

**SHORE REGIONAL HIGH
SCHOOL DISTRICT**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

FISCAL YEAR ENDED JUNE 30, 2022

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

of

**SHORE REGIONAL HIGH SCHOOL DISTRICT
WEST LONG BRANCH, NEW JERSEY**

For the Fiscal Year Ended June 30, 2022

Prepared by

***Shore Regional High School District Board of Education
Finance Department***

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**SHORE REGIONAL HIGH SCHOOL DISTRICT
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INTRODUCTORY SECTION



Shore Regional High School District

Monmouth Beach – Oceanport – Sea Bright – West Long Branch

Corey J. Lowell, SFO
School Business Administrator

132 Monmouth Park Highway
West Long Branch, New Jersey 07764-1396

March 15, 2023

Honorable President and
Members of the Board of Education
Shore Regional School District
County of Monmouth
West Long Branch, New Jersey

Dear Board Members:

The Annual Comprehensive Financial Report of the Shore Regional High School District (“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, rest with the management of the Shore Regional Board of Education (“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 financial position and results of operation of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District’s financial activities have been included.

The Annual Comprehensive Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District’s organizational chart, a roster of principal officials and a list of consultants and advisors. The financial section includes the general-purpose financial statements and schedules, as well as the auditor’s report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the U.S. Office of Management and Budget (“OMB”) Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, and the State Treasury OMB Circular Letter 04-04, Single Audit policy for Recipients of Federal Grants, State Grants and State Aid Payments. Information related to this single audit, including the auditor’s report on the internal structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES:

Shore Regional High School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14 as amended by GASB Statement No. 39. All funds and account groups of the District are included in this report. The Shore Regional Board of Education and all its schools constitute the District’s reporting entity.

The District provides a full range of educational services appropriate to grade levels nine through twelfth grade. These services include regular as well as special education disabled youngsters. The District completed the 2021-2022 fiscal year with an enrollment of 625 students, which is a decrease of 10 students.

The following details the changes in student enrollment over the past nine years:

Fiscal Year	Students on Roll
2013-2014	644
2014-2015	635
2015-2016	619
2016-2017	601
2017-2018	639
2018-2019	653
2019-2020	626
2020-2021	635
2021-2022	625

2. ECONOMIC CONDITION AND OUTLOOK:

As a result of the District's effort over the past several years, the financial status of the Shore Regional High School continues to remain stable and many accomplishments have occurred as a result. Funds continue to be set aside for capital projects and instructional improvements.

Proactive planning has allowed the district to continue staff development, review curriculum needs, and upgrade instructional materials, as well as provide technological improvements (i.e., wireless, SMARTboards, video-conference equipment). As a result, the District is better prepared to meet the challenge of preparing all students for the future.

Many districts were impacted financially by COVID-19. Shore Regional experienced a loss in revenue due to a jointure district suspending courtesy busing, which was offset by the transportation department's ability to service many special education routes in-house rather than use contractors. Additionally, there was an increase in the cost of substitute teachers. However, in 2021-2022, transportation revenue returned to pre-pandemic levels. The influx of ESSER II and ARP funds allowed the district to infuse more technology, add supplemental programs, and replace some HVAC equipment – which is an ongoing project.

3. MAJOR INITIATIVES:

First and foremost, we strive to plan for the future. In the summer months, the administrative team meets to ensure future needs are identified and met. Every initiative is discussed and goals are written in the ensuing months. Every topic; monetary, facilities, curricula, wellness, public relations, etc., is discussed and planned for during the school year.

Revisions and updates to our curriculum were accomplished this summer. Plans for programmatic growth and expansion were put in motion and will include the release of new programs during the 2023-2024 school year.

Other major initiatives included the Safe Return Plan, Technology Infrastructure, Student and Staff Wellness and Closing the Achievement Gap. Phase II and III of a multi-year roof renovation project was completed.

Campus upgrades for both indoor and outdoor facilities and spaces were completed as the beginning of a long term plan for district renovation and expansion.

Students and staff wellness initiatives are in place including internal and external resources. One significant move has been to train all teachers in mindfulness and instruct students in mindfulness techniques through our physical education curriculum.

Additional summer programs and institutes were held to close the achievement gap and remedial time has been built into the hybrid school schedule.

4. INTERNAL ACCOUNTING CONTROLS:

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

As a recipient of Federal and State financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. The internal control structure is subject to periodic evaluation by District management and the auditor.

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

5. BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, special revenue fund and debt service fund. Project-length budgets are approved for the capital improvements accounting for 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 purchase commitments on a line-item basis. Open encumbrances at year-end are either cancelled or are included as re-appropriation of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2022.

6. ACCOUNTING SYSTEMS AND REPORTS:

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

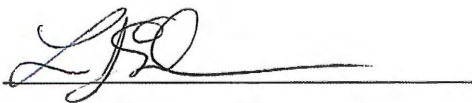
7. INDEPENDENT AUDIT:

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board selected the accounting firm of Cannone and Co. for this task. In addition to meeting the requirement set forth in state statutes, the audit was also designed to meet the requirements of the Single Audit Act of 1984, the related OMB Circular A-133 and State OMB Circular 04-04. The auditor's report on the general-Purpose financial statements and combining and individual fund statements and schedules included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

8. ACKNOWLEDGMENTS:

We would like to express our appreciation to the members of the Shore Regional Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the 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,

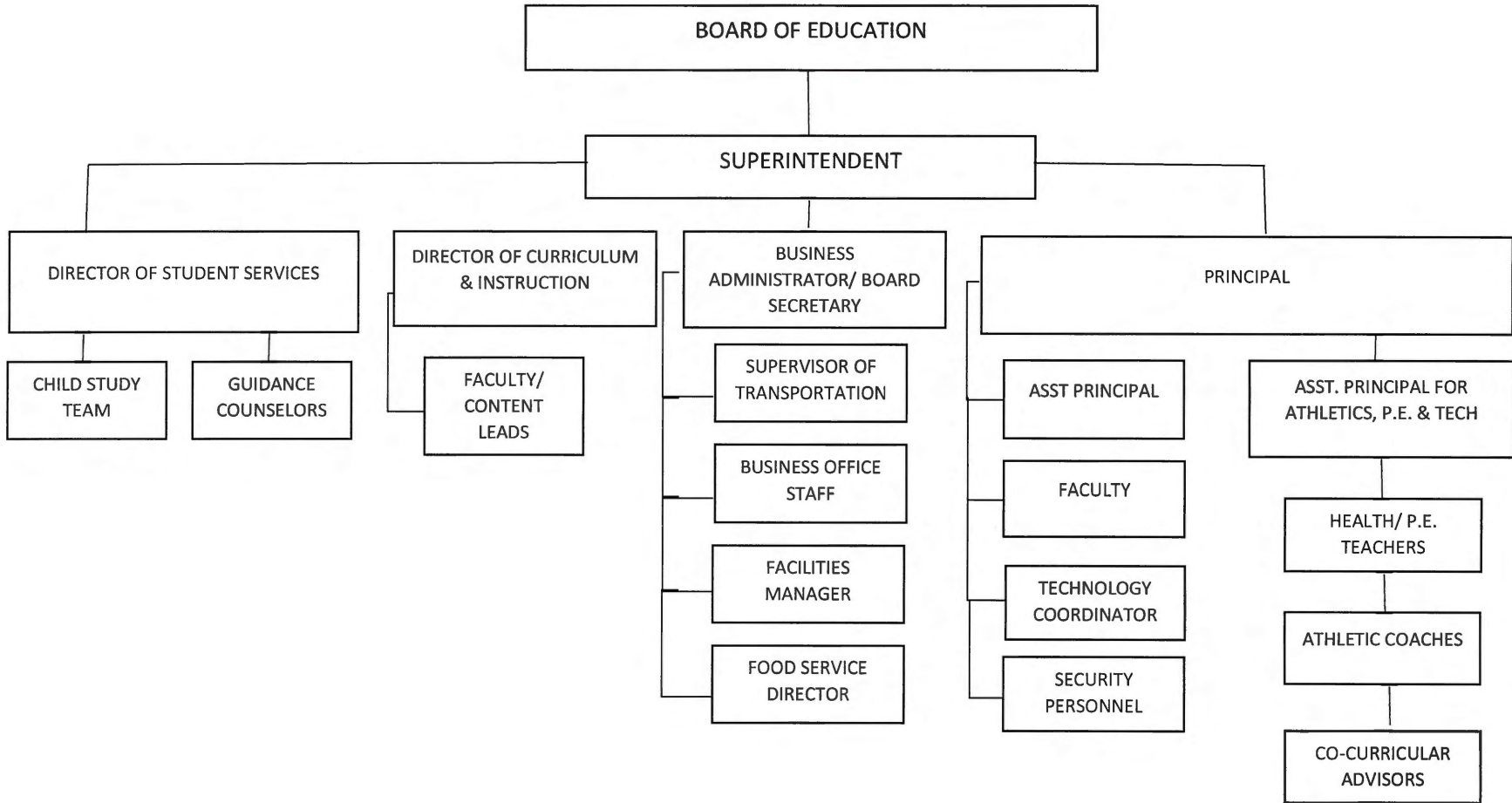


Dr. Lisa English
Superintendent



Corey J. Lowell, SFO
Business Administrator/Board Secretary

SHORE REGIONAL HIGH SCHOOL DISTRICT ORGANIZATIONAL CHART



Revised 1/6/2022

**SHORE REGIONAL BOARD OF EDUCATION
WEST LONG BRANCH, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2022**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Mr. Anthony Villane, President	2022
Dr. Paul Christopher, Vice President	2023
Dr. Diane K. Merla	2022
Thomas Welsh	2024
Elizabeth DeGiulio	2024
Christine Brenner	2023
Christine Haney	2024
Stephen Briskey	2023
Frank Pingitore	2022

Other Officials

Lisa English, Superintendent

Dr. Peter Righi, Interim Superintendent (Resigned on June 27, 2022)

Corey Lowell, School Business Administrator/Board Secretary

**SHORE REGIONAL BOARD OF EDUCATION
WEST LONG BRANCH, NEW JERSEY**

**CONSULTANTS AND ADVISORS
June 30, 2022**

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Investors Savings Bank
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MEMBER:
American Society of Certified Public Accountants
New Jersey Society of Certified Public Accountants

Independent Auditor's Report

The Honorable President and
Members of the Board of Education
Shore Regional High School District
County of Monmouth
West Long Branch, New Jersey

Report on the Financial Statements

Opinions

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

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey, 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 (the "Uniform Guidance"), the audit requirements of State of New Jersey OMB Circular 15-08 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," 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

and provisions 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 audit opinions.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles general accepted in the United States of America; this includes 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 Responsibility for the Audit of Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, the Uniform Guidance, the State of New Jersey OMB Circular 15-08 and *Government Auditing Standards* 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 judgement made by a reasonable user based on the financial statements,

In performing an audit in accordance with generally accepted auditing standards, the Uniform Guidance, the State of New Jersey OMB Circular 15-08 and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 judgement, 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.

Other Matters

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Budgetary Comparison Information on pages 11 through 15 and 69 through 82 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Shore Regional High School District Board of Education's basic financial statements. The accompanying introductory section, combining fund financial statements, financial schedules and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

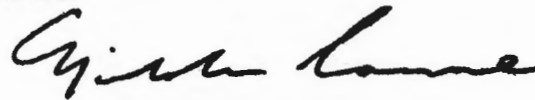
The accompanying introductory section, combining fund financial statements, financial schedules and statistical information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 introductory section, combining fund financial statements, financial schedules and statistical information are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section, financial schedules and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 15, 2023, on our consideration of Shore Regional High School District Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Shore Regional High School District Board of Education's internal control over financial reporting and compliance.



Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, PA
Certified Public Accountants
Springfield, New Jersey

March 15, 2023

***REQUIRED SUPPLEMENTARY INFORMATION
PART I***

MANAGEMENT'S DISCUSSION AND ANALYSIS

**SHORE REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

The discussion and analysis of Shore Regional High School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ending June 30, 2022. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; it should be read in conjunction with the Annual Comprehensive Financial Report's (ACFR) Letter of Transmittal, which is found in the Introductory Section, and the School District's financial statements found in the Financial Section and the notes thereto.

Financial Highlights

Key financial highlights for the 2021-2022 fiscal year are as follows:

- The local tax levy supports 86.5% of the operating budget. The tax levy increased 4% in the general fund – which represents a \$647,619 difference.
- Other major revenue sources include state aid, transportation fees, and tuition. State aid increased \$149,772 for the 2021-2022 school year – mainly in categorical special education aid. Transportation fees revenue increased \$323,783 – mainly due to one district with which Shore Regional has a jointure contract returning to pre-COVID levels of transportation.
- There was an increase of \$1,644,585 in operating expenditures, of which \$183,520 is due to an increase in the cost of employee benefits. There was also an increase of \$581,442 in transportation expenses – most notably in salaries of \$141,888. During 2020-2021, COVID protocols were still in place so there were fewer athletic competitions and field trips. Also, one district with which Shore Regional has a jointure had suspended courtesy busing during 2020-2021 and reinstated it during the year under audit. There was an increase of \$143,080 in capital outlay due to one-time grants from the state for water infrastructure projects and minor school security upgrades. There was an increase of \$283,641 in teachers' salaries due to contractual increases.

Using this Annual Comprehensive Financial Report (ACFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Shore Regional High School District as a financial whole – an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

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

The School Board's auditor has provided assurance in his Independent Auditor's Report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. A user of this report should read the Independent Auditor's Report carefully to ascertain the level of assurance being provided for each of the other parts of the Financial Section.

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, “How did we do financially during the 2021-2022 fiscal year?” The Statement of Net Assets and the Statement of Activities helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year’s revenues and expenses regardless of when cash is received or paid.

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

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

- **Governmental activities** – All of the School District’s programs and services are reported here including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- **Business-Type Activities** – This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service Enterprise Fund is reported as a business activity.

Fund Financial Statements

The analysis of the School District’s major (all) funds begins with exhibit B-1. Fund financial reports provide detailed information about the School District’s major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District’s most significant funds. The School District’s major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

Governmental Funds

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

Enterprise Fund

The Enterprise Fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same. In addition, the accountability focus is on operational accountability. The measurement focus is on economic resources, which directs itself on a more long-term vision than in governmental funds.

The School District as a Whole

Table 1 provides a summary of the School District's net assets for the fiscal year 2021 with comparative data for 2022.

Table 1
Net Position

	<u>2021</u>	<u>2022</u>
Assets		
Current and Other Assets	\$ 3,759,131	\$5,739,631
Capital Assets, Net	11,504,830	11,195,486
Deferred outflow of resources related to pension	<u>230,040</u>	<u>198,569</u>
Total Assets	<u>\$15,494,001</u>	<u>\$17,133,686</u>
Liabilities		
Long-Term Liabilities	\$7,941,672	\$4,662,683
Deferred inflow of resources related to pensions	1,136,266	1,523,070
Other Liabilities	<u>2,363,380</u>	<u>\$4,657,790</u>
Total Liabilities	<u>11,441,318</u>	<u>10,843,543</u>
Net Position		
Invested in Capital Assets, Net of Debt	\$3,809,193	\$4,221,761
Restricted	2,332,872	3,342,874
Unrestricted	<u>(2,089,382)</u>	<u>(1,274,492)</u>
Total Net Position	<u>\$4,052,683</u>	<u>\$6,290,143</u>

Table 2 shows the changes in net assets for fiscal year 2021 with selected comparative data for 2022.

