       |                      |                       |                   | 139,594                  |

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

|   | General Fund        | Special Revenue Fund | Capital Projects Fund | Debt Service Fund | Total Governmental Funds |
|---|---------------------|----------------------|-----------------------|-------------------|--------------------------|
| <b>EXPENDITURES (Cont'd):</b>                         |                     |                      |                       |                   |                          |
| Support Services and Undistributed Costs: (Cont'd)    |                     |                      |                       |                   |                          |
| Plant Operations and Maintenance                      | \$ 749,464          |                      |                       | \$ 325,000        | \$ 749,464               |
| Pupil Transportation                                  | 665,946             |                      |                       | 150,828           | 665,946                  |
| Personal Services - Employee Benefits                 | 3,865,706           |                      |                       |                   | 3,865,706                |
| Debt Service:   |                     |                      |                       |                   |                          |
| Principal   |                     |                      |                       | \$ 325,000        | 325,000                  |
| Interest and Other Charges                            |                     |                      |                       | 150,828           | 150,828                  |
| Capital Outlay  | 72,125              | \$ 11,236            | \$ 23,528             |                   | 106,889                  |
| Transfer of Funds to Charter Schools                  | 95,245              |                      |                       |                   | 95,245                   |
| Total Expenditures                                    | <u>15,798,646</u>   | <u>323,186</u>       | <u>23,528</u>         | <u>475,828</u>    | <u>16,621,188</u>        |
| Excess/(Deficit) of Revenue Over/(Under) Expenditures | 402,703             | 6,812                | (23,528)              |                   | 385,987                  |
| Other Financing Sources/(Uses):                       |                     |                      |                       |                   |                          |
| Leases (Non-Budgeted)                                 | 12,782              |                      |                       |                   | 12,782                   |
| Total Other Financing Sources/(Uses)                  | <u>12,782</u>       |                      |                       |                   | <u>12,782</u>            |
| Net Change in Fund Balances                           | 415,485             | 6,812                | (23,528)              |                   | 398,769                  |
| Fund Balance - July 1                                 | 2,829,600           | 21,052               | 3,612                 | 1                 | 2,854,265                |
| Fund Balance - June 30                                | <u>\$ 3,245,085</u> | <u>\$ 27,864</u>     | <u>\$ (19,916)</u>    | <u>\$ 1</u>       | <u>\$ 3,253,034</u>      |

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

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

Total Net Change in Fund Balances - Governmental Funds (from B-2) \$ 398,769

Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation differs from capital outlays in the period.

|   |                      |                |         |
|---|----------------------|----------------|---------|
|   | Depreciation Expense | \$ (327,222)   |         |
| Capital Asset Deletions/Adjustments Net of Accumulated Depreciation | 715                  |                |         |
|   | Capital Outlays      | <u>502,673</u> | 176,166 |

Capital outlays related to lease assets are reported in governmental funds as expenditures. However, in the Statement of Activities the cost of those assets is allocated over the shorter of their estimated useful lives or lease term as amortization expense. This is the amount by which amortization differs from capital outlays in the period.

|  |                       |               |          |
|--|-----------------------|---------------|----------|
|  | Amortization Expense  | (53,788)      |          |
|  | Lease Asset Additions | <u>12,782</u> | (41,006) |

Leases entered into by the District are an other financing source in the governmental funds, but the acquisition increases long-term liabilities in the Statement of Net Position and is not reported in the Statement of Activities.

(12,782)

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

38,255

Repayment of leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position and is not reported in the Statement of Activities.

52,363

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

325,000

Repayment of financed purchases payable is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. (+)

96,419

The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:

|                                  |          |
|----------------------------------|----------|
| Changes in Net Pension Liability | 253,121  |
| Change in Deferred Outflows      | (28,497) |
| Change in Deferred Inflows       | 30,992   |

In the statement of activities, interest on long-term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. When the accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition in the reconciliation. (+)

2,699

Change in Net Position of Governmental Activities (from A-2)

\$ 1,291,499

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

ROCHELLE PARK SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2022

|  | <u>Total<br/>Business-Type<br/>Activities</u><br><u>Total Non-Major<br/>Enterprise Funds</u> |
|--|--|
| <u>ASSETS:</u>                         |  |
| Current Assets:                        |  |
| Cash and Cash Equivalents              | \$ 59,653  |
| Accounts Receivable:                   |  |
| Federal                                | 34,584   |
| State                                  | 520  |
| Interfund Receivable - General Fund    | 30,280   |
| Inventory                              | 4,444  |
|  | 129,481  |
| Total Current Assets                   | 129,481  |
| Non-Current Assets:                    |  |
| Capital Assets                         | 89,299   |
| Accumulated Depreciation               | (56,849)   |
|  | 32,450   |
| Total Non-Current Assets               | 32,450   |
| Total Assets                           | 161,931  |
| <u>LIABILITIES:</u>                    |  |
| Current Liabilities:                   |  |
| Accounts Payable - Vendors             | 26,860   |
| Unearned Revenue - Donated Commodities | 1,861  |
| Unearned Revenue - Prepaid Sales       | 4,091  |
|  | 32,812   |
| Total Current Liabilities              | 32,812   |
| <u>NET POSITION:</u>                   |  |
| Investment in Capital Assets           | 32,450   |
| Unrestricted                           | 96,669   |
|  | 129,119  |
| Total Net Position                     | \$ 129,119   |

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



ROCHELLE PARK SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | Total Business-Type<br>Activities   |
|--|-------------------------------------|
|  | Total Non-Major<br>Enterprise Funds |
| Operating Revenue:   |                                     |
| Local Sources:   |                                     |
| Daily Sales - Nonreimbursable Meals                        | \$ 6,001                            |
| Program Fees   | 155,358                             |
|  | 161,359                             |
| Total Operating Revenue                                    | 161,359                             |
| Operating Expenses:  |                                     |
| Cost of Sales for Reimbursable Programs                    | 124,630                             |
| Cost of Sales for Nonreimbursable Programs                 | 888                                 |
| Salaries, Benefits & Payroll Taxes                         | 206,349                             |
| Other Purchased Services                                   | 22,251                              |
| Management Fee   | 16,373                              |
| Supplies and Materials                                     | 19,157                              |
| Miscellaneous Expenses                                     | 33,694                              |
| Depreciation   | 2,932                               |
|  | 453,678                             |
| Total Operating Expenses                                   | 453,678                             |
| Operating Loss   | (292,319)                           |
| Non-Operating Revenue:                                     |                                     |
| Federal Sources:   |                                     |
| COVID 19 - Seamless Summer Option:                         |                                     |
| Lunch  | 309,606                             |
| Snacks   | 9,819                               |
| Breakfast Program  | 11,909                              |
| Food Distribution Program                                  | 13,572                              |
| COVID-19 Emergency Operational Costs Reimbursement Program | 3,393                               |
| NSLP Equipment Assistance Grant                            | 10,635                              |
| State Sources:   |                                     |
| COVID 19 - Seamless Summer Option - Lunch                  | 7,289                               |
|  | 366,223                             |
| Total Non-Operating Revenue                                | 366,223                             |
| Change in Net Position Before Other Items                  | 73,904                              |
| Other Items:   |                                     |
| Cancellation of Prior Year Accounts Receivable - State     | (947)                               |
|  | (947)                               |
| Total Other Items  | (947)                               |
| Change in Net Position After Other Items                   | 72,957                              |
| Net Position - Beginning of Year                           | 56,162                              |
| Net Position - End of Year                                 | \$ 129,119                          |

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

ROCHELLE PARK SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | Total Business-<br>Type Activities  |
|--|-------------------------------------|
|  | Total Non-Major<br>Enterprise Funds |
| Cash Flows from Operating Activities:  |                                     |
| Receipts from Customers  | \$ 160,898                          |
| Payments to/for Employees  | (104,053)                           |
| Payments to Food Service Contractor  | (250,346)                           |
| Payments to Suppliers  | (53,458)                            |
| Net Cash Provided by/(Used for) Operating Activities                                       | (246,959)                           |
| Cash Flows from Capital Financing Activities:  |                                     |
| Acquisition of Capital Assets  | (22,596)                            |
| Net Cash Used for Capital Financing Activities   | (22,596)                            |
| Cash Flows from Noncapital Financing Activities:   |                                     |
| Cash Received From Federal Reimbursements - Collected in Food Service Fund                 | 307,384                             |
| Cash Received From State Reimbursements - Collected in Food Service Fund                   | 6,769                               |
| Net Cash Provided by Noncapital Financing Activities                                       | 314,153                             |
| Net Increase/(Decrease) in Cash and Cash Equivalents                                       | 44,598                              |
| Cash and Cash Equivalents, July 1  | 15,055                              |
| Cash and Cash Equivalents, June 30   | \$ 59,653                           |
| Reconciliation of Operating Income/(Loss) to Net Cash                                      |                                     |
| Provided by/(Used for) Operating Activities:   | \$ (292,319)                        |
| Adjustment to Reconcile Operating Income/(Loss) to Net Cash Used for Operating Activities: |                                     |
| Depreciation   | 2,932                               |
| Food Distribution Program  | 13,572                              |
| Changes in Assets and Liabilities:   |                                     |
| Decrease/(Increase) in Inventory   | 1,571                               |
| Increase/(Decrease) in Accounts Payable  | 26,859                              |
| Increase/(Decrease) in Unearned Revenue - Prepaid Sales                                    | (461)                               |
| Increase/(Decrease) in Unearned Revenue - Donated Commodities                              | 887                                 |
| Net Cash Provided by/(Used for) Operating Activities                                       | \$ (246,959)                        |

Noncash Investing and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A Commodities Through the Food Distribution Program Valued at \$14,459 and utilized \$13,572 for the fiscal year ended June 30, 2022.

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences, and tuition reimbursements.

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

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

The District reports the following governmental funds:

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

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

B. Basis of Presentation: (Cont'd)

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

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

The District reports the following proprietary funds:

Food Service Enterprise Fund: The Food Service Fund accounts for all revenue and expenses pertaining to the Board's cafeteria operations.

Care Program Enterprise Fund: The Care Program Fund accounts for all revenue and expenses pertaining to the Board's before and after school childcare program.

The funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

C. Measurement Focus and Basis of Accounting:

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

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

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

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

D. Budgets/Budgetary Control:

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

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

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

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

The Capital Projects Fund budgetary revenue differs from GAAP revenue due to a difference in the recognition of SDA grants. These grants are recognized on the budgetary basis in full when they are awarded but recognized on the GAAP basis only to the extent of expenditures which have been submitted for reimbursement.

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

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

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

|   | General<br>Fund | Special Revenue<br>Fund  |
|---|-----------------|--------------------------|
| Sources/Inflows of Resources:   |                 |                          |
| Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule   | \$ 16,211,599   | \$ 395,176               |
| Differences - Budget to GAAP:   |                 |                          |
| Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis recognizes Encumbrances as Revenue and Expenditures, whereas the GAAP Basis does not.  |                 |                          |
| Current Year Encumbrances   |                 | (74,509)                 |
| Prior Year Encumbrances   |                 | 9,331                    |
| Prior Year State Aid Payments Recognized for GAAP Statements  | 29,059          |                          |
| Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements   | (39,309)        |                          |
| Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.  | \$ 16,201,349   | \$ 329,998               |
| Uses/Outflows of Resources:   |                 |                          |
| Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule  | \$ 15,798,646   | \$ 388,364               |
| Differences - Budget to GAAP:   |                 |                          |
| Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes. |                 | (65,178)                 |
| Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds   | \$ 15,798,646   | \$ 323,186               |
| Summary Schedule of Revenue, Expenditures and   |                 | Capital Projects<br>Fund |
| Changes in Fund Balance (Budgetary Basis) (per Exhibit F-1)   |                 | Fund Balance             |
| Restricted  |                 | \$ 9,972                 |
| Restricted - Year End Encumbrances  |                 | 4,337                    |
| Committed   |                 | 87,975                   |
| Total Fund Balance - Budgetary Basis  |                 | 102,284                  |
| Reconciliation to Governmental Funds Statement (GAAP):  |                 |                          |
| SDA Grants are Recognized as Revenue on the Budgetary Basis when awarded but are not Recognized on the GAAP Basis until Expended and submitted for reimbursement.   |                 | (122,200)                |
| Statement of Revenue, Expenditures and Changes in Fund Balances/(Deficit) - Governmental Funds (GAAP Basis) (per Exhibit B-2)   |                 | \$ (19,916)              |

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

E. Cash and Cash Equivalents, and Investments

Cash and cash equivalents include petty cash, change funds, amount in deposits, and short-term investments transaction between market participants at the measurement date.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

New Jersey school districts are limited as to type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

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

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

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



ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

H. Encumbrances:

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

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

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

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

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

K. Capital Assets:

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

K. Capital Assets: (Cont'd)

|                                     | Estimated Useful Life |
|-------------------------------------|-----------------------|
| Buildings and Building Improvements | 50 Years              |
| Site Improvements                   | 20 Years              |
| Machinery and Equipment             | 10 to 15 Years        |

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

L. Lease Assets:

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

M. Long Term Liabilities:

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

N. Accrued Salaries and Wages:

The District allows employees who provide services to the District over the ten-month academic year the option to have their salaries evenly disbursed during the entire twelve month year; therefore, there were \$187,492 of accrued salaries and wages as of June 30, 2022.

O. Compensated Absences:

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

O. Compensated Absences: (Cont'd)

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

P. Lease Payable

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

Q. Unearned Revenue:

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

R. Fund Balance Appropriated:

General Fund: Of the \$3,245,085 General Fund fund balance at June 30, 2022, \$474,461 is assigned for year-end encumbrances, \$65,023 is restricted for unemployment compensation, \$1,250,309 is restricted in the capital reserve account, \$200,000 is restricted in the maintenance reserve account; \$38,437 is prior year excess surplus and has been appropriated and included as anticipated revenue for the fiscal year ended June 30, 2022; \$250,000 is restricted for current year excess surplus in accordance with N.J.S.A. 18A:7F-7, as amended and will be included as anticipated revenue for the year ending June 30, 2024, \$211,563 is assigned and designated for subsequent year's expenditures and \$755,292 is unassigned fund balance (which is \$39,309 less than the calculated maximum unassigned fund balance, on a GAAP basis, due to the final state aid payments, which are not recognized until the fiscal year ended June 30, 2022).

Special Revenue Fund: The Special Revenue Fund fund balance at June 30, 2022 is \$27,864 and is restricted for scholarships and student activities.

Debt Service Fund: The Debt Service Fund fund balance at June 30, 2022 is \$1 and is restricted.

Capital Projects Fund: Of the (\$19,916) Capital Projects Fund balance at June 30, 2022, \$14,309 is restricted, and there is a deficit of (\$34,225) in unassigned fund balance. The unassigned fund balance is \$122,200 less than the budgetary basis due to SDA grants receivable not recognized on a GAAP basis until the related expenditures are submitted for reimbursement.

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

R. Fund Balance Appropriated: (Cont'd)

The District's unassigned fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$39,309 as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event state school aid payments are not made until the following school budget year, districts must record the related state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

S. Deficit Net Position and Fund Balance:

The District has a deficit in unrestricted net position of \$127,986 in governmental activities, which is primarily due to compensated absences payable and net pension liability and related deferred inflows and outflows. The District has a deficit in unassigned fund balance of \$34,225 in the Capital Projects Fund, which is due to the SDA grant receivable not being recognized on the GAAP basis until the related reimbursement requests are submitted to the State. These deficits do not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

T. Net Position:

Net Position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources.

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources at June 30, 2022 related to pensions. The District had deferred inflows of resources at June 30, 2022 related to pensions.

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

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

U. Fund Balance Restrictions, Commitments and Assignments:

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

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

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

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

V. Revenue - Exchange and Nonexchange Transactions:

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

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

W. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activity of the respective Enterprise Fund. For the School District, these revenues are sales for food service and program fees for the Care program. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the respective Enterprise Fund.

X. Management Estimates:

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

Y. Pensions:

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

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents include petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less.

The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

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

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed in the section entitled Investments of this note.

Deposits:

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

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

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

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

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

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

Investments: (Cont'd)

- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
  - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.). ;
  - (b) the custody of collateral is transferred to a third party;
  - (c) the maturity of the agreement is not more than 30 days;
  - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
  - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or
- (9) Deposit of funds in accordance with the following conditions:
  - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
  - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
  - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
  - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and



ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

Investments: (Cont'd)

- (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

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

|                   | Restricted<br>Cash and Cash<br>Equivalents | Cash and<br>Cash<br>Equivalents | Total        |
|-------------------|--|---------------------------------|--------------|
| Checking Accounts | \$ 1,543,196                               | \$ 1,218,337                    | \$ 2,761,533 |

During the period ended June 30, 2022, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2022, was \$2,761,533 and the bank balance was \$3,080,502.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Rochelle Park School District for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

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

|   |              |
|---|--------------|
| Balance July 1, 2021                      | \$ 1,235,350 |
| Deposits:                                 |              |
| Transfer per Board Resolution - June 2022 | 12,407       |
| Interest                                  | 2,552        |
| Balance June 30, 2022                     | \$ 1,250,309 |

The balance in the capital reserve at June 30, 2022 did not exceed the balance of local support costs of uncompleted capital projects in the District's approved LRFP.

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 5. CAPITAL ASSETS

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

|   | <u>Beginning<br/>Balance</u> | <u>Increases/<br/>Adjustments</u> | <u>Decreases/<br/>Adjustments</u> | <u>Ending<br/>Balance</u> |
|---|------------------------------|-----------------------------------|-----------------------------------|---------------------------|
| Governmental Activities:  |                              |                                   |                                   |                           |
| Capital Assets not being Depreciated:                                       |                              |                                   |                                   |                           |
| Sites (Land)  | \$ 15,740                    |                                   |                                   | \$ 15,740                 |
| Construction in Progress  |                              | \$ 23,528                         |                                   | 23,528                    |
| Total Capital Assets not Being Depreciated                                  | <u>15,740</u>                | <u>23,528</u>                     |                                   | <u>39,268</u>             |
| Capital Assets Being Depreciated:   |                              |                                   |                                   |                           |
| Site Improvements   | 319,765                      |                                   |                                   | 319,765                   |
| Buildings and Building Improvements   | 10,504,841                   | 419,302                           |                                   | 10,924,143                |
| Machinery and Equipment   | 947,101                      | 59,843                            | \$ (54,349)                       | 952,595                   |
| Total Capital Assets Being Depreciated                                      | <u>11,771,707</u>            | <u>479,145</u>                    | <u>(54,349)</u>                   | <u>12,196,503</u>         |
| Governmental Activities Capital Assets                                      | <u>11,787,447</u>            | <u>502,673</u>                    | <u>(54,349)</u>                   | <u>12,235,771</u>         |
| Less Accumulated Depreciation for:  |                              |                                   |                                   |                           |
| Site Improvements   | (304,335)                    | (3,545)                           | 865                               | (307,015)                 |
| Buildings and Building Improvements   | (1,984,021)                  | (224,471)                         | 8,214                             | (2,200,278)               |
| Machinery and Equipment   | (287,274)                    | (99,206)                          | 45,985                            | (340,495)                 |
| Total Accumulated Depreciation  | <u>(2,575,630)</u>           | <u>(327,222)</u>                  | <u>55,064</u>                     | <u>(2,847,788)</u>        |
| Governmental Activities Capital Assets, Net of<br>Accumulated Depreciation  | <u>9,211,817</u>             | <u>175,451</u>                    | <u>715</u>                        | <u>9,387,983</u>          |
| Business Type Activities:   |                              |                                   |                                   |                           |
| Capital Assets Being Depreciated:   |                              |                                   |                                   |                           |
| Machinery and Equipment   | 72,183                       | 22,596                            | (5,480)                           | 89,299                    |
| Less Accumulated Depreciation   | (59,397)                     | (2,932)                           | 5,480                             | (56,849)                  |
| Business Type Activities Capital Assets, Net of<br>Accumulated Depreciation | <u>12,786</u>                | <u>19,664</u>                     |                                   | <u>32,450</u>             |
| GRAND TOTAL   | <u>\$ 9,224,603</u>          | <u>\$ 195,115</u>                 | <u>\$ 715</u>                     | <u>\$ 9,420,433</u>       |

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 5. CAPITAL ASSETS (Cont'd)

The District expended \$36,150 towards construction projects in progress. As of June 30, 2022, the District has \$107,246 of unexpended capital projects fund construction projects as well as \$18,566 of encumbrances.

Depreciation expense was charged to governmental functions as follows:

|  |    |                |
|--|----|----------------|
| Regular Instruction                    | \$ | 143,759        |
| Special Education Instruction          |    | 33,609         |
| Other Instruction                      |    | 12,755         |
| Student Instructional Support Services |    | 26,598         |
| General Administration                 |    | 63,222         |
| School Administration                  |    | 4,904          |
| Plant Operations and Maintenance       |    | 42,375         |
|  |    | <u>327,222</u> |
|  | \$ | <u>327,222</u> |

NOTE 6. LEASE ASSETS

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

|  | (Restated)<br>Beginning<br>Balance | Increases          | Adjustments/<br>Decreases | Ending<br>Balance |
|--|------------------------------------|--------------------|---------------------------|-------------------|
|  |                                    |                    |                           |                   |
| Governmental Activities:   |                                    |                    |                           |                   |
| Lease Assets Being Amortized:  |                                    |                    |                           |                   |
| Machinery and Equipment  | \$ 262,553                         | \$ 12,782          |                           | \$ 275,335        |
| Total Lease Assets Being Amortized                                       | <u>262,553</u>                     | <u>12,782</u>      |                           | <u>275,335</u>    |
| Governmental Activities Lease Assets                                     | <u>262,553</u>                     | <u>12,782</u>      |                           | <u>275,335</u>    |
| Less Accumulated Amortization for:                                       |                                    |                    |                           |                   |
| Machinery and Equipment  | (70,034)                           | (53,788)           |                           | (123,822)         |
|  | <u>(70,034)</u>                    | <u>(53,788)</u>    |                           | <u>(123,822)</u>  |
| Governmental Activities Lease Assets,<br>Net of Accumulated Amortization | <u>\$ 192,519</u>                  | <u>\$ (41,006)</u> | <u>\$ -0-</u>             | <u>\$ 151,513</u> |

Amortization expense was charged to governmental functions as follows:

|                     |                  |
|---------------------|------------------|
| Regular Instruction | \$ 53,788        |
|                     | <u>\$ 53,788</u> |

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 7. LONG TERM LIABILITIES

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

|                              | (Restated)<br>Balance<br>6/30/2021 | Accrued          | Retired           | Balance<br>6/30/2022 |
|------------------------------|------------------------------------|------------------|-------------------|----------------------|
| Compensated Absences Payable | \$ 179,968                         | \$ 1,575         | \$ 39,830         | \$ 141,713           |
| Financed Purchases Payable   | 444,377                            |                  | 96,419            | 347,958              |
| Net Pension Liability        | 1,142,673                          |                  | 253,121           | 889,552              |
| Bonds Payable                | 4,838,000                          |                  | 325,000           | 4,513,000            |
| Leases Payable               | 197,263                            | 12,782           | 52,363            | 157,682              |
|                              | <u>\$ 6,802,281</u>                | <u>\$ 14,357</u> | <u>\$ 766,733</u> | <u>\$ 6,049,905</u>  |

A. Bonds Payable:

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

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

| Purpose  | Final Maturity<br>Date | Interest<br>Rates | Amount              |
|--|------------------------|-------------------|---------------------|
| School Bonds- Series 2014 - Infrastructure<br>Repairs and Building Security Enhancements | 3/15/35                | 3.00%-3.50%       | <u>\$ 4,513,000</u> |

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 7. LONG TERM LIABILITIES (Cont'd)

A. Bonds Payable: (Cont'd)

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

| <u>Fiscal</u><br><u>Year Ending June 30,</u> | <u>Bonds</u>        |                     | <u>Total</u>        |
|--|---------------------|---------------------|---------------------|
|  | <u>Principal</u>    | <u>Interest</u>     |                     |
| 2023   | \$ 325,000          | \$ 141,078          | \$ 466,078          |
| 2024   | 338,000             | 131,328             | 469,328             |
| 2025   | 350,000             | 121,188             | 471,188             |
| 2026   | 350,000             | 110,688             | 460,688             |
| 2027   | 350,000             | 100,188             | 450,188             |
| 2028 - 2032                                  | 1,750,000           | 343,000             | 2,093,000           |
| 2033 - 2035                                  | 1,050,000           | 72,625              | 1,122,625           |
|  | <u>\$ 4,513,000</u> | <u>\$ 1,020,093</u> | <u>\$ 5,533,093</u> |

The 2014 Bonds maturing on or after March 15, 2025 are subject to redemption at the option of the Board in whole or in part on any date on or after March 15, 2024 upon notice as required, at one hundred percent (100%) of the principal amount to be redeemed (the "Redemption Price"), together with interest accrued to the date of redemption.

| <u>Date</u>    | <u>Sinking Fund</u><br><u>Installment</u> |
|----------------|---|
| March 15, 2025 | \$ 350,000                                |
| March 15, 2026 | 350,000                                   |
| March 15, 2027 | 350,000                                   |

The 2014 Bonds maturing on March 15, 2027 are subject to mandatory redemption from sinking fund installments made on each March 15, beginning March 15, 2025, and shall be redeemed on the dates set forth below at a Redemption Price equal to one hundred percent (100%) of the principal amount of the Bonds called for redemption, plus interest accrued and unpaid to the date fixed for redemption, according to the schedule set forth below:

| <u>Date</u>    | <u>Sinking Fund</u><br><u>Installment</u> |
|----------------|---|
| March 15, 2028 | \$ 350,000                                |
| March 15, 2029 | 350,000                                   |

The 2014 Bonds maturing on March 15, 2029 are subject to mandatory redemption from sinking fund installments made on each March 15, beginning March 15, 2028, and shall be redeemed on the dates set forth below at a Redemption Price equal to one hundred percent (100%) of the principal amount of the Bonds called for redemption, plus interest accrued and unpaid to the date fixed for redemption, according to the schedule set forth on the following page.