Table 2
Changes in Net Assets

	<u>2021</u>	<u>2022</u>
Revenues		
Program Revenues		
Charges for Services	\$1,058,991	\$1,516,337
Operating Grants and Contributions	3,311,356	4,477,439
General Revenues		
Property Taxes	16,799,661	17,448,897
Grants and Entitlements	1,235,046	1,459,985
Other Revenue	<u>601,388</u>	<u>597,547</u>
Total Revenues	<u>\$23,006,442</u>	<u>\$25,500,205</u>
Program Expenses		
Instruction	6,322,115	6,450,899
Support Services	13,331,939	15,285,717
Interest on Long Term Debt	285,175	259,582
Food Services	123,876	291,956
Unallocated Depreciation & Amortization	<u>808,212</u>	<u>974,591</u>
Total Expenses	<u>20,871,317</u>	<u>23,262,745</u>
Increase/ (Decrease) in Net Position	<u>\$2,075,125</u>	<u>\$2,237,460</u>

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services.

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General administration, school administration and business include expenses associated with administrative and financial supervision of the district.

Operation and maintenance of facilities activities involve keeping the school grounds, buildings and equipment in an effective working condition.

Curriculum and staff development includes expenses related to planning, research, development and evaluation of support services, as well as the reporting of this information internally and to the public.

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by state law.

Extracurricular activities includes expenses related to student activities provided by the school district which are designed to provide opportunities for students to participate in school events, public events, or a combination of these for the purposes of motivation, enjoyment and skill improvement.

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

Unallocated depreciation is associated with current year depreciation expenditures for capital assets.

Food Service includes costs for food service operations.

School District's Funds

The School District uses funds to control and manage money for particular purposes. The Fund's basic financial statement allows the School District to demonstrate its stewardship over and accountability for resources received from the Shore Regional taxpayers and other entities, including the State of New Jersey and the Federal Government. These statements also allow the reader to obtain more insight into the financial workings of the School District, and assess further the School District's overall financial health.

The School District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. This past year, the district implemented a zero-based budgeting approach whereby every expenditure is supported by rationale.

Over the course of the year, the School District revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures.

A schedule showing the School District's original and final budget compared with actual operating results is provided in the section of the ACFR, entitled Budgetary Comparison Schedules.

Capital Assets

At June 30, 2022, the School District had approximately \$11,193,709 invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, instructional equipment and other equipment. This amount is net of accumulated depreciation to date.

	<u>Governmental Activities</u>
Capital Assets at June 30, 2022	
Land	\$ 389,537
Site Improvements	1,295,821
Buildings	8,878,067
Machinery and Equipment	<u>630,284</u>
Total	<u>\$11,193,709</u>

Debt Administration

At year-end, the District had \$7,233,700 as outstanding debt, which represents \$259,975 for compensated absences, \$532,625 for capital leases, and \$6,435,000 in bonds for school construction – of which \$685,000 is due within one year.

Economic Factors and Next Year’s Budget

The Shore Regional High School District is in good financial condition presently. Future finances are not without challenges as the District has many capital improvement needs that will be unfulfilled by the operating budget.

For the 2021-2022 school year, the School District was able to sustain its general fund budget through the local tax levy, transportation jointures, tuition from nearby districts, shared services, and state aid. Although the District participates in cooperative purchasing for electricity, consumption is dependent on variable weather conditions. Other rising utility costs include communications, natural gas, sewage and water. The budget includes funds for repair and maintenance of the District’s equipment. Special education programs and related services, including transportation, cannot be predicted with absolute certainty; however, the District maintains its commitment to meet the needs of these students.

The Shore Regional High School District has consistently committed itself to sound, conservative fiscal management, providing the most efficient and effective education possible for the students of Allenhurst, Deal, Interlaken, Loch Arbour, Monmouth Beach, Oceanport, Sea Bright, and West Long Branch. The Shore Regional High School District is committed to annually review and evaluate best practices.

Contacting the School District’s Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District’s finances and to show the School District’s accountability for the money it receives. If you have questions about this report or need additional information, please contact Corey Lowell, School Business Administrator/Board Secretary at Shore Regional High School Board of Education, 132 Monmouth Park Highway, West Long Branch, NJ 07764.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

The statement of net assets and the statement of activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

Shore Regional High School District
Statement of Net Position
June 30, 2022

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 3,680,432	\$ 49,106	\$ 3,729,538
Investments			-
Receivables-state	949,234	364	949,598
Receivables-intergovernmental	74,739	26,237	100,976
Receivables, net			-
Interfund receivable			-
Inventory			-
Restricted assets:			-
Cash and cash equivalents			-
Capital reserve account - cash	458,045		458,045
Capital assets, net (Note 4)	11,193,709	1,777	11,195,486
Right to use assets, net (Note 5)	501,474		501,474
Deferred outflows of resources related to pensions	198,569		198,569
Total Assets	<u>17,056,202</u>	<u>77,484</u>	<u>17,133,686</u>
LIABILITIES			
Other current liabilities	69,796		69,796
Accounts payable	237,634	20,964	258,598
Accrued Interest Expense	107,250		107,250
Interfund payable			-
Payable to federal government	57,165		57,165
Payable to state government	6,464		6,464
Payable to local government			-
Deferred inflows of resources related to pensions	1,180,087		1,180,087
Pension liability for PERS - non current	1,523,070		1,523,070
Deferred revenue	402,537	4,876	407,413
Noncurrent liabilities (Note 5):			-
Due within one year	829,989		829,989
Due beyond one year	6,403,711		6,403,711
Total liabilities	<u>10,817,703</u>	<u>25,840</u>	<u>10,843,543</u>
NET ASSETS			
Invested in capital assets, net of related debt	4,219,984	1,777	4,221,761
Restricted for:			-
Unemployment Compensation	26,451		26,451
Workers' Compensation			-
Debt service	1		1
Scholarships	32,101		32,101
Student Activities/Athletics	256,380		256,380
Capital projects	1,658,045		1,658,045
Other purposes	1,369,896		1,369,896
Unrestricted (Deficit)	(1,324,359)	49,867	(1,274,492)
Total net assets	<u>\$ 6,238,499</u>	<u>\$ 51,644</u>	<u>\$ 6,290,143</u>

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

Shore Regional High School District
Statement of Activities
For the Year Ended June 30, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Instruction:							
Regular	\$ 4,790,894	\$ 526,683			\$ (4,264,211)		\$ (4,264,211)
Special education	438,371		88,900		(349,471)		(349,471)
Other special instruction							-
Vocational							-
Other instruction	1,221,634				(1,221,634)		(1,221,634)
Nonpublic school programs							-
Adult/continuing education programs							-
Support services:							
Tuition	2,078,881				(2,078,881)		(2,078,881)
Student & instruction related services	2,385,214	227,206	560,743		(1,597,265)		(1,597,265)
School administrative services	346,272				(346,272)		(346,272)
General and business administrative serv	392,586				(392,586)		(392,586)
Central services	276,630				(276,630)		(276,630)
Administrative information technology	182,115				(182,115)		(182,115)
Plant operations and maintenance	2,305,203			47,948	(2,257,255)		(2,257,255)
Pupil transportation	1,759,364	670,871			(1,088,493)		(1,088,493)
Compensated absences	13,940				(13,940)		(13,940)
Personal Services - Employee Benefits							-
Unallocated benefits	5,894,591		3,181,510		(2,713,081)		(2,713,081)
Pension plan expense	(369,079)				369,079		369,079
Unallocated depreciation	803,828				(803,828)		(803,828)
Unallocated amortization	170,763				(170,763)		(170,763)
Interest on long-term debt	259,582		314,670		55,088		55,088
Transfer to food service	20,000				(20,000)		(20,000)
Total governmental activities	<u>22,970,789</u>	<u>1,424,760</u>	<u>4,145,823</u>	<u>47,948</u>	<u>(17,352,258)</u>	<u>-</u>	<u>(17,352,258)</u>
Business-type activities:							
Food Service	291,956	91,577	331,616			131,237	131,237
Before/After Care						-	-
Total business-type activities	<u>291,956</u>	<u>91,577</u>	<u>331,616</u>	<u>-</u>	<u>-</u>	<u>131,237</u>	<u>131,237</u>
Total primary government	<u>\$ 23,262,745</u>	<u>\$ 1,516,337</u>	<u>\$ 4,477,439</u>	<u>\$ 47,948</u>	<u>\$ (17,352,258)</u>	<u>\$ 131,237</u>	<u>\$ (17,221,021)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purposes, net					\$ 16,838,067		\$ 16,838,067
Taxes levied for debt service					610,830		\$ 610,830
Federal aid not restricted							
State aid not restricted					1,166,237		\$ 1,166,237
Miscellaneous revenues					245,800		\$ 245,800
Adjustments:							
Receivables/refunds							
Recording of right to use assets					672,237	-	\$ 672,237
Interest and Investment Earnings - Unrestricted					7,392	71	\$ 7,463
Interest and Investment Earnings - Restricted					1,024		\$ 1,024
Fixed assets					(216,688)		\$ (216,688)
Capital Leases					133,511		\$ 133,511
Total general revenues, special items, extraordinary items and transfers					<u>19,458,410</u>	<u>71</u>	<u>19,458,481</u>
Change in Net Assets					<u>2,106,152</u>	<u>131,308</u>	<u>2,237,460</u>
Net Assets—beginning					<u>4,132,347</u>	<u>(79,664)</u>	<u>4,052,683</u>
Net Assets—ending					<u>\$ 6,238,499</u>	<u>\$ 51,644</u>	<u>\$ 6,290,143</u>

FUND FINANCIAL STATEMENTS

The Individual Fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

GOVERNMENTAL FUNDS

Shore Regional High School District
Balance Sheet
Governmental Funds
June 30, 2022

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents	3,507,277	173,154	0	1	3,680,432
Investments					0
Receivables, net					0
Due from other funds					0
Receivables - State	452,955	496,279			949,234
Accounts Receivable - Intergovernmental	71,507	3,232			74,739
Interest receivable on investments					0
Miscellaneous receivable					0
Restricted cash and cash equivalents	458,045				458,045
	<u>4,489,783</u>	<u>672,665</u>	<u>0</u>	<u>1</u>	<u>5,162,449</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	237,633				237,633
Scholarships Payable					0
Payroll Deductions and Withholdings Payable	69,796				69,796
Unemployment Compensation Claims Payable					0
Other Current Liabilities					0
Interfund payable					0
Payable to federal government		57,165			57,165
Payable to state government	3,232	3,232			6,464
Payable to local government					0
Deferred revenue	78,750	323,787			402,537
Total liabilities	<u>389,411</u>	<u>384,184</u>	<u>0</u>	<u>0</u>	<u>773,595</u>
Fund Balances:					
Restricted Fund Balance:					
Reserved Excess Surplus - Designated for					
Subsequent Year's Expenditures	344,691				344,691
Reserve for Excess Surplus	1,025,205				1,025,205
Unemployment Compensation	26,451				26,451
Reserve for Capital Reserve	1,658,045				1,658,045
Scholarships		32,101			32,101
Student Activities		209,707			209,707
Athletics		46,673			46,673
Committed Fund Balance:					0
Reserve for Impact Aid					0
Reserve for Encumbrances	240,595				240,595
Assigned Fund Balance:					0
Designated for Subsequent Year's Expenditures	0				0
Unrestricted Fund Balance	805,385			1	805,386
Total Fund balances	<u>4,100,372</u>	<u>288,481</u>	<u>0</u>	<u>1</u>	<u>4,388,854</u>
Total liabilities and fund balances	<u>4,489,783</u>	<u>672,665</u>	<u>0</u>	<u>1</u>	

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

The net pension liability for PERS is not due and payable in the current period and is not reported in the governmental funds (1,523,070)

Deferred outflows and inflows or resources related to pensions are applicable to future periods and therefore are not reported in the funds:
Deferred outflows of resources related to pensions 198,569
Deferred inflows of resources related to pensions (1,180,087)

Interest expense in the governmental funds is reported when due. In the statement of activities, interest on long-term debt is accrued. (107,250)

Right to use assets in governmental activities are not reported in the funds. The cost of these assets is \$672,237 and the accumulated amortization is \$170,763. (See Note 4). 501,474

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$27,537,697 and the accumulated depreciation is \$16,343,988 (see Note 3). 11,193,709

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 4). (7,233,700)

Net assets of governmental activities \$ 6,238,499

Shore Regional High School District
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2022

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources:					
Local tax levy	\$ 16,838,067			\$ 610,830	\$ 17,448,897
Transportation Fees	670,871				670,871
Rental Facilities					-
Other Restricted Miscellaneous Revenues					0
Interest on Investments	8,416 *				8,416
Tuition charges	526,683				526,683
Miscellaneous	245,800	223,554 **			469,354
Total - Local Sources	18,289,837	223,554	-	610,830	19,124,221
State sources	4,347,746	51,521		314,670	4,713,937
Federal sources	-	649,722			649,722
Total revenues	22,637,583	924,797	-	925,500	24,487,880
EXPENDITURES					
Current:					
Regular instruction	4,790,894				4,790,894
Special education instruction	408,307	30,064			438,371
Other special instruction					-
Vocational education					-
Other instruction	1,221,634				1,221,634
Nonpublic school programs					-
Adult/continuing education programs					-
Support services and undistributed costs:					
Tuition	2,078,881				2,078,881
Student & instruction related services	1,582,264	802,949 ***			2,385,213
School administrative services	346,272				346,272
General administrative services	392,586				392,586
Central services	276,630				276,630
Administrative information technology	182,115				182,115
Plant operations and maintenance	2,305,203				2,305,203
Pupil transportation	1,759,364				1,759,364
Personal services employee benefits	5,894,591				5,894,591
Undistributed expenditures - Food Services	20,000				20,000
Unallocated benefits	-				-
Special schools					-
ARRA - Equalization Stabilization Fund (ESF)					-
ARRA - Government Services Fund (GSF)					-
Transfer to charter school					-
Debt service:					
Principal				655,000	655,000
Interest and other charges				270,499	270,499
Capital outlay	664,067	47,948			712,015
Total expenditures	21,922,808	880,961	-	925,499	23,729,268
Excess (Deficiency) of revenues over expenditures	714,775	43,836	-	1	758,612
OTHER FINANCING SOURCES (USES)					
Capital leases (non-budgeted)	66,599				66,599
Transfers					-
Transfers to Cover Expenditures - Cafeteria					-
Total other financing sources and uses	66,599	-	-	-	66,599
Net change in fund balances	781,374	43,836	-	1	825,211
Fund balance—July 1	3,318,998	244,645			3,563,643
Fund balance—June 30	\$ 4,100,372	\$ 288,481	\$ -	\$ 1	\$ 4,388,854

The accompanying notes to financial statements are an integral part of this statement.

* Include interest earnings on the unemployment compensation bank account

** Special revenue fund now includes revenues from scholarships and student activities

*** Special revenue fund now includes expenditures from scholarships and student activities

**Shore Regional High School District
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2022**

Total net change in fund balances - governmental funds (from B-2) \$ 825,211

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 capital outlays exceeded depreciation in the period.

Depreciation expense	(803,828)	
Fixed assets adjustment	(216,688)	
Capital outlays	<u>712,015</u>	(308,501)

Right to use assets are reported in the governmental funds as expenditures. However, in the statement of activities, the cost of those assets are allocated over their term as amortization expense.

Recording of Right to Use Assets	672,237	
Amortization expense	<u>(170,763)</u>	501,474

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 655,000

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.

Proceeds of long-term debt		
Adjustment to capital leases		
Capital lease proceeds	<u>(66,599)</u>	(66,599)

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:

Decrease in pension liability	444,371	
Decrease in deferred outflows	(31,471)	
Increase in deferred inflows	<u>(43,821)</u>	369,079

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

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

Prior year accrued interest on long term debt which was paid in the current year	118,167	
Current year accrued interest on long term debt which was not paid in the current year	(107,250)	
Increase in compensated absences payable	(13,940)	
Capital lease payments	<u>133,511</u>	130,488

Revenues in the statement of activities which do not provide current financial resources are not reported as revenues in the funds. (+)

Change in net assets of governmental activities \$ 2,106,152

PROPRIETARY FUNDS

Shore Regional High School District
Statement of Net Position
Proprietary Funds
June 30, 2022

	Business-type Activities - Enterprise Funds	
	Food Service	Totals
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 49,106	\$ 49,106
Investments		-
Accounts receivable	26,601	26,601
Other receivables		-
Inventories:		
Commodities		-
Regular		-
Total current assets	75,707	75,707
Noncurrent assets:		
Furniture, machinery & equipment	181,903	181,903
Less accumulated depreciation	(180,126)	(180,126)
Total noncurrent assets	1,777	1,777
Total assets	77,484	77,484
LIABILITIES		
Current liabilities:		
Accounts payable	20,964	20,964
Interfund payable		-
Unearned Income	4,876	4,876
Compensated absences		-
Total current liabilities	25,840	25,840
Noncurrent Liabilities:		
Compensated absences		-
Total noncurrent liabilities	-	-
Total liabilities	25,840	25,840
NET ASSETS		
Invested in capital assets net of related debt	1,777	1,777
Restricted for:		
Capital projects		-
Unrestricted	49,867	49,867
Total net assets	\$ 51,644	\$ 51,644

Exhibit B-5

Shore Regional High School District
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2022

	Business-type Activities - Enterprise Fund	
	Food Service	Total Enterprise
Operating revenues:		
Charges for services:		
Daily sales	\$ 91,577	\$ 91,577
Special functions		-
Community service activities		-
Transportation fees from other LEA's within the state		-
Deductions from employees' salaries		-
Total operating revenues	<u>91,577</u>	<u>91,577</u>
Operating expenses:		
Cost of sales	134,051	134,051
Salaries	103,629	103,629
Employee benefits		-
Purchased property service		-
Other purchased professional services		-
Cleaning, repair and maintenance services	3,204	3,204
Management Fees	20,000	20,000
Rentals		-
Insurance	6,814	6,814
Uniforms		-
General supplies	13,712	13,712
Miscellaneous expense	9,703	9,703
Depreciation	843	843
Total Operating Expenses	<u>291,956</u>	<u>291,956</u>
Operating income (loss)	<u>(200,379)</u>	<u>(200,379)</u>
Nonoperating revenues (expenses):		
State sources:		
State school lunch program	4,416	4,416
Federal sources:		
National school lunch and breakfast program	307,200	307,200
Food Distribution Program		-
Interest and investment revenue	71	71
Subsidy Operating - General Fund	20,000	20,000
Total nonoperating revenues (expenses)	<u>331,687</u>	<u>331,687</u>
Income (loss) before contributions & transfers	<u>131,308</u>	<u>131,308</u>
Capital contributions		-
Change in net assets	131,308	131,308
Total net assets—beginning	(79,664)	(79,664)
		-
Total net assets—ending	<u>\$ 51,644</u>	<u>\$ 51,644</u>

Exhibit B-6

**Shore Regional High School District
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2022**

	Business-type Activities - Enterprise Funds	
	Food Service	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ (203,504)	\$ (203,504)
Payments to employees		-
Payments for employee benefits		-
Payments to suppliers		-
Net cash provided by (used for) operating activities	<u>(203,504)</u>	<u>(203,504)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State Sources	4,416	4,416
Federal Sources	307,200	307,200
Operating subsidies and transfers from other funds	(60,092)	(60,092)
Net cash provided by (used for) non-capital financing activities	<u>251,524</u>	<u>251,524</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Change in capital contributions		-
Purchases of capital assets		-
Gain/Loss on sale of fixed assets (proceeds)		-
Net cash provided by (used for) capital and related financing activities	<u>-</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and dividends	71	71
Proceeds from sale/maturities of investments		-
Net cash provided by (used for) investing activities	<u>71</u>	<u>71</u>
Net increase (decrease) in cash and cash equivalents	48,091	48,091
Balances—beginning of year	1,015	1,015
Balances—end of year	<u>49,106</u>	<u>49,106</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	(200,379)	(200,379)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities		-
Depreciation and net amortization	843	843
(Increase) decrease in accounts receivable, net	(26,601)	(26,601)
(Increase) decrease in inventories	-	-
(Increase) decrease in other current assets		-
Increase (decrease) in accounts payable	20,964	20,964
Increase (decrease) in unearned income	1,669	1,669
Total adjustments	<u>(3,125)</u>	<u>(3,125)</u>
Net cash provided by (used for) operating activities	<u>\$ (203,504)</u>	<u>\$ (203,504)</u>

FIDUCIARY FUNDS

**Shore Regional High School District
Statement of Fiduciary Net Position
Fiduciary Funds
6/30/2022**

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Student Activity Fund	Agency Fund
ASSETS				
Cash and cash equivalents	\$ 26,451	\$ 32,101	\$ 46,673	\$ 69,796
Investments, at fair value:				
U.S. government obligations				
NJ municipal bonds				
Total investments	-	-	-	-
Total assets	26,451	32,101	46,673	\$ 69,796
LIABILITIES				
Accounts payable				
Payable to student groups			46,673	
Payroll deductions and withholdings				67,756
Payable to teachers				2,040
Total liabilities	-	-	\$ 46,673	\$ 69,796
NET ASSETS				
Held in trust for unemployment claims and other purposes	\$ 26,451			
Reserved for scholarships		\$ 32,101		
Reserved for other trusts				

Exhibit B-8

**Shore Regional High School District
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2022**

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Fund</u>
ADDITIONS		
Contributions:		
Plan member		\$ 6,055
Other		
Total Contributions	-	6,055
Investment earnings:		
Net increase (decrease) in fair value of investments		
Interest	40	43
Dividends		
Less investment expense		
Net investment earnings	40	43
Total additions	40	6,098
DEDUCTIONS		
Quarterly contribution reports		
Unemployment claims		
Scholarships awarded		2,000
Refunds of contributions		
Transfer of Interest	40	
Total deductions	40	2,000
Change in net assets	0	4,098
Net assets—beginning of the year	26,451	28,003
Net assets—end of the year	\$ 26,451	\$ 32,101

NOTES TO THE FINANCIAL STATEMENTS

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Shore Regional High School Board of Education 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 accompanying financial statements present the financial position of the District and the various funds and fund types, the result of operations of the District and the various fund and fund types, and the cash flows of the proprietary funds. The financial statements are presented as of June 30, 2022.

Reporting Entity:

The Shore Regional High School District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the District functions independently through a Board of Education (Board). 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.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District which includes a senior high school located in the Shore Regional High School District. 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, Basis of Accounting:

The School District's basic financial statements consist of District-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Basis of Presentation, Basis of Accounting (Continued):

District-wide Statements: The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of net assets presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and 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. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the School 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, including its fiduciary funds. Separate statements for each fund category – *governmental*, *proprietary*, and *fiduciary* – 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.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

Governmental Fund Types

General Fund: The general fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund.

Special Revenue Fund: The District accounts for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

Capital Projects Fund: The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

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

Proprietary Fund Type

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

Fiduciary Fund Types

Trust and Agency Funds: The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Nonexpendable Trust Fund: A nonexpendable trust fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal.

Agency Funds (Payroll and Student Activities Fund): Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

Expendable Trust Funds: Expendable trust funds are used to account for the assets that the District holds whose principal and income may be expended in the course of their designated operations so that they are depleted by the end of their designated life.

C. Basis of Accounting:

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. 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. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

It is the District's policy, that when an expenditure is incurred 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 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 budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. 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 must be approved by School Board resolution. Budget amendments were made during the year ended June 30, 2022.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control (Continued):

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

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets/Budgetary Control (Continued):

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/inflows of resources		
Actual amounts (budgetary) "revenues"	\$ 22,648,200	\$ 1,218,157
Adjust for State Aid Payment:		
Add: Prior Year Payment	60,759	
Less: Current Year Payment	(71,377)	
Adjust for Encumbrances:		
Add: Prior Year Encumbrances		30,426
Less: Current Year Encumbrances		(323,786)
Total Revenues (GAAP Basis)	<u>\$ 22,637,582</u>	<u>\$ 924,797</u>
Uses/outflows of resources		
Actual amounts (budgetary) "total outflows"	\$ 21,922,809	1,174,321
Adjustments:		
Add: Prior Year Encumbrances		30,426
Less: Current Year Encumbrances		(323,786)
Total Expenditures (GAAP Basis)	<u>\$ 21,922,809</u>	<u>\$ 880,961</u>

E. 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 reservations of 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.

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.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Short-term Interfund Receivables/Payables:

Short-term interfund receivables/payables represents 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.

G. Inventories and Prepaid Expenses:

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

H. Fixed Assets:

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office & computer equipment	5-10
Instructional equipment	10
Grounds equipment	15

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Fixed Assets (continued):

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

I. Accrued Salaries and Wages:

Certain District employees, who provide services to the District over the ten month academic year, have the option to have their salaries evenly disbursed during the entire twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account.

J. Compensated Absences:

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

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Compensated Absences (Continued):

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. Salary-related payments for the employer's share of social security and medicare taxes, as well as pension contributions, are included.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

K. Deferred Revenue:

Deferred revenue in the special revenue fund represents cash which has been received but not yet earned.

L. Accrued Liabilities and Long-Term Obligations:

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Net Assets:

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

N. Fund Balance Reserves:

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

O. Memorandum Only - Total Columns:

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

P. Subsequent Events:

Shore Regional High School District Board of Education has evaluated subsequent events occurring after June 30, 2022 through the date of February 15, 2022, which is the date the financial statements were available to be issued.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

Investments are stated at cost, which approximates market. 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 Statement No. 40, *Governmental Accounting Standards Board Deposit and Investment Risk Disclosures*, 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 government's deposits may not be returned.

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 below and on the following page.

A. Deposits:

New Jersey statutes require that school districts deposit public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation (FDIC), the Savings Association Insurance Fund, or by any other agency of the United States that insure deposits. 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; or

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%.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

A. Deposits (Continued):

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

The State of New Jersey Cash Management Fund is authorized by statute and regulations of the State Investment Council to invest in fixed income and debt securities which mature or are to be redeemed within one year, except that up to 25% of the Fund may be invested in eligible securities which mature within two years; provided, however, that the average maturity of all investments in the Fund shall not exceed one year. Collateralization of Fund investments is generally not required. "Other Than State" participants contribute one tenth of one percent per year of the value of the aggregate units owned by them to establish a Reserve Fund, which is supplemented by the proportional interest of "Other Than State" participants in gains on investment transactions realized.

The Reserve Fund is available to cover losses of "Other Than State" participants occasioned by the bankruptcy of an issuer of an investment held by the Fund and losses on sales of securities

B. Investments:

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

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury bills, notes and bonds.
- Government money market mutual funds.
- Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.
- Bonds or other obligations of the school district or local unit of which the school district is a part.
- Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments, New Jersey State Department of Treasury.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

- Local government investment pools.
- New Jersey State Cash Management Fund.
- Repurchase agreements of fully collateralized securities, subject to special conditions.

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

	<u>Cash and Cash Equivalents</u>
Checking, Savings and Money Management	\$4,187,582
NJ Cash Management Account	\$ -

	<u>\$4,187,582</u>
	=====

All of the balances were covered by the either federal depository insurance or by a collateral pool maintained by the banks as required by New Jersey statutes.

Risk Category

All bank deposits, as of the balance sheet date, are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Program Act. In general, bank deposits are classified as to credit risk by three categories described below:

Category 1 – Insured or collateralized with securities held by the Board or by its agent in the Board’s name.

Category 2 – Collateralized with securities held by the pledging public depository’s trust department or agent in the Board’s name.

Category 3 – Uncollateralized including any deposits that are collateralized with securities held by the pledging public depository, or by its trust department or agent, but not in the Board’s name.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued):

As of June 30, 2022, the Board has funds invested and on deposit in checking accounts, Money Market/Statement Savings, New Jersey Cash Management Account. These funds constitute “deposits with financial institutions” as defined by GASB Statement No. 3 and are summarized as follows:

<u>Risk Category</u>	<u>Amount</u>
1	\$4,187,582
2	None
3	<u>None</u>
	\$4,187,582
	=====

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 3. CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements/ Adjustments</u>	<u>Ending Balance</u>
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	389,537	-		389,537
Construction in progress	-			-
Total capital assets not being depreciated	<u>389,537</u>	<u>-</u>	<u>-</u>	<u>389,537</u>
<i>Capital assets being depreciated:</i>				
Site improvements	3,762,358			3,762,358
Building and building improvements	18,877,449	401,074		19,278,523
Machinery and equipment	4,004,648	102,631		4,107,279
Totals at historical cost	<u>26,644,455</u>	<u>503,705</u>	<u>-</u>	<u>27,148,160</u>
Less accumulated depreciation for :				
Site improvements	(2,352,606)	(113,931)		(2,466,537)
Building and improvements	(9,882,353)	(518,103)		(10,400,456)
Equipment	(3,296,823)	(171,794)	(8,378)	(3,476,995)
Total	<u>(15,531,782)</u>	<u>(803,828)</u>		<u>(16,343,988)</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>11,112,673</u>	<u>(300,123)</u>	<u>-</u>	<u>10,804,172</u>
Governmental activity capital assets, net	<u>\$ 11,502,210</u>	<u>\$ (300,123)</u>	<u>\$ -</u>	<u>\$ 11,193,709</u>
Business-type activities:				
<i>Capital assets being depreciated:</i>				
Equipment	\$ 181,903	\$ -		\$ 181,903
Less accumulated depreciation	<u>(179,283)</u>	<u>(843)</u>		<u>\$ (180,126)</u>
Enterprise fund capital assets, net	<u>\$ 2,620</u>	<u>\$ (843)</u>	<u>\$ -</u>	<u>\$ 1,777</u>

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 3. CAPITAL ASSETS (Continued)

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than \$500 but not greater than \$2,000 that were fully depreciated or had exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Instruction

Student and Instruction - Related Services

School Administrative Related Services

General and Business Administrative Services

Central Services

Administrative Information Technology

Plant Operations and Maintenance

Pupil Transportation

Business and Other Support Services

Unallocated

Total

803,828

\$ 803,828

NOTE 4. GENERAL LONG-TERM DEBT

	Balance 7/1/2021	Issued	Retired	Balance 6/30/2022	Amounts Due Within One Year
Compensated Absences Payable	\$ 246,035	\$ 13,940		\$ 259,975	\$ -
Serial Bonds	7,090,000		655,000	\$ 6,435,000	685,000
Capital Leases Payable	605,637	66,599	139,611	\$ 532,625	145,988
	<u>\$ 7,941,672</u>	<u>\$ 80,539</u>	<u>\$ 794,611</u>	<u>\$ 7,227,600</u>	<u>\$ 830,988</u>

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds.