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 7. LONG TERM LIABILITIES (Cont'd)

A. Bonds Payable: (Cont'd)

| <u>Date</u>    | <u>Sinking Fund<br/>Installment</u> |
|----------------|-------------------------------------|
| March 15, 2030 | \$ 350,000                          |
| March 15, 2031 | 350,000                             |
| March 15, 2032 | 350,000                             |
| March 15, 2033 | 350,000                             |
| March 15, 2034 | 350,000                             |
| March 15, 2035 | 350,000                             |

B. Bonds Authorized But Not Issued:

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

C. Financed Purchases Payable:

On May 3, 2016 the District entered into a financed purchase agreement for energy conservation measures for \$230,000 which is for a period of 10 years and of which \$142,843 has been liquidated as of June 30, 2022. During 2021, the District entered into a financed purchase agreement for whiteboards for \$399,460 for a period of 5 years and of which \$138,659 has been liquidated as of June 30, 2022. The schedule of the future minimum financed purchases payments under the District's financed purchases and the present value of the net minimum payments at June 30, 2022 are detailed below and are liquidated by the General Fund.

| <u>Fiscal Year</u>                                       | <u>Amount</u>     |
|--|-------------------|
| 2023   | \$ 109,386        |
| 2024   | 109,444           |
| 2025   | 110,588           |
| 2026   | <u>38,077</u>     |
| Total Minimum Financed Purchases Payments                | 367,495           |
| Less: Amount representing interest                       | <u>(19,537)</u>   |
| Present value of net minimum financed purchases payments | <u>\$ 347,958</u> |

The current portion of financed purchases payable at June 30, 2022 is \$99,758 and the long-term portion is \$248,200. The District liquidated \$96,419 of its financed purchases payable in the current year.

D. Compensated Absences Payable:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities and liquidated by the General Fund. Of the balance, \$0 is the short-term portion and \$141,713 is the long term portion. The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2022, no liability existed for compensated absences in the Enterprise Funds.

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 7. LONG TERM LIABILITIES (Cont'd)

E. Leases Payable:

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

| Purpose             | Commencement<br>Date | Frequency<br>of Payment | Final Maturity<br>Date | Interest<br>Rate | Amount            |
|---------------------|----------------------|-------------------------|------------------------|------------------|-------------------|
| Savin Copiers Lease | 07/20/19             | Monthly                 | 06/20/24               | 4.400%           | \$ 56,084         |
| Technology Lease    | 11/20/20             | Monthly                 | 10/20/25               | 3.400%           | 89,921            |
| Savin Copier Lease  | 01/20/22             | Monthly                 | 12/20/26               | 6.300%           | <u>11,677</u>     |
|                     |                      |                         |                        |                  | <u>\$ 157,682</u> |

Principal and interest due on leases outstanding will be liquidated through the General Fund and are as follows:

| Fiscal Year<br>Ending June 30, | Governmental Activities |                  |
|--------------------------------|-------------------------|------------------|
|                                | Principal               | Interest         |
| 2023                           | \$ 55,580               | \$ 8,431         |
| 2024                           | 58,015                  | 5,286            |
| 2025                           | 30,365                  | 2,747            |
| 2026                           | 12,255                  | 1,059            |
| 2027                           | <u>1,467</u>            | <u>141</u>       |
|                                | <u>\$ 157,682</u>       | <u>\$ 17,664</u> |

F. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2022 is \$-0- and the long-term portion is \$889,552. See Note 8 for further information on the PERS.

The General Fund will be used to liquidate Compensated Absences Payable and Financed Purchases Payable. The Debt Service Fund will be used to liquidate the Serial Bonds.

NOTE 8. PENSION PLANS

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

| 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 Tiers 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 to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to \$87,939 for 2022.



ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Contributions (Cont'd)

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

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

At June 30, 2022, the District's liability was \$889,552 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020 which was rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2021, the District's proportion was 0.0075%, which was an increase of 0.0005% from its proportion measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the District recognized an actual pension benefit in the amount of (\$167,675). At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

|   | Deferral<br>Year | Amortization<br>Period<br>in Years | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|---|------------------|------------------------------------|--------------------------------------|-------------------------------------|
| Changes in Assumptions  | 2017             | 5.48                               |                                      | \$ (37,593)                         |
|   | 2018             | 5.63                               |                                      | (70,478)                            |
|   | 2019             | 5.21                               |                                      | (62,174)                            |
|   | 2020             | 5.16                               |                                      | (146,441)                           |
|   | 2021             | 5.13                               | \$ 4,633                             |                                     |
|   |                  |                                    | <u>4,633</u>                         | <u>(316,686)</u>                    |
| Changes in Proportion   | 2017             | 5.48                               |                                      | (9,266)                             |
|   | 2018             | 5.63                               |                                      | (52,746)                            |
|   | 2019             | 5.21                               | 84,762                               |                                     |
|   | 2020             | 5.16                               |                                      | (36,915)                            |
|   | 2021             | 5.13                               | 88,124                               |                                     |
|   |                  |                                    | <u>172,886</u>                       | <u>(98,927)</u>                     |
| Net Difference Between Projected and Actual<br>Investment Earnings on Pension Plan<br>Investments | 2018             | 5.00                               |                                      | (6,949)                             |
|   | 2019             | 5.00                               |                                      | 2,242                               |
|   | 2020             | 5.00                               |                                      | 50,530                              |
|   | 2021             | 5.00                               |                                      | (280,154)                           |
|   |                  |                                    |                                      | <u>(234,331)</u>                    |
| Difference Between Expected and Actual<br>Experience  | 2017             | 5.48                               | 1,118                                |                                     |
|   | 2018             | 5.63                               |                                      | (2,684)                             |
|   | 2019             | 5.21                               | 4,753                                |                                     |
|   | 2020             | 5.16                               | 8,158                                |                                     |
|   | 2021             | 5.13                               |                                      | (3,684)                             |
|   |                  |                                    | <u>14,029</u>                        | <u>(6,368)</u>                      |
| District Contribution Subsequent to the<br>Measurement Date                                       | 2021             | 1.00                               | 98,560                               |                                     |
|   |                  |                                    | <u>\$ 290,108</u>                    | <u>\$ (656,312)</u>                 |

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

| Fiscal Year<br>Ending June 30, | Total        |
|--------------------------------|--------------|
| 2022                           | \$ (209,896) |
| 2023                           | (149,865)    |
| 2022                           | (102,182)    |
| 2025                           | (76,811)     |
| 2026                           | 31           |
|                                | \$ (538,723) |

Actuarial Assumptions

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

|                           |  |
|---------------------------|--|
| Inflation Rate:           |  |
| Price                     | 2.75%                                  |
| Wage                      | 3.25%                                  |
| Salary Increases:         |  |
| Through 2026              | 2.00 – 6.00% based on years of service |
| Thereafter                | 3.00 – 7.00% based on years of service |
| Investment Rate of Return | 7.00%                                  |

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
 (Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Discount Rate

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

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

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

|   | June 30, 2021             |                                     |                           |
|---|---------------------------|-------------------------------------|---------------------------|
|   | 1%<br>Decrease<br>(6.00%) | Current<br>Discount Rate<br>(7.00%) | 1%<br>Increase<br>(8.00%) |
| District's proportionate share of the Net Pension Liability | \$ 1,212,060              | \$ 889,552                          | \$ 616,769                |

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
 (Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Benefits Provided

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

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

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

Contributions

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2022, the State of New Jersey contributed \$1,671,003 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$448,355.

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

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

At June 30, 2022, the State's proportionate share of the net pension liability associated with the District was \$19,054,254. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020 which was rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2021, the District's proportion was 0.0396%, which was an increase of 0.001% from its proportion measured as of June 30, 2020.

|   |                             |
|---|-----------------------------|
| District's Proportionate Share of the Net Pension Liability                           | \$ -0-                      |
| State's Proportionate Share of the Net Pension Liability Associated with the District | 19,054,254                  |
| Total   | <u><u>\$ 19,054,254</u></u> |

For the fiscal year ended June 30, 2021, the State recognized pension expense on behalf of the District in the amount of \$1,671,003 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2022 financial statements. The State reported collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions from the following sources:

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

|   | Year of<br>Deferral | Amortization<br>Period<br>in Years | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|---|---------------------|------------------------------------|--------------------------------------|-------------------------------------|
| Changes in Assumptions  | 2014                | 8.50                               | \$ 153,774,925                       |                                     |
|   | 2015                | 8.30                               | 926,219,611                          |                                     |
|   | 2016                | 8.30                               | 3,000,278,784                        |                                     |
|   | 2017                | 8.30                               |                                      | \$ 5,282,196,290                    |
|   | 2018                | 8.29                               |                                      | 3,527,661,165                       |
|   | 2019                | 8.04                               |                                      | 2,510,940,613                       |
|   | 2020                | 7.99                               | 1,209,286,241                        |                                     |
|   | 2021                | 7.93                               |                                      | 12,903,483,645                      |
|   |                     |                                    | <u>5,289,559,561</u>                 | <u>24,224,281,713</u>               |
| Difference Between Expected and<br>Actual Experience  | 2014                | 8.50                               |                                      | 1,464,605                           |
|   | 2015                | 8.30                               | 57,204,429                           |                                     |
|   | 2016                | 8.30                               |                                      | 37,311,034                          |
|   | 2017                | 8.30                               | 93,981,436                           |                                     |
|   | 2018                | 8.29                               | 618,845,893                          |                                     |
|   | 2019                | 8.04                               |                                      | 97,553,990                          |
|   | 2020                | 7.99                               |                                      | 6,444,940                           |
|   | 2021                | 7.93                               | 171,234,070                          |                                     |
|   |                     |                                    | <u>941,265,828</u>                   | <u>142,774,569</u>                  |
| Net Difference Between Projected<br>and Actual Investment Earnings on<br>Pension Plan Investments | 2018                | 5.00                               |                                      | 96,030,373                          |
|   | 2019                | 5.00                               |                                      | (72,441,385)                        |
|   | 2020                | 5.00                               |                                      | (724,186,621)                       |
|   | 2021                | 5.00                               |                                      | 3,554,633,811                       |
|   |                     |                                    |                                      | <u>2,854,036,178</u>                |
|   |                     |                                    | <u>\$ 6,230,825,389</u>              | <u>\$ 27,221,092,460</u>            |



ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

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

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

Actuarial Assumptions

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

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

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

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

Discount Rate – TPAF

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

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

|  | June 30, 2021                |  |                              |
|--|------------------------------|--|------------------------------|
|  | At 1%<br>Decrease<br>(6.00%) | At Current<br>Discount Rate<br>(7.00%) | At 1%<br>Increase<br>(8.00%) |
| State's Proportionate Share of the Net<br>Pension Liability Associated with the District | \$ 22,544,370                | \$ 19,054,254                          | \$ 16,122,780                |
| <u>Pension Plan Fiduciary Net Position - TPAF</u>  |                              |  |                              |

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

C. Defined Contribution Retirement Program (DCRP)

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

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the DCRP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625-0295.

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

For DCRP, the District recognized pension expense of \$15,779 for the fiscal year ended June 30, 2022. Employee contributions to DCRP amounted to \$21,422 for the fiscal year ended June 30, 2022.

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 9. DEFERRED COMPENSATION

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

The plan administrators for the District's Internal Revenue Code Sections 403(b) plans are as follows:

|                    |                                  |
|--------------------|----------------------------------|
| AXA Equitable      | Metropolitan Life                |
| Valic              | Lincoln Financial Advisors Corp. |
| Franklin Templeton | Vanguard                         |

NOTE 10. RISK MANAGEMENT

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

Property, Liability and Health Benefits

The Board is a member of the Northeast Bergen County School Board Insurance Group ("NESBIG"). The NESBIG provides its members with Workers' Compensation, Comprehensive General Liability and Automobile Liability, Property, Boiler and Machinery, and School Board Legal Liability Insurance. A complete schedule of insurance coverage can be found in the statistical section of this Annual comprehensive financial report. The NESBIG is a risk-sharing pool that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the NESBIG are elected.

As a member of the NESBIG, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the NESBIG were to be exhausted, members would become responsible for their respective shares of the NESBIG's liabilities.

The NESBIG can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body. These distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 10. RISK MANAGEMENT (Cont'd)

Property, Liability and Health Benefits (Cont'd)

The audit report for the fiscal year ended June 30, 2022 was not available as of the date of this report. Selected, summarized financial information for the NESBIG as of June 30, 2021 is as follows:

|                        | Northeast Bergen<br>County School Board<br>Insurance Group |
|------------------------|--|
| Total Assets           | \$ 32,611,761  |
| Net Position           | \$ 21,423,424  |
| Total Revenue          | \$ 15,352,401  |
| Total Expenses         | \$ 12,573,477  |
| Change in Net Position | \$ 2,778,924   |
| Members Dividends      | \$ 2,200,000   |

Financial statements for the NESBIG are available at the NESBIG's Executive Director's Office:

Burton Agency  
44 Bergen Street  
P.O. Box 270  
Westwood, NJ 07675

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State.

The following is a summary of the District's contributions, employee contributions, interest earnings, reimbursements to the State for benefits paid and the ending balance of the District's Unemployment Compensation Restricted Fund Balance in the General Fund for the current and previous two years:

| Fiscal Year | District<br>Contributions | Employee<br>Contributions | Amount<br>Reimbursed | Ending<br>Balance |
|-------------|---------------------------|---------------------------|----------------------|-------------------|
| 2021-2022   | \$ -0-                    | \$ 22,016                 | \$ 12,943            | \$ 65,023         |
| 2020-2021   | 7,500                     | 27,251                    | 22,515               | 55,951            |
| 2019-2020   | 27,500                    | 13,222                    | 22,367               | 43,715            |

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 11. ECONOMIC DEPENDENCY

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

NOTE 12. INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS

| Fund                  | Interfund<br>Receivable | Interfund<br>Payable |
|-----------------------|-------------------------|----------------------|
| General Fund          | \$ 212,991              | \$ 30,280            |
| Special Revenue Fund  |                         | 190,216              |
| Capital Projects Fund | 26                      | 22,802               |
| Debt Service Fund     | 22,802                  | 22,801               |
| Food Service Fund     | 30,280                  |                      |
|                       | \$ 266,099              | \$ 266,099           |

The interfund receivable in the General Fund is due to cash deficits in the Special Revenue Fund due to the timing lag between request and reimbursement on federal grants and in the Debt Service Fund due to the interfund receivable in the Debt Service Fund from the Capital Projects Fund for prior year interest earnings on the referendum bank account. The interfund receivable in the Capital Projects Fund is due from the General Fund and is related to a prior year interfund. The Food Service Fund receivable is for grant receipts not turned over by fiscal year end.

NOTE 13. TAX CALENDAR

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 14. COMMITMENTS AND CONTINGENCIES

Grant Programs

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

Litigation

The District is periodically involved in various lawsuits. The District estimates that the potential claims against it resulting from any such litigation and not covered by insurance would not materially affect the financial position of the District.

Encumbrances

At June 30, 2022, there were encumbrances as detailed below in the governmental funds.

| General<br>Fund | Special<br>Revenue<br>Fund | Capital<br>Projects<br>Fund | Total<br>Governmental<br>Funds |
|-----------------|----------------------------|-----------------------------|--------------------------------|
| \$ 474,461      | \$ 74,509                  | \$ 4,337                    | \$ 553,307                     |

On the District's Governmental Funds Balance Sheet as of June 30, 2021, \$-0- is assigned for year-end encumbrances in the Special Revenue Fund, which is \$74,509 less than the actual year-end encumbrances on a budgetary basis. On the GAAP basis, encumbrances are not recognized until paid and this non-recognition of encumbrances on a GAAP basis is also reflected as either a reduction in grants receivable or an increase in unearned revenue in the Special Revenue Fund. The \$4,337 of year-end encumbrances in the Capital Projects Fund are included in the restricted fund balance at June 30, 2022.

NOTE 15. TRANSFERS TO CAPITAL OUTLAY

There were transfers to the capital outlay accounts of \$17,106 for equipment during the fiscal year ended June 30, 2022 for which County Superintendent approval was not required. There were transfers to the capital outlay accounts of \$122,340 for construction services during the fiscal year ended June 30, 2022 for which County Superintendent approval was obtained.

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 16. ACCOUNTS PAYABLE

Payables as of June 30, 2022 were as detailed below:

|  | Governmental<br>Funds<br>General<br>Fund | District Contribution<br>Subsequent to the<br>Measurement<br>Date | Total<br>Governmental<br>Activities | Business - Type<br>Activities<br>Proprietary<br>Funds |
|--|--|---|-------------------------------------|---|
| Vendors                                |  |   |                                     | \$ 26,860   |
| Accrued Salaries<br>and Wages          | \$ 187,492                               |   | \$ 187,492                          |   |
| Payroll Deductions<br>and Withholdings | 2,199                                    |   | 2,199                               |   |
| State of NJ                            |  | \$ 98,560   | 98,560                              |   |
|  | <u>\$ 189,691</u>                        | <u>\$ 98,560</u>  | <u>\$ 288,251</u>                   | <u>\$ 26,860</u>                                      |

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

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

General Information about the OPEB Plan

Plan Description and Benefits Provided

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

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



ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Plan Description and Benefits Provided (Cont'd)

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

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

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

Employees Covered by Benefit Terms

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

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

Total Nonemployer OPEB Liability

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Actuarial Assumptions and Other Inputs

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

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

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

Mortality Rates

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

Health Care Trend Assumptions

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Discount Rate

The discount rate for June 30, 2020 was 2.21%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. The source is the Bond Buyer Go 20-Bond Municipal bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

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

|  | Total OPEB<br>Liability |
|--|-------------------------|
| Balance at June 30, 2019                           | \$ 12,653,928           |
| Changes for Year:                                  |                         |
| Service Cost                                       | 567,594                 |
| Interest on the Total OPEB Liability               | 456,422                 |
| Changes of Assumptions                             | 3,948,782               |
| Differences between Expected and Actual Experience | 4,355,752               |
| Gross Benefit Payments by the State                | (376,344)               |
| Contributions from Members                         | 11,407                  |
| Net Changes  | 8,963,613               |
| Balance at June 30, 2020                           | \$ 21,617,541           |

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Discount Rate

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

|  | June 30, 2020                                     |                                |                              |
|--|---|--------------------------------|------------------------------|
|  | At 1%<br>Decrease<br>(1.21%)                      | At<br>Discount Rate<br>(2.21%) | At 1%<br>Increase<br>(3.21%) |
|  | Total OPEB Liability Attributable to the District | \$ 26,061,061                  | \$ 21,617,541                |

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2019, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

|   | June 30, 2020  |                               |                |
|---|----------------|-------------------------------|----------------|
|   | 1%<br>Decrease | Healthcare<br>Cost Trend Rate | 1%<br>Increase |
| Total OPEB Liability Attributable to the District | \$ 17,450,408  | \$ 21,617,541                 | \$ 26,579,670  |

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

For the fiscal year ended June 30, 2022 the District recognized OPEB expense of \$1,215,484 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

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

|   | Deferral<br>Year | Period<br>in Years | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources |
|---|------------------|--------------------|--------------------------------------|-------------------------------------|
| Changes in Assumptions                                | 2017             | 9.54               |                                      | \$ 1,311,934                        |
|   | 2018             | 9.51               |                                      | 1,154,750                           |
|   | 2019             | 9.29               | \$ 155,648                           |                                     |
|   | 2020             | 9.24               | 3,521,425                            |                                     |
|   |                  |                    |                                      | 3,677,073                           |
| Differences between Expected and<br>Actual Experience | 2018             | 9.51               |                                      | 1,091,598                           |
|   | 2019             | 9.29               |                                      | 1,831,985                           |
|   | 2020             | 9.24               | 3,282,106                            |                                     |
|   |                  |                    | 3,282,106                            | 2,923,583                           |
| Changes in Proportion                                 | N/A              | N/A                | 1,339,907                            | 176,885                             |
|   |                  |                    | \$ 8,299,086                         | \$ 5,567,152                        |

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

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

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

| Fiscal Year<br>Ending June 30, | Total          |
|--------------------------------|----------------|
| 2021                           | \$ (13,849)    |
| 2022                           | (13,849)       |
| 2023                           | (13,849)       |
| 2024                           | (13,849)       |
| 2025                           | (13,849)       |
| Thereafter                     | (1,499,667)    |
|                                | \$ (1,568,912) |

NOTE 18. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of \$200,000 was established by the Rochelle Park School District during the year ended June 30, 2021. The funds for the establishment of this reserve were withdrawn from unassigned general fund balance. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the district by transferring unassigned general fund balance or by transferring excess, unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year's budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan. Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end. At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the district's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

NOTE 18. MAINTENANCE RESERVE ACCOUNT (Cont'd)

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

|                          |            |
|--------------------------|------------|
| Balance at June 30, 2021 | \$ 200,000 |
| Balance at June 30, 2022 | \$ 200,000 |

NOTE 19. PRIOR PERIOD ADJUSTMENTS

The District made a prior year adjustment in the district-wide financial statements to record an intangible right-to-use asset and a lease liability as of June 30, 2021 as a result of implementing GASB 87, *Leases*:

|   | <u>Balance at<br/>June 30, 2021<br/>as Previously<br/>Reported</u> | <u>Retroactive<br/>Adjustments</u> | <u>Balance at<br/>June 30, 2021<br/>as Restated</u> |
|---|--|------------------------------------|---|
| <u>Statement of Net Position - Governmental Activities:</u> |  |                                    |   |
| Assets:   |  |                                    |   |
| Lease Assets, Net   | \$ -0-   | \$ 192,519                         | \$ 192,519  |
| Total Assets  | 1,231,218  | 192,519                            | 1,423,737   |
| Noncurrent Liabilities:                                     |  |                                    |   |
| Due Within One Year   | 421,419  | 52,362                             | 473,781   |
| Due Beyond One Year   | 6,183,599  | 144,901                            | 6,328,500   |
| Total Liabilities   | 6,978,901  | 197,263                            | 7,176,164   |
| Net Position:   |  |                                    |   |
| Net Investment in Capital Assets                            | 3,929,440  | (4,744)                            | 3,924,696   |
| Total Net Position  | 4,952,058  | (4,744)                            | 4,947,314   |

REQUIRED SUPPLEMENTARY INFORMATION

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

|   | Fiscal Year Ending June 30, |               |               |               |               |               |               |               |
|---|-----------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
|   | 2015                        | 2016          | 2017          | 2018          | 2019          | 2020          | 2021          | 2022          |
| District's proportion of the net pension liability  | 0.0096909750%               | 0.0097788635% | 0.0076854005% | 0.0072005062% | 0.0063927290% | 0.0072748642% | 0.0070070872% | 0.0075089900% |
|   | \$ 1,814,416                | \$ 2,195,159  | \$ 2,276,195  | \$ 1,676,163  | \$ 1,258,696  | \$ 1,310,820  | \$ 1,142,673  | \$ 889,552    |
| District's proportionate share of the net pension liability   |                             |               |               |               |               |               |               |               |
| District's covered employee payroll   | \$ 643,899                  | \$ 643,899    | \$ 529,650    | \$ 498,898    | \$ 459,288    | \$ 445,578    | \$ 515,820    | \$ 545,066    |
| District's proportionate share of the net pension liability as a percentage of its covered employee payroll | 281.79%                     | 340.92%       | 429.75%       | 335.97%       | 274.05%       | 294.18%       | 221.53%       | 163.20%       |
| Plan fiduciary net position as a percentage of the total pension liability                                  | 52.08%                      | 47.93%        | 40.14%        | 48.10%        | 53.60%        | 56.27%        | 58.32%        | 70.33%        |

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



ROCHELLE PARK SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT'S CONTRIBUTIONS  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST EIGHT FISCAL YEARS

|  | Fiscal Year Ending June 30, |            |            |            |            |            |            |            |
|--|-----------------------------|------------|------------|------------|------------|------------|------------|------------|
|  | 2015                        | 2016       | 2017       | 2018       | 2019       | 2020       | 2021       | 2022       |
| Contractually required contribution                                  | \$ 79,891                   | \$ 84,072  | \$ 68,359  | \$ 67,386  | \$ 63,587  | \$ 70,763  | \$ 76,654  | \$ 87,939  |
| Contributions in relation to the contractually required contribution | (79,891)                    | (84,072)   | (68,359)   | (67,386)   | (63,587)   | (70,763)   | (76,654)   | (87,939)   |
| Contribution deficiency/(excess)                                     | \$ -0-                      | \$ -0-     | \$ -0-     | \$ -0-     | \$ -0-     | \$ -0-     | \$ -0-     | \$ -0-     |
| District's covered employee payroll                                  | \$ 643,899                  | \$ 529,650 | \$ 498,898 | \$ 459,288 | \$ 445,578 | \$ 515,820 | \$ 545,066 | \$ 623,112 |
| Contributions as a percentage of covered employee payroll            | 12.41%                      | 15.87%     | 13.70%     | 14.67%     | 14.27%     | 13.72%     | 14.06%     | 14.11%     |

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

ROCHELLE PARK SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
ATTRIBUTABLE TO THE DISTRICT TEACHERS' PENSION AND ANNUITY FUND  
LAST EIGHT FISCAL YEARS

|  | Fiscal Year Ending June 30, |               |               |                |               |               |               |               |
|--|-----------------------------|---------------|---------------|----------------|---------------|---------------|---------------|---------------|
|  | 2015                        | 2016          | 2017          | 2018           | 2019          | 2020          | 2021          | 2022          |
| State's proportion of the net pension liability attributable to the District   | 0.0333773035%               | 0.0341445621% | 0.0364051605% | 0.03889545809% | 0.0374451254% | 0.0388351517% | 0.0389199802% | 0.0396342792% |
| State's proportionate share of the net pension liability attributable to the District  | \$ 17,839,082               | \$ 21,580,821 | \$ 28,638,617 | \$ 26,264,583  | \$ 23,821,784 | \$ 23,833,509 | \$ 25,628,339 | \$ 19,054,254 |
| District's covered employee payroll  | \$ 3,552,551                | \$ 3,552,551  | \$ 3,829,646  | \$ 3,934,460   | \$ 4,090,352  | \$ 4,268,716  | \$ 4,304,493  | \$ 4,744,285  |
| State's proportionate share of the net pension liability attributable to the District as a percentage of District's covered employee payroll | 502.15%                     | 607.47%       | 747.81%       | 667.55%        | 582.39%       | 558.33%       | 595.39%       | 401.63%       |
| Plan fiduciary net position as a percentage of the total pension liability   | 33.64%                      | 28.71%        | 22.23%        | 25.41%         | 26.49%        | 26.95%        | 24.60%        | 35.52%        |

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

ROCHELLE PARK SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF STATE'S CONTRIBUTIONS  
TEACHERS' PENSION AND ANNUITY FUND  
LAST EIGHT FISCAL YEARS

|  | Fiscal Year Ending June 30, |              |              |              |              |              |              |                |
|--|-----------------------------|--------------|--------------|--------------|--------------|--------------|--------------|----------------|
|  | 2015                        | 2016         | 2017         | 2018         | 2019         | 2020         | 2021         | 2022           |
| Contractually required contribution                                  | \$ 959,910                  | \$ 1,317,703 | \$ 2,151,794 | \$ 1,819,477 | \$ 1,388,727 | \$ 1,405,763 | \$ 1,593,679 | \$ 448,355     |
| Contributions in relation to the contractually required contribution | (184,598)                   | (291,473)    | (422,842)    | (551,434)    | (763,794)    | (853,664)    | (1,152,120)  | (1,671,003)    |
| Contribution deficiency/(excess)                                     | \$ 775,312                  | \$ 1,026,230 | \$ 1,728,952 | \$ 1,268,043 | \$ 624,933   | \$ 552,099   | \$ 441,559   | \$ (1,222,648) |
| District's covered employee payroll                                  | \$ 3,552,551                | \$ 3,829,646 | \$ 3,934,460 | \$ 4,090,352 | \$ 4,268,716 | \$ 4,304,493 | \$ 4,744,285 | \$ 4,761,399   |
| Contributions as a percentage of covered employee payroll            | 5.20%                       | 7.61%        | 10.75%       | 13.48%       | 17.89%       | 19.83%       | 24.28%       | 35.09%         |

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

ROCHELLE PARK SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF CHANGES IN THE STATE'S PROPORTIONAL SHARE OF THE TOTAL OPEB LIABILITY  
ATTRIBUTABLE TO THE DISTRICT AND RELATED RATIOS  
LAST FOUR FISCAL YEARS

|  | Fiscal Year Ending June 30, |                      |                      |
|--|-----------------------------|----------------------|----------------------|
|  | 2017                        | 2018                 | 2019                 |
|  | 2020                        |                      | 2020                 |
| Service Cost   | \$ 687,345                  | \$ 569,393           | \$ 518,290           |
| Interest Cost  | 499,935                     | 581,821              | 560,565              |
| Changes in Assumptions   | (1,999,652)                 | (1,624,157)          | 188,671              |
| Differences between Expected and Actual Experience               | (872,106)                   | (2,389,933)          | 4,355,752            |
| Member Contributions   | 13,530                      | 13,080               | 11,514               |
| Gross Benefit Payments   | (367,437)                   | (378,453)            | (376,344)            |
| Net Change in Total OPEB Liability                               | (1,166,279)                 | (1,710,422)          | (1,499,331)          |
| Total OPEB Liability - Beginning                                 | 17,029,960                  | 15,863,681           | 14,153,259           |
| Total OPEB Liability - Ending                                    | <u>\$ 15,863,681</u>        | <u>\$ 14,153,259</u> | <u>\$ 12,653,928</u> |
| State's Covered Employee Payroll *                               | \$ 4,359,296                | \$ 4,433,358         | \$ 4,549,640         |
| Total OPEB Liability as a Percentage of Covered Employee Payroll | 364%                        | 319%                 | 278%                 |
|  |                             |                      | 459%                 |

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

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

C. State Health Benefit Local Education Retired Employees OPEB Plan

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

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

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

ROCHELLE PARK SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

C. State Health Benefit Local Education Retired Employees OPEB Plan (Cont'd)

Changes of Actuarial Assumptions (Cont'd)

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

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

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

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

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

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

BUDGETARY COMPARISON SCHEDULES

ROCHELLE PARK SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | <u>Original Budget</u> | <u>Budget Transfers</u> | <u>Final Budget</u> | <u>Actual</u>     | <u>Variance Final to Actual</u> |
|--|------------------------|-------------------------|---------------------|-------------------|---------------------------------|
| Revenues from Local Sources:                       |                        |                         |                     |                   |                                 |
| Local Tax Levy                                     | \$ 12,441,108          |                         | \$ 12,441,108       | \$ 12,441,108     |                                 |
| Tuition From Individuals                           | 35,000                 |                         | 35,000              | 70,564            | \$ 35,564                       |
| Unrestricted Miscellaneous Revenues                | 120,000                |                         | 120,000             | 152,035           | 32,035                          |
| Interest Earned on Capital Reserve Funds           |                        |                         |                     | 2,552             | 2,552                           |
| Other Restricted Miscellaneous Revenues            |                        |                         |                     | 9,072             | 9,072                           |
| <b>Total Revenues from Local Sources</b>           | <u>12,596,108</u>      |                         | <u>12,596,108</u>   | <u>12,675,331</u> | <u>79,223</u>                   |
| Revenues from State Sources:                       |                        |                         |                     |                   |                                 |
| Categorical Transportation Aid                     | 103,197                |                         | 103,197             | 103,197           |                                 |
| Extraordinary Aid                                  | 135,000                |                         | 135,000             | 382,397           | 247,397                         |
| Categorical Special Education Aid                  | 542,620                |                         | 542,620             | 542,620           |                                 |
| Categorical Security Aid                           | 47,531                 |                         | 47,531              | 47,531            |                                 |
| Nonpublic Transportation                           |                        |                         |                     | 13,645            | 13,645                          |
| TPAF Post Retirement Contributions (Non-Budgeted)  |                        |                         |                     | 395,922           | 395,922                         |
| TPAF Pension Contributions (Non-Budgeted)          |                        |                         |                     | 1,671,003         | 1,671,003                       |
| TPAF Non-Contributory Insurance (Non-Budgeted)     |                        |                         |                     | 23,576            | 23,576                          |
| TPAF Long-Term Disability Insurance (Non-Budgeted) |                        |                         |                     | 590               | 590                             |
| Reimbursed TPAF Social Security Contributions      |                        |                         |                     | 355,787           | 355,787                         |
| <b>Total Revenues from State Sources</b>           | <u>828,348</u>         |                         | <u>828,348</u>      | <u>3,536,268</u>  | <u>2,707,920</u>                |
| <b>TOTAL REVENUE</b>                               | <u>13,424,456</u>      |                         | <u>13,424,456</u>   | <u>16,211,599</u> | <u>2,787,143</u>                |



ROCHELLE PARK SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|   | Original Budget  | Budget Transfers | Final Budget     | Actual           | Variance Final to Actual |
|---|------------------|------------------|------------------|------------------|--------------------------|
| <b>GENERAL CURRENT EXPENSE</b>                |                  |                  |                  |                  |                          |
| Regular Programs - Instruction:               |                  |                  |                  |                  |                          |
| Preschool - Salaries of Teachers              | \$ 86,016        | \$ 67,714        | \$ 153,730       | \$ 153,730       |                          |
| Kindergarten - Salaries of Teachers           | 255,912          | 7,368            | 263,280          | 263,280          |                          |
| Grades 1-5 - Salaries of Teachers             | 1,590,435        | (247,047)        | 1,343,388        | 1,277,986        | \$ 65,402                |
| Grades 6-8 - Salaries of Teachers             | 923,458          | 56,654           | 980,112          | 973,051          | 7,061                    |
| Regular Programs - Home Instruction:          |                  |                  |                  |                  |                          |
| Salaries of Teachers                          | 2,000            | (390)            | 1,610            |                  | 1,610                    |
| Purchased Professional-Educational Services   | 13,090           | 3,090            | 16,180           | 14,280           | 1,900                    |
| Regular Programs - Undistributed Instruction: |                  |                  |                  |                  |                          |
| Other Salaries for Instruction                | 7,250            | 50,206           | 57,456           | 50,201           | 7,255                    |
| Purchased Technical Services                  | 41,165           | 34,577           | 75,742           | 66,639           | 9,103                    |
| Other Purchased Services (400-500 series)     | 188,845          | 8,387            | 197,232          | 193,322          | 3,910                    |
| General Supplies                              | 199,378          | 51,690           | 251,068          | 126,796          | 124,272                  |
| Textbooks                                     | 30,000           | 2,713            | 32,713           | 32,076           | 637                      |
| Total Regular Programs - Instruction          | <u>3,337,549</u> | <u>34,962</u>    | <u>3,372,511</u> | <u>3,151,361</u> | <u>221,150</u>           |
| Special Education - Instruction:              |                  |                  |                  |                  |                          |
| Multiple Disabilities:                        |                  |                  |                  |                  |                          |
| Salaries of Teachers                          | 111,786          | 37,280           | 149,066          | 149,065          | 1                        |
| Other Salaries for Instruction                | 65,280           | 12,563           | 77,843           | 76,177           | 1,666                    |
| General Supplies                              |                  | 1,660            | 1,660            | 1,660            |                          |
| Total Multiple Disabilities                   | <u>177,066</u>   | <u>51,503</u>    | <u>228,569</u>   | <u>226,902</u>   | <u>1,667</u>             |
| Resource Room/Resource Center:                |                  |                  |                  |                  |                          |
| Salaries of Teachers                          | 792,565          | (95,941)         | 696,624          | 671,825          | 24,799                   |
| Other Salaries for Instruction                | 59,840           | (32,489)         | 27,351           | 2,495            | 24,856                   |
| General Supplies                              | 2,370            | 375              | 2,745            | 2,279            | 466                      |
| Total Resource Room/Resource Center           | <u>854,775</u>   | <u>(128,055)</u> | <u>726,720</u>   | <u>676,599</u>   | <u>50,121</u>            |

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

|   | Original Budget  | Budget Transfers | Final Budget     | Actual           | Variance Final to Actual |
|---|------------------|------------------|------------------|------------------|--------------------------|
| Preschool Disabilities - Part-Time:         |                  |                  |                  |                  |                          |
| Salaries of Teachers                        | \$ 39,980        | \$ (39,980)      |                  |                  |                          |
| Other Salaries for Instruction              | 57,708           | (57,708)         |                  |                  |                          |
| General Supplies                            | 250              | (250)            |                  |                  |                          |
| Total Preschool Disabilities - Part-Time    | <u>97,938</u>    | <u>(97,938)</u>  |                  |                  |                          |
| Preschool Disabilities - Full-Time:         |                  |                  |                  |                  |                          |
| Salaries of Teachers                        |                  | 81,740           | \$ 81,740        | \$ 81,740        |                          |
| Other Salaries for Instruction              |                  | 48,879           | 48,879           | 47,732           | \$ 1,147                 |
| General Supplies                            |                  | 3,244            | 3,244            | 3,215            | 29                       |
| Total Preschool Disabilities - Full-Time    |                  | <u>133,863</u>   | <u>133,863</u>   | <u>132,687</u>   | <u>1,176</u>             |
| Home Instruction:                           |                  |                  |                  |                  |                          |
| Purchased Professional-Educational Services | 10,372           | 8,235            | 18,607           | 10,760           | 7,847                    |
| Total Home Instruction                      | <u>10,372</u>    | <u>8,235</u>     | <u>18,607</u>    | <u>10,760</u>    | <u>7,847</u>             |
| TOTAL SPECIAL EDUCATION - INSTRUCTION       | <u>1,140,151</u> | <u>(32,392)</u>  | <u>1,107,759</u> | <u>1,046,948</u> | <u>60,811</u>            |
| Basic Skills/Remedial - Instruction:        |                  |                  |                  |                  |                          |
| Salaries of Teachers                        | 218,432          | (22,642)         | 195,790          | 193,242          | 2,548                    |
| General Supplies                            | 816              |                  | 816              | 427              | 389                      |
| Total Basic Skills/Remedial - Instruction   | <u>219,248</u>   | <u>(22,642)</u>  | <u>196,606</u>   | <u>193,669</u>   | <u>2,937</u>             |
| Bilingual Education - Instruction:          |                  |                  |                  |                  |                          |
| Salaries of Teachers                        | 54,790           |                  | 54,790           | 54,790           |                          |
| Total Bilingual Education - Instruction     | <u>54,790</u>    |                  | <u>54,790</u>    | <u>54,790</u>    |                          |

ROCHELLE PARK SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | Original Budget  | Budget Transfers | Final Budget     | Actual           | Variance Final to Actual |
|--|------------------|------------------|------------------|------------------|--------------------------|
| School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:                 |                  |                  |                  |                  |                          |
| Salaries   | \$ 17,000        |                  | \$ 17,000        | \$ 14,920        | \$ 2,080                 |
| Purchased Services (300-500 series)  | 11,180           |                  | 11,180           | 51               | 11,129                   |
| Supplies and Materials   | 11,111           |                  | 11,111           | 2,656            | 8,455                    |
| <b>Total School-Spon. Cocurricular &amp; Extracurricular Actvts. - Inst.</b> | <b>39,291</b>    |                  | <b>39,291</b>    | <b>17,627</b>    | <b>21,664</b>            |
| School-Sponsored Athletics - Instruction:                                    |                  |                  |                  |                  |                          |
| Salaries   | 14,000           |                  | 14,000           | 9,916            | 4,084                    |
| Purchased Services (300-500 series)  | 6,670            | \$ (840)         | 5,830            | 570              | 5,260                    |
| Supplies and Materials   | 6,000            |                  | 6,000            | 3,471            | 2,529                    |
| <b>Total School-Sponsored Athletics - Instruction</b>                        | <b>26,670</b>    | <b>(840)</b>     | <b>25,830</b>    | <b>13,957</b>    | <b>11,873</b>            |
| <b>TOTAL INSTRUCTION</b>   | <b>4,817,699</b> | <b>(20,912)</b>  | <b>4,796,787</b> | <b>4,478,352</b> | <b>318,435</b>           |
| Undistributed Expenditures - Instruction:                                    |                  |                  |                  |                  |                          |
| Tuition to Other LEAs Within the State-Regular                               | 2,191,238        | (141,877)        | 2,049,361        | 2,033,153        | 16,208                   |
| Tuition to Other LEAs Within the State-Special                               | 370,020          | 52,101           | 422,121          | 364,196          | 57,925                   |
| Tuition to County Voc. School Dist.-Regular                                  | 279,837          | (27,131)         | 252,706          | 250,185          | 2,521                    |
| Tuition to County Voc. School Dist.-Special                                  | 260,199          | (70,587)         | 189,612          | 177,750          | 11,862                   |
| Tuition to CSSD & Reg. Day Schools   | 286,524          | 91,374           | 377,898          | 371,493          | 6,405                    |
| Tuition to Priv. Sch. for the Handicap. W/I State                            | 538,893          | 6,705            | 545,598          | 514,286          | 31,312                   |
| <b>Total Undistributed Expenditures - Instruction</b>                        | <b>3,926,711</b> | <b>(89,415)</b>  | <b>3,837,296</b> | <b>3,711,063</b> | <b>126,233</b>           |
| Undistributed Expend. - Attend. & Social Work:                               |                  |                  |                  |                  |                          |
| Salaries   | 11,412           | (130)            | 11,282           | 11,282           |                          |
| Purchased Professional and Technical Services                                | 12,552           | (262)            | 12,290           | 12,274           | 16                       |
| <b>Total Undist. Expend. - Attendance and Social Work</b>                    | <b>23,964</b>    | <b>(392)</b>     | <b>23,572</b>    | <b>23,556</b>    | <b>16</b>                |

ROCHELLE PARK SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | Original Budget | Budget Transfers | Final Budget   | Actual         | Variance Final to Actual |
|--|-----------------|------------------|----------------|----------------|--------------------------|
| Undistributed Expenditures - Health Services:                            |                 |                  |                |                |                          |
| Salaries   | \$ 94,146       | \$ 3,929         | \$ 98,075      | \$ 98,075      |                          |
| Purchased Professional and Technical Services                            | 4,200           | 197              | 4,397          | 4,397          |                          |
| Other Purchased Services (400-500 series)                                | 135             | 1,662            | 1,797          | 1,797          |                          |
| Supplies and Materials   | 1,422           | (82)             | 1,340          | 1,340          |                          |
| <b>Total Undist. Expenditures - Health Services</b>                      | <b>99,903</b>   | <b>5,706</b>     | <b>105,609</b> | <b>105,609</b> |                          |
| Undist. Expend. - Speech, OT, PT, Related Svcs:                          |                 |                  |                |                |                          |
| Salaries   | 198,212         | (8,349)          | 189,863        | 183,494        | \$ 6,369                 |
| Purchased Professional - Educational Services                            | 66,038          | 281              | 66,319         | 53,412         | 12,907                   |
| Supplies and Materials   | 8,063           | (300)            | 7,763          | 7,333          | 430                      |
| <b>Total Undist. Expend. - Speech, OT, PT, Related Svcs</b>              | <b>272,313</b>  | <b>(8,368)</b>   | <b>263,945</b> | <b>244,239</b> | <b>19,706</b>            |
| Undist.Expend.-Other Supp.Serv.Students-Extra.Serv.:                     |                 |                  |                |                |                          |
| Salaries   | 175,116         | (45,967)         | 129,149        | 129,149        |                          |
| Purchased Professional - Educational Services                            | 139,476         | (67,669)         | 71,807         | 66,477         | 5,330                    |
| <b>Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.</b> | <b>314,592</b>  | <b>(113,636)</b> | <b>200,956</b> | <b>195,626</b> | <b>5,330</b>             |
| Undist.Expend.-Guidance:   |                 |                  |                |                |                          |
| Salaries of Other Professional Staff                                     | 73,542          | 14,745           | 88,287         | 88,287         |                          |
| Purchased Professional - Educational Services                            | 3,900           | 1,850            | 5,750          | 5,750          |                          |
| Supplies and Materials   | 200             | (78)             | 122            | 122            |                          |
| <b>Total Undist Expend. - Guidance</b>                                   | <b>77,642</b>   | <b>16,517</b>    | <b>94,159</b>  | <b>94,159</b>  |                          |
| Undist. Expend.-Child Study Team:  |                 |                  |                |                |                          |
| Salaries of Other Professional Staff                                     | 398,032         | (8,791)          | 389,241        | 382,122        | 7,119                    |
| Salaries of Secretarial and Clerical Assistants                          | 24,780          | 6,373            | 31,153         | 31,151         | 2                        |
| Other Salaries   |                 | 1,510            | 1,510          | 1,278          | 232                      |
| Purchased Professional - Educational Services                            | 19,305          | 1,101            | 20,406         | 19,976         | 430                      |
| Supplies and Materials   | 15,349          | (915)            | 14,434         | 14,098         | 336                      |
| <b>Total Undist Expend. - Child Study Team</b>                           | <b>457,466</b>  | <b>(722)</b>     | <b>456,744</b> | <b>448,625</b> | <b>8,119</b>             |

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

|  | Original Budget | Budget Transfers | Final Budget   | Actual         | Variance Final to Actual |
|--|-----------------|------------------|----------------|----------------|--------------------------|
| Undist. Expend.-Improv. of Inst. Serv.:                    |                 |                  |                |                |                          |
| Salaries of Supervisors of Instruction                     | \$ 96,467       | \$ 5,303         | \$ 101,770     | \$ 101,770     |                          |
| Purchased Professional - Educational Services              | 8,500           | (4,550)          | 3,950          | 1,887          | \$ 2,063                 |
| Other Purchased Services (400-500 series)                  |                 | 171              | 171            | 171            |                          |
| Supplies and Materials                                     | 1,985           | (1)              | 1,984          | 1,644          | 340                      |
| Other Objects  | 5,950           | (924)            | 5,026          | 1,411          | 3,615                    |
| Total Undist. Expend.-Improv. of Inst. Serv.               | <u>112,902</u>  | <u>(1)</u>       | <u>112,901</u> | <u>106,883</u> | <u>6,018</u>             |
| Undist. Expend.-Edu. Media Serv./Sch. Library:             |                 |                  |                |                |                          |
| Salaries   | 72,690          |                  | 72,690         | 72,690         |                          |
| Other Purchased Services (400-500 series)                  | 6,465           |                  | 6,465          | 6,293          | 172                      |
| Supplies and Materials                                     | 1,739           |                  | 1,739          | 500            | 1,239                    |
| Total Undist Expend-Edu. Media Serv./Sch. Library          | <u>80,894</u>   |                  | <u>80,894</u>  | <u>79,483</u>  | <u>1,411</u>             |
| Undist.Expend.-Instructional Staff Training Services:      |                 |                  |                |                |                          |
| Salaries of Secretarial and Clerical Assistants            |                 | 86               | 86             | 86             |                          |
| Purchased Professional - Educational Service               | 6,225           | (552)            | 5,673          | 5,433          | 240                      |
| Other Purchased Services (400-500 series)                  |                 | 421              | 421            | 421            |                          |
| Supplies and Materials                                     |                 | 44               | 44             | 44             |                          |
| Total Undist.Expend.-Instructional Staff Training Services | <u>6,225</u>    | <u>(1)</u>       | <u>6,224</u>   | <u>5,984</u>   | <u>240</u>               |