The principal and interest due on serial bonds outstanding at June 30, 2022 is as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	685,000	243,700	928,700
2024	715,000	215,700	930,700
2025	750,000	186,400	936,400
2026	785,000	155,700	940,700
2027	820,000	123,600	943,600
2028	855,000	90,100	945,100
2029	890,000	55,200	945,200
2030	935,000	18,700	953,700
Total	<u>6,435,000</u>	<u>1,089,100</u>	<u>7,524,100</u>

Refunding School Boards:

The District adopted a resolution for the purpose of issuing Refunding School Bonds to refund a portion of outstanding bonds dated October 7, 2009 issued in the original principal amount of \$13,999,000.

INTRODUCTION

In August 2017, the Monmouth County Improvement Authority (Authority) issued \$40,020,000 of Government Pooled Loan Refunding Revenue Bonds, Series 2016B.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

The Series 2016B Bonds are being issued to acquire ten separate series of Authority Local Unit Bonds, the proceeds of which will provide funds to make a loan to each of the Borrowers (each, a "Borrower Loan"). The Borrowers will apply the proceeds of the Borrower Loans to (i) refinance the Refunded Bonds; and (ii) pay certain of the costs of Issuance of the Series 2016B Bonds, the Authority Local Unit Bonds and the Borrower Bonds. The Borrower Loans will be made pursuant to separate bond purchase agreements entered into by and between the Authority and each of the Borrowers (the "Borrower Purchase Agreements").

Pursuant to the Borrower Purchase Agreements, and in accordance with applicable law, each Municipal Borrower and each School District Borrower will issue and sell its respective general obligation bond (each, a "Municipal Borrower Bond" or "School District Borrower Bond", as applicable), and the Local Authority Borrower will issue and sell its revenue bond (the "Local Authority Borrower Bonds") to the Authority in the principal amounts shown below (collectively, the "Borrower Bonds"). The Borrower Bonds will be purchased by the Authority and the Loan Repayments will be pledged by the Authority to secure the Authority Local Unit Bonds. A default by a Borrower under its Borrower Bond will not cause a default under the Borrower Bonds of non-defaulting Borrowers.

<u>Borrower</u>	<u>Borrower Bond Amount</u>
City of Asbury Park	\$ 5,245,000
Borough of Atlantic Highlands	5,900,000
Borough of Highlands	440,000
Township of Manalapan	2,385,000
Borough of Matawan	5,570,000
Township of Middletown	2,505,000
Oceanport Board of Education	1,075,000
Shore Regional Board of Education	7,720,000
South Monmouth Regional Sewerage Authority	6,065,000
Borough of West Long Branch	3,115,000

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

THE REFUNDING PLAN

The Series 2016B Bonds are being issued to effect the refunding of the Refunded Bonds pursuant to the Authority's refunding plan (the "Refunding Plan"). The Refunding Plan calls for the refunding of the Refunded Bonds, together with the interest payable thereon to December 1, 2019 with respect to the 2009 Refunded Bonds, February 1, 2020 with respect to the 2010 Refunded Bonds, January 15, 2021 with respect to the 2011 Refunded Bonds, April 1, 2019 with respect to the Asbury Park Refunded Bonds, August 1, 2017 with respect to the Oceanport School District Refunded Bonds, and September 15, 2019 with respect to the Shore Regional School District Refunded Bonds, the respective earliest dates set for optional redemption of the Refunded Bonds.

A portion of the proceeds of the Series 2016B Bonds are to be applied to the purchase of direct obligations of the United States of America (the "Government Obligations"), which together with the cash remaining after the purchase of the Government Obligations will be sufficient to make payments when due of principal of, interest on, and redemption premium payable with respect to the Refunded Bonds. The Government Obligations (together with the cash remaining after the purchase of the Government Obligations) are required to be held in separate escrow funds (each, an "Escrow Deposit Trust Fund"), pursuant to the terms of separate escrow deposit trust agreements for each series of the Refunded Bonds (each such escrow deposit agreement, an "Escrow Deposit Trust Agreement").

The Refunding Plan calls for the respective escrow agent, pursuant to the applicable Escrow Deposit Trust Agreement, to pay, from the applicable Escrow Deposit Trust Fund, when due, interest on the Refunded Bonds through and including the redemption date and, in accordance with the terms of the Refunded Bonds, respectively, to call the Refunded Bonds for early redemption (at a redemption price of 100% of the principal amount of the Refunded Bonds, plus accrued interest to the date of redemption as set forth in the applicable series of Refunded Bonds)) on the first optional redemption date as set forth in the applicable series of Refunded Bonds.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

The holders of each series of Refunded Bonds will have a lien on all cash and securities in the Escrow Deposit Trust Fund established with respect to such series. Upon payment of all of the Refunded Bonds of a series, the applicable Escrow Deposit Trust Agreement, subject to certain conditions precedent, shall terminate. The maturing Government Obligations together with interest earnings thereon and cash held in the applicable Escrow Deposit Trust Fund will be verified to be sufficient to meet all required payments of principal of, interest on, and redemption premium payable with respect to the Refunded Bonds for which such Escrow Deposit Trust Fund is established.

ESTIMATED SOURCES AND USES OF SERIES 2016B BOND PROCEEDS

Source of Funds

Principal Amount of Series 2016B Bonds	\$ 40,020,000.00
Original Issue Premium	6,579,898.05
Other Available Funds ⁽¹⁾	<u>358,243.75</u>
Total Sources of Funds	<u><u>\$ 46,958,141.80</u></u>

Uses of Funds

Deposit to Bond Proceeds Fund ⁽²⁾	\$ 46,218,162.08
Costs of Issuance ⁽³⁾	<u>739,979.72</u>
Total Uses of Funds	<u><u>\$ 46,958,141.80</u></u>

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- (1) Represents funds in the debt service accounts for Local Unit Bonds securing the Refunded Bonds allocated to the South Monmouth Regional Sewerage Authority ("SMRSA") in the amount of \$116,156.25 and funds in the debt service reserve fund accounts for Local Unit Bonds securing the Refunded Bonds allocated to SMRSA in the amount of \$242,087.50.
- (2) Represents the purchase price of the Borrower Bonds plus other available funds less certain costs incurred by the Authority in connection with the issuance and delivery of the Series 2016B Bonds, which will be netted against the purchase price. A portion of said amount shall be transferred to the respective Escrow Deposit Trust Fund for the 2009 Refunded Bonds in the amount of \$7,196,648.01, the 2010 Refunded Bonds in the amount of \$6,340,795.01, the 2011 Refunded Bonds in the amount of \$18,532,902.13, the Asbury Park Refunded Bonds in the amount of \$3,919,959.24, the Oceanport School District Refunded Bonds in the amount of \$1,161,029.49 and the Shore Regional School District Refunded Bonds in the amount of \$8,894,166.78, and the remaining portion of said amount shall be used for costs in connection with the issuance and delivery of the Borrower Bonds.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

A. Bonds Payable (Continued):

- (3) Such costs include the underwriting fee, county Guaranty premium, escrow agent fee, verification agent fee, legal, printing, financial advisory and fiduciary expenses incurred in connection with the issuance of the Series 2016B Bonds.

B. Bonds Issued During the Year:

No bonds were issued during the year.

C. Bonds Authorized But Not Issued:

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

D. Finance Leases Payable:

The District is leasing several copiers and school buses under finance leases. The following is a schedule of the future minimum lease payments under these finance leases and the net minimum lease payments at June 30, 2022.

	<u>Total</u>
Year ending June 30,	
2023	164,344
2024	161,318
2025	141,961
2026	61,663
2027	44,578
Total Minimum Lease Payments	<u>\$ 573,864</u>
Less: Amount Representing Interest	<u>41,239</u>
Net Minimum Lease Payments	<u>\$ 532,625</u>

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 4. GENERAL LONG-TERM DEBT (Continued)

D. Finance Leases Payable (Continued):

GASB No. 87, Leases, requires the disclosure of information regarding the accounting for leases and application of principles which should be applied by lessees to report useful information to users of financial statements about the amount, timing and uncertainty of cash flows arising from a lease.

A summary of total lease costs and other lease information for the year ended June 30, 2022:

	6/30/2022
<u>Total Lease Cost</u>	
Finance lease cost:	
Amortization of the right-of-use assets	\$ 170,763
Interest on lease obligations	20,595
Total lease cost	<u>191,358</u>
Weighted-average remaining lease term:	
Finance Leases	4.2 years
Weighted-average discount rate:	
Finance Leases	7.74%

The implicit rate of the district was utilized to calculate the fair value of the leases, when available. Otherwise, the District's incremental borrowing rate was used.

Other lease information is provided in this report on Exhibit I-2, Statement of Obligations under Capital Leases.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 5. PENSION PLANS

Plan Descriptions

All required employees of the District are covered by either the Public Employees' Retirement System (PERS) or the Teachers' Pension and Annuity Fund (TPAF) which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

Teachers' Pension and Annuity Fund (TPAF)

The TPAF was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The TPAF is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related noncontributing employers.

Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the DOE who have titles that are unclassified, professional and certified.

Public Employees' Retirement System (PERS)

The PERS was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The PERS is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another State-administered retirement system or other state or local jurisdiction.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 5. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

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 PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For the year ended June 30, 2022, the District recognized pension expense of \$(67,945) consisting of employer contributions of \$150,567 and non-employer contributions of \$(218,512). At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 24,021	\$ 10,903
Changes of assumptions	7,932	542,223
Net difference between projected and actual earnings on pension plan investments	-	401,217
Changes in proportion and differences between District contributions and proportionate share of contributions	166,616	225,744
District contributions subsequent to the measurement date	-	-
Total:	<u>\$ 198,569</u>	<u>\$ 1,180,087</u>

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 5. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

\$ -0- reported as deferred outflows of resources related to pensions resulting from school district, charter school, or renaissance school project contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2022, the plan measurement date is June 30, 2021) will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:		
2022	\$	(359,378)
2023	\$	(256,595)
2024	\$	(174,954)
2025	\$	(131,514)
2026	\$	51
Total	\$	<u>(922,390)</u>

Additional Information

Collective balances at December 31, 2020 and 2021 are as follows:

	<u>12/31/2020</u>	<u>12/31/2021</u>
Collective deferred outflows of resources	\$ 230,040	\$ 198,569
Collective deferred inflows of resources	1,136,266	1,180,087
Collective net pension liability	1,967,441	1,523,070
District's Proportion	<u>0.0121%</u>	<u>0.0129%</u>

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 5. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF)

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 Teachers' Pension and Annuity Fund (TPAF) and additions to/deductions from the TPAF's fiduciary net position have been determined on the same basis as they are reported by the TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

For the year ended June 30, 2022, the District recognized pension expense of \$614,942 and revenue of \$614,942 for support provided by the State. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 510,711	\$ 77,467
Changes of assumptions	2,870,006	13,143,597
Net difference between projected and actual earnings on pension plan investments	-	1,548,541
Changes in proportion and differences between District contributions and proportionate share of contributions	74,555	3,020
District contributions subsequent to the measurement date	-	-
Total:	<u>\$ 3,455,272</u>	<u>\$ 14,772,625</u>

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 5. PENSION PLANS (Continued)

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

\$ -0- reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	
2022	(1,584,217)
2023	(1,902,669)
2024	(2,535,934)
2025	(2,278,993)
2026	(1,277,823)
Thereafter	<u>(1,830,764)</u>
Total	<u>\$ (11,410,400)</u>

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

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.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 5. PENSION PLANS (Continued)

Significant Legislation

During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by $\frac{1}{2}$ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the Districts' normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits, accordingly, the pension costs for TPAF and PERS were reduced.

Contribution Requirements

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

During the fiscal year ended June 30, 2022, the State of New Jersey contributed \$2,716,354 to the TPAF for normal pension and post-retirement medical benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$465,156 during the year ended June 30, 2022 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as a revenue and expenditure in accordance with GASB 27.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 6. POST-RETIREMENT BENEFITS

General Information about the OPEB Plan

State Health Benefit State Retired Employees Plan

The State Health Benefit State Retired Employees Plan (State Retired OPEB Plan) is a single-employer defined benefit OPEB plan with a special funding situation. The State Retired OPEB Plan is administered on a “pay-as-you-go” basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The State Retired OPEB Plan covers the State, State colleges and universities, the Palisades Interstate Park Commission, and the New Jersey Building Authority (referred to collectively as “the employers”) for which the State is legally obligated to pay for benefits. The State Retired OPEB Plan is treated as a cost-sharing multiple employer plan with a special funding situation for allocating the total OPEB liability and related OPEB amounts since each employer mentioned above is required to issue stand-alone financial statements. The State Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of the employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits.

In accordance with N.J.S.A. 52:14-17.32, the State is required to pay the premiums or periodic charges for health benefits of State employees who retire with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Judicial Retirement System (JRS), the State Police Retirement System (SPRS), the Teachers’ Pension and Annuity Fund (TPAF), the Public Employees’ Retirement System (PERS), the Police and Firemen’s Retirement System (PFRS), and the Alternate Benefit Program (ABP). In addition, N.J.S.A. 52:14-17.26 provides that for purposes of the State Retired OPEB Plan, an employee of Rutgers, the State University of New Jersey, and New Jersey Institute of Technology shall be deemed to be an employee of the State. Further, P.L.1966, c.302, addresses the other State colleges and universities, whereas while these institutions were provided autonomy from the State, their employees retained any and all rights to health benefits within the State Retired OPEB Plan and are therefore classified as State employees.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

General Information about the OPEB Plan (Continued)

State Health Benefit State Retired Employees Plan (Continued)

The State Health Benefit Local Education Retired Employees Plan (Local Education Retired OPEB Plan) is a multiple-employer defined benefit OPEB plan with a special funding situation. The Local Education Retired OPEB Plan is administered on a “pay-as-you-go” basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The Local Education Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of local education employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits.