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

|  | Original Budget | Budget Transfers | Final Budget   | Actual         | Variance Final to Actual |
|--|-----------------|------------------|----------------|----------------|--------------------------|
| Undist. Expend.-Support Serv.-Gen. Admin.:                       |                 |                  |                |                |                          |
| Salaries   | \$ 249,039      |                  | \$ 249,039     | \$ 247,094     | \$ 1,945                 |
| Legal Services   | 47,895          |                  | 47,895         | 29,726         | 18,169                   |
| Audit Fees   | 20,000          | \$ 5,000         | 25,000         | 25,000         |                          |
| Other Purchased Professional Services                            | 6,694           | 11,590           | 18,284         | 13,959         | 4,325                    |
| Purchased Technical Services                                     | 11,410          |                  | 11,410         | 2,916          | 8,494                    |
| Communications / Telephone                                       | 28,255          | (24,810)         | 3,445          |                | 3,445                    |
| BOE Other Purchased Services                                     |                 | 1,200            | 1,200          | 1,195          | 5                        |
| Other Purch. Serv. (400-500 series other than 530 & 585)         | 6,500           | (76)             | 6,424          | 4,453          | 1,971                    |
| General Supplies   | 5,720           |                  | 5,720          | 3,706          | 2,014                    |
| BOE Membership Dues and Fees                                     | 11,088          | (683)            | 10,405         | 10,245         | 160                      |
| Total Undist. Expend.-Support Serv.-Gen. Admin.                  | <u>386,601</u>  | <u>(7,779)</u>   | <u>378,822</u> | <u>338,294</u> | <u>40,528</u>            |
| Undist. Expend.-Support Serv.-School Admin.:                     |                 |                  |                |                |                          |
| Salaries of Principals/Assistant Principals/Prog Director        | 114,677         | 1,103            | 115,780        | 115,779        | 1                        |
| Salaries of Secretarial and Clerical Assistants                  | 53,385          | 1,581            | 54,966         | 54,964         | 2                        |
| Other Purchased Services (400-500 series)                        | 1,500           | (144)            | 1,356          | 460            | 896                      |
| Supplies and Materials   | 3,139           | 2,606            | 5,745          | 2,268          | 3,477                    |
| Other Objects  | 1,445           | (194)            | 1,251          |                | 1,251                    |
| Total Undist. Expend.-Support Serv.-School Adm.                  | <u>174,146</u>  | <u>4,952</u>     | <u>179,098</u> | <u>173,471</u> | <u>5,627</u>             |
| Undist. Expend. - Central Services:                              |                 |                  |                |                |                          |
| Salaries   | 143,988         | (2,546)          | 141,442        | 141,350        | 92                       |
| Purchased Professional Services                                  | 29,200          | (708)            | 28,492         | 27,666         | 826                      |
| Purchased Technical Services                                     | 25,313          | 2,903            | 28,216         | 26,691         | 1,525                    |
| Miscellaneous Purchased Services (400-500 series other than 594) | 2,360           | (240)            | 2,120          | 2,111          | 9                        |
| Supplies and Materials   | 7,301           | (960)            | 6,341          | 5,159          | 1,182                    |
| Other Objects  | 3,065           |                  | 3,065          | 2,245          | 820                      |
| Total Undist. Expend. - Central Services                         | <u>211,227</u>  | <u>(1,551)</u>   | <u>209,676</u> | <u>205,222</u> | <u>4,454</u>             |

ROCHELLE PARK SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | Original Budget | Budget Transfers | Final Budget   | Actual         | Variance Final to Actual |
|--|-----------------|------------------|----------------|----------------|--------------------------|
| Undist. Expend. - Admin. Info. Technology:                   |                 |                  |                |                |                          |
| Salaries   | \$ 85,613       | \$ 5,426         | \$ 91,039      | \$ 89,694      | \$ 1,345                 |
| Purchased Technical Services                                 | 62,717          | (16,040)         | 46,677         | 45,418         | 1,259                    |
| Other Purchased Services (400-500 series)                    | 4,365           | (3,172)          | 1,193          | 1,193          |                          |
| Supplies and Materials                                       | 9,654           | (345)            | 9,309          | 1,357          | 7,952                    |
| Other Objects  | 4,192           | (2,260)          | 1,932          | 1,932          |                          |
| Total Undist. Expend. - Admin. Info. Technology              | <u>166,541</u>  | <u>(16,391)</u>  | <u>150,150</u> | <u>139,594</u> | <u>10,556</u>            |
| Undist. Expend.-Required Maintenance for School Facilities:  |                 |                  |                |                |                          |
| Salaries   | 75,286          | (895)            | 74,391         | 74,390         | 1                        |
| Cleaning, Repair, and Maintenance Services                   | 116,665         | 83,533           | 200,198        | 90,729         | 109,469                  |
| General Supplies   | 41,969          | (16,308)         | 25,661         | 24,819         | 842                      |
| Other Objects  | 1,450           | (117)            | 1,333          | 1,333          |                          |
| Total Undist. Expend.- Required Maint. for School Facilities | <u>235,370</u>  | <u>66,213</u>    | <u>301,583</u> | <u>191,271</u> | <u>110,312</u>           |
| Undist. Expend.-Custodial Services:                          |                 |                  |                |                |                          |
| Salaries   | 229,773         | 19,739           | 249,512        | 238,860        | 10,652                   |
| Salaries of Non-Instructional Aides                          | 44,824          | (7,265)          | 37,559         | 35,920         | 1,639                    |
| Lease Purchase Payments - Energy Savings Impr Prog           |                 | 22,191           | 22,191         | 22,191         |                          |
| Insurance  | 90,093          | 9,433            | 99,526         | 99,526         |                          |
| General Supplies   | 45,027          | 5,303            | 50,330         | 47,588         | 2,742                    |
| Energy (Natural Gas)   | 17,509          | 2,600            | 20,109         | 15,272         | 4,837                    |
| Energy (Electricity)   | 56,287          | 13,131           | 69,418         | 66,341         | 3,077                    |
| Other Objects  | 400             |                  | 400            | 400            |                          |
| Interest - Energy Savings Impr Prog Bonds                    | 19,718          | (19,718)         |                |                |                          |
| Principal - Energy Savings Impr Prog Bonds                   | 2,470           | (2,470)          |                |                |                          |
| Total Undist. Expend.-Custodial Services                     | <u>506,101</u>  | <u>42,944</u>    | <u>549,045</u> | <u>526,098</u> | <u>22,947</u>            |

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

|  | Original Budget | Budget Transfers | Final Budget | Actual    | Variance Final to Actual |
|--|-----------------|------------------|--------------|-----------|--------------------------|
| Care and Upkeep of Grounds:  |                 |                  |              |           |                          |
| Purchased Professional and Technical Services                      | \$ 800          | 17,650           | \$ 17,650    | \$ 16,325 | \$ 1,325                 |
| Cleaning, Repair, and Maintenance Services                         | 1,538           | (244)            | 556          | 556       |                          |
| General Supplies   | 631             | 6,348            | 7,886        | 7,861     | 25                       |
| Other Objects  |                 |                  | 631          | 93        | 538                      |
| Total Care And Upkeep Of Grounds                                   | 2,969           | 23,754           | 26,723       | 24,835    | 1,888                    |
| Security:  |                 |                  |              |           |                          |
| Purchased Professional and Technical Services                      | 1,000           | 2,619            | 3,619        | 3,544     | 75                       |
| General Supplies   | 250             | 8,502            | 8,752        | 3,716     | 5,036                    |
| Total Security   | 1,250           | 11,121           | 12,371       | 7,260     | 5,111                    |
| Total Undist. Expend.- Operation and Maintenance of Plant Services | 745,690         | 144,032          | 889,722      | 749,464   | 140,258                  |
| Undist. Expend.-Student Transportation Serv.:                      |                 |                  |              |           |                          |
| Sal. for Pupil Trans. (Bet. Home and Sch)-Reg.                     | 19,867          | (836)            | 19,031       | 18,232    | 799                      |
| Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studts         | 47,145          | (330)            | 46,815       | 32,300    | 14,515                   |
| Contract. Serv.(Oth. than Bet. Home & Sch.)-Vend.                  |                 | 840              | 840          | 840       |                          |
| Contract. Serv.(Reg. Students)-ESCs & CTSA                         | 183,073         | 90,857           | 273,930      | 273,929   | 1                        |
| Contract. Serv.(Spl. Ed. Students)-ESCs & CTSA                     | 222,107         | 125,020          | 347,127      | 340,645   | 6,482                    |
| Total Undist. Expend.-Student Trans. Serv.                         | 472,192         | 215,551          | 687,743      | 665,946   | 21,797                   |
| ALLOCATED BENEFITS   |                 |                  |              |           |                          |
| Regular Programs - Instruction:                                    |                 |                  |              |           |                          |
| Unused Sick Payment to Terminated/Retired Staff                    |                 | 15,413           | 15,413       | 15,413    |                          |
| Total Regular Programs - Instruction                               |                 | 15,413           | 15,413       | 15,413    |                          |
| TOTAL ALLOCATED BENEFITS   |                 | 15,413           | 15,413       | 15,413    |                          |



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

|   | Original Budget   | Budget Transfers | Final Budget      | Actual            | Variance Final to Actual |
|---|-------------------|------------------|-------------------|-------------------|--------------------------|
| UNALLOCATED BENEFITS                                |                   |                  |                   |                   |                          |
| Social Security Contributions                       | \$ 107,453        | \$ 1,538         | \$ 108,991        | \$ 108,890        | \$ 101                   |
| Other Retirement Contributions - PERS               | 88,000            | (61)             | 87,939            | 87,939            |                          |
| Other Retirement Contributions - Regular            | 24,188            | (8,409)          | 15,779            | 15,779            |                          |
| Unemployment Compensation                           | 2,500             | (2,500)          |                   |                   |                          |
| Workers Compensation                                | 48,565            | (5,471)          | 43,094            | 43,094            |                          |
| Health Benefits                                     | 1,313,220         | (204,064)        | 1,109,156         | 1,109,156         |                          |
| Tuition Reimbursement                               | 50,250            |                  | 50,250            | 31,884            | 18,366                   |
| Other Employee Benefits                             | 5,480             | 1,193            | 6,673             | 6,673             |                          |
| <b>TOTAL UNALLOCATED BENEFITS</b>                   | <b>1,639,656</b>  | <b>(217,774)</b> | <b>1,421,882</b>  | <b>1,403,415</b>  | <b>18,467</b>            |
| ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)              |                   |                  |                   |                   |                          |
| TPAF Post Retirement Contributions (Non-Budgeted)   |                   |                  |                   | 395,922           | (395,922)                |
| TPAF Pension Contributions (Non-Budgeted)           |                   |                  |                   | 1,671,003         | (1,671,003)              |
| TPAF Non-Contributory Insurance (Non-Budgeted)      |                   |                  |                   | 23,576            | (23,576)                 |
| TPAF Long-Term Disability Insurance (Non-Budgeted)  |                   |                  |                   | 590               | (590)                    |
| Reimbursed TPAF Social Security Contributions       |                   |                  |                   | 355,787           | (355,787)                |
| <b>TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)</b> |                   |                  |                   | <b>2,446,878</b>  | <b>(2,446,878)</b>       |
| <b>TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS</b>  | <b>1,639,656</b>  | <b>(202,361)</b> | <b>1,437,295</b>  | <b>3,865,706</b>  | <b>(2,428,411)</b>       |
| <b>TOTAL UNDISTRIBUTED EXPENDITURES</b>             | <b>9,168,665</b>  | <b>(53,859)</b>  | <b>9,114,806</b>  | <b>11,152,924</b> | <b>(2,038,118)</b>       |
| <b>TOTAL GENERAL CURRENT EXPENSE</b>                | <b>13,986,364</b> | <b>(74,771)</b>  | <b>13,911,593</b> | <b>15,631,276</b> | <b>(1,719,683)</b>       |

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

|   | Original Budget   | Budget Transfers | Final Budget      | Actual            | Variance Final to Actual |
|---|-------------------|------------------|-------------------|-------------------|--------------------------|
| <b>CAPITAL OUTLAY</b>                                     |                   |                  |                   |                   |                          |
| Equipment   |                   |                  |                   |                   |                          |
| Grades 1-5  | \$ 15,000         | \$ 5,003         | \$ 20,003         |                   | \$ 20,003                |
| Grades 6-8  | 15,000            | 5,003            | 20,003            |                   | 20,003                   |
| Undistributed:  |                   |                  |                   |                   |                          |
| Undistributed Expenditures - Instruction                  | 7,815             |                  | 7,815             | \$ 7,815          |                          |
| Undist. Expend. - Required Maint for School Fac.          |                   | 7,100            | 7,100             | 7,043             | 57                       |
| Total Equipment   | <u>37,815</u>     | <u>17,106</u>    | <u>54,921</u>     | <u>14,858</u>     | <u>40,063</u>            |
| Facilities Acquisition and Construction Serv.:            |                   |                  |                   |                   |                          |
| Construction Services                                     | 31,062            | 122,340          | 153,402           | 29,882            | 123,520                  |
| Assessment for Debt Service on SDA Funding                | 14,603            |                  | 14,603            | 14,603            |                          |
| Total Facilities Acquisition and Const. Serv.             | <u>45,665</u>     | <u>122,340</u>   | <u>168,005</u>    | <u>44,485</u>     | <u>123,520</u>           |
| Assets Acquired Under Leases (Non-Budgeted):              |                   |                  |                   |                   |                          |
| Central Services - Equipment                              |                   |                  |                   | 12,782            | (12,782)                 |
| Total Assets Acquired Under Capital Leases (Non-Budgeted) |                   |                  |                   | <u>12,782</u>     | <u>(12,782)</u>          |
| <b>TOTAL CAPITAL OUTLAY</b>                               | <u>83,480</u>     | <u>139,446</u>   | <u>222,926</u>    | <u>72,125</u>     | <u>150,801</u>           |
| Transfer of Funds to Charter Schools                      | 55,404            | 39,841           | 95,245            | 95,245            |                          |
|   | <u>55,404</u>     | <u>39,841</u>    | <u>95,245</u>     | <u>95,245</u>     |                          |
| <b>TOTAL EXPENDITURES</b>                                 | <u>14,125,248</u> | <u>104,516</u>   | <u>14,229,764</u> | <u>15,798,646</u> | <u>(1,568,882)</u>       |
| Excess/(Deficit) of Revenues Over/(Under) Expenditures    | (700,792)         | (104,516)        | (805,308)         | 412,953           | 1,218,261                |
| Other Financing Sources/(Uses):                           |                   |                  |                   |                   |                          |
| Leases (Non-budgeted)                                     |                   |                  |                   | 12,782            | 12,782                   |
| Total Other Financing Sources/(Uses):                     |                   |                  |                   | <u>12,782</u>     | <u>12,782</u>            |

ROCHELLE PARK SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | Original Budget | Budget<br>Transfers | Final Budget | Actual       | Variance Final<br>to Actual |
|--|-----------------|---------------------|--------------|--------------|-----------------------------|
| Excess/(Deficit) of Revenues and Other Financing Sources     |                 |                     |              |              |                             |
| Over/(Under) Expenditures and Other Financing Sources/(Uses) | \$ (700,792)    | \$ (104,516)        | \$ (805,308) | \$ 425,735   | \$ 1,231,043                |
| Fund Balance, July 1   | 2,858,659       |                     | 2,858,659    | 2,858,659    |                             |
| Fund Balance, June 30  | \$ 2,157,867    | \$ (104,516)        | \$ 2,053,351 | \$ 3,284,394 | \$ 1,231,043                |
| <u>Recapitulation:</u>                                       |                 |                     |              |              |                             |
| Restricted Fund Balance:                                     |                 |                     |              |              |                             |
| Excess Surplus - Restricted For 2023-2024                    |                 |                     |              | \$ 250,000   |                             |
| Excess Surplus - Restricted For 2022-2023                    |                 |                     |              | 38,437       |                             |
| Capital Reserve  |                 |                     |              | 1,250,309    |                             |
| Unemployment Compensation                                    |                 |                     |              | 65,023       |                             |
| Maintenance Reserve  |                 |                     |              | 200,000      |                             |
| Assigned Fund Balance:                                       |                 |                     |              |              |                             |
| Year End Encumbrances  |                 |                     |              | 474,461      |                             |
| Designated for Subsequent Year's Expenditures                |                 |                     |              | 211,563      |                             |
| Unassigned Fund Balance                                      |                 |                     |              | 794,601      |                             |
|  |                 |                     |              | 3,284,394    |                             |
| Reconciliation to Governmental Funds Statement (GAAP):       |                 |                     |              | (39,309)     |                             |
| Last State Aid Payments not Recognized on GAAP basis         |                 |                     |              |              |                             |
| Fund Balance per Governmental Funds (GAAP)                   |                 |                     |              | \$ 3,245,085 |                             |

ROCHELLE PARK SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|   | Original<br>Budget | Budget<br>Transfers | Final<br>Budget | Actual         | Variance<br>Final to Actual |
|---|--------------------|---------------------|-----------------|----------------|-----------------------------|
| <b>REVENUES:</b>  |                    |                     |                 |                |                             |
| Local Sources   |                    | \$ 48,134           | \$ 48,134       | \$ 50,919      | \$ 2,785                    |
| State Sources   |                    | 11,236              | 11,236          | 11,236         |                             |
| Federal Sources   | \$ 208,615         | 286,324             | 494,939         | 333,021        | (161,918)                   |
| <b>Total Revenues</b>   | <b>208,615</b>     | <b>345,694</b>      | <b>554,309</b>  | <b>395,176</b> | <b>(159,133)</b>            |
| <b>EXPENDITURES:</b>  |                    |                     |                 |                |                             |
| Instruction   |                    |                     |                 |                |                             |
| Salaries  | 14,772             | 31,298              | 46,070          | 42,915         | 3,155                       |
| Purchased Professional and Educational Services               |                    | 40,500              | 40,500          |                | 40,500                      |
| Tuition   | 131,752            | 10,842              | 142,594         | 142,594        |                             |
| General Supplies  | 21,960             | 80,583              | 102,543         | 69,157         | 33,386                      |
| <b>Total Instruction</b>                                      | <b>168,484</b>     | <b>163,223</b>      | <b>331,707</b>  | <b>254,666</b> | <b>77,041</b>               |
| Support Services  |                    |                     |                 |                |                             |
| Purchased Professional Educational Services                   | 6,105              | 148,218             | 154,323         | 65,419         | 88,904                      |
| Other Purchased Services                                      | 34,026             | (18,501)            | 15,525          | 15,525         |                             |
| Student Activities  |                    | 41,518              | 41,518          | 41,518         |                             |
| <b>Total Support Services</b>                                 | <b>40,131</b>      | <b>171,235</b>      | <b>211,366</b>  | <b>122,462</b> | <b>88,904</b>               |
| Facilities Acquisition and Construction Services:             |                    |                     |                 |                |                             |
| Non-Instructional Equipment                                   |                    | 11,236              | 11,236          | 11,236         |                             |
| <b>Total Facilities Acquisition and Construction Services</b> |                    | <b>11,236</b>       | <b>11,236</b>   | <b>11,236</b>  |                             |
| <b>Total Expenditures</b>                                     | <b>208,615</b>     | <b>345,694</b>      | <b>554,309</b>  | <b>388,364</b> | <b>165,945</b>              |
| Excess (Deficiency) of<br>Revenues Over (Under) Expenditures  | \$ -0-             | \$ -0-              | \$ -0-          | \$ 6,812       | \$ (6,812)                  |

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

| Note A - Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures   | General Fund         | Special Revenue Fund |
|---|----------------------|----------------------|
|   | <u>          </u>    | <u>          </u>    |
| Sources/Inflows of Resources:   |                      |                      |
| Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule   | \$ 16,211,599        | \$ 395,176           |
| Difference - Budget to GAAP:  |                      |                      |
| Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis recognizes Encumbrances as Revenue and Expenditures, while the GAAP Basis does not:  |                      |                      |
| Current Year Encumbrances   |                      | (74,509)             |
| Prior Year Encumbrances   |                      | 9,331                |
| Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes   | 29,059               |                      |
| Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements   | <u>(39,309)</u>      |                      |
| Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.  | <u>\$ 16,201,349</u> | <u>\$ 329,998</u>    |
| Uses/Outflows of Resources:   |                      |                      |
| Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule  | \$ 15,798,646        | \$ 388,364           |
| Differences - Budget to GAAP:   |                      |                      |
| Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes. |                      | <u>(65,178)</u>      |
| Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds  | <u>\$ 15,798,646</u> | <u>\$ 323,186</u>    |

Budgets/Budgetary Control:

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

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

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

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

SCHOOL LEVEL SCHEDULES  
(NOT APPLICABLE)

SPECIAL REVENUE FUND

ROCHELLE PARK SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | Emergency<br>Connectivity<br>Fund | IDEA, ARP |           | CRRSA     |                          |            | IDEA, Part B |  |
|--|-----------------------------------|-----------|-----------|-----------|--------------------------|------------|--------------|--|
|  |                                   | Basic     | Preschool | ESSER II  | Learning<br>Acceleration | Basic      | Preschool    |  |
| REVENUES:  |                                   |           |           |           |                          |            |              |  |
| Local Sources  |                                   |           |           |           |                          |            |              |  |
| State Sources  |                                   |           |           |           |                          |            |              |  |
| Federal Sources  | \$ 49,147                         | \$ 21,711 | \$ 1,202  | \$ 64,284 | \$ 25,000                | \$ 120,883 | \$ 5,312     |  |
| Total Revenues   | 49,147                            | 21,711    | 1,202     | 64,284    | 25,000                   | 120,883    | 5,312        |  |
| EXPENDITURES:  |                                   |           |           |           |                          |            |              |  |
| Instruction:   |                                   |           |           |           |                          |            |              |  |
| Salaries   |                                   |           |           | 8,315     | 25,000                   |            |              |  |
| Tuition  |                                   | 21,711    |           |           |                          | 120,883    |              |  |
| General Supplies                                       | 49,147                            |           |           | 3,169     |                          |            |              |  |
| Total Instruction                                      | 49,147                            | 21,711    |           | 11,484    | 25,000                   | 120,883    |              |  |
| Support Services:                                      |                                   |           |           |           |                          |            |              |  |
| Purchased Professional Educational Services            |                                   |           | 1,202     | 52,800    |                          |            | 5,312        |  |
| Other Purchased Services                               |                                   |           |           |           |                          |            |              |  |
| Student Activities                                     |                                   |           |           |           |                          |            |              |  |
| Total Support Services                                 |                                   |           | 1,202     | 52,800    |                          |            | 5,312        |  |
| Facilities Acquisition and Construction Services:      |                                   |           |           |           |                          |            |              |  |
| Non-Instructional Equipment                            |                                   |           |           |           |                          |            |              |  |
| Total Facilities Acquisition and Construction Services |                                   |           |           |           |                          |            |              |  |
| Total Expenditures                                     | \$ 49,147                         | \$ 21,711 | \$ 1,202  | \$ 64,284 | \$ 25,000                | \$ 120,883 | \$ 5,312     |  |



ROCHELLE PARK SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|   | Elementary and Secondary Education Act |                   | Emergent & Capital Maintenance Needs | Student Activities | Local           | Totals            |
|---|--|-------------------|--------------------------------------|--------------------|-----------------|-------------------|
|   | Title I                                | Title II - Part A | Title IV                             |                    |                 |                   |
| <b>REVENUES:</b>  |  |                   |                                      |                    |                 |                   |
| Local Sources   |  |                   |                                      | \$ 48,330          | \$ 2,589        | \$ 50,919         |
| State Sources   | \$ 26,092                              | \$ 9,605          | \$ 9,785                             |                    |                 | 11,236            |
| Federal Sources   |  |                   |                                      |                    |                 | 333,021           |
| <b>Total Revenues</b>   | <b>26,092</b>                          | <b>9,605</b>      | <b>9,785</b>                         | <b>48,330</b>      | <b>2,589</b>    | <b>395,176</b>    |
| <b>EXPENDITURES:</b>  |  |                   |                                      |                    |                 |                   |
| Instruction:  |  |                   |                                      |                    |                 |                   |
| Salaries  | 9,600                                  |                   |                                      |                    |                 | 42,915            |
| Tuition   | 7,292                                  |                   | 6,960                                |                    | 2,589           | 142,594           |
| General Supplies  |  |                   |                                      |                    |                 | 69,157            |
| <b>Total Instruction</b>                                      | <b>16,892</b>                          |                   | <b>6,960</b>                         |                    | <b>2,589</b>    | <b>254,666</b>    |
| Support Services:   |  |                   |                                      |                    |                 |                   |
| Purchased Professional Educational Services                   |  | 6,105             |                                      |                    |                 | 65,419            |
| Other Purchased Services                                      | 9,200                                  | 3,500             | 2,825                                | 41,518             |                 | 15,525            |
| Student Activities  |  |                   |                                      |                    |                 | 41,518            |
| <b>Total Support Services</b>                                 | <b>9,200</b>                           | <b>9,605</b>      | <b>2,825</b>                         | <b>41,518</b>      |                 | <b>122,462</b>    |
| Facilities Acquisition and Construction Services:             |  |                   |                                      |                    |                 |                   |
| Non-Instructional Equipment                                   |  |                   |                                      | 11,236             |                 | 11,236            |
| <b>Total Facilities Acquisition and Construction Services</b> |  |                   |                                      | <b>11,236</b>      |                 | <b>11,236</b>     |
| <b>Total Expenditures</b>                                     | <b>\$ 26,092</b>                       | <b>\$ 9,605</b>   | <b>\$ 9,785</b>                      | <b>\$ 41,518</b>   | <b>\$ 2,589</b> | <b>\$ 388,364</b> |

CAPITAL PROJECTS FUND

ROCHELLE PARK SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|   |                           |
|---|---------------------------|
| Expenditures:   |                           |
| Construction Services   | \$ 23,528                 |
| Total Expenditures  | <u>23,528</u>             |
| Deficit of Revenue and Other Financing Sources Under Expenditures | (23,528)                  |
| Fund Balance - Beginning Balance                                  | <u>125,812</u>            |
| Fund Balance - Ending Balance                                     | <u><u>\$ 102,284</u></u>  |
| Recapitulation of Fund Balance:                                   |                           |
| Restricted  | \$ 9,972                  |
| Restricted - Year End Encumbrances                                | 4,337                     |
| Committed   | <u>87,975</u>             |
| Fund Balance per Governmental Funds (Budgetary Basis)             | 102,284                   |
| Reconciliation to Governmental Funds Statement (GAAP):            |                           |
| SDA Grants not Recognized on the GAAP Basis                       | <u>(122,200)</u>          |
| Fund Balance/(Deficit) per Governmental Funds (GAAP)              | <u><u>\$ (19,916)</u></u> |

ROCHELLE PARK SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES, AND PROJECT STATUS  
BUDGETARY BASIS  
INFRASTRUCTURE REPAIRS AND BUILDING SECURITY ENHANCEMENTS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|   | Prior<br>Periods | Current<br>Year | Total        | Authorized<br>Cost |
|---|------------------|-----------------|--------------|--------------------|
| Revenue and Other Financing Sources:  |                  |                 |              |                    |
| Bond Proceeds   | \$ 6,513,000     |                 | \$ 6,513,000 | \$ 6,513,000       |
| Total Revenue and Other Financing Sources   | 6,513,000        |                 | 6,513,000    | 6,513,000          |
| Expenditures:   |                  |                 |              |                    |
| Other Purchased Professional and Technical Services                               | 722,370          |                 | 722,370      | 722,370            |
| Legal Services  | 71,533           |                 | 71,533       | 71,533             |
| Construction Services   | 5,316,430        | \$ 23,528       | 5,339,958    | 5,331,458          |
| General Supplies  | 145              |                 | 145          | 145                |
| Other Objects   | 364,685          |                 | 364,685      | 387,494            |
| Total Expenditures  | 6,475,163        | 23,528          | 6,498,691    | 6,513,000          |
| Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures | \$ 37,837        | \$ (23,528)     | \$ 14,309    | \$ 0               |

Additional Project Information:

|   |                  |
|---|------------------|
| State Project Numbers:                            | 4470-050-14-4000 |
|   | 4470-050-14-5000 |
|   | 12/10/2013       |
| Bond Authorization Date                           | \$ 6,513,000     |
| Bonds Authorized                                  | 6,513,000        |
| Bonds Issued                                      | 6,513,000        |
| Original Authorized Cost                          | -0-              |
| Additional Authorized Cost                        | 6,513,000        |
| Revised Authorized Cost                           | 0%               |
| Percentage Increase over Original Authorized Cost | 100%             |
| Percentage Completion                             | 8/31/2015        |
| Original Target Completion Date                   | 8/31/2022        |
| Revised Target Completion Date                    |                  |

ROCHELLE PARK SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES, AND PROJECT STATUS  
BUDGETARY BASIS  
MIDLAND ELEMENTARY SCHOOL - SPRINKLER SYSTEM CONSTRUCTION SERVICES  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|   | Prior<br>Periods | Current<br>Year | Total      | Authorized<br>Cost |
|---|------------------|-----------------|------------|--------------------|
| Revenue and Other Financing Sources:  |                  |                 |            |                    |
| State Sources - SDA Grant   | \$ 122,200       | \$              | \$ 122,200 | \$ 122,200         |
| Transfer from Capital Reserve   | 183,300          |                 | 183,300    | 183,300            |
| Total Revenue and Other Financing Sources   | 305,500          |                 | 305,500    | 305,500            |
| Expenditures:   |                  |                 |            |                    |
| Other Purchased Professional and Technical Services                               | 26,361           |                 | 26,361     | 40,500             |
| Legal Services  |                  |                 |            | 6,500              |
| Construction Services   | 190,804          |                 | 190,804    | 235,000            |
| Other Objects   | 360              |                 | 360        | 23,500             |
| Total Expenditures  | 217,525          |                 | 217,525    | 305,500            |
| Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures | \$ 87,975        | \$ -0-          | \$ 87,975  | \$ -0-             |

**Additional Project Information:**

|   |                  |
|---|------------------|
| Project Numbers                                   | 4470-050-14-1003 |
| Grant Date  | 1/6/2014         |
| Original Authorized Cost                          | \$ 305,500       |
| Additional Authorized Cost                        | -0-              |
| Revised Authorized Cost                           | 305,500          |
| Percentage Increase over Original Authorized Cost | 0%               |
| Percentage Completion                             | 71%              |
| Original Target Completion Date                   | 8/31/2014        |
| Revised Target Completion Date                    | 9/30/2022        |

PROPRIETARY FUNDS

ROCHELLE PARK SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF NET POSITION  
JUNE 30, 2022

|  | <u>Non Major Funds</u>  |                         | <u>Total</u>      |
|--|-------------------------|-------------------------|-------------------|
|  | <u>Care<br/>Program</u> | <u>Food<br/>Service</u> |                   |
| <u>ASSETS:</u>                         |                         |                         |                   |
| Current Assets:                        |                         |                         |                   |
| Cash and Cash Equivalents              | \$ 28,818               | \$ 30,835               | \$ 59,653         |
| Accounts Receivable:                   |                         |                         |                   |
| Federal                                |                         | 34,584                  | 34,584            |
| State                                  |                         | 520                     | 520               |
| Interfund Receivable - General Fund    |                         | 30,280                  | 30,280            |
| Inventory                              |                         | 4,444                   | 4,444             |
| Total Current Assets                   | <u>28,818</u>           | <u>100,663</u>          | <u>129,481</u>    |
| Non-Current Assets:                    |                         |                         |                   |
| Capital Assets                         | 9,580                   | 79,719                  | 89,299            |
| Accumulated Depreciation               | <u>(9,580)</u>          | <u>(47,269)</u>         | <u>(56,849)</u>   |
| Total Non-Current Assets               |                         | <u>32,450</u>           | <u>32,450</u>     |
| Total Assets                           | <u>28,818</u>           | <u>133,113</u>          | <u>161,931</u>    |
| <u>LIABILITIES:</u>                    |                         |                         |                   |
| Current Liabilities:                   |                         |                         |                   |
| Accounts Payable - Vendors             | 9,843                   | 17,017                  | 26,860            |
| Unearned Revenue - Donated Commodities |                         | 1,861                   | 1,861             |
| Unearned Revenue - Prepaid Sales       |                         | 4,091                   | 4,091             |
| Total Current Liabilities              | <u>9,843</u>            | <u>22,969</u>           | <u>32,812</u>     |
| <u>NET POSITION:</u>                   |                         |                         |                   |
| Investment in Capital Assets           |                         | 32,450                  | 32,450            |
| Unrestricted                           | <u>18,975</u>           | <u>77,694</u>           | <u>96,669</u>     |
| Total Net Position                     | <u>\$ 18,975</u>        | <u>\$ 110,144</u>       | <u>\$ 129,119</u> |

ROCHELLE PARK SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF REVENUE, EXPENSES  
AND CHANGES IN FUND NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | <u>Non Major Funds</u>  |                         | <u>Total</u> |
|--|-------------------------|-------------------------|--------------|
|  | <u>Care<br/>Program</u> | <u>Food<br/>Service</u> |              |
| Operating Revenue:   |                         |                         |              |
| Local Sources:   |                         |                         |              |
| Daily Sales - Nonreimbursable Meals                        |                         | \$ 6,001                | \$ 6,001     |
| Program Fees   | \$ 155,358              |                         | 155,358      |
| Total Operating Revenue                                    | 155,358                 | 6,001                   | 161,359      |
| Operating Expenses:  |                         |                         |              |
| Cost of Sales for Reimbursable Programs                    |                         | 124,630                 | 124,630      |
| Cost of Sales for Nonreimbursable Programs                 |                         | 888                     | 888          |
| Salaries, Benefits & Payroll Taxes                         | 104,053                 | 102,296                 | 206,349      |
| Other Purchased Services                                   | 11,250                  | 11,001                  | 22,251       |
| Management Fee   |                         | 16,373                  | 16,373       |
| Supplies and Materials                                     | 4,217                   | 14,940                  | 19,157       |
| Utilities  | 27,404                  |                         | 27,404       |
| Miscellaneous Expenses                                     |                         | 33,694                  | 33,694       |
| Depreciation   |                         | 2,932                   | 2,932        |
| Total Operating Expenses                                   | 146,924                 | 306,754                 | 453,678      |
| Operating Income/(Loss)                                    | 8,434                   | (300,753)               | (292,319)    |
| Non-Operating Revenue:                                     |                         |                         |              |
| Federal Sources:   |                         |                         |              |
| COVID 19 - Seamless Summer Option:                         |                         |                         |              |
| Lunch  |                         | 309,606                 | 309,606      |
| Snacks   |                         | 9,819                   | 9,819        |
| Breakfast Program  |                         | 11,909                  | 11,909       |
| Food Distribution Program                                  |                         | 13,572                  | 13,572       |
| COVID-19 Emergency Operational Costs Reimbursement Program |                         | 3,393                   | 3,393        |
| NSLP Equipment Assistance Grant                            |                         | 10,635                  | 10,635       |
| State Sources:   |                         |                         |              |
| COVID 19 - Seamless Summer Option - Lunch                  |                         | 7,289                   | 7,289        |
| Total Non-Operating Revenue                                |                         | 366,223                 | 366,223      |
| Change in Net Position                                     | 8,434                   | 65,470                  | 73,904       |
| Other Items:   |                         |                         |              |
| Cancellation of Prior Year Accounts Receivable - State     |                         | (947)                   | (947)        |
| Total Other Items  |                         | (947)                   | (947)        |
| Change in Net Position After Other Items                   | 8,434                   | 64,523                  | 72,957       |
| Net Position - Beginning of Year                           | 10,541                  | 45,621                  | 56,162       |
| Net Position - End of Year                                 | \$ 18,975               | \$ 110,144              | \$ 129,119   |



ROCHELLE PARK SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | <u>Non Major Funds</u>  |                         |                    |
|--|-------------------------|-------------------------|--------------------|
|  | <u>Care<br/>Program</u> | <u>Food<br/>Service</u> | <u>Total</u>       |
| Cash Flows from Operating Activities:                            |                         |                         |                    |
| Receipts from Customers  | \$ 155,358              | \$ 5,540                | \$ 160,898         |
| Payments to/for Employees  | (104,053)               |                         | (104,053)          |
| Payments to Food Service Contractor                              |                         | (250,346)               | (250,346)          |
| Payments to Suppliers  | (33,028)                | (20,430)                | (53,458)           |
| Net Cash Provided by/(Used for) Operating Activities             | <u>18,277</u>           | <u>(265,236)</u>        | <u>(246,959)</u>   |
| Cash Flows from Capital Financing Activities:                    |                         |                         |                    |
| Acquisition of Capital Assets                                    |                         | (22,596)                | (22,596)           |
| Net Cash (Used for) Capital Financing Activities                 |                         | <u>(22,596)</u>         | <u>(22,596)</u>    |
| Cash Flows from Noncapital Financing Activities:                 |                         |                         |                    |
| Collected in Food Service Fund:                                  |                         |                         |                    |
| Cash Received From Federal Reimbursements                        |                         | 307,384                 | 307,384            |
| Cash Received From State Reimbursements                          |                         | 6,769                   | 6,769              |
| Net Cash Provided by Noncapital Financing Activities             |                         | <u>314,153</u>          | <u>314,153</u>     |
| Net Increase/(Decrease) in Cash and Cash Equivalents             | 18,277                  | 26,321                  | 44,598             |
| Cash and Cash Equivalents, July 1                                | <u>10,541</u>           | <u>4,514</u>            | <u>15,055</u>      |
| Cash and Cash Equivalents, June 30                               | <u>\$ 28,818</u>        | <u>\$ 30,835</u>        | <u>\$ 59,653</u>   |
| Reconciliation of Operating Income/(Loss) to Net Cash            |                         |                         |                    |
| Provided by/(Used for) Operating Activities:                     | \$ 8,434                | \$ (300,753)            | \$(292,319)        |
| Adjustment to Reconcile Operating Income/(Loss) to Net Cash      |                         |                         |                    |
| Provided by/(Used for) Operating Activities:                     |                         |                         |                    |
| Depreciation   |                         | 2,932                   | 2,932              |
| Food Distribution Program  |                         | 13,572                  | 13,572             |
| Changes in Assets and Liabilities:                               |                         |                         |                    |
| Decrease/(Increase) in Inventory                                 |                         | 1,571                   | 1,571              |
| Increase/(Decrease) in Accounts Payable                          | 9,843                   | 17,016                  | 26,859             |
| Increase/(Decrease) in Unearned Revenue - Prepaid Sales          |                         | (461)                   | (461)              |
| Increase/(Decrease) in Unearned Revenue -<br>Donated Commodities |                         | 887                     | 887                |
| Net Cash Provided by/(Used for) Operating Activities             | <u>\$ 18,277</u>        | <u>\$ (265,236)</u>     | <u>\$(246,959)</u> |

Noncash Investing and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A Commodities Through the Food Distribution Program Valued at \$14,459 and utilized \$13,572 for the fiscal year ended June 30, 2022.

FIDUCIARY ACTIVITIES  
(NOT APPLICABLE)

LONG-TERM DEBT

ROCHELLE PARK SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS

| Purpose   | Date of Issue | Original Issue | Maturities of Bonds Outstanding |            | Interest Rate | Balance July 1, 2021 | Matured           | Balance June 30, 2022 |
|---|---------------|----------------|---------------------------------|------------|---------------|----------------------|-------------------|-----------------------|
|   |               |                | Date                            | Amount     |               |                      |                   |                       |
|   |               |                |                                 |            |               |                      |                   |                       |
| School Bonds- Series 2014 - Infrastructure Repairs and Building Security Enhancements | 03/27/14      | \$ 6,513,000   | 3/15/2023                       | \$ 325,000 | 3.000 %       | \$ 4,838,000         | \$ 325,000        | \$ 4,513,000          |
|   |               |                | 3/15/2024                       | 338,000    | 3.000 %       |                      |                   |                       |
|   |               |                | 3/15/2025                       | 350,000    | 3.000 %       |                      |                   |                       |
|   |               |                | 3/15/2026                       | 350,000    | 3.000 %       |                      |                   |                       |
|   |               |                | 3/15/2027                       | 350,000    | 3.000 %       |                      |                   |                       |
|   |               |                | 3/15/2028                       | 350,000    | 3.000 %       |                      |                   |                       |
|   |               |                | 3/15/2029                       | 350,000    | 3.000 %       |                      |                   |                       |
|   |               |                | 3/15/2030                       | 350,000    | 3.000 %       |                      |                   |                       |
|   |               |                | 3/15/2031                       | 350,000    | 3.125 %       |                      |                   |                       |
|   |               |                | 3/15/2032                       | 350,000    | 3.250 %       |                      |                   |                       |
|   |               |                | 3/15/2033                       | 350,000    | 3.250 %       |                      |                   |                       |
|   |               |                | 3/15/2034                       | 350,000    | 3.500 %       |                      |                   |                       |
|   |               |                | 3/15/2035                       | 350,000    | 3.500 %       |                      |                   |                       |
|   |               |                |                                 |            |               | <u>\$ 4,838,000</u>  | <u>\$ 325,000</u> | <u>\$ 4,513,000</u>   |

ROCHELLE PARK SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

| <u>Item</u>                  | <u>Interest<br/>Rate</u> | <u>Original<br/>Issue</u> | <u>Balance<br/>July 1, 2021</u> | <u>Retirements</u> | <u>Balance<br/>June 30, 2022</u> |
|------------------------------|--------------------------|---------------------------|---------------------------------|--------------------|----------------------------------|
| Energy Conservation Measures | 2.42%                    | \$ 230,000                | \$ 106,875                      | \$ 19,718          | \$ 87,157                        |
| Whiteboard Lease             | 3.40%                    | 399,460                   | 337,502                         | 76,701             | 260,801                          |
|                              |                          |                           | <u>\$ 444,377</u>               | <u>\$ 96,419</u>   | <u>\$ 347,958</u>                |

ROCHELLE PARK SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER LEASES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

| <u>Item</u>         | <u>Interest<br/>Rate</u> | <u>Original<br/>Issue</u> | <u>(Restated)<br/>Balance<br/>July 1, 2021</u> | <u>Issued</u>    | <u>Retirements</u> | <u>Balance<br/>June 30, 2022</u> |
|---------------------|--------------------------|---------------------------|--|------------------|--------------------|----------------------------------|
| Savin Copiers Lease | 4.40%                    | \$ 131,347                | \$ 82,291                                      |                  | \$ 26,207          | \$ 56,084                        |
| Technology Lease    | 3.40%                    | 131,206                   | 114,972  |                  | 25,051             | 89,921                           |
| Savin Copier Lease  | 6.30%                    | 12,782                    |  | \$ 12,782        | 1,105              | 11,677                           |
|                     |                          |                           | <u>\$ 197,263</u>                              | <u>\$ 12,782</u> | <u>\$ 52,363</u>   | <u>\$ 157,682</u>                |

ROCHELLE PARK SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

|  | Original<br>Budget | Budget<br>Transfers | Final<br>Budget | Actual     | Variance<br>Final to Actual |
|--|--------------------|---------------------|-----------------|------------|-----------------------------|
| <b>REVENUES:</b>   |                    |                     |                 |            |                             |
| Local Sources:   |                    |                     |                 |            |                             |
| Local Tax Levy   | \$ 314,046         |                     | \$ 314,046      | \$ 314,046 |                             |
| State Sources:   |                    |                     |                 |            |                             |
| Debt Service Aid   | 161,782            |                     | 161,782         | 161,782    |                             |
| Total Revenues   | 475,828            |                     | 475,828         | 475,828    |                             |
| <b>EXPENDITURES:</b>   |                    |                     |                 |            |                             |
| Regular Debt Service:  |                    |                     |                 |            |                             |
| Interest   | 161,782            | \$ (10,954)         | 150,828         | 150,828    |                             |
| Redemption of Principal                                      | 314,046            | 10,954              | 325,000         | 325,000    |                             |
| Total Regular Debt Service                                   | 475,828            |                     | 475,828         | 475,828    |                             |
| Total Expenditures   | 475,828            |                     | 475,828         | 475,828    |                             |
| Excess/(Deficiency) of Revenues<br>Over/(Under) Expenditures |                    |                     |                 |            |                             |
| Fund Balance, July 1   | 1                  |                     | 1               | 1          |                             |
| Fund Balance, June 30  | \$ 1               | \$ -0-              | \$ 1            | \$ 1       | \$ -0-                      |
| Recapitulation:  |                    |                     |                 |            |                             |
| Restricted   |                    |                     | \$ 1            | \$ 1       |                             |

**STATISTICAL SECTION**  
**(UNAUDITED)**

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

**Contents**

**Exhibit**

**Financial Trends**

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

J-1 thru J-5

**Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.

J-6 thru J-9

**Debt Capacity**

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

J-10 thru J-13

**Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.

J-14 thru J-15

**Operating Information**

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.

J-16 thru J-20

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



ROCHELLE PARK SCHOOL DISTRICT  
NET POSITION BY COMPONENT  
 LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
UNAUDITED

|   | June 30,     |             |              |              |              |              |              |              |              |              |
|---|--------------|-------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
|   | 2013         | 2014        | 2015         | 2016         | 2017         | 2018         | 2019         | 2020         | 2021*        | 2022         |
| <b>Governmental Activities</b>              |              |             |              |              |              |              |              |              |              |              |
| Net Investment in Capital Assets            | \$ 787,894   | \$ 967,901  | \$ 1,149,409 | \$ 1,183,574 | \$ 2,250,181 | \$ 2,989,685 | \$ 3,068,296 | \$ 3,324,871 | \$ 3,924,696 | \$ 4,520,856 |
| Restricted                                  | 762,007      | 776,812     | 629,046      | 1,957,283    | 1,774,495    | 1,862,381    | 2,157,188    | 1,975,052    | 1,838,628    | 1,845,943    |
| Unrestricted/(Deficit)                      | 376,405      | (1,481,367) | (1,401,736)  | (1,781,180)  | (1,751,032)  | (1,838,031)  | (1,723,080)  | (1,173,778)  | (816,010)    | (127,986)    |
| Total Governmental Activities Net Position  | \$ 1,926,306 | \$ 263,346  | \$ 376,719   | \$ 1,359,677 | \$ 2,273,644 | \$ 3,014,035 | \$ 3,502,404 | \$ 4,126,145 | \$ 4,947,314 | \$ 6,238,813 |
| <b>Business-Type Activities</b>             |              |             |              |              |              |              |              |              |              |              |
| Investment in Capital Assets                | \$ 16,498    | \$ 27,429   | \$ 26,023    | \$ 19,626    | \$ 7,656     | \$ 4,007     | \$ 10,372    | \$ 8,919     | \$ 12,786    | \$ 32,450    |
| Unrestricted                                | 147,174      | 54,956      | 56,719       | 113,269      | 118,659      | 126,772      | 120,334      | 34,937       | 43,376       | 96,669       |
| Total Business-Type Activities Net Position | \$ 163,672   | \$ 82,385   | \$ 82,742    | \$ 132,895   | \$ 126,315   | \$ 130,779   | \$ 130,706   | \$ 43,856    | \$ 56,162    | \$ 129,119   |
| <b>District-Wide</b>                        |              |             |              |              |              |              |              |              |              |              |
| Net Investment in Capital Assets            | \$ 804,392   | \$ 995,330  | \$ 1,175,432 | \$ 995,330   | \$ 2,257,837 | \$ 2,993,692 | \$ 3,078,668 | \$ 3,333,790 | \$ 3,937,482 | \$ 4,553,306 |
| Restricted                                  | 762,007      | 776,812     | 629,046      | 776,812      | 1,774,495    | 1,862,381    | 2,157,188    | 1,975,052    | 1,838,628    | 1,845,943    |
| Unrestricted/(Deficit)                      | 523,579      | (1,426,411) | (1,345,017)  | (1,667,911)  | (1,632,373)  | (1,711,259)  | (1,602,746)  | (1,138,841)  | (772,634)    | (31,317)     |
| Total District-Wide Net Position            | \$ 2,089,978 | \$ 345,731  | \$ 459,461   | \$ 104,231   | \$ 2,399,959 | \$ 3,144,814 | \$ 3,633,110 | \$ 4,170,001 | \$ 5,003,476 | \$ 6,367,932 |