The employer contributions for the participating local education employers are legally required to be funded by the State in accordance with N.J.S.A. 52:14-17.32f. According to this law, 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: TPAF, PERS, PFRS, or ABP.

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

The State is legally required to pay for the OPEB benefit coverage for the participating local education employers. Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. The State, as a nonemployer contributing entity, reported a Fiscal Year 2021 total OPEB liability of \$67,809,962,608 for this special funding situation.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASB No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education/board of trustees. Note that actual numbers are published in the NJ State's ACFR on the Office of Management and Budget webpage: <https://www.nj.gov/treasury/omb/fr.shtml>.

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2021 actuarial valuation reported by the State in the State's most recently issued ACFR was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation rate	2.50%	
Salary Increases	<u>TPAF/ABP</u>	<u>PERS</u>
Through 2026	1.55 – 4.45% Based on service years	2.00 - 6.00% Based on service years
Thereafter	2.75 – 5.65% Based on service years	3.00 - 7.00% Based on service years

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

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

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

Health Care Trend Assumptions

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

Discount rate

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability (Continued)

Changes in the Total OPEB Liability reported by the State of New Jersey:

	<u>Increase/Decrease Net OPEB Liability</u>
Balance Recognized at June 30, 2021 (Based on June 30, 2020 Measurement Date)	\$ 67,809,962,608
Changes Recognized for the Measurement Year	
Service Cost	\$ 3,217,184,264
Interest on the Total OPEB Liability	1,556,661,679
Changes of Benefit Terms	(63,870,842)
Differences Between Expected and Actual Experience	(11,385,071,658)
Changes of Assumptions	59,202,105
Gross Benefit Payments	-
Contributions From the Employer	(1,186,417,186)
Contributions From the Employee	-
Net Investment Income	-
Administrative Expense	-
Net Changes	<u>\$ (7,802,311,638)</u>
Balance Recognized at June 30, 2022 (Based on 06/30/2021 Measurement Date)	\$ 60,007,650,970

The State's total OPEB liability attributable to the District: \$31,731,437.

Changes of assumptions and other inputs reflect a change in the discount rate from 3.50% percent in 2020 to 2.21% percent in 2021.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability (Continued)

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

<u>At 1% decrease (1.16%)</u>	<u>At discount rate (2.16%)</u>	<u>At 1% increase (3.16 %)</u>
\$ 71,879,745,555	60,007,650,970	50,659,089,138

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

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

<u>1% decrease</u>	<u>Healthcare cost trend rate</u>	<u>1% increase</u>
\$ 48,576,388,417	60,007,650,970	75,358,991,782

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

For the year ended June 30, 2021, the board of education recognized OPEB expense of \$1,509,534 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75 and in which there is a special funding situation.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 6. POST-RETIREMENT BENEFITS (Continued)

Total OPEB Liability (Continued)

In accordance with GASB No. 75, the Shore Regional High School District's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2021, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	<u>Deferred Outflows Of Resources</u>	<u>Deferred inflows Of Resources</u>
Changes in proportion	\$ 2,321,523,426	\$ (2,321,523,426)
Difference between expected and actual experience	\$ 9,045,886,863	\$ (18,009,362,976)
Changes of assumptions or other inputs	\$ 10,179,536,966	\$ (6,438,261,807)
 Total	 <u>\$ 21,546,947,255</u>	 <u>\$ (26,769,148,209)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB will be recognized in OPEB expense as follows:

Measurement Period Ending June 30,	
2022	\$ (1,182,303,041)
2023	\$ (1,182,303,041)
2024	\$ (1,182,303,041)
2025	\$ (1,182,303,041)
2026	\$ (840,601,200)
Total Thereafter	\$ 347,612,410
	<u>\$ (5,222,200,954)</u>

For the fiscal year ended June 30, 2022, the State of New Jersey contributed on behalf of the District \$514,353 to the TPAF for post-retirement medical benefits.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 7. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2022.

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$	\$
Special Revenue Fund		
Capital Projects Fund		
Debt Service Fund		
Enterprise Fund		
Trust and Agency Fund		
	<u> </u>	<u> </u>
	\$ <u> 0</u>	\$ <u> 0</u>

These amounts represent temporary advances between the various funds.

NOTE 8. LITIGATION

The Board attorneys' report that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the Board of Education and which may materially affect the financial position of the District except for the following:

S.B. and K.B. o/b/o of N.B., v. Shore Regional Board of Education; OAL Docket No.: EDS-10878-20; Agency Ref. No.: 2021-32232. N.B. is an eleventh-grade student, who has been determined to be eligible for special education and related services pursuant to the Individuals with Disabilities Act, 20 U.S.C. §1400 et seq. and N.J.S.A. 18A:46-1 et seq. In consideration of the mutual promises, covenants and other good and valuable consideration set forth herein, it is hereby agreed by and between the parties hereto as follows:

1. The District agrees to pay the academic and clinical/therapeutic costs of the placement at the out-of-district placement commencing on October 29, 2020, through and including the end of the 2020-2021 School Year June 30, 2021. The academic and clinical/therapeutic costs for the 2020-2021 School Year are \$91,925.00.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 8. LITIGATION (Continued)

2. Commencing on July 1, 2021 and continuing for the 2021-2022 school year, and continuing for so long as it remains appropriate, but no later than June 30, 2022, the District agrees to pay the academic and clinical therapeutic costs of placement. The costs for the 2021-2022 school year have not yet been established. The District agrees to pay this amount for the 2021-2022 school year referenced above subject to a reasonable annual increase not to exceed 24%.
3. Petitioners shall provide proof of submission from their private health insurance carrier in the form of EOBs and the like. Coverage shall be utilized to defray the District costs.
4. The Petitioners remain financially responsible for any and all other costs not set forth in this Agreement which are associated with N.B.'s education and attendance at the program remains appropriate, but no later than June 2022 including, but not limited to, fees for extracurricular activities at the program, and any other costs associated with N.B.'s education.

NOTE 9. COMPENSATED ABSENCES

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 9. COMPENSATED ABSENCES (Continued)

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

The liability for vested compensated absences of the governmental fund types is recorded in the general long-term account group. The current portion of the compensated absences balance of the governmental funds is not considered material to the applicable funds total liabilities, and therefore, is not shown separately from the long-term liability balance of compensated absences.

NOTE 10. DEFERRED COMPENSATION

The Board offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). The plan, which is administered by a benefits management company, permits participants to defer a portion of their salary until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency. The Board has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

The Board offers several plan administrators for its employees to utilize.

NOTE 11. RISK MANAGEMENT

The Board has contracted with a commercial insurance company to provide coverage for various losses caused by the Board on its employees for losses sustained through other acts. The coverages are subject to various deductibles and coverage limits based on the type of policy coverage included. The coverages and its limits are detailed in the statistical section (Exhibit J-20).

The Board also maintains surety bond coverage on key financial employees.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 11. RISK MANAGEMENT (Continued)

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 balance in the Trust Fund for the current and previous two years.

<u>Fiscal Year</u>	<u>Ending Balance</u>
2021-2022	\$ 26,451
2020-2021	\$ 26,451
2019-2020	\$ 30,232

NOTE 12. INVENTORY

Inventory in the Food Service Fund at June 30, 2022 consisted of the following:

Food-Commodities	\$ 0
Food and Non-Food – Regular	\$ 0
	\$ 0
	=====

NOTE 13. FUND BALANCE APPROPRIATED

General Fund (Exhibit B-1) - Of the \$4,100,372 General Fund fund balance at June 30, 2022, \$240,595 is committed for encumbrances; \$1,369,896 has been reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7 (\$344,691 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2022); \$1,658,045 has been reserved in the Capital Reserve Account; \$26,451 has been reserved for unemployment compensation; \$0 has been assigned and designated for subsequent year’s expenditures; and \$805,385 is unreserved and undesignated.

Debt Service Fund - The Debt Service Fund fund balance at June 30, 2022 was \$1.

NOTE 14. CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7. New Jersey school districts are required to reserve General Fund fund balance at the end of the fiscal year of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years’ budget. The excess fund balance at June 30, 2022 is \$1,025,205.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 15. 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 16. OTHER

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

NOTE 17. SUBSEQUENT EVENTS

The Shore Regional High School District Board of Education has evaluated subsequent events occurring after June 30, 2022 through the date of February 15, 2023, which is the date the financial statements were available to be issued. The District has determined that there are no material subsequent events needed to be disclosed.

NOTE 18. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Shore Regional High School Board of Education by inclusion of \$1 on October 19, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund, and its activity is included in the general fund annual budget.

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 18. CAPITAL RESERVE ACCOUNT (Continued)

The capital reserve account reported the following activity for the fiscal year ended June 30, 2022:

Beginning Balance	\$ 1,271,408
Plus: Board Appropriation	1,200,000
Interest Income	984
Less: Transfers Out	<u>(814,347)</u>
Ending Balance	<u>\$ 1,658,045</u>

NOTE 19. CONTINGENT LIABILITIES

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. To the extent that the District has not complied with the grant rules and regulations, refunds of any money received may be required and the collectability of any related receivable at June 30, 2022 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

NOTE 20. ECONOMIC DEPENDENCY

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

**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 21. GASB #54 – FUND BALANCE DISCLOSURES

In accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, the Shore Regional High School District classifies governmental fund balances as follows:

- Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because legal or contractual constraints.
- Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by external parties, constitutional provision or enabling legislation.
- Committed - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- Assigned - includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Business Administrator.
- Unassigned - includes balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

General Fund – Of \$4,171,748 General Fund fund balance at June 30, 2022, \$1,025,205 is restricted for excess surplus – current year; \$2,029,187 is restricted for other purposes; \$240,595 is committed; \$0 is assigned for other purposes; and \$876,761 is unassigned.

***REQUIRED SUPPLEMENTARY INFORMATION
PART II***

BUDGETARY COMPARISON SCHEDULES

**Shore Regional High School District
Budgetary Comparison Schedule
General Fund
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:					
Local Sources:					
Local Tax Levy	\$ 16,838,066	-	\$ 16,838,066	\$ 16,838,067	\$ 1
Transportation Fees From Other LEAs	619,000	160,000	779,000	670,871	(108,129)
Rental Facilities	-	-	-	-	-
Tuition	402,613	-	402,613	526,683	124,070
Other Restricted Miscellaneous Revenues	-	-	-	-	-
Interest Income - Unemployment Compensation Trust	-	-	-	40	(22,608)
Interest Income - Other	30,000	-	30,000	7,392	884
Interest Earned on Capital Reserve Funds	100	-	100	984	57,999
Miscellaneous	187,800	-	187,800	245,799	57,999
Total - Local Sources	<u>18,077,579</u>	<u>160,000</u>	<u>18,237,579</u>	<u>18,289,836</u>	<u>52,257</u>
State Sources:					
Categorical Special Education Aid	561,954	-	561,954	561,954	-
Categorical Transportation Aid	151,104	-	151,104	151,104	-
Categorical Security Aid	23,740	-	23,740	23,740	-
Equalization Aid	-	-	-	-	-
Equalization Aid - ARRA	-	-	-	-	-
Extraordinary Aid	300,000	-	300,000	404,925	104,925
Extraordinary Aid - Previous Year	-	-	-	-	-
School Security Grant	-	41,662	41,662	10,283	(31,379)
Non Public Transportation Aid	-	-	-	24,848	24,848
Other State Aid	-	-	-	-	-
Water Infrastructure	-	70,721	70,721	-	(70,721)
TPAF Post-Retirement Medical (On-Behalf - Non-Budgeted)	-	-	-	514,353	514,353
Teacher's Pension & Annuity Fund (On-Behalf - Non-Budgeted)	-	-	-	2,201,471	2,201,471
Teacher's Pen & Annuity Fund - Non Contr Ins (On-Behalf - Non-Budgeted)	-	-	-	530	530
TPAF Social Security (Reimbursed - Non-Budgeted)	-	-	-	465,156	465,156
Total State Sources	<u>1,036,798</u>	<u>112,383</u>	<u>1,149,181</u>	<u>4,358,364</u>	<u>3,209,183</u>
Federal Sources:					
Impact Aid	-	-	-	-	-
Community Disaster Loan - FEMA	-	-	-	-	-
Total - Federal Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>19,114,377</u>	<u>272,383</u>	<u>19,386,760</u>	<u>22,648,200</u>	<u>3,261,440</u>
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Preschool/Kindergarten - Salaries of Teachers	-	-	-	-	-
Grades 1-5 - Salaries of Teachers	-	-	-	-	-
Grades 6-8 - Salaries of Teachers	-	-	-	-	-
Grades 9-12 - Salaries of Teachers	4,109,770	21,049	4,130,819	4,118,832	11,987
Regular Programs - Home Instruction:					
Salaries of Teachers	30,000	-	30,000	14,575	15,425
Purchased Professional-Educational Services	30,000	(3,200)	26,800	9,885	16,915
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	225,000	(18,000)	207,000	181,612	25,388
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	68,950	-	68,950	68,950	-
General Supplies	382,271	5,845	388,116	323,192	64,924
Textbooks	97,500	-	97,500	65,158	32,342
Other Objects	32,200	-	32,200	8,690	23,510
TOTAL REGULAR PROGRAMS - INSTRUCTION	<u>4,975,691</u>	<u>5,694</u>	<u>4,981,385</u>	<u>4,790,894</u>	<u>190,491</u>
SPECIAL EDUCATION - INSTRUCTION					
Cognitive - Mild:					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Technical Services	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-
General Supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Other Objects	-	-	-	-	-
Total Cognitive - Mild	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Cognitive - Moderate:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Cognitive - Moderate	-	-	-	-	-
Learning and/or Language Disabilities:					
Salaries of Teachers	101,520	6,555	108,075	108,075	-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Learning and/or Language Disabilities	101,520	6,555	108,075	108,075	-
Visual Impairments:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Visual Impairments	-	-	-	-	-
Auditory Impairments:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Auditory Impairments	-	-	-	-	-
Behavioral Disabilities:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Behavioral Disabilities	-	-	-	-	-
Multiple Disabilities:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Multiple Disabilities	-	-	-	-	-
Resource Room/Resource Center:					
Salaries of Teachers	300,341	(10,216)	290,125	241,730	48,395
Other Salaries for Instruction	81,208	-	81,208	57,047	24,161
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies	2,200	-	2,200	1,455	745
Textbooks		-			-
Other Objects		-			-
Total Resource Room/Resource Center	383,749	(10,216)	373,533	300,232	73,301

Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Autisim:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Autisim	-	-	-	-	-
Preschool Disabilities - Part-Time:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Preschool Disabilities - Part-Time	-	-	-	-	-
Preschool Disabilities - Full-Time:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Preschool Disabilities - Full-Time	-	-	-	-	-
Home Instruction:					
Purchased Professional-Educational Services		-			-
Total Home Instruction	-	-	-	-	-
Cognitive - Severe:					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Cognitive - Severe	-	-	-	-	-
TOTAL SPECIAL EDUCATION - INSTRUCTION	485,269	(3,661)	481,608	408,307	73,301
School-Spon. Cocurricular Actvts. - Inst.					
Salaries	133,480	17,085	150,565	150,565	-
Purchased Services (300-500 series)	33,650	11,044	44,694	38,070	6,624
Supplies and Materials	17,215	752	17,967	11,178	6,789
Other Objects	45,130	4,500	49,630	28,712	20,918
Transfers to Cover Deficit (Agency Funds)		-			-
Total School-Spon. Cocurricular Actvts. - Inst.	229,475	33,381	262,856	228,526	34,330
Basic Skills/Remedial - Instruction					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Basic Skills/Remedial - Instruction	-	-	-	-	-
Bilingual Education - Instruction					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Bilingual Education - Instruction	-	-	-	-	-