\* - Restated

Source: School District Financial Reports

ROCHELLE PARK SCHOOL DISTRICT  
CHANGE IN 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          |
| Expenses:                                      |                            |               |               |               |               |               |               |               |               |               |
| Governmental Activities:                       |                            |               |               |               |               |               |               |               |               |               |
| Instruction:                                   |                            |               |               |               |               |               |               |               |               |               |
| Regular  | \$ 3,577,736               | \$ 3,874,004  | \$ 4,599,659  | \$ 4,845,825  | \$ 5,549,003  | \$ 5,535,999  | \$ 5,115,289  | \$ 4,615,427  | \$ 5,292,455  | \$ 5,407,554  |
| Special Education                              | 982,242                    | 964,163       | 1,140,360     | 1,555,783     | 1,568,832     | 2,066,691     | 2,079,696     | 1,961,852     | 1,868,259     | 1,886,904     |
| Other Special Instruction                      | 369,982                    | 353,283       | 404,569       | 228,565       | 267,561       | 306,006       | 367,371       | 406,786       | 423,286       | 430,473       |
| School-Sponsored/Other Instruction             | 39,986                     | 38,778        | 60,791        | 116,304       | 124,482       | 58,659        | 56,318        | 49,043        | 21,129        | 35,192        |
| Support Services:                              |                            |               |               |               |               |               |               |               |               |               |
| Tuition  | 3,088,795                  | 3,412,474     | 3,560,980     | 3,077,760     | 2,918,034     | 3,064,743     | 3,115,857     | 3,334,545     | 3,627,327     | 3,711,063     |
| Student and Instruction Related Services       | 876,642                    | 814,337       | 858,857       | 1,129,648     | 1,305,598     | 1,391,307     | 1,322,481     | 1,715,875     | 1,564,564     | 1,535,814     |
| General Administrative Services                | 256,588                    | 275,701       | 349,459       | 464,101       | 472,196       | 633,946       | 528,970       | 452,014       | 570,735       | 430,778       |
| School Administrative Services                 | 211,090                    | 286,785       | 287,788       | 284,485       | 293,386       | 292,407       | 263,758       | 257,491       | 284,466       | 261,627       |
| Central Services                               | 244,219                    | 213,836       | 269,338       | 178,759       | 145,765       | 138,318       | 224,414       | 235,823       | 244,375       | 218,692       |
| Administration Information Technology          |                            | 190,560       | 173,734       | 169,222       | 137,699       | 150,196       | 138,661       | 170,705       | 182,288       | 152,629       |
| Plant Operations and Maintenance               | 664,467                    | 675,858       | 785,920       | 819,657       | 1,033,824     | 1,025,721     | 872,176       | 709,661       | 802,627       | 259,315       |
| Pupil Transportation                           | 292,327                    | 318,507       | 344,778       | 359,645       | 322,916       | 318,140       | 369,662       | 321,835       | 366,190       | 668,596       |
| Unallocated Depreciation                       | 52,153                     | 52,149        | 52,149        | 50,434        | 40,639        | 227           | 194,118       | 60,089        |               |               |
| Transfer of Funds to Charter Schools           | 35,245                     | 73,215        | 102,716       | 18,820        | 51,559        | 70,831        | 64,137        | 40,155        | 60,910        | 95,245        |
| Capital Outlay                                 |                            |               | 32,600        | 71,654        | 16,238        | 31,160        | 21,573        | 14,603        | 14,603        | 70,579        |
| Interest on Long-Term Debt                     | 41,808                     | 83,183        | 218,786       | 212,181       | 188,909       | 183,875       | 174,793       | 166,545       | 154,845       | 148,129       |
| Total Governmental Activities Expenses         | 10,733,280                 | 11,626,833    | 13,242,484    | 13,582,843    | 14,436,641    | 15,268,226    | 14,909,274    | 14,512,449    | 15,478,059    | 15,312,590    |
| Expenses:                                      |                            |               |               |               |               |               |               |               |               |               |
| Business-Type Activities:                      |                            |               |               |               |               |               |               |               |               |               |
| Food Service                                   | 193,904                    | 193,903       | 212,045       | 180,128       | 237,107       | 188,640       | 206,777       | 174,896       | 189,640       | 306,754       |
| Care and Preschool Programs                    | 280,714                    | 280,714       | 151,003       | 123,454       | 170,513       | 189,438       | 222,883       | 195,635       | 1,978         | 146,924       |
| Total Business-Type Activities Expense         | 474,618                    | 474,617       | 363,048       | 303,582       | 407,620       | 378,078       | 429,660       | 370,531       | 191,618       | 453,678       |
| Total District Expenses                        | \$ 11,207,898              | \$ 12,101,450 | \$ 13,605,532 | \$ 13,886,425 | \$ 14,844,261 | \$ 15,646,304 | \$ 15,338,934 | \$ 14,882,980 | \$ 15,669,677 | \$ 15,766,268 |
| Program Revenues:                              |                            |               |               |               |               |               |               |               |               |               |
| Governmental Activities:                       |                            |               |               |               |               |               |               |               |               |               |
| Charges for Services                           | \$ 1,474,900               | \$ 1,464,573  | \$ 2,505,726  | \$ 2,726,583  | \$ 3,511,367  | \$ 3,816,205  | \$ 3,284,750  | \$ 2,925,395  | \$ 3,441,863  | \$ 3,404,600  |
| Operating Grants and Contributions             | 1,474,900                  | 1,464,573     | 2,556,036     | 2,794,416     | 3,539,098     | 3,853,086     | 3,321,085     | 2,943,308     | 3,493,498     | 3,523,494     |
| Total Governmental Activities Program Revenues | \$ 2,949,800               | \$ 2,929,146  | \$ 5,061,762  | \$ 5,520,999  | \$ 7,050,465  | \$ 7,669,291  | \$ 6,605,835  | \$ 5,868,703  | \$ 6,935,361  | \$ 6,928,094  |

ROCHELLE PARK SCHOOL DISTRICT  
CHANGE IN NET POSITION BY COMPONENT, LAST TEN FISCAL YEARS  
UNAUDITED  
(accrual basis of accounting)

|  | Fiscal Year Ended June 30. |                |                |                |                |                |                |                |                |                |
|--|----------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
|  | 2012                       | 2013           | 2014           | 2015           | 2016           | 2017           | 2018           | 2019           | 2020           | 2022           |
| <b>Business-Type Activities:</b>                           |                            |                |                |                |                |                |                |                |                |                |
| Charges for Services:                                      |                            |                |                |                |                |                |                |                |                |                |
| Food Service   | \$ 109,088                 | \$ 106,788     | \$ 110,645     | \$ 125,725     | \$ 136,512     | \$ 190,851     | \$ 150,420     | \$ 104,660     | \$ 3,414       | \$ 6,001       |
| Care and Preschool Programs                                | 153,206                    | 205,557        | 160,563        | 166,387        | 188,831        | 138,844        | 208,752        | 116,847        | 787            | 155,358        |
| Operating Grants and Contributions                         | 56,928                     | 59,995         | 55,281         | 61,623         | 75,697         | 63,656         | 70,415         | 62,174         | 194,404        | 366,223        |
| Total Business-Type Activities Program Revenues            | 319,222                    | 372,340        | 326,489        | 353,735        | 401,040        | 393,351        | 429,587        | 283,681        | 198,605        | 527,582        |
| Total District Program Revenues                            | \$ 1,794,122               | \$ 1,836,913   | \$ 2,882,525   | \$ 3,148,151   | \$ 3,940,138   | \$ 4,246,437   | \$ 3,750,672   | \$ 3,226,989   | \$ 3,692,103   | \$ 4,051,076   |
| <b>Net (Expense)/Revenue:</b>                              |                            |                |                |                |                |                |                |                |                |                |
| Governmental Activities                                    | \$ (9,258,380)             | \$(10,162,260) | \$(10,686,448) | \$(10,788,427) | \$(10,897,543) | \$(11,415,140) | \$(11,588,189) | \$(11,569,141) | \$(11,984,561) | \$(11,789,096) |
| Business-Type Activities                                   | (155,396)                  | (102,277)      | (36,559)       | 50,153         | (6,580)        | 15,273         | (73)           | (86,850)       | 6,987          | 73,904         |
| Total District-Wide Net Expense                            | \$(9,413,776)              | \$(10,264,537) | \$(10,723,007) | \$(10,738,274) | \$(10,904,123) | \$(11,399,867) | \$(11,588,262) | \$(11,655,991) | \$(11,977,574) | \$(11,715,192) |
| <b>General Revenues and Other Changes in Net Position:</b> |                            |                |                |                |                |                |                |                |                |                |
| Governmental Activities:                                   |                            |                |                |                |                |                |                |                |                |                |
| Property Taxes Levied for General Purposes, Net            | \$ 9,691,383               | \$ 9,963,292   | \$ 10,308,529  | \$ 10,747,678  | \$ 10,978,185  | \$ 11,197,749  | \$ 11,421,704  | \$ 11,638,716  | \$ 12,081,602  | \$ 12,441,108  |
| Taxes Levied for Debt Service                              | 275,473                    | 273,797        | 239,228        | 524,495        | 453,337        | 303,816        | 298,345        | 309,426        | 303,485        | 314,046        |
| Unrestricted Grants and Contributions                      | 48,325                     | 47,095         | 58,593         | 312,161        | 187,892        | 226,872        | 203,076        | 206,675        | 203,416        | 161,782        |
| Miscellaneous Income                                       | 152,631                    | 124,578        | 230,166        | 187,051        | 192,096        | 173,042        | 153,433        | 166,603        | 232,875        | 163,659        |
| Other Item   |                            |                |                |                |                |                |                |                | (10,904)       |                |
| Transfers  | (20,000)                   | (20,000)       | (36,695)       |                |                |                |                |                |                |                |
| Total Governmental Activities                              | 10,147,812                 | 10,388,762     | 10,799,821     | 11,771,385     | 11,811,510     | 11,901,479     | 12,076,558     | 12,321,420     | 12,810,474     | 13,080,595     |
| <b>Business-Type Activities:</b>                           |                            |                |                |                |                |                |                |                |                |                |
| Other Items  | 813                        | 992            | 221            |                |                | 8,218          |                |                | 5,320          | (947)          |
| Miscellaneous Income                                       | 20,000                     | 20,000         | 36,695         |                |                |                |                |                |                |                |
| Transfers  | 20,813                     | 20,992         | 36,916         |                |                | 8,218          |                |                | 5,320          | (947)          |
| Total Business-Type Activities                             | \$10,168,625               | \$ 10,409,754  | \$ 10,836,737  | \$ 11,771,385  | \$ 11,811,510  | \$ 11,909,697  | \$ 12,076,558  | \$ 12,321,420  | \$ 12,815,794  | \$ 13,079,648  |
| Total District-Wide  |                            |                |                |                |                |                |                |                |                |                |
| Change in Net Position:                                    |                            |                |                |                |                |                |                |                |                |                |
| Governmental Activities                                    | \$ 889,432                 | \$ 226,502     | \$ 113,373     | \$ 982,958     | \$ 913,967     | \$ 486,339     | \$ 488,369     | \$ 752,279     | \$ 825,913     | \$ 1,291,499   |
| Business-Type Activities                                   | (134,583)                  | (81,285)       | 357            | 50,153         | (6,580)        | 23,491         | (73)           | (86,850)       | 12,307         | 72,957         |
| Total District   | \$ 754,849                 | \$ 145,217     | \$ 113,730     | \$ 1,033,111   | \$ 907,387     | \$ 509,830     | \$ 488,296     | \$ 665,429     | \$ 838,220     | \$ 1,364,456   |

Source: School District Financial Reports

ROCHELLE PARK SCHOOL DISTRICT  
FUND BALANCES, GOVERNMENT FUNDS  
LAST TEN FISCAL YEARS  
 UNAUDITED  
 (modified accrual basis of accounting)

|                                    | June 30,     |              |              |              |              |              |              |              |              |              |
|------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
|                                    | 2013         | 2014         | 2015         | 2016         | 2017         | 2018         | 2019         | 2020         | 2021         | 2022         |
| General Fund:                      |              |              |              |              |              |              |              |              |              |              |
| Restricted                         | \$ 760,644   | \$ 768,971   | \$ 606,271   | \$ 834,758   | \$ 1,308,751 | \$ 1,611,437 | \$ 1,910,930 | \$ 1,877,432 | \$ 1,779,738 | \$ 1,803,769 |
| Assigned                           | 175,155      | 124,000      | 234,875      | 139,624      | 281,674      | 136,192      | 29,030       | 606,847      | 450,792      | 686,024      |
| Unassigned                         | 300,164      | 426,277      | 272,492      | 235,164      | 219,030      | 240,529      | 338,017      | 248,022      | 599,070      | 755,292      |
| Total General Fund                 | \$ 1,235,963 | \$ 1,319,248 | \$ 1,113,638 | \$ 1,209,546 | \$ 1,809,455 | \$ 1,988,158 | \$ 2,277,977 | \$ 2,732,301 | \$ 2,829,600 | \$ 3,245,085 |
| All Other Governmental Funds:      |              |              |              |              |              |              |              |              |              |              |
| Unassigned/(Deficit):              |              | \$ (9,793)   |              | \$ (2,674)   | \$ (19,324)  | \$ (23,320)  | \$ (23,321)  | \$ (23,321)  | \$ (34,225)  | \$ (34,225)  |
| Capital Projects Fund              |              |              |              |              |              |              |              |              |              |              |
| Committed:                         |              |              |              |              |              |              |              |              |              |              |
| Capital Projects Fund              |              |              | \$ 160,179   |              |              |              |              |              |              |              |
| Restricted:                        |              |              |              |              |              |              |              |              |              |              |
| Student Activities                 |              |              |              |              |              |              |              | 23,067       | 20,487       | 27,299       |
| Scholarships                       |              |              |              |              |              |              |              | 565          | 565          | 565          |
| Capital Projects Fund              |              | 6,313,423    | 4,164,797    | 1,107,564    | 465,717      | 250,917      | 246,257      | 73,987       | 37,837       | 14,309       |
| Debt Service Fund                  | \$ 1,363     | 7,841        | 22,775       | 14,961       | 27           | 27           | 1            | 1            | 1            | 1            |
| Total All Other Governmental Funds | \$ 1,363     | \$ 6,311,471 | \$ 4,347,751 | \$ 1,119,851 | \$ 446,420   | \$ 227,624   | \$ 222,937   | \$ 74,299    | \$ 24,665    | \$ 7,949     |

Source: School District Financial Reports

ROCHELLE PARK SCHOOL DISTRICT  
CHANGES IN FUND BALANCES, GOVERNMENT FUNDS

LAST TEN FISCAL YEARS

UNAUDITED

*(modified accrual basis of accounting)*

|  | For the Fiscal Year Ended June 30, |                   |                    |                    |                   |                   |                   |                   |                   |                   |
|--|------------------------------------|-------------------|--------------------|--------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
|  | 2013                               | 2014              | 2015               | 2016               | 2017              | 2018              | 2019              | 2020              | 2021              | 2022              |
| <b>Revenues:</b>   |                                    |                   |                    |                    |                   |                   |                   |                   |                   |                   |
| Local Tax Levy   | \$ 9,966,856                       | \$ 10,237,089     | \$ 10,547,757      | \$ 11,272,173      | \$ 11,431,522     | \$ 11,501,565     | \$ 11,720,049     | \$ 11,948,142     | \$ 12,385,087     | \$ 12,755,154     |
| Tuition Charges  |                                    |                   | 50,310             | 67,833             | 27,731            | 36,881            | 36,335            | 17,913            | 45,680            | 70,564            |
| Interest Earnings on Capital Reserve                             | 70                                 | 71                | 40                 | 27                 | 7,873             | 11,077            | 27,591            | 24,869            | 1,633             | 2,552             |
| Miscellaneous  | 152,561                            | 124,507           | 230,126            | 187,024            | 184,223           | 161,965           | 125,954           | 143,742           | 237,907           | 211,972           |
| State Sources  | 1,336,787                          | 1,311,532         | 1,506,104          | 1,783,397          | 1,786,054         | 1,950,303         | 2,316,776         | 2,336,275         | 2,875,835         | 3,699,036         |
| Federal Sources  | 186,438                            | 200,136           | 282,903            | 229,117            | 199,577           | 212,480           | 208,395           | 210,570           | 341,613           | 267,897           |
| <b>Total Revenue</b>   | <b>11,642,712</b>                  | <b>11,873,335</b> | <b>12,617,240</b>  | <b>13,539,571</b>  | <b>13,636,980</b> | <b>13,874,271</b> | <b>14,435,100</b> | <b>14,681,511</b> | <b>15,887,755</b> | <b>17,007,175</b> |
| <b>Expenditures:</b>   |                                    |                   |                    |                    |                   |                   |                   |                   |                   |                   |
| <b>Instruction:</b>  |                                    |                   |                    |                    |                   |                   |                   |                   |                   |                   |
| Regular Instruction  | 2,473,166                          | 2,724,869         | 2,957,564          | 2,991,081          | 3,152,142         | 3,197,729         | 3,046,238         | 2,833,942         | 3,095,370         | 3,295,598         |
| Special Education Instruction                                    | 697,602                            | 708,940           | 766,375            | 987,208            | 950,584           | 1,162,925         | 1,326,472         | 1,215,803         | 1,157,651         | 1,173,143         |
| Other Special Instruction  | 244,587                            | 241,962           | 248,967            | 106,834            | 109,436           | 160,061           | 203,615           | 236,285           | 232,842           | 248,459           |
| School-Sponsored/Other Instruction                               | 32,291                             | 27,327            | 40,462             | 96,322             | 99,018            | 35,183            | 35,298            | 35,368            | 12,387            | 31,584            |
| <b>Support Services:</b>   |                                    |                   |                    |                    |                   |                   |                   |                   |                   |                   |
| Tuition  | 3,088,795                          | 3,412,474         | 3,560,980          | 3,077,760          | 2,918,034         | 3,064,743         | 3,115,857         | 3,334,545         | 3,627,327         | 3,711,063         |
| Student and Instruction Related Services                         | 692,128                            | 676,331           | 650,421            | 817,377            | 840,434           | 891,607           | 917,094           | 1,175,465         | 1,291,397         | 1,345,682         |
| General Administrative Services                                  | 218,194                            | 236,976           | 272,544            | 362,913            | 340,671           | 474,488           | 424,197           | 381,332           | 338,952           | 338,294           |
| School Administrative Services                                   | 153,278                            | 211,925           | 190,796            | 170,080            | 168,431           | 164,940           | 167,916           | 166,248           | 167,096           | 173,471           |
| Central Services   | 204,065                            | 183,185           | 206,688            | 177,780            | 145,441           | 138,318           | 186,862           | 203,821           | 214,706           | 205,222           |
| Administration Information Technology                            |                                    | 96,972            | 142,934            | 126,431            | 86,105            | 93,850            | 91,444            | 131,715           | 133,269           | 139,594           |
| Plant Operations and Maintenance                                 | 523,713                            | 597,980           | 642,511            | 676,049            | 896,532           | 777,500           | 770,152           | 646,940           | 745,815           | 749,464           |
| Pupil Transportation   | 290,356                            | 318,507           | 344,778            | 359,645            | 322,916           | 318,140           | 369,662           | 317,028           | 361,208           | 665,946           |
| Unallocated Benefits   | 1,917,896                          | 1,886,337         | 1,968,464          | 2,136,477          | 2,355,436         | 2,613,024         | 2,942,158         | 3,036,218         | 3,400,349         | 3,865,706         |
| Capital Outlay   | 77,896                             | 300,782           | 2,220,072          | 3,958,162          | 683,235           | 290,697           | 36,789            | 219,479           | 929,540           | 106,889           |
| Charter Schools  | 35,245                             | 73,215            | 102,716            | 71,654             | 51,559            | 70,831            | 64,137            | 40,155            | 60,910            | 95,245            |
| <b>Debt Service:</b>   |                                    |                   |                    |                    |                   |                   |                   |                   |                   |                   |
| Principal  | 230,000                            | 240,000           | 215,000            | 570,000            | 395,000           | 275,000           | 275,000           | 300,000           | 300,000           | 325,000           |
| Interest and Other Charges                                       | 45,473                             | 35,160            | 218,603            | 215,790            | 195,528           | 185,328           | 177,077           | 168,828           | 159,827           | 150,828           |
| <b>Total Expenditures</b>  | <b>10,924,685</b>                  | <b>11,972,942</b> | <b>14,749,875</b>  | <b>16,901,563</b>  | <b>13,710,502</b> | <b>13,914,364</b> | <b>14,149,968</b> | <b>14,443,172</b> | <b>16,228,646</b> | <b>16,621,188</b> |
| <b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b> | <b>718,027</b>                     | <b>(99,607)</b>   | <b>(2,132,635)</b> | <b>(3,361,992)</b> | <b>(73,522)</b>   | <b>(40,093)</b>   | <b>285,132</b>    | <b>238,339</b>    | <b>(340,891)</b>  | <b>385,987</b>    |

ROCHELLE PARK SCHOOL DISTRICT  
CHANGES IN FUND BALANCES, GOVERNMENT FUNDS  
LAST TEN FISCAL YEARS

UNAUDITED  
(modified accrual basis of accounting)

|   | For the Fiscal Year Ended June 30, |              |                |                |             |             |            |            |            |            |
|---|------------------------------------|--------------|----------------|----------------|-------------|-------------|------------|------------|------------|------------|
|   | 2013                               | 2014         | 2015           | 2016           | 2017        | 2018        | 2019       | 2020       | 2021       | 2022       |
| Other Financing Sources (Uses):                         |                                    |              |                |                |             |             |            |            |            |            |
| Bond Proceeds   |                                    | \$ 6,513,000 |                |                |             |             |            |            |            |            |
| Transfers In  |                                    | 7,841        | \$ 392,609     | \$ 27          | \$ 44       | \$ 92       | \$ 198     | \$ 153     |            |            |
| Transfers Out   |                                    | (27,841)     | (429,304)      | (27)           | (44)        | (92)        | (198)      | (153)      |            |            |
| Leases (Non-Budgeted)                                   |                                    |              |                | 230,000        |             |             |            |            | \$ 399,460 | \$ 12,782  |
| Financed Purchases (Non-Budgeted)                       |                                    |              |                |                |             |             |            |            |            |            |
| Cancellation of Financed Purchase Agreement Proceeds    |                                    |              |                |                |             |             |            |            | (10,904)   |            |
| Total Other Financing Sources (Uses)                    |                                    | (20,000)     | 6,493,000      | 230,000        | (36,695)    |             |            |            | 388,556    | 12,782     |
| Net Change in Fund Balances                             | \$ 698,027                         | \$ 6,393,393 | \$ (2,169,330) | \$ (3,131,992) | \$ (73,522) | \$ (40,093) | \$ 285,132 | \$ 238,339 | \$ 47,665  | \$ 398,769 |
| Debt Service as a Percentage of Noncapital Expenditures | 2.54 %                             | 2.36 %       | 3.46 %         | 6.07 %         | 4.53 %      | 3.38 %      | 3.20 %     | 3.30 %     | 3.01 %     | 2.88 %     |

Source: School District Financial Reports

ROCHELLE PARK SCHOOL DISTRICT  
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(modified accrual basis of accounting)*

| Fiscal Year<br>Ending<br>June 30, | Interest on<br>Investments | Prior Year<br>Refunds | Other     | Tuition from<br>Individuals | Contribution<br>from<br>Township | Total      |
|-----------------------------------|----------------------------|-----------------------|-----------|-----------------------------|----------------------------------|------------|
| 2013                              | \$ 70                      | \$ 36,817             | \$ 15,744 |                             | \$ 100,000                       | \$ 152,631 |
| 2014                              | 71                         | 11,061                | 10,998    |                             | 94,607                           | 116,737    |
| 2015                              | 40                         | 18,870                | 778       | \$ 50,310                   | 195,544                          | 265,542    |
| 2016                              |                            |                       | 89,024    | 67,833                      | 98,000                           | 254,857    |
| 2017                              | 7,829                      | 34,757                | 52,283    | 27,731                      | 97,183                           | 219,783    |
| 2018                              | 10,985                     |                       | 62,323    | 36,881                      | 99,642                           | 209,831    |
| 2019                              | 27,393                     |                       | 26,662    | 36,335                      | 99,180                           | 189,570    |
| 2020                              | 24,869                     |                       | 42,581    | 17,913                      | 99,000                           | 184,363    |
| 2021                              | 3,266                      | 64,479                | 65,329    | 45,680                      | 99,801                           | 278,555    |
| 2022                              | 5,103                      | 10,440                | 47,714    | 70,564                      | 100,402                          | 234,223    |

Source: Rochelle Park School District records

ROCHELLE PARK SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS  
UNAUDITED

| Year Ended Dec. 31, | Vacant Land  | Residential    | Commercial     | Industrial    | Apartment     | Total Assessed Value |               |               | Tax-Exempt Property | Public Utilities <sup>a</sup> | Net Valuation Taxable | Total Direct School Tax Rate <sup>b</sup> | Estimated Actual (County Equalized Value) |
|---------------------|--------------|----------------|----------------|---------------|---------------|----------------------|---------------|---------------|---------------------|-------------------------------|-----------------------|---|---|
|                     |              |                |                |               |               |                      |               |               |                     |                               |                       |   |   |
| 2012                | \$ 5,374,000 | \$ 603,442,100 | \$ 314,727,200 | \$ 32,247,600 | \$ 20,821,200 | \$ 976,612,100       | \$ 60,951,000 | \$ 26,451,640 | \$ 1,003,063,740    | \$ 0.98                       | \$ 980,904,991        |   |   |
| 2013                | 4,934,400    | 601,560,500    | 312,497,200    | 32,045,600    | 20,626,700    | 971,664,400          | 60,675,500    |               | 971,664,400         | 1.04                          | 896,065,307           |   |   |
| 2014                | 5,112,800    | 600,122,200    | 305,389,200    | 31,876,500    | 20,821,500    | 963,322,200          | 62,929,500    |               | 963,322,200         | 1.08                          | 954,162,242           |   |   |
| 2015                | 4,733,000    | 598,696,400    | 294,709,900    | 31,388,900    | 20,821,500    | 950,349,700          | 62,929,500    |               | 950,349,700         | 1.18                          | 945,928,214           |   |   |
| 2016                | 4,413,700    | 597,374,700    | 296,392,800    | 31,311,400    | 29,696,600    | 959,189,200          | 63,521,500    |               | 959,189,200         | 1.17                          | 947,909,282           |   |   |
| 2017                | 4,043,500    | 596,210,100    | 283,406,400    | 31,147,400    | 30,050,900    | 944,858,300          | 60,393,200    |               | 944,858,300         | 1.21                          | 945,993,492           |   |   |
| 2018                | 4,068,300    | 597,064,400    | 280,698,900    | 31,147,400    | 30,050,900    | 943,029,900          | 60,097,400    |               | 943,029,900         | 1.23                          | 948,063,146           |   |   |
| 2019                | 3,814,500    | 598,496,800    | 273,563,100    | 31,337,700    | 30,050,900    | 937,263,000          | 60,435,500    |               | 937,263,000         | 1.26                          | 996,925,561           |   |   |
| 2020                | 12,504,400   | 599,833,500    | 271,136,200    | 30,070,000    | 30,050,900    | 943,595,000          | 59,505,400    |               | 943,595,000         | 1.30                          | 1,042,140,721         |   |   |
| 2021                | 17,278,400   | 600,032,800    | 279,213,800    | 21,070,000    | 30,050,900    | 947,645,900          | 60,062,700    |               | 947,645,900         | 1.32                          | 1,020,926,236         |   |   |

<sup>a</sup> Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies.