Shore Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School-Spon. Athletics - Inst.					
Salaries of Teachers	718,612	(21,825)	696,787	678,954	17,833
Other Salaries for Instruction		-			-
Purchased Professional-Educational Services		-			-
Purchased Technical Services		-			-
Other Purchased Services (400-500 series)	119,847	(5,000)	114,847	84,954	29,893
General Supplies	95,000	60,154	155,154	119,953	35,202
Other Objects	35,035	240	35,275	24,774	10,501
Transfers to Cover Deficit (Agency Funds)	60,000	-	60,000	60,000	-
Total School-Spon. Athletics - Inst.	<u>1,028,494</u>	<u>33,569</u>	<u>1,062,063</u>	<u>968,635</u>	<u>93,429</u>
Before/After School Programs - Instruction					
Salaries of Teachers	7,475	-	7,475	1,809	5,666
Other Salaries of Instruction		-			-
Salaries of Teacher Tutors		-			-
Salaries of Reading Specialist		-			-
Unused Vacation Payment to Terminated/Retired Staff		-			-
Purchased Professional & Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies & Materials		-			-
Other Objects		-			-
Total Before/After School Programs - Instruction	<u>7,475</u>	<u>-</u>	<u>7,475</u>	<u>1,809</u>	<u>5,666</u>
Summer School					
Salaries of Teachers	68,400	(11,000)	57,400	20,163	37,237
Salaries-Support Services		2,500	2,500	2,500	-
Total Summer School	<u>68,400</u>	<u>(8,500)</u>	<u>59,900</u>	<u>22,663</u>	<u>37,237</u>
Community Services Programs/Operation					
Salaries		-			-
Purchased Services (300-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Transfers to Cover Deficit (Agency Funds)		-			-
Total Community Services Programs/Operation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Instruction	<u>6,794,804</u>	<u>60,483</u>	<u>6,855,287</u>	<u>6,420,835</u>	<u>434,453</u>
Undistributed Expenditures - Instruction:					
Tuition to CSSD & Regional Day Schools		-			-
Tuition to Private Schools for the Disabled - Within State	1,303,679	(154,638)	1,149,041	881,459	267,582
Tuition to Private Schools for the Disabled & Oth LEAs-Spl - o/s NJ	600,954	-	600,954	551,143	49,811
Tuition -County Voc School Dist.-Regular	490,545	(28,000)	462,545	333,341	129,204
Tuition -County Voc School Dist.-Special	43,750	-	43,750	30,600	13,150
Tuition - State Facilities		-			-
Tuition - Other	147,438	(76,500)	70,938	48,039	22,899
Tuition - Other LEAs Within State-Regular		-			-
Tuition - Other LEAs Within State-Special	289,423	(28,000)	261,423	234,298	27,125
Total Undistributed Expenditures - Instruction:	<u>2,875,789</u>	<u>(287,138)</u>	<u>2,588,651</u>	<u>2,078,881</u>	<u>509,771</u>
Undistributed Expend. - Attendance & Social Work					
Salaries	49,357	(2,096)	47,261	47,261	-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Undistributed Expend. - Attendance & Social Work	<u>49,357</u>	<u>(2,096)</u>	<u>47,261</u>	<u>47,261</u>	<u>-</u>
Undist. Expend. - Health Services					
Salaries	90,602	14,941	105,543	105,543	-
Purchased Professional and Technical Services	27,635	(693)	26,943	15,595	11,348
Other Purchased Services (400-500 series)		-			-
Supplies and Materials	6,800	-	6,800	3,124	3,676
Other Objects	6,740	-	6,740	446	6,294
Total Undistributed Expenditures - Health Services	<u>131,777</u>	<u>14,248</u>	<u>146,025</u>	<u>124,707</u>	<u>21,318</u>
Undist. Expend. - Speech, OT, PT, Related Svcs.					
Salaries		1,300	1,300	750	550
Unused Vacation Payment to Terminated/Retired Staff		-			-
Purchased Professional - Educational Services		4,400	4,400	4,400	-
Supplies and Materials		-			-
Other Objects		-			-
Total Undist. Expend. - Speech, OT, PT, Related Svcs.		<u>5,700</u>	<u>5,700</u>	<u>5,150</u>	<u>550</u>
Undist. Expend. - Other Supp. Serv. Students - Related Serv.					
Salaries of Other Professional Staff		-			-
Purchased Professional - Educational Services		-			-
Supplies and Materials		-			-
Total Undist. Expend. - Other Supp. Serv. Students - Related Serv.	<u>-</u>	<u>5,700</u>	<u>5,700</u>	<u>5,150</u>	<u>550</u>

**Shore Regional High School District
Budgetary Comparison Schedule
General Fund
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>
Undist. Expend. - Other Supp. Serv. Students - Extra. Serv.					
Salaries		200	200	-	200
Purchased Professional - Educational Services	72,000	-	72,000	46,733	25,267
Supplies and Materials		7,000	7,000	6,843	157
Total Undist. Expend. - Other Supp. Serv. Students - Extra. Serv.	<u>72,000</u>	<u>7,200</u>	<u>79,200</u>	<u>53,575</u>	<u>25,625</u>
Undist. Expend. - Guidance					
Salaries of Other Professional Staff	562,755	(19,600)	543,155	543,155	-
Salaries of Secretarial and Clerical Assistants	108,742	(4,356)	104,386	104,386	-
Benefits		-			-
Unused Vacation Payment to Terminated/Retired Staff		-			-
Purchased Professional - Educational Services		-			-
Other Purchased Prof. and Tech. Services		-			-
Other Purchased Services (400-500 series)	35,494	6,000	41,494	41,494	-
Supplies and Materials	2,300	-	2,300	2,295	5
Other Objects	10,700	-	10,700	8,675	2,025
Total Undist. Expend. - Guidance	<u>719,991</u>	<u>(17,956)</u>	<u>702,035</u>	<u>700,004</u>	<u>2,030</u>
Undist. Expend - Child Study Team					
Salaries of Other Professional Staff	250,819	(19,594)	231,225	231,225	-
Salaries of Secretarial and Clerical Assistants	2,800	(2,800)			-
Purchased Professional - Educational Services	98,584	-	98,584	77,922	20,662
Other Purchased Services (400-500 series)	250	-	250		250
Supplies and Materials	2,000	-	2,000	1,487	513
Other Objects	1,000	-	1,000	100	900
Total Undist. Expend - Child Study Team	<u>355,453</u>	<u>(22,394)</u>	<u>333,059</u>	<u>310,734</u>	<u>22,324</u>
Undist. Expend. - Improv. Of Inst. Serv.					
Salaries of Supervisors of Instruction	160,296	(5,496)	154,800	154,800	-
Salaries of Other Professional Staff	70,550	3,000	73,550	53,150	20,400
Salaries of Secretarial and Clerical Assistants	60,222	3,792	64,014	64,014	0
Other Salaries		-			-
Unused Vacation Payment to Terminated/Retired Staff		-			-
Sal of Facilitators, Math Coaches & Liteacy Coaches		-			-
Purchased Professional - Educational Services		-			-
Other Purchased Prof. and Tech. Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials	4,500	597	5,097	1,209	3,888
Other Objects	48,080	-	48,080	26,115	21,965
Total Undist. Expend. - Improv. Of Inst. Serv.	<u>343,648</u>	<u>1,893</u>	<u>345,541</u>	<u>299,288</u>	<u>46,253</u>
Undist. Expend. - Other Supp. Serv. Students-Reg.					
Salaries of Other Professional Staff		-			-
Salaries of Secretarial and Clerical Assistants		-			-
Other Salaries		-			-
Purchased Professional - Educational Services		-			-
Other Purchased Prof. and Tech. Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Undist. Expend. - Other Supp. Serv. Students-Reg.	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Undist. Expend. - Other Supp. Serv. Students - Special					
Salaries of Other Professional Staff		-			-
Salaries of Secretarial and Clerical Assistants		-			-
Purchased Professional Educational Services		-			-
Misc. Purch Serv (400 - 500 series o/than resid costs)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Undist. Expend. - Other Supp. Serv. Students - Special	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Undist. Expend. - Improvement of Inst. Serv.					
Salaries of Supervisor of Instruction		-			-
Salaries of Other Professional Staff		-			-
Salaries of Secr and Clerical Assist.		-			-
Other Salaries		-			-
Purchased Prof- Educational Services		-			-
Other Purch Prof. and Tech. Services		-			-
Other Purch Services (400-500)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Undist. Expend. - Improvement of Inst. Serv.	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	66,950	(66,950)			-
Other Purchased Prof. and Tech. Services		-			-
Other Purchased Services (400-500 series)		6,000	6,000	6,000	-
Supplies and Materials	33,200	-	33,200	32,038	1,162
Other Objects		-			-
Total Undist. Expend. - Edu. Media Serv./Sch. Library	<u>100,150</u>	<u>(60,950)</u>	<u>39,200</u>	<u>38,038</u>	<u>1,162</u>

Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Instructional Staff Training Serv.					
Salaries of Supervisors of Instruction		-			-
Salaries of Other Professional Staff	10,000	-	10,000	150	9,850
Salaries of Secretarial and Clerical Assist		-			-
Other Salaries		-			-
Purchased Professional - Educational Services	8,844	-	8,844	1,383	7,461
Other Purchased Prof. and Tech. Services		-			-
Other Purchased Services (400-500 series)	3,475	-	3,475	1,975	1,500
Supplies and Materials		-			-
Other Objects		-			-
Total Undist. Expend. - Instructional Staff Training Serv.	22,319	-	22,319	3,508	18,811
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	212,393	(5,000)	207,393	201,098	6,295
Salaries of Attorneys	11,220	-	11,220	11,220	-
Legal Services	50,000	(2,000)	48,000	30,093	17,907
Audit Fees	21,500	9,025	30,525	30,525	-
Architectural/Engineering Services	5,000	49,365	54,365	45,431	8,934
Other Purchased Professional Services		-			-
Communications/Telephone	43,075	139	43,214	38,784	4,430
BOE Other Purchased Services	6,200	(4,900)	1,300	940	360
Other Purchased Services (400-500 series)	7,900	13,300	21,200	20,629	571
Other Purchased Prof. and Tech. Services		-			-
Rental		-			-
Travel		-			-
Supplies and Materials		-			-
General Supplies	3,050	5,500	8,550	2,983	5,567
BOE In house Training/Meeting Supplies	3,200	1,000	4,200	3,184	1,016
BOE Membership Dues and Fees	7,700	(6,085)	1,615	-	1,615
Judgements Against The School District		-			-
Miscellaneous Expenditures	3,915	3,785	7,700	7,699	1
Total Undist. Expend. - Supp. Serv. - General Admin.	375,153	64,129	439,282	392,586	46,696
Undist. Expend. - Support Serv. - School Admin.					
Salaries of Principals/Assistant Principals	275,349	1,268	276,617	276,617	-
Salaries of Other Professional Staff		-			-
Salaries of Secretarial and Clerical Assistants	66,874	(2,594)	64,280	64,279	1
Other Salaries		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		586	586	490	96
Supplies and Materials	13,750	(1,400)	12,350	1,732	10,618
Rental		-			-
Other Objects	14,270	(9,086)	5,184	3,153	2,031
Total Undist. Expend. - Support Serv. - School Admin.	370,243	(11,226)	359,017	346,272	12,745
Undist. Expend. - Central Services					
Salaries	189,600	4,706	194,306	194,306	-
Purchased Professional Services	93,400	(4,263)	89,137	72,284	16,853
Other Purchased Services (400-500 series)	1,450	2,890	4,340	4,339	1
Sale/Lease Back Payments		-			-
Supplies and Materials	5,300	(1,000)	4,300	4,247	53
Interest on Current Loans		-			-
Miscellaneous Expenditures	1,475	(20)	1,455	1,455	-
Other Objects New line		-			-
Total Undist. Expend. - Central Services	291,225	2,313	293,538	276,630	16,908
Undist. Expend. - Admin. Info. Tech.					
Salaries	121,000	(20,000)	101,000	97,819	3,181
Other Purchased Services (400-500 series)	62,608	20,000	82,608	74,725	7,883
Supplies and Materials	14,800	-	14,800	9,046	5,754
Other Objects	3,200	-	3,200	525	2,675
Total Undist. Expend. - Admin. Info. Tech.	201,608	-	201,608	182,115	19,493
Undist. Expend. - Required Maint.- School Facilities					
Salaries		-			-
Salaries of Secretarial and Clerical Assistants		-			-
Other Salaries		-			-
Salaries of Other Professional Staff		-			-
Cleaning, Repair and Maintenance Services	346,300	224,670	570,970	476,233	94,737
Lead Testing of Drinking Water	2,500	(400)	2,100	1,855	245
Insurance		-			-
Miscellaneous Purchased Services-Rental		-			-
General Supplies	18,000	93	18,093	17,277	816
Energy (Energy and Electricity)		-			-
Other Objects	400	-	400	396	4
Total Undist. Expend. - Required Maint.- School Facilities	367,200	224,363	591,563	495,760	95,802