<sup>b</sup> Tax Rates are per \$100 of Assessed Value.

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

Source: Municipal Tax Assessor



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

| Year Ended<br>December 31, | Rochelle Park School District Direct Rate |  |              | Overlapping Rates               |                  | Total Direct<br>and<br>Overlapping<br>Tax Rate |
|----------------------------|---|--|--------------|---------------------------------|------------------|--|
|                            | Basic Rate <sup>a</sup>                   | General<br>Obligation<br>Debt Service <sup>b</sup> | Total Direct | Township of<br>Rochelle<br>Park | Bergen<br>County |  |
| 2012                       | \$ 0.96                                   | \$ 0.03  | \$ 0.98      | \$ 0.86                         | \$ 0.21          | \$ 2.06  |
| 2013                       | 1.02                                      | 0.03   | 1.04         | 0.86                            | 0.21             | 2.11   |
| 2014                       | 1.06                                      | 0.02   | 1.08         | 0.89                            | 0.24             | 2.21   |
| 2015                       | 1.12                                      | 0.05   | 1.18         | 0.96                            | 0.24             | 2.37   |
| 2016                       | 1.13                                      | 0.05   | 1.17         | 0.97                            | 0.24             | 2.38   |
| 2017                       | 1.18                                      | 0.03   | 1.21         | 0.95                            | 0.24             | 2.40   |
| 2018                       | 1.20                                      | 0.03   | 1.23         | 0.98                            | 0.24             | 2.46   |
| 2019                       | 1.23                                      | 0.03   | 1.26         | 1.01                            | 0.26             | 2.53   |
| 2020                       | 1.27                                      | 0.03   | 1.30         | 1.01                            | 0.27             | 2.58   |
| 2021                       | 1.29                                      | 0.03   | 1.32         | 1.02                            | 0.27             | 2.61   |

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

<sup>b</sup> Rates for debt service are based on each year's requirements.

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

Source: Municipal Tax Collector and School Business Administrator

ROCHELLE PARK SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS,  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

|                             | 2021                   |  | 2012                   |  |
|-----------------------------|------------------------|--|------------------------|--|
|                             | Taxable Assessed Value | % of Total District Net Assessed Value | Taxable Assessed Value | % of Total District Net Assessed Value |
| Aerial Realty LLC           | \$ 26,000,000          | 2.74 %                                 | \$ 30,797,200          | 3.07%                                  |
| Rochelle Park Holding LLC   | 16,000,000             | 1.69 %                                 | 24,940,711             | 2.49%                                  |
| Coolidge Park 17 LLC        | 14,875,500             | 1.57 %                                 | 19,468,800             | 1.94%                                  |
| SAC Realty LLC              | 13,750,000             | 1.45 %                                 | 16,718,200             | 1.67%                                  |
| 216 Route 17 North LLC      | 13,535,300             | 1.43 %                                 | 15,479,700             | 1.54%                                  |
| 395 Rochelle Park LLC       | 12,900,000             | 1.36 %                                 | 15,466,800             | 1.54%                                  |
| Rochelle Pk. Jt. Vent.      | 11,463,900             | 1.21 %                                 | 14,875,500             | 1.48%                                  |
| Sims Associates             | 11,370,900             | 1.20 %                                 | 12,676,500             | 1.26%                                  |
| Sherebrooke Holding Company | 10,267,700             | 1.08 %                                 | 11,370,900             | 1.13%                                  |
| Rega Rochelle Park, LLC     | 10,236,300             | 1.08 %                                 | 10,267,700             | 1.02%                                  |
|                             | \$ 140,399,600         | 14.82 %                                | \$ 172,062,011         | 17.14 %                                |

Source: Municipal Tax Assessor

ROCHELLE PARK SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS,  
LAST TEN FISCAL YEARS  
UNAUDITED

| Fiscal Year Ended<br>June 30, | Taxes Levied for<br>the Fiscal Year | Collected within the Fiscal Year of the<br>Levy <sup>a</sup> |                    | Collections in<br>Subsequent Years |
|-------------------------------|-------------------------------------|--|--------------------|------------------------------------|
|                               |                                     | Amount   | Percentage of Levy |                                    |
| 2013                          | \$ 9,966,856                        | \$ 9,966,856   | 100.00 %           | \$ -0-                             |
| 2014                          | 10,237,089                          | 10,237,089   | 100.00 %           | -0-                                |
| 2015                          | 10,547,757                          | 10,547,757   | 100.00 %           | -0-                                |
| 2016                          | 11,272,173                          | 11,272,173   | 100.00 %           | -0-                                |
| 2017                          | 11,431,522                          | 11,431,522   | 100.00 %           | -0-                                |
| 2018                          | 11,501,565                          | 11,501,565   | 100.00 %           | -0-                                |
| 2019                          | 11,720,049                          | 11,720,049   | 100.00 %           | -0-                                |
| 2020                          | 11,948,142                          | 11,948,142   | 100.00 %           | -0-                                |
| 2021                          | 12,385,087                          | 12,385,087   | 100.00 %           | -0-                                |
| 2022                          | 12,755,154                          | 12,755,154   | 100.00 %           | -0-                                |

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

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

ROCHELLE PARK SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
UNAUDITED

| Fiscal Year<br>Ended<br>June 30, | Governmental Activities        |                       |            | Total<br>District | Percentage<br>of Personal<br>Income <sup>a</sup> | Per<br>Capita <sup>a</sup> |
|----------------------------------|--------------------------------|-----------------------|------------|-------------------|--|----------------------------|
|                                  | General<br>Obligation<br>Bonds | Financed<br>Purchases | Leases     |                   |  |                            |
| 2013                             | \$ 895,000                     |                       |            | \$ 895,000        | 0.22 %   | \$ 161                     |
| 2014                             | 7,168,000                      |                       |            | 7,168,000         | 1.59 %   | 1,283                      |
| 2015                             | 6,953,000                      |                       |            | 6,953,000         | 1.47 %   | 1,242                      |
| 2016                             | 6,383,000                      | \$ 230,000            |            | 6,613,000         | 1.33 %   | 1,179                      |
| 2017                             | 5,988,000                      | 208,323               |            | 6,196,323         | 1.21 %   | 1,106                      |
| 2018                             | 5,713,000                      | 185,396               |            | 5,898,396         | 1.12 %   | 1,052                      |
| 2019                             | 5,438,000                      | 160,323               |            | 5,598,323         | 1.02 %   | 1,001                      |
| 2020                             | 5,138,000                      | 134,098               |            | 5,272,098         | 0.93 %   | 947                        |
| 2021                             | 4,838,000                      | 444,377               | \$ 197,263 | 5,479,640         | 1.08 %   | 989                        |
| 2022                             | 4,513,000                      | 347,958               | 157,682    | 5,018,640         | 0.94 %   | 862                        |

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

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

Source: School District Financial Reports

ROCHELLE PARK SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED

| Fiscal Year<br>Ended<br>June 30, | General Bonded Debt Outstanding |            |   | Percentage of<br>Actual Taxable<br>Value <sup>a</sup><br>of Property | Per Capita <sup>b</sup> |
|----------------------------------|---------------------------------|------------|---|--|-------------------------|
|                                  | General<br>Obligation<br>Bonds  | Deductions | Net General<br>Bonded Debt<br>Outstanding |  |                         |
| 2012                             | \$ 1,125,000                    | \$ -0-     | \$ 1,125,000                              | 0.11 %   | \$ 202                  |
| 2013                             | 895,000                         | -0-        | 895,000                                   | 0.09 %   | 161                     |
| 2014                             | 7,168,000                       | -0-        | 7,168,000                                 | 0.74 %   | 1,283                   |
| 2015                             | 6,953,000                       | -0-        | 6,953,000                                 | 0.72 %   | 1,242                   |
| 2016                             | 6,383,000                       | -0-        | 6,383,000                                 | 0.67 %   | 1,138                   |
| 2017                             | 5,988,000                       | -0-        | 5,988,000                                 | 0.62 %   | 1,069                   |
| 2018                             | 5,713,000                       | -0-        | 5,713,000                                 | 0.60 %   | 1,019                   |
| 2019                             | 5,438,000                       | -0-        | 5,438,000                                 | 0.58 %   | 972                     |
| 2020                             | 5,138,000                       | -0-        | 5,138,000                                 | 0.55 %   | 923                     |
| 2021                             | 4,838,000                       | -0-        | 4,838,000                                 | 0.51 %   | 873                     |
| 2022                             | 4,513,000                       | -0-        | 4,513,000                                 | 0.48 %   | 775                     |

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

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

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

Source: School District Financial Reports

ROCHELLE PARK SCHOOL DISTRICT  
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2021  
UNAUDITED

| <u>Governmental Unit</u>              | <u>Debt<br/>Outstanding</u> | <u>Estimated<br/>Percentage<br/>Applicable <sup>a</sup></u> | <u>Estimated Share<br/>of Overlapping<br/>Debt</u> |
|---------------------------------------|-----------------------------|---|--|
| Debt Repaid With Property Taxes       |                             |   |  |
| Township of Rochelle Park             | \$ 11,049,680               | 100.00 %  | \$ 11,049,680                                      |
| Bergen County General Obligation Debt | 839,785,818                 | 0.57 %  | <u>4,756,622</u>                                   |
| Subtotal, Overlapping Debt            |                             |   | 15,806,302   |
| Rochelle Park School District         |                             |   | <u>4,838,000</u>                                   |
| Total Direct and Overlapping Debt     |                             |   | <u><u>\$ 20,644,302</u></u>                        |

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

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

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

ROCHELLE PARK SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

Legal Debt Margin Calculated for Fiscal Year 2022

|  |                         |
|--|-------------------------|
|  | \$ 1,099,995,241        |
| 2021   | 1,012,549,630           |
| 2020   | 1,031,205,853           |
| 2019   | <u>\$ 3,143,750,724</u> |
|  |                         |
| Average Equalized Valuation of Taxable Property            | <u>\$ 1,047,916,908</u> |
|  |                         |
| Debt Limit (3% of Average Equalization Value) <sup>a</sup> | \$ 31,437,507           |
| Net Bonded School Debt at June 30, 2022                    | <u>4,513,000</u>        |
| Legal Debt Margin  | <u>\$ 26,924,507</u>    |

|   | Fiscal Year          |                      |                      |                      |                      |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | 2018                 | 2019                 | 2020                 | 2021                 | 2022                 |
| Debt Limit  | \$ 28,364,293        | \$ 28,930,866        | \$ 29,763,834        | \$ 30,429,395        | \$ 31,437,507        |
| Total Net Debt Applicable to Limit                                      | <u>5,713,000</u>     | <u>5,438,000</u>     | <u>5,138,000</u>     | <u>4,838,000</u>     | <u>4,513,000</u>     |
| Legal Debt Margin   | <u>\$ 22,651,293</u> | <u>\$ 23,492,866</u> | <u>\$ 24,625,834</u> | <u>\$ 25,591,395</u> | <u>\$ 26,924,507</u> |
|   |                      |                      |                      |                      |                      |
| Total Net Debt Applicable to the<br>Limit as a Percentage of Debt Limit | 20.14 %              | 18.80 %              | 17.26 %              | 17.26 %              | 14.36 %              |

|   | Fiscal Year          |                      |                      |                      |                      |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | 2013                 | 2014                 | 2015                 | 2016                 | 2017                 |
| Debt Limit  | \$ 28,943,420        | \$ 29,309,875        | \$ 28,644,291        | \$ 28,469,971        | \$ 28,487,745        |
| Total Net Debt Applicable to Limit                                      | <u>895,000</u>       | <u>7,168,000</u>     | <u>6,953,000</u>     | <u>6,383,000</u>     | <u>5,988,000</u>     |
| Legal Debt Margin   | <u>\$ 28,048,420</u> | <u>\$ 22,141,875</u> | <u>\$ 21,691,291</u> | <u>\$ 22,086,971</u> | <u>\$ 22,499,745</u> |
|   |                      |                      |                      |                      |                      |
| Total Net Debt Applicable to the<br>Limit as a Percentage of Debt Limit | 3.09 %               | 24.46 %              | 24.27 %              | 22.42 %              | 21.02 %              |

<sup>a</sup> Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts.

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

ROCHELLE PARK SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

| Year | Population <sup>a</sup> | Personal Income<br>(thousands of<br>dollars) <sup>b</sup> | Bergen County<br>Per Capita<br>Personal Income <sup>c</sup> | Unemployment<br>Rate <sup>d</sup> |
|------|-------------------------|---|---|-----------------------------------|
| 2013 | 5,586                   | \$ 451,432,590  | \$ 80,815   | 12.10 %                           |
| 2014 | 5,596                   | 471,619,688   | 84,278  | 5.70 %                            |
| 2015 | 5,608                   | 495,382,680   | 88,335  | 5.70 %                            |
| 2016 | 5,601                   | 510,519,948   | 91,148  | 4.30 %                            |
| 2017 | 5,607                   | 525,000,231   | 93,633  | 4.00 %                            |
| 2018 | 5,592                   | 547,003,848   | 97,819  | 4.30 %                            |
| 2019 | 5,569                   | 566,066,574   | 101,646   | 3.60 %                            |
| 2020 | 5,540                   | 509,524,880   | 91,972  | 11.90 %                           |
| 2021 | 5,820                   | 535,277,040   | 91,972 *  | 7.40 %                            |
| 2022 | 5,820 **                | 535,277,040 ***   | 91,972 *  | N/A                               |

\* - Latest Bergen County per capita personal income available (2020).

\*\* - Latest population data available (2021).

\*\*\* - Latest available population data (2021) and latest available Bergen County per capita personal income (2020) was used for calculation purposes.

N/A - Information Unavailable

Source:

<sup>a</sup> Population information provided by the New Jersey Department of Labor and Workforce Development

<sup>b</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented

<sup>c</sup> Per capita personal income by county provided by the New Jersey Department of Labor and Workforce Development

<sup>d</sup> Unemployment data provided by the New Jersey Department of Labor and Workforce Development



ROCHELLE PARK SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS - BERGEN COUNTY  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

|                                       | 2021     |           | 2012                           |                                       |           |                                |
|---------------------------------------|----------|-----------|--------------------------------|---------------------------------------|-----------|--------------------------------|
|                                       | Employer | Employees | Percentage of Total Employment | Employer                              | Employees | Percentage of Total Employment |
| Hackensack University Medical Center  |          | N/A       | N/A                            | Hackensack University Medical Center  | N/A       | N/A                            |
| Valley Health Systems, Inc.           |          | N/A       | N/A                            | Valley Health Systems, Inc.           | N/A       | N/A                            |
| Bio-Reference Laboratories            |          | N/A       | N/A                            | Medco Solutions, Inc.                 | N/A       | N/A                            |
| Express Scripts                       |          | N/A       | N/A                            | Quest Diagnostics                     | N/A       | N/A                            |
| Quest Diagnostics                     |          | N/A       | N/A                            | Bio-Reference Laboratories            | N/A       | N/A                            |
| KPMG LLP                              |          | N/A       | N/A                            | Englewood Hospital and Medical Center | N/A       | N/A                            |
| Englewood Hospital and Medical Center |          | N/A       | N/A                            | Becton Dickinson and Co.              | N/A       | N/A                            |
| Englewood Hospital Home Health Care   |          | N/A       | N/A                            | Englewood Hospital Home Health Care   | N/A       | N/A                            |
| Unilever Best Foods                   |          | N/A       | N/A                            | Unilever Best Foods                   | N/A       | N/A                            |
| Stryker                               |          | N/A       | N/A                            | Stryker                               | N/A       | N/A                            |

N/A - Not Available

NOTE: The District was unsuccessful in its attempt to obtain all information regarding the principal employers of the County.

Source - Township of Rochelle Park Audits

ROCHELLE PARK SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM,  
LAST TEN FISCAL YEARS  
UNAUDITED

| <u>Function/Program</u>                  | <u>2013</u> | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Instruction:                             |             |             |             |             |             |             |             |             |             |             |
| Regular                                  | 42.0        | 44.0        | 45.0        | 46.0        | 47.0        | 47.0        | 47.0        | 48.0        | 48.0        | 49.0        |
| Support Services:                        |             |             |             |             |             |             |             |             |             |             |
| Student and Instruction Related Services | 13.0        | 13.0        | 13.0        | 19.0        | 20.0        | 20.0        | 21.0        | 23.0        | 23.0        | 23.0        |
| School Administrative Services           | 2.0         | 2.0         | 2.0         | 3.0         | 3.0         | 3.0         | 3.0         | 3.0         | 3.0         | 5.5         |
| General Administrative Services          | 2.0         | 2.0         | 2.0         | 2.0         | 2.0         | 2.0         | 2.0         | 2.0         | 2.0         | 2.0         |
| Plant Operations and Maintenance         | 5.0         | 5.0         | 5.0         | 5.0         | 5.5         | 5.5         | 5.5         | 4.5         | 4.5         | 5.0         |
| Business and Other Support Services      | 3.0         | 3.0         | 3.0         |             |             |             | 2.0         | 3.0         | 3.0         | 3.0         |
|  | <u>67.0</u> | <u>69.0</u> | <u>70.0</u> | <u>75.0</u> | <u>77.5</u> | <u>77.5</u> | <u>80.5</u> | <u>83.5</u> | <u>83.5</u> | <u>87.5</u> |
| Food Service                             | 6.0         | 6.0         | 6.0         |             |             |             |             |             |             |             |
| Latchkey/Care Program                    | 4.0         | 4.0         | 4.0         | 4.0         | 6.0         | 6.0         | 14.0        | 15.0        | -0-         | * 12.0      |
|  | <u>10.0</u> | <u>10.0</u> | <u>10.0</u> | <u>4.0</u>  | <u>6.0</u>  | <u>6.0</u>  | <u>14.0</u> | <u>15.0</u> | <u>-0-</u>  | <u>12.0</u> |
| Total                                    | <u>77.0</u> | <u>79.0</u> | <u>80.0</u> | <u>79.0</u> | <u>83.5</u> | <u>83.5</u> | <u>94.5</u> | <u>98.5</u> | <u>83.5</u> | <u>99.5</u> |

\* - Due to COVID-19, there was no Care Program for 2020-21.

Source: District Personnel Records

ROCHELLE PARK SCHOOL DISTRICT  
OPERATING STATISTICS,  
LAST TEN FISCAL YEARS  
UNAUDITED

| Fiscal Year | Enrollment | Operating Expenditures <sup>a</sup> | Cost Per Pupil <sup>b</sup> | Percentage Change | Teaching Staff <sup>c</sup> | Pupil/Teacher Ratio | Elementary/Middle                           |                          | Average Daily Attendance (ADA) <sup>d</sup> | % Change in Average Daily Enrollment | Student Attendance Percentage |
|-------------|------------|-------------------------------------|-----------------------------|-------------------|-----------------------------|---------------------|---|--------------------------|---|--------------------------------------|-------------------------------|
|             |            |                                     |                             |                   |                             |                     | Average Daily Enrollment (ADE) <sup>d</sup> | Average Daily Attendance |   |                                      |                               |
| 2013        | 463        | \$ 10,571,316                       | \$ 22,832                   | 1.01 %            | 47                          | 10:1                | 456   | 435                      | 435   | -1.30 %                              | 95.39 %                       |
| 2014        | 458        | 11,397,000                          | 24,884                      | 8.99 %            | 48                          | 10:1                | 458   | 437                      | 437   | 0.44 %                               | 95.41 %                       |
| 2015        | 479        | 12,096,200                          | 25,253                      | 1.48 %            | 45                          | 11:1                | 470   | 448                      | 448   | 2.62 %                               | 95.32 %                       |
| 2016        | 497        | 12,157,611                          | 24,462                      | -3.13 %           | 45                          | 11:1                | 497   | 474                      | 474   | 5.74 %                               | 95.37 %                       |
| 2017        | 498        | 12,436,739                          | 24,973                      | 2.09 %            | 47                          | 10:1                | 497   | 474                      | 474   | 0.09 %                               | 95.37 %                       |
| 2018        | 486        | 13,163,339                          | 27,085                      | 8.46 %            | 49                          | 10:1                | 483   | 460                      | 460   | -2.91 %                              | 95.23 %                       |
| 2019        | 503        | 13,661,102                          | 27,159                      | 0.27 %            | 47                          | 11:1                | 501   | 479                      | 479   | 3.73 %                               | 95.60 %                       |
| 2020        | 522        | 13,754,865                          | 26,350                      | -2.98 %           | 48                          | 11:1                | 503   | 486                      | 486   | 0.40 %                               | 96.61 %                       |
| 2021        | 500        | 14,839,279                          | 29,679                      | 12.63 %           | 48                          | 10:1                | 487   | 474                      | 474   | -3.18 %                              | 97.32 %                       |
| 2022        | 502        | 16,038,471                          | 31,949                      | 7.65 %            | 49                          | 10:1                | 505   | 472                      | 472   | 3.70 %                               | 93.46 %                       |

<sup>a</sup> Operating expenditures equal total expenditures less debt service and capital outlay.

<sup>b</sup> Cost per pupil is the sum as operating expenditures divided by enrollment. This cost per pupil may be different from the State's per pupil calculations.

<sup>c</sup> Teaching staff includes only full-time equivalents of certificated staff.

<sup>d</sup> Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Note: Enrollment based on annual October district count.

Source: Rochelle Park School District records

ROCHELLE PARK SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

|                          | 2013   | 2014   | 2015   | 2016   | 2017   | 2018   | 2019   | 2020   | 2021   | 2022   |
|--------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| <u>District Building</u> |        |        |        |        |        |        |        |        |        |        |
| Midland School           |        |        |        |        |        |        |        |        |        |        |
| Square Feet              | 33,500 | 33,500 | 33,500 | 33,500 | 33,500 | 33,500 | 33,500 | 33,500 | 71,935 | 71,935 |
| Capacity (Students)      | 506    | 506    | 506    | 506    | 506    | 506    | 506    | 506    | 506    | 506    |
| Enrollment               | 463    | 458    | 479    | 497    | 498    | 486    | 503    | 522    | 500    | 502    |

Number of Schools at June 30, 2022  
 Elementary = 1

Note: Enrollment is based on the annual October district count.

Source: Rochelle Park School District Facilities Office

ROCHELLE PARK SCHOOL DISTRICT  
SCHEDULE OF ALLOWABLE MAINTENANCE EXPENDITURES BY SCHOOL FACILITIES  
LAST TEN FISCAL YEARS  
UNAUDITED

| <u>SCHOOL FACILITY</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>       |
|--|------------------|------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| <u>UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES</u> |                  |                  |                   |                   |                   |                   |                   |                   |                   |                   |
| <u>ACCOUNT #11-000-261-xxx</u>   |                  |                  |                   |                   |                   |                   |                   |                   |                   |                   |
| School Facility  | \$ 79,657        | \$ 77,131        | \$ 131,763        | \$ 259,403        | \$ 295,057        | \$ 267,979        | \$ 307,201        | \$ 173,115        | \$ 195,469        | \$ 191,271        |
| Midland School   | <u>\$ 79,657</u> | <u>\$ 77,131</u> | <u>\$ 131,763</u> | <u>\$ 259,403</u> | <u>\$ 295,057</u> | <u>\$ 267,979</u> | <u>\$ 307,201</u> | <u>\$ 173,115</u> | <u>\$ 195,469</u> | <u>\$ 191,271</u> |

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

Source: Rochelle Park School District records

ROCHELLE PARK SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2022  
UNAUDITED

|   | <u>Coverage</u>        | <u>Deductible</u> |
|---|------------------------|-------------------|
| Northeast Bergen County School<br>Board Insurance Group (NESBIG): |                        |                   |
| Package Policy - National Union:                                  |                        |                   |
| Property  | \$ 15,783,100          | \$ 5,000          |
| Earthquake/Flood (Outside Zones A & V)                            | 5,000,000              | 50,000            |
| Flood Zones A & V   | 1,000,000              | 500,000           |
| Liability   |                        |                   |
| Automobile (Comprehensive & Collision)                            | 1,000,000              | 1,000             |
| Comprehensive General Liability                                   | 1,000,000              | 2,500             |
| Worker's Compensation & Employer's Liability                      | Statutory              |                   |
|   | 1,000,000              |                   |
| Crime (Non-statutory Bonds)                                       |                        |                   |
| Per Employee (Primary)  | 500,000                | 5,000             |
| Per Loss (Excess)   | 500,000                | None              |
| Boiler & Machinery  | Property Limit         |                   |
| Environmental - Markel  | 2,000,000/4,000,000    | 25,000            |
| Fund Aggregate  | 20,000,000             |                   |
| Educator's Legal Liability/<br>Employment Practices - XL          | 1,000,000              | 10,000<br>20,000  |
| Commercial Umbrella - National Union                              | 9,000,000              | 10,000            |
| Excess Umbrella - Fireman's Fund                                  | 25,000,000             |                   |
| Fund Aggregate (Shared 1/2 Fund)                                  | 25,000,000             |                   |
| Cyber Liability - Coalition<br>Aggregate                          | 1,000,000<br>1,000,000 | 25,000            |
| Accident Policy- All Students                                     | 1,000,000              |                   |
| Surety Bond Coverage:   |                        |                   |
| Treasurer of School Monies  | 190,000                |                   |
| Business Administrator  | 200,000                |                   |
| Starstone Nat/Markel<br>Excess Umbrella                           | 30,000,000             |                   |

Source: Rochelle Park School District records

SINGLE AUDIT SECTION

Report on Internal Control Over Financial Reporting and  
on Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
Rochelle Park School District  
County of Bergen, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Rochelle Park School District, in the County of Bergen (the "District") as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 11, 2022. That report included a qualified opinion on the financial statements as the District's note disclosure on postemployment benefits other than pensions (OPEB) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board ("GASB") Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan ("SHBP") has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey, as of the date of this report. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.