Shore Regional High School District
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Oth. Oper. & Maint. of Plant					
Salaries	-	-	-	-	-
Salaries of Secretarial and Clerical Assistants	-	-	-	-	-
Other Salaries	-	-	-	-	-
Hall Monitors	-	-	-	-	-
Purchased Professional and Technical Services	-	-	-	-	-
Cleaning, Repair and Maintenance Services	630,000	7,341	637,341	580,008	57,334
Other Purchased Property Services	182,895	805	183,700	168,656	15,044
Insurance	252,120	8,808	260,928	260,928	-
Miscellaneous Purchased Services-Rental	-	-	-	-	-
General Supplies	14,000	7,006	21,006	20,975	31
Energy (Electricity)	241,950	2,000	243,950	222,814	21,136
Energy (Natural Gas)	95,000	43,608	138,608	131,145	7,463
Energy (Oil)	900	-	900	-	900
Other Objects	-	-	-	-	-
Total Undist. Expend. - Other Oper. & Maint. Of Plant	1,416,865	69,568	1,486,433	1,384,526	101,907
Undist. Expend. - Care & Upkeep of Grounds					
Salaries	-	-	-	-	-
Cleaning, Repair and Maintenance Services	207,910	33,500	241,410	200,734	40,676
General Supplies	19,100	12,500	31,600	28,004	3,596
Other objects	-	-	-	-	-
Total Undist. Expend. - Care & Upkeep of Grounds	227,010	46,000	273,010	228,738	44,272
Undist. Expend. - Security					
Salaries	168,413	(4,505)	163,908	147,431	16,477
General Supplies	2,700	-	2,700	1,166	1,534
Cleaning, Repair and Maintenance Services	50,300	-	50,300	47,581	2,719
Total Undist. Expend. - Security	221,413	(4,505)	216,908	196,179	20,729
Total Undist. Expend -Oper and Maint of Plant Serv.	2,232,488	335,425	2,567,913	2,305,203	262,711
Undist. Expend. - Student Transportation Serv.					
Salaries of Non-Instructional Aides	63,900	9,201	73,101	73,101	-
Salaries for pupil trans - (Between Home and School) - Reg	597,667	41,299	638,966	633,771	5,194
Salaries for pupil trans - (Between Home and School) - Sp Ed	-	-	-	-	-
Salaries for pupil trans - (Other than Bet. Home and School)	105,000	(10,000)	95,000	82,300	12,700
Salaries for pupil trans - (Bet. Home and School) Non-Public	-	-	-	-	-
Trans Benefits	-	-	-	-	-
Cleaning, Repair and Maintenance Services	118,100	40,000	158,100	149,711	8,389
Lease Purchase Payments - School Buses	75,000	20,336	95,336	90,336	5,000
Contract Services - (Other than Bet. Home and School) - Vendors	-	-	-	-	-
Contract Services - (Between Home and School) - Vendors	-	-	-	-	-
Contract Services - (Between Home and School) - Joint	-	-	-	-	-
Contract Services - (Special Ed Stds) - Vendors	-	-	-	-	-
Contract Services - (Special Ed Stds) - Joint	24,000	4,163	28,163	28,163	-
Contract Services - (Reg Ed Stds) - ESCs & CTSA	120,000	(21,937)	98,063	85,976	12,088
Contract Services - (Special Ed Stds) - ESCs & CTSA	345,300	(22,333)	322,967	296,597	26,370
Contract Services - Aid in Lieu Of Pymts-NonPub Sch	40,000	176,750	216,750	167,150	49,600
Miscellaneous Purchased Services-Transportation	-	14,500	14,500	14,444	56
Supplies and Materials	1,200	(1,000)	200	138	62
Transportation Supplies	112,500	25,000	137,500	126,383	11,117
Other Objects	25,600	(12,000)	13,600	11,294	2,306
Total Undist. Expend. - Student Transportation Serv.	1,628,267	263,980	1,892,247	1,759,364	132,882
Social Security Contributions	104,800	-	104,800	94,932	9,868
Workmen's Compensation	55,200	-	55,200	55,200	-
Health Benefits	1,185,000	-	1,185,000	1,185,000	-
Tuition Reimbursement	28,000	-	28,000	13,033	14,967
Other Employee Benefits	-	-	-	-	-
Total Undist. Expend. - Custodial Services	1,373,000	-	1,373,000	1,348,164	24,836
Social Security Contributions	14,000	-	14,000	12,659	1,341
Workmen's Compensation	7,350	-	7,350	7,350	-
Health Benefits	160,800	-	160,800	160,800	-
Tuition Reimbursement	-	-	-	-	-
Total Other Supp Serv - Guidance	182,150	-	182,150	180,809	1,341
Tuition Reimbursement	-	-	-	-	-
Total Educational Media Services - Sch. Library	-	-	-	-	-
Social Security Contributions	16,760	-	16,760	15,251	1,509
Other Retirement contributions - PERS	80,000	-	80,000	80,000	-
Workmen's Compensation	8,850	-	8,850	8,850	-
Health Benefits	308,000	-	308,000	308,000	-
Total Student Transportation Services	413,610	-	413,610	412,101	1,509
Total Allocated Benefits	1,968,760	-	1,968,760	1,941,075	27,685

Shore Regional High School District
Budgetary Comparison Schedule
General Fund
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>
UNALLOCATED BENEFITS					
Group Insurance		-			-
Social Security Contributions	67,000	(2,611)	64,389	60,217	4,172
Other Retirement Contributions - PERS	61,036	15,366	76,402	76,402	-
Other Retirement Contributions - Regular	19,000	3,700	22,700	22,047	653
Interest for Lease Purchase		-			-
Unemployment Compensation		-			-
Workmen's Compensation	35,100	1,753	36,853	36,853	-
Health Benefits	610,000	(25,968)	584,032	548,418	35,614
Tuition Reimbursement		450	450	390	60
Other Employee Benefits	7,075	17,729	24,804	24,753	51
Unused Sick pay to Terminated/Retired Staff-mass severance	-	3,150	3,150	2,925	225
TOTAL UNALLOCATED BENEFITS	<u>799,211</u>	<u>13,569</u>	<u>812,780</u>	<u>772,005</u>	<u>40,775</u>
Total Personal Services - Employee Benefits	2,767,971	13,569	2,781,540	2,713,080	68,460
Undist. Expend. - Food Services					
Transfers to Cover Deficit (Enterprise Fund)	20,000	-	20,000	20,000	-
Total Undist. Expend. - Food Services	<u>20,000</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
On-behalf TPAF Pension Contributions (non-budgeted)		-		2,201,471	(2,201,471)
On-behalf TPAF OPEB (Post Retire. Medical) Contributions (non-budgeted)		-		514,353	(514,353)
On-behalf TPAF OPEB (Non-Contrib Ins) Contributions (non-budgeted)		-		530	(530)
Reimbursed TPAF Social Security Contributions (non-budgeted)		-		465,156	(465,156)
TOTAL ON-BEHALF CONTRIBUTIONS	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,181,510</u>	<u>(3,181,510)</u>
TOTAL UNDISTRIBUTED EXPENDITURES	12,557,439	306,696	12,864,135	14,837,907	1,207,738
Increase in Capital Reserve		-			-
TOTAL GENERAL CURRENT EXPENSE	<u>19,352,243</u>	<u>367,180</u>	<u>19,719,423</u>	<u>21,258,742</u>	<u>1,642,191</u>
CAPITAL OUTLAY					
Equipment					
Regular Programs - Instruction:					
Preschool/Kindergarten		-			-
Grades 1-5		-			-
Grades 6-8		-			-
Grades 9-12	16,000	8,262	24,262	22,571	1,691
Home Instruction		-			-
Special Education - Instruction:					
Cognitive - Mild		-			-
Cognitive - Moderate		-			-
Learning and/or Language Disabilities		-			-
Visual Impairments		-			-
Auditory Impairments		-			-
Behavioral Disabilities		-			-
Multiple Disabilities		-			-
Resource Room/Resource Center		-			-
Autism		-			-
Preschool Disabilities - Part-Time		-			-
Preschool Disabilities - Full-Time		-			-
Cognitive - Severe		-			-
Basic Skills/Remedial - Instruction		-			-
Bilingual Education - Instruction		-			-
Vocational Programs - Local - Instruction		-			-
School-Sponsored and Other Instructional Program		7,238	7,238	7,238	-
Undistributed Expenditures - Instruction		-			-
Undist.Expend.-Support Serv.-Students - Reg.		-			-
Undist.Expend.-Non-Instructional Services		-			-
Undistributed Expenditures - General Admin.		-			-
Undistributed Expenditures - Central Services		-			-
Undistributed Expenditures - Admin. Info Tech.		33,500	33,500	10,294	23,206
Undistributed Expenditures - Non-Inst. Equip.		35,000	99,608	97,147	2,461
Undistributed Expenditures - Operation of Plant Services		-			-
Undistributed Expenditures - Security		-			-
Schools Buses - Regular		-			-
Special Schools (All Programs)		-			-
Total Equipment	<u>16,000</u>	<u>84,000</u>	<u>164,608</u>	<u>137,250</u>	<u>27,358</u>

Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Facilities Acquisition and Construction Services					
Architectural/Engineering Services	37,500	(27,880)	9,620	8,850	770
Construction Services	375,000	(20,062)	354,938	354,938	0
Security Grant		41,662	41,662	29,442	12,220
Water Infrastructure		70,721	70,721	65,964	4,757
SDA Assessment	1,024	-	1,024	1,024	-
Other Objects					-
Total Facilities Acquisition and Construction Services	<u>413,524</u>	<u>64,441</u>	<u>477,965</u>	<u>460,218</u>	<u>17,747</u>
Assets Acquired Under Capital Leases (non-budgeted)					
Undistributed Expenditures:					
Capital Leases		-		66,599	(66,599)
Assets Acquired Under Capital Leases (non-budgeted)	-	-	-	66,599	(66,599)
Deposit to Capital Reserve					-
TOTAL CAPITAL OUTLAY	<u>429,524</u>	<u>148,441</u>	<u>642,573</u>	<u>664,067</u>	<u>(21,493)</u>
SPECIAL SCHOOLS					
Summer School					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Summer School - Instruction	-	-	-	-	-
Summer School - Support Services					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Summer School - Support Services	-	-	-	-	-
Total Summer School	-	-	-	-	-
Other Special Schools - Instruction					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Other Special Schools - Instruction	-	-	-	-	-
Other Special Schools - Support Services					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Other Special Schools - Support Services	-	-	-	-	-
Total Other Special Schools	-	-	-	-	-
Accred. Even./Adult H.S./Post-Grad.-Inst.					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Accred. Even./Adult H.S./Post-Grad.-Inst.	-	-	-	-	-
Accred. Even./Adult H.S./Post-Grad.-Supp. Service					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Accred. Even./Adult H.S./Post-Grad.-Supp. Service	-	-	-	-	-
Total Accred. Even./Adult H.S./Post-Grad.	-	-	-	-	-

Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 Fiscal Year Ended June 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Adult Education-Local-Instruction					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Adult Education-Local-Instruction	-	-	-	-	-
Adult Education-Local -Support Serv.					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Adult Education-Local -Support Serv.	-	-	-	-	-
Total Adult Education-Local	-	-	-	-	-
Vocational Evening-Local-Instruction					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Vocational Evening-Local-Instruction	-	-	-	-	-
Vocational Evening-Local-Support Serv.					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Vocational Evening-Local-Support Serv.	-	-	-	-	-
Total Vocational Evening-Local	-	-	-	-	-
Even.-Sch.-Foreign-Born-Local-Inst.					
Salaries of Teachers		-			-
Other Salaries for Instruction		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
General Supplies		-			-
Textbooks		-			-
Other Objects		-			-
Total Even.-Sch.-Foreign-Born-Local-Inst.	-	-	-	-	-
Even.-Sch.-Foreign-Born-Local-Sup. Serv.					
Salaries		-			-
Personal Services - Employee Benefits		-			-
Purchased Professional and Technical Services		-			-
Other Purchased Services (400-500 series)		-			-
Supplies and Materials		-			-
Other Objects		-			-
Total Even.-Sch.-Foreign-Born-Local-Sup. Serv.	-	-	-	-	-
Total Even.-Sch.-Foreign-Born-Local	-	-	-	-	-
TOTAL SPECIAL SCHOOLS	-	-	-	-	-
Transfer of Funds to Charter Schools					
TOTAL EXPENDITURES	19,781,767	515,621	20,361,996	21,922,809	1,620,698
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	(667,390)	(243,238)	(975,236)	725,391	1,700,628
Other Financing Sources (Uses):					
Transfer to Cover Expenditures - Cafeteria				66,599	
Capital Leases (non-budgeted)				-	
Adjustments to Receivables/refunds				-	

**Shore Regional High School District
 Budgetary Comparison Schedule
 General Fund
 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>
Total Other Financing Sources:	<u>-</u>	<u>-</u>	<u>-</u>	<u>66,599</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(667,390)	(243,238)	(975,236)	791,990	1,700,628
Fund Balance, July 1	3,379,757	-	3,379,757	3,379,757	(0)
Fund Balance, June 30	<u>\$ 2,712,367</u>	<u>\$ (243,238)</u>	<u>\$ 2,404,521</u>	<u>\$ 4,171,748</u>	<u>\$ 1,700,627</u>
Recapitulation:					
Restricted Fund Balance:					
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures				\$ 344,691	
Reserve for Excess Surplus				1,025,205	
Reserve for Capital Reserve				1,658,045	
Reserve for Maintenance					
Unemployment Compensation				26,451	
Committed Fund Balance:					
Reserve for Encumbrances				240,595	
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures				-	
Unrestricted Fund Balance				876,761	
				<u>4,171,748</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not recognized on GAAP basis				(71,376)	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 4,100,372</u>	

**Shore Regional High School District
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2022**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources	\$ 100,500	282,959	\$ 383,459	\$ 238,554	\$ (144,905)
State Sources	-	54,753	54,753	51,521	(3,232)
Federal Sources	645,561	1,050,354	1,695,915	928,082	(767,833)
Total Revenues	746,061	1,388,066	2,134,127	1,218,157	(915,970)
EXPENDITURES:					
Instruction					
Salaries of Teachers	498,996	(318,415)	180,581	97,218	83,363
Other Salaries for Instruction	-	-	-	-	-
Other Salaries	-	-	-	-	-
Purchased Professional - Educational Services	-	27,454	27,454	24,624	2,830
Purchased Professional and Technical Services	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Other Purchased Services (400-500 series)	119,847	75,258	195,105	155,890	39,215
General Supplies	11,947	179,014	190,961	27,688	163,273
Textbooks	-	3,301	3,301	3,004	297
Tuition	-	-	-	-	-
Other Objects	-	-	-	-	-
Total Instruction	630,790	(33,388)	597,402	308,424	288,978
Support Services					
Salaries of Other Professional Staff	-	46,957	46,957	19,507	27,450
Salaries of Secretaries & Clerical Assistants	-	-	-	-	-
Other Salaries	-	-	-	-	-
Personal Services - Employee Benefits	-	40,750	40,750	32,622	8,128
Purchased Professional Services	-	304,661	304,661	129,850	174,811
Other Purchased Professional Services	-	-	-	-	-
Other Purchased Professional and Technical Services	-	-	-	-	-
Rentals	-	-	-	-	-
Contracted Services Transportation	-	-	-	-	-
Tuition	-	-	-	-	-
Travel	-	-	-	-	-
Other Purchased Services (400-500 series)	14,771	545,956	560,727	423,727	137,000
Supplies & Materials	-	81,616	81,616	22,775	58,841
Scholarships Awarded	500	1,500	2,000	2,000	-
Student Activities	100,000	234,211	334,211	124,503	209,708
Athletic Fund	-	62,965	62,965	62,965	-
Total Support Services	115,271	1,318,616	1,433,887	817,949	615,938
Facilities Acquisition and Construction Services:					
Buildings	-	85,000	85,000	30,110	54,890
Instructional Equipment	-	-	-	-	-
Noninstructional Equipment	-	17,838	17,838	17,838	-
Total Facilities Acquisition and Construction Services	-	102,838	102,838	47,948	54,890
Transfer to Charter School					
	-	-	-	-	-
Total Expenditures	746,061	1,388,066	2,134,127	1,174,321	959,806

**Shore Regional High School District
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2022**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Financing Sources (Uses)					
Transfer in from General Fund		-			-
Transfer Out to Whole School Reform (General Fund)		-			-
Total Other Financing Sources (Uses)	-	-	-	-	-
Total Outflows	746,061	1,388,066	2,134,127	1,174,321	959,806
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	43,836	\$ (43,836)
Fund Balance, July 1				244,645	
Fund Balance, June 30				<u>288,481</u>	
Recapitulaton					
Restricted					
Scholarships				32,101	
Student Activities				209,707	
Athletic Fund				<u>46,673</u>	
Total Fund Balance				<u>\$288,481</u>	

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

**Shore Regional High School District
Required Supplementary Information
Budgetary Comparison Schedule
Note to RSI
For the Fiscal Year Ended June 30, 2022**

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

		General Fund		Special Revenue Fund
Sources/inflows of resources				
Actual amounts (budgetary basis) "revenue"				
from the budgetary comparison schedule	[C-1]	\$ 22,648,200	[C-2]	\$ 1,218,157
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized:				
Add: Prior Year		-		30,426
Less: Current Year		-		(323,786)
State aid payment recognized for budgetary purposes, not recognized for GAAP statements		(71,377)		
Prior year state aid payment recognized for GAAP purposes in current year		60,759		
 Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	 [B-2]	 <u>\$ 22,637,582</u>	 [B-2]	 <u>\$ 924,797</u>
Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	21,922,809	[C-2]	1,174,321
Differences - budget to GAAP				
The district budgets for claims and compensated absences only to the extent expected to be paid, rather than on the modified accrual basis.				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.				
Add: Prior Year				30,426
Less: Current Year				(323,786)
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.				
Net transfers (outflows) to general fund		-		-
 Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	 [B-2]	 <u>\$ 21,922,809</u>	 [B-2]	 <u>\$ 880,961</u>

***REQUIRED SUPPLEMENTARY INFORMATION
PART III***

***SCHEDULES RELATED TO ACCOUNTING AND REPORTING
FOR PENSIONS (GASB 68)***

Shore Regional High School District
Schedules of Required Supplementary Information
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
PERS
Last Seven Fiscal Years*

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
District's proportion of the net pension liability	0.0130%	0.0130%	0.0136%	0.0139%	0.0133%	0.0121%	0.0129%
District's proportionate share of the net pension liability	\$ 2,926,957	\$ 3,841,421	\$ 3,174,168	\$ 2,729,574	\$ 2,402,167	\$ 1,967,441	\$ 1,523,070
District's covered employee payroll	\$ 901,512	\$ 943,274	\$ 924,596	\$ 878,089	\$ 918,131	\$ 889,807	\$ 942,358
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	30.80%	24.56%	29.13%	32.17%	38.22%	45.23%	61.87%
Plan fiduciary net position as a percentage of the total pension liability	38.21%	47.93%	48.10%	53.60%	56.27%	58.32%	70.33%

*This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2015.

Shore Regional High School District
Schedules of Required Supplementary Information
SCHEDULE OF DISTRICT CONTRIBUTIONS
PERS
Last Seven Fiscal Years*

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Contractually required contribution	\$ 132,214	\$ 115,226	\$ 126,320	\$ 137,893	\$ 129,687	\$ 131,982	\$ 150,567
Contributions in relation to the contractually required contribution	\$ <u>(132,214)</u>	\$ <u>(115,226)</u>	\$ <u>(126,320)</u>	\$ <u>(137,893)</u>	\$ <u>(129,687)</u>	\$ <u>(131,982)</u>	\$ <u>(150,567)</u>
Contribution deficiency (excess)	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
District's covered employee payroll	\$ 901,512	\$ 943,274	\$ 924,596	\$ 878,089	\$ 918,131	\$ 889,807	\$ 942,358
Contributions as a percentage of its covered-employee payroll	14.67%	12.22%	13.66%	15.70%	14.13%	14.83%	15.98%

*This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2015.

Shore Regional High School District
Schedules of Required Supplementary Information
SCHEDULE OF DISTRICT'S PRPORTIONATE SHARE OF
NET PENSION LIABILITY
TPAF
Last Seven Fiscal Years*

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
District's proportion of the net pension liability	N/A	0.0536%	0.0554%	0.0543%	0.0557%	0.0554%	0.0544%
State's proportionate share of the net pension liability attributable to the District	\$ 33,958,948	\$ 42,151,001	\$ 37,326,119	\$ 34,553,930	\$ 34,202,199	\$ 36,475,418	\$ 26,133,877
District's covered employee payroll	\$ 5,701,035	\$ 5,783,456	\$ 5,860,042	\$ 6,036,100	\$ 5,940,031	\$ 5,738,613	\$ 6,123,679
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	595.66%	728.82%	636.96%	572.45%	575.79%	635.61%	426.77%
Plan fiduciary net position as a percentge of the total pension liability	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%

*This schedule does not contain ten years of information as GASB #68 was implemented during the fiscal year ending June 30, 2015.

N/A - Information was not available.

***SCHEDULES RELATED TO ACCOUNTING AND REPORTING
FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS***

**SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS
PUBLIC EMPLOYEE'S RETIREMENT SYSTEM AND
TEACHERS' PENSION AND ANNUITY FUND**

	2018	2019	2020	2021	2022
Total OPEB Liability					
Service Cost	1,060,885	881,506	817,148	850,777	1,418,731
Interest Cost	912,295	1,051,559	989,516	802,849	823,147
Changes in Benefit Terms					(33,774)
Differences between Expected and Actual Experiences		(2,137,884)	(4,171,660)	5,489,201	(5,275,246)
Changes of Assumptions	(3,786,464)	(2,878,279)	333,746	6,465,384	31,305
Member Contributions	24,574	23,180	20,368	18,677	21,044
Gross Benefit Payments	(667,360)	(670,682)	(687,120)	(616,192)	(648,409)
Net Change in Total OPEB Liability	(2,456,070)	(3,730,600)	(2,698,002)	13,010,696	(3,663,202)
Total OPEB Liability - Beginning	31,268,615	28,812,545	25,081,945	22,383,943	35,394,639
Total OPE Liability - Ending	28,812,545	25,081,945	22,383,943	35,394,639	31,731,437
Covered-Employee Payroll	6,708,052	6,784,638	6,858,162	6,628,420	7,066,037
Total OPEB Liability as a Percentage of Covered Employee Payroll	429.52%	369.69%	326.38%	533.98%	449.07%

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

OTHER SUPPLEMENTARY INFORMATION

SCHOOL BASED BUDGET SCHEDULES

NOT APPLICABLE

***SPECIAL REVENUE FUND
DETAIL STATEMENTS***

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

**Shore Regional High School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**

For the Fiscal Year Ended June 30, 2022

	Total Brought Forward (Ex. E-1a)	Title I	Title I Carryover FYE 2021	Title IIA	Title IIA Carryover FYE 2021	ESSER II	ESSER II Learning	ESSER II Mental Health	ARP IDEA	ARP ESSER	ARP Accelerated Learning	ARP Mental Health	Title IV	I.D.E.A. Part B Basic	Local Grants	Scholarship Fund	Student Activity Fund	Athletic Fund	Total	
REVENUES																				
Local Sources	\$ -														\$ 5,250	\$ 6,098	\$ 145,326	\$ 81,880	\$ 238,554	
State Sources	51,521																		51,521	
Federal Sources	-	108,803	11,296	14,169	2,674	205,725	19,000	29,700	24,922	370,084	1,950	2,549	2,750	134,460					928,082	
Total Revenues	51,521	108,803	11,296	14,169	2,674	205,725	19,000	29,700	24,922	370,084	1,950	2,549	2,750	134,460	5,250	6,098	145,326	81,880	1,218,157	
EXPENDITURES:																				
Instruction:																				
Salaries of Teachers	-	73,225				6,575	17,418	-	-	-	-	-								97,218
Other Salaries for Instruction	-																			-
Purchased Professional - Educational Services	22,677																			22,677
Purchased Professional and Technical Services	-																			-
Other Purchased Services (400-500 series)	-								24,922					130,968						155,890
Tuition	-																			-
General Supplies	-	6,179	593		-	20,916														27,688
Textbooks	3,004																			3,004
Other Objects	-																			-
Supplies and Materials	1,947																			1,947
Total instruction	27,628	79,404	593	-	-	27,491	17,418	-	24,922	-	-	-	-	130,968	-	-	-	-	-	308,424
Support services:																				
Salaries of Secretarial and Clerical Assists.	-					19,507														19,507
Other Salaries	-																			-
Personal Services - Employee Benefits	-	29,399				1,891	1,332													32,622
Purchased Professional Services	6,055		10,703	10,950	-	6,750		29,700		59,450			2,750		5,250					131,608
Other Purchased Professional and Technical Services	-			3,219	2,674	100,000				310,634	1,950			3,492						421,969
Purchased Technical Services	-																			-
Rentals	-																			-
Travel	-																			-
Other Purchased Services	-																			-
Supplies & Materials	-					19,976	250					2,549								22,775
Scholarships Awarded	-															2,000				2,000
Student Activities/Athletic Fund	-																	124,503	62,965	187,468
Total support services	6,055	29,399	10,703	14,169	2,674	148,124	1,582	29,700	-	370,084	1,950	2,549	2,750	3,492	5,250	2,000	124,503	62,965	817,949	

**Shore Regional High School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**

For the Fiscal Year Ended June 30, 2022

	Total Brought Forward (Ex. E-1a)	Title I FYE 2021	Title IIA FYE 2021	Title IIA Carryover	ESSER II	ESSER II Learning	ESSER II Mental Health	ARP IDEA	ARP ESSER	ARP Accelerated Learning	ARP Mental Health	Title IV	I.D.E.A. Part B	Local Grants	Scholarship Fund	Student Activity Fund	Athletic Fund	Total	
EXPENDITURES (CONT'D):																			
Facilities acquisition and const. serv.:																			
Buildings	-				30,110	-	-	-	-	-	-	-						30,110	
Instructional Equipment	-																	-	
Noninstructional Equipment	17,838																	17,838	
Total facilities acquisition and const. serv.	17,838	-	-	-	30,110	-	-	-	-	-	-	-	-	-	-	-	-	47,948	
Transfer to Charter Schools	-																	-	
Total Expenditures	51,521	108,803	11,296	14,169	2,674	205,725	19,000	29,700	24,922	370,084	1,950	2,549	2,750	134,460	5,250	2,000	124,503	62,965	1,174,321
Other Financing Sources (Uses)																			
Transfer In from General Fund	-																	-	
Contribution to Whole School Reform	-																	-	
Total Outflows	51,521	108,803	11,296	14,169	2,674	205,725	19,000	29,700	24,922	370,084	1,950	2,549	2,750	134,460	5,250	2,000	124,503	62,965	1,174,321
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,098	20,823	18,915	43,836
Fund Balance, July 1																28,003	188,884	27,758	244,645
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32,101	\$ 209,707	\$ 46,673	\$ 288,481

**Shore Regional High School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2022**

N.J. Nonpublic Handicapped Services Ch. 192 and 193										
		Annual	Initial					SDA	Total	
Compensatory Education	Supplemental Instruction	Examination & Classification	Examination & Classification	Nonpublic Technology	Nonpublic Nursing	Nonpublic Textbooks	Nonpublic Speech	Emergent Needs	Carried Forward	
REVENUES										
Local Sources									\$	-
State Sources	7,166	5,881	1,140	6,630	1,947	6,055	3,004	1,860	17,838	51,521
Federal Sources										-
Total Revenues	7,166	5,881	1,140	6,630	1,947	6,055	3,004	1,860	17,838	51,521
EXPENDITURES:										
Instruction:										
Salaries of Teachers										-
Other Salaries for Instruction										-
Purchased Professional - Educational Services	7,166	5,881	1,140	6,630				1,860		22,677
Purchased Professional and Technical Services										-
Other Purchased Services (400-500 series)										-
Tuition										-
General Supplies										-
Textbooks							3,004			3,004
Other Objects										-
Supplies and Materials					1,947					1,947
Total instruction	7,166	5,881	1,140	6,630	1,947	-	3,004	1,860	-	27,628
Support services:										
Salaries of Secretarial and Clerical Assists.										-
Other Salaries										-
Personal Services - Employee Benefits										-
Purchased Professional Services						6,055				6,055
Other Purchased Professional and Tech Svcs										-
Purchased Technical Services										-
Rentals										-
Travel										-
Other Purchased Services										-
Supplies & Materials										-
Scholarships Awarded										-
Student Activities										-
Total support services	-	-	-	-	-	6,055	-	-	-	6,055

**Shore Regional High School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2022**

	N.J. Nonpublic Handicapped Services Ch. 192 and 193				Nonpublic Technology	Nonpublic Nursing	Nonpublic Textbooks	Nonpublic Speech	SDA Emergent Needs	Total Carried Forward
	Compensatory Education	Supplemental Instruction	Annual Examination & Classification	Initial Examination & Classification						
EXPENDITURES (CONT'D):										
Facilities acquisition and const. serv.:										
Buildings										-
Instructional Equipment									-	-
Noninstructional Equipment									17,838	17,838
Total facilities acquisition and const. serv.	-			-	-	-			17,838	17,838
Transfer to Charter Schools										-
Total Expenditures	7,166	5,881	1,140	6,630	1,947	6,055	3,004	1,860	17,838	51,521
Other Financing Sources										
Transfer in from General Fund										-
Contribution to Whole School Reform										-
Total Outflows	7,166	5,881	1,140	6,630	1,947	6,055	3,004	1,860	17,838	51,521
Excess (Deficiency) of Revenues Over (Under)										
Expenditures and Other Financing Sources (Uses)	\$ -			\$ -	\$ -	\$ -			\$ -	\$ -

***CAPITAL PROJECTS FUND
DETAIL STATEMENTS***

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds. – N/A

NOT APPLICABLE

***PROPRIETARY FUNDS
DETAIL STATEMENTS***

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the district's board is that the costs of providing goods or services be financed through user charges.

Food Services Fund - This fund provides for the operation of food services in all schools within the school district.

THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5, AND B-6.

***FIDUCIARY FUNDS
DETAIL STATEMENTS***

Fiduciary Funds are used to account for funds received by the school district for a specific purpose. Agency Funds are used to account for assets held by the school district as an agent for individuals, private organizations, other governments and/or other funds.

Student Activity Fund - This agency fund is used to account for student funds held at the schools.

Payroll Fund - This agency fund is used to account for the payroll transactions of the school district.

SHORE REGIONAL HIGH SCHOOL DISTRICT
 COUNTY OF MONMOUTH
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Unemployment Compensation Trust	Private Purpose Scholarship Fund	Student Activity Agency Fund	Payroll Agency Fund	Total
ASSETS:					
Cash and Cash Equivalents	\$ 26,451	32,101	46,673	69,796	175,021
Total Assets	\$ 26,451	32,101	46,673	69,796	175,021
LIABILITIES:					
Payable to Student Groups	\$		46,673		46,673
Net Payroll				2,040	2,040
Payroll Deductions and Withholdings	_____	_____	_____	67,756	67,756
Total Liabilities	\$ _____	-	<u>46,673</u>	<u>69,796</u>	<u>116,469</u>
NET ASSETS:					
Held