**Report on Internal Control Over Financial Reporting**

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

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



The Honorable President and Members  
of the Board of Education  
Rochelle Park School District  
Page 2

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

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

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

### **Purpose of this Report**

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

November 11, 2022  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Heidi A. Wohlleb*

Heidi A. Wohlleb  
Licensed Public School Accountant #2140  
Certified Public Accountant

Report on Compliance For the Major State Program;  
Report on Internal Control Over Compliance Required by NJOMB 15-08

Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
Rochelle Park School District  
County of Bergen, New Jersey

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

***Opinion on Each Major State Program***

We have audited the Rochelle Park School District's (the District's) compliance with the types of compliance requirements identified as subject to audit in the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on the District's major state program for the fiscal year ended June 30, 2022. The District's major state program is identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major state program for the fiscal year ended June 30, 2022.

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

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

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

The Honorable President and Members  
of the Board of Education  
Rochelle Park School District  
Page 2

***Responsibilities of Management for Compliance***

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

***Auditors' Responsibilities for the Audit of Compliance***

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

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

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

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

The Honorable President and Members  
of the Board of Education  
Rochelle Park School District  
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### Report on Internal Control Over Compliance

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

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

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

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

November 11, 2022  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Heidi A. Wohlleb*  
Heidi A. Wohlleb  
Licensed Public School Accountant #2140  
Certified Public Accountant

**ROCHELLE PARK SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

| Federal Grantor<br>Pass Through Grantor/<br>Program/Cluster Title | Assistance<br>Listing<br>Number | Grant or<br>State Program<br>Number | Grant<br>Period | Award<br>Amount | Balance at<br>June 30, 2021                     |                     | Cash<br>Received | Budgetary<br>Expenditures | Balance at June 30, 2022 |                     |
|---|---------------------------------|-------------------------------------|-----------------|-----------------|---|---------------------|------------------|---------------------------|--------------------------|---------------------|
|   |                                 |                                     |                 |                 | Unearned<br>Revenue<br>(Accounts<br>Receivable) | Unearned<br>Revenue |                  |                           | (Accounts<br>Receivable) | Unearned<br>Revenue |
| <b>U.S. Department of Agriculture</b>                             |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |
| Passed-through State Department of Agriculture:                   |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |
| Child Nutrition Cluster:  |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |
| COVID 19 - Seamless Summer Option Lunch                           | 10.555                          | Not Applicable                      | 7/1/21-6/30/22  | \$ 309,606      |   |                     | \$ 287,004       | \$ (309,606)              | \$ (22,602)              |                     |
| COVID 19 - Seamless Summer Option Lunch                           | 10.555                          | Not Applicable                      | 7/1/20-6/30/21  | 109,806         | \$ (21,204)                                     |                     | 21,204           |                           |                          |                     |
| COVID 19 - Seamless Summer Option Breakfast                       | 10.553                          | Not Applicable                      | 7/1/21-6/30/22  | 11,909          |   |                     | 11,445           | (11,909)                  | (464)                    |                     |
| COVID 19 - Seamless Summer Option Breakfast                       | 10.553                          | Not Applicable                      | 7/1/20-6/30/21  | 57,970          | (4,555)   |                     | 4,555            |                           | (883)                    |                     |
| COVID 19 - Seamless Summer Option Snack                           | 10.555                          | Not Applicable                      | 7/1/21-6/30/22  | 9,819           |   |                     | 8,936            | (9,819)                   |                          |                     |
| Federal Food Distribution Program                                 | 10.555                          | Not Applicable                      | 7/1/21-6/30/22  | 2,498           |   |                     | 14,459           | (12,598)                  |                          | \$ 1,861            |
| Federal Food Distribution Program                                 | 10.555                          | Not Applicable                      | 7/1/20-6/30/21  | 20,444          | 974   |                     | (974)            |                           |                          |                     |
| COVID 19 - Emergency Operational Cost                             |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |
| Reimbursement Program   | 10.555                          | Not Applicable                      | 7/1/21-6/30/22  | 3,393           | (24,785)  |                     | 3,393            | (3,393)                   | (23,949)                 | 1,861               |
| Total Child Nutrition Cluster                                     |                                 |                                     |                 |                 |   |                     | 350,996          | (348,299)                 | (23,949)                 | 1,861               |
| <b>Child Nutrition Discretionary Grants Limited Availability:</b> |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |
| NSLP Equipment Assistance Grant                                   | 10.579                          | Not Applicable                      | 7/1/21-6/30/22  | 10,635          |   |                     |                  | (10,635)                  | (10,635)                 |                     |
| Total Child Nutrition Discretionary Grants Limited Availability   |                                 |                                     |                 |                 |   |                     | 350,996          | (358,934)                 | (34,584)                 | 1,861               |
| Total U.S. Department of Agriculture                              |                                 |                                     |                 |                 |   |                     | 350,996          | (358,934)                 | (34,584)                 | 1,861               |
| <b>Total Enterprise Funds</b>                                     |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |
| <b>Special Revenue Fund:</b>                                      |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |
| <b>U.S. Department of Education:</b>                              |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |
| Passed-through State Department of Education:                     |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |
| Elementary and Secondary Education Act:                           |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |
| Title I - Part A  | 84.010A                         | ESEA-4470-21                        | 7/1/20-9/30/21  | 54,772          | (23,474)  |                     | 23,474           | (26,092)                  | (11,892)                 |                     |
| Title I - Part A  | 84.010A                         | ESEA-4470-22                        | 7/1/21-9/30/22  | 26,092          |   |                     | 14,200           | (26,092)                  |                          |                     |
| Total Title I   |                                 |                                     |                 |                 |   |                     | 37,674           | (26,092)                  | (11,892)                 |                     |
| Title II - Part A   | 84.367A                         | ESEA-4470-21                        | 7/1/20-9/30/21  | 12,091          | (142)   |                     | 142              |                           |                          |                     |
| Title II - Part A   | 84.367A                         | ESEA-4470-22                        | 7/1/21-9/30/22  | 9,605           |   |                     | 7,000            | (9,605)                   | (2,605)                  |                     |
| Total Title II  |                                 |                                     |                 |                 |   |                     | 7,142            | (9,605)                   | (2,605)                  |                     |
| Title IV - Part A   | 84.424                          | ESEA-4470-22                        | 7/1/21-9/30/22  | 10,000          | (6,450)   |                     | 4,475            | (9,785)                   | (5,310)                  |                     |
| Title IV - Part A   | 84.424                          | ESEA-4470-21                        | 7/1/20-9/30/21  | 10,000          | (6,450)   |                     | 6,450            | (9,785)                   | (5,310)                  |                     |
| Total Title IV  |                                 |                                     |                 |                 | (30,066)  |                     | 10,925           | (9,785)                   | (5,310)                  |                     |
| Total Elementary and Secondary Education Act                      |                                 |                                     |                 |                 |   |                     | 55,741           | (45,482)                  | (19,807)                 |                     |

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

| Federal Grantor<br>Pass Through Grantor/<br>Program/Cluster Title | Assistance<br>Listing<br>Number | Grant or<br>State Program<br>Number | Grant<br>Period | Award<br>Amount | June 30,<br>2021                                |                     | Cash<br>Received | Budgetary<br>Expenditures | Balance at June 30, 2022 |                     | Amounts<br>Provided to<br>Subrecipients |
|---|---------------------------------|-------------------------------------|-----------------|-----------------|---|---------------------|------------------|---------------------------|--------------------------|---------------------|---|
|   |                                 |                                     |                 |                 | Unearned<br>Revenue<br>(Accounts<br>Receivable) | Unearned<br>Revenue |                  |                           | (Accounts<br>Receivable) | Unearned<br>Revenue |   |
| Special Revenue Fund:   |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |   |
| U.S. Department of Education:                                     |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |   |
| Passed-through State Department of Education:                     |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |   |
| Special Education Cluster:  |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |   |
| IDEA Part B, Basic - ARP  | 84.027X                         | IDEA-4470-22                        | 7/1/21-9/30/22  | \$ 21,711       |   |                     | \$ (21,711)      | \$ (21,711)               |                          |                     |   |
| IDEA Part B, Preschool - ARP                                      | 84.173X                         | IDEA-4470-22                        | 7/1/21-9/30/22  | 1,852           |   |                     | (1,202)          | (1,202)                   |                          |                     |   |
| IDEA Part B, Basic  | 84.027                          | IDEA-4470-22                        | 7/1/21-9/30/22  | 120,883         |   | \$ 37,594           | (120,883)        | (83,289)                  |                          |                     |   |
| IDEA Part B, Preschool  | 84.173                          | IDEA-4470-22                        | 7/1/21-9/30/22  | 5,312           |   |                     | (5,312)          | (5,312)                   |                          |                     |   |
| IDEA Part B, Basic  | 84.027                          | IDEA-4470-21                        | 7/1/20-9/30/21  | 126,453         |   |                     |                  |                           |                          |                     |   |
| IDEA Part B, Preschool  | 84.173                          | IDEA-4470-21                        | 7/1/20-9/30/21  | 5,299           |   |                     |                  |                           |                          |                     |   |
| Total Special Education Cluster                                   |                                 |                                     |                 |                 |   |                     | (149,108)        | (111,514)                 |                          |                     |   |
| Education Stabilization Fund:                                     |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |   |
| COVID 19 - CARES Emergency Relief Grant                           | 84.425D                         | CARES447021                         | 3/13/20-9/30/22 | 46,278          |   | 7,036               |                  |                           |                          |                     |   |
| COVID 19 - CRRSA:   |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |   |
| CRRSA ESSER II  | 84.425D                         | S425D210027                         | 3/13/20-9/30/23 | 179,524         |   |                     | (64,284)         | (64,284)                  |                          |                     |   |
| Learning Acceleration   | 84.425D                         | S425D210027                         | 3/13/20-9/30/23 | 25,000          |   |                     | (25,000)         | (25,000)                  |                          |                     |   |
| Total Education Stabilization Fund                                |                                 |                                     |                 |                 |   |                     | (89,284)         | (89,284)                  |                          |                     |   |
| Total U.S. Department of Education                                |                                 |                                     |                 |                 |   |                     | (283,874)        | (220,605)                 |                          |                     |   |
| Federal Communications Commission:                                |                                 |                                     |                 |                 |   |                     |                  |                           |                          |                     |   |
| Emergency Connectivity Fund (ECF)                                 | 32.009                          | ECF202104607                        | 7/1/21-6/30/22  | 49,960          |   |                     | (49,147)         | (49,147)                  |                          |                     |   |
| Total Federal Communications Commission                           |                                 |                                     |                 |                 |   |                     | (49,147)         | (49,147)                  |                          |                     |   |
| Total Federal Financial Awards                                    |                                 |                                     |                 |                 |   |                     | \$ (75,142)      | \$ (304,336)              | \$ 1,861                 | \$ -0-              |   |

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

ROCHELLE PARK SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

| State Grantor/Program Title                   | Grant or State Project Number | Grant Period     | Award Amount | Balance                                       |               | Cancellation of Receivable | Balance                                  |                                 | Memo                            |                               |
|---|-------------------------------|------------------|--------------|---|---------------|----------------------------|--|---------------------------------|---------------------------------|-------------------------------|
|   |                               |                  |              | June 30, 2021 Budgetary (Accounts Receivable) | Cash Received |                            | June 30, 2022 GAAP (Accounts Receivable) | Budgetary (Accounts Receivable) | Budgetary (Accounts Receivable) | Cumulative Total Expenditures |
| State Department of Education:                |                               |                  |              |   |               |                            |  |                                 |                                 |                               |
| General Fund:                                 |                               |                  |              |   |               |                            |  |                                 |                                 |                               |
| Special Education Categorical Aid             | 22-495-034-5120-089           | 7/1/21-6/30/22   | \$ 542,620   | \$ 511,857                                    | \$ (542,620)  |                            | \$ (30,763)                              | \$ 542,620                      |                                 | \$ 542,620                    |
| Special Education Categorical Aid             | 21-495-034-5120-089           | 7/1/20-6/30/21   | 444,991      | 21,706  | (21,706)      |                            |  | 444,991                         |                                 | 444,991                       |
| Security Aid                                  | 22-495-034-5120-084           | 7/1/21-6/30/22   | 47,531       | 44,836  | (47,531)      |                            | (2,695)                                  | 47,531                          |                                 | 47,531                        |
| Security Aid                                  | 21-495-034-5120-084           | 7/1/20-6/30/21   | 47,531       | 2,319   | (2,319)       |                            |  | 47,531                          |                                 | 47,531                        |
| Transportation Aid                            | 22-495-034-5120-014           | 7/1/21-6/30/22   | 103,197      | 97,346  | (103,197)     |                            | (5,851)                                  | 103,197                         |                                 | 103,197                       |
| Transportation Aid                            | 21-495-034-5120-014           | 7/1/20-6/30/21   | 103,197      | 5,034   | (5,034)       |                            |  | 103,197                         |                                 | 103,197                       |
| Extraordinary Special Education Aid           | 22-495-034-5120-044           | 7/1/21-6/30/22   | 382,397      | 210,956                                       | (382,397)     |                            | (382,397)                                | 382,397                         |                                 | 382,397                       |
| Extraordinary Special Education Aid           | 21-495-034-5120-044           | 7/1/20-6/30/21   | 210,956      |   | (210,956)     |                            |  | 210,956                         |                                 | 210,956                       |
| Nonpublic Transportation                      | 22-495-034-5120-014           | 7/1/21-6/30/22   | 13,645       |   | (13,645)      |                            | (13,645)                                 | 13,645                          |                                 | 13,645                        |
| Nonpublic Transportation                      | 21-495-034-5120-014           | 7/1/20-6/30/21   | 18,560       | 18,560  | (18,560)      |                            |  | 18,560                          |                                 | 18,560                        |
| Reimbursed TPAF Social Security Contributions | 22-495-034-5094-003           | 7/1/21-6/30/22   | 355,787      | 355,787                                       | (355,787)     |                            |  | 355,787                         |                                 | 355,787                       |
| On-Behalf TPAF Post Retirement Contributions  | 22-495-034-5094-001           | 7/1/21-6/30/22   | 395,922      | 395,922                                       | (395,922)     |                            |  | 395,922                         |                                 | 395,922                       |
| On-Behalf TPAF Pension Contributions          | 22-495-034-5094-002           | 7/1/21-6/30/22   | 1,671,003    | 1,671,003                                     | (1,671,003)   |                            |  | 1,671,003                       |                                 | 1,671,003                     |
| On-Behalf TPAF Non-Contributory Insurance     | 22-495-034-5094-004           | 7/1/21-6/30/22   | 23,576       | 23,576  | (23,576)      |                            |  | 23,576                          |                                 | 23,576                        |
| On-Behalf TPAF Long-Term Disability Insurance | 22-495-034-5094-004           | 7/1/21-6/30/22   | 590          | 590   | (590)         |                            |  | 590                             |                                 | 590                           |
| Total General Fund State Aid                  |                               |                  |              | 3,359,492                                     | (3,536,268)   |                            | (396,042)                                | 4,361,503                       |                                 | 4,361,503                     |
| Debt Service Fund:                            |                               |                  |              |   |               |                            |  |                                 |                                 |                               |
| Debt Service Aid Type II                      | 22-495-034-5120-125           | 7/1/21-6/30/22   | 161,782      | 161,782                                       | (161,782)     |                            |  | 161,782                         |                                 | 161,782                       |
| Total Debt Service Fund                       |                               |                  |              | 161,782                                       | (161,782)     |                            |  | 161,782                         |                                 | 161,782                       |
| New Jersey Department of Agriculture:         |                               |                  |              |   |               |                            |  |                                 |                                 |                               |
| Food Service Fund                             |                               |                  |              |   |               |                            |  |                                 |                                 |                               |
| COVID 19 - Seamless Summer Option             | 21-100-010-3350-023           | 7/1/20-6/30/21   | 5,188        | 1,127   | (2,074)       | \$ 947                     | (520)                                    | 5,188                           |                                 | 5,188                         |
| COVID 19 - Seamless Summer Option             | 22-100-010-3350-023           | 7/1/22-6/30/22   | 7,289        | 6,769   | (7,289)       |                            |  | 7,289                           |                                 | 7,289                         |
| Total Food Service Fund                       |                               |                  |              | 7,896   | (7,289)       | 947                        | (520)                                    | 12,477                          |                                 | 12,477                        |
| Schools Development Authority:                |                               |                  |              |   |               |                            |  |                                 |                                 |                               |
| Special Revenue Fund:                         |                               |                  |              |   |               |                            |  |                                 |                                 |                               |
| Emergent and Capital Maintenance Needs        | Not Available                 | 11/19/21-6/30/22 | 11,236       | 11,236  | (11,236)      |                            |  | 11,236                          |                                 | 11,236                        |
| Total Special Revenue Fund                    |                               |                  |              | 11,236  | (11,236)      |                            |  | 11,236                          |                                 | 11,236                        |

ROCHELLE PARK SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

| State Grantor/Program Title   | Grant or State Project Number | Grant Period   | Award Amount | Balance June 30, 2021           |               | Cancellation of Receivable | Balance June 30, 2022  |                            | Memo                            |                               |
|---|-------------------------------|----------------|--------------|---------------------------------|---------------|----------------------------|------------------------|----------------------------|---------------------------------|-------------------------------|
|   |                               |                |              | Budgetary (Accounts Receivable) | Cash Received |                            | Budgetary Expenditures | GAAP (Accounts Receivable) | Budgetary (Accounts Receivable) | Cumulative Total Expenditures |
| <b>Capital Projects Fund:</b>   |                               |                |              |                                 |               |                            |                        |                            |                                 |                               |
| Schools Development Authority:  |                               |                |              |                                 |               |                            |                        |                            |                                 |                               |
| Educational Facilities Construction & Financing Act:                          |                               |                |              |                                 |               |                            |                        |                            |                                 |                               |
| Midland Elementary School - Sprinkler System                                  | 4470-050-14-1003              | 7/1/13-9/30/22 | \$ 122,200   | \$ (122,200)                    |               |                            |                        | \$ (122,200)               | \$ 122,200                      |                               |
| Construction Services   |                               |                |              | (122,200)                       |               |                            |                        | (122,200)                  | 122,200                         |                               |
| <b>Total Capital Projects Fund</b>  |                               |                |              | \$ (382,849)                    | \$ 3,540,406  | \$ 947                     | \$ (396,562)           | \$ (558,071)               | \$ 4,669,198                    |                               |
| <b>Total State Awards Subject to Single Audit Determination</b>               |                               |                |              |                                 |               |                            |                        |                            |                                 |                               |
| Less: State Awards Not Subject to Single Audit Major Program Determination    |                               |                |              |                                 |               |                            |                        |                            |                                 |                               |
| On-Behalf TPAF Pension System Contributions:                                  |                               |                |              |                                 |               |                            |                        |                            |                                 |                               |
| On-Behalf TPAF Post Retirement Contributions                                  | 22-495-034-5094-001           | 7/1/21-6/30/22 | (395,922)    |                                 |               |                            |                        |                            | \$ 395,922                      |                               |
| On-Behalf TPAF Pension Contributions  | 22-495-034-5094-002           | 7/1/21-6/30/22 | (1,671,003)  |                                 |               |                            |                        |                            | 1,671,003                       |                               |
| On-Behalf TPAF Non-Contributory Insurance                                     | 22-495-034-5094-004           | 7/1/21-6/30/22 | (23,576)     |                                 |               |                            |                        |                            | 23,576                          |                               |
| On-Behalf TPAF Long-Term Disability Insurance                                 | 22-495-034-5094-004           | 7/1/21-6/30/22 | (590)        |                                 |               |                            |                        |                            | 590                             |                               |
| <b>Subtotal - On-Behalf TPAF Pension System Contribution</b>                  |                               |                |              |                                 |               |                            |                        |                            | 2,091,091                       |                               |
| <b>Total State Awards Subject to Single Audit Major Program Determination</b> |                               |                |              |                                 |               |                            |                        |                            |                                 |                               |
|   |                               |                |              |                                 |               |                            |                        |                            | \$ (1,625,484)                  |                               |

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



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

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards (the “Schedules”) include the federal and state grant activity of the Rochelle Park School District under programs of the federal and state governments for the fiscal year ended June 30, 2022. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. Summary of Significant Accounting Policies

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

NOTE 3. Indirect Cost Rate

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

NOTE 4. Relationship to Basic Financial Statements

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$10,250) for the General Fund and (\$65,178) (which includes \$(2,434) for local grant funds) for the Special Revenue Fund. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

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

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

|                      | <u>Federal</u>    | <u>State</u>        | <u>Total</u>        |
|----------------------|-------------------|---------------------|---------------------|
| General Fund         |                   | \$ 3,526,018        | \$ 3,526,018        |
| Special Revenue Fund | \$ 267,897        | 11,236              | 279,133             |
| Debt Service Fund    |                   | 161,782             | 161,782             |
| Food Service Fund    | <u>358,934</u>    | <u>7,289</u>        | <u>366,223</u>      |
| Total Awards         | <u>\$ 626,831</u> | <u>\$ 3,706,325</u> | <u>\$ 4,333,156</u> |

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. FEDERAL AND STATE LOANS OUTSTANDING

Rochelle Park School District had no outstanding federal or state loan balances at June 30, 2022.

NOTE 7. OTHER

TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the fiscal year ended June 30, 2022. Revenue and expenditures reported under the Federal Food Distribution Program represent current year value received and current year distributions, respectively.

NOTE 8. NJ SCHOOLS DEVELOPMENT AUTHORITY (SDA) GRANTS

The District has an active grant awarded in the amount of \$122,200 from the Schools Development Authority (SDA) under the Educational Facilities Construction and Financing Act. As of June 30, 2022, the grant funds have not been expended, or drawn down or received. The District realizes grant revenue in the Capital Projects Fund on the GAAP basis as it is expended and submitted for reimbursement.

ROCHELLE PARK SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Summary of Auditors' Results:

- The Independent Auditors' Report expresses a qualified opinion on the financial statements as the District's note disclosure on postemployment benefits other than pensions (OPEB) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board ("GASB") Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan ("SHBP") has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey, as of the date of this report. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.
- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with Government Auditing Standards*.
- No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- There were no material weaknesses or significant deficiencies in internal control over the major state program disclosed during the audit as reported in the *Independent Auditors' Report on Compliance For Each Major State Program; Report on Internal Control Over Compliance Required by NJOMB 15-08*.
- The auditor's report on compliance for the major state program for the District expresses an unmodified opinion on the major state program.
- The District was not subject to the single audit provisions of the Uniform Guidance for the fiscal year ended June 30, 2022 as federal grant expenditures were less than the single audit threshold of \$750,000 identified in the Uniform Guidance.
- The audit did not disclose any audit findings which are required to be reported in accordance with New Jersey's OMB Circular 15-08 or 2 CFR 200.516(a) of the Uniform Guidance.
- The District's program tested as a major state program for the current fiscal year consisted of the following state aid:

|   | State               |                     | Award         | Budgetary           |
|---|---------------------|---------------------|---------------|---------------------|
|   | <u>Grant Number</u> | <u>Grant Period</u> | <u>Amount</u> | <u>Expenditures</u> |
| Reimbursed TPAF Social Security Contributions | 22-495-034-5094-003 | 7/1/21-6/30/22      | \$355,787     | \$ 355,787          |

- The threshold used for distinguishing between Type A and Type B state programs was \$750,000.
- The District was determined to be a "low-risk" auditee for state programs.

ROCHELLE PARK SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
(Continued)

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

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

Findings and Questioned Costs for Federal Awards:

- Not applicable since federal expenditures were below the single audit threshold.

Findings and Questioned Costs for State Awards:

- The audit did not disclose any finding or questioned costs for state awards as defined in section 2 CFR 200.516(a) of the Uniform Guidance or NJOMB 15-08.

ROCHELLE PARK SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Status of Prior Year Findings:

There were no prior year audit findings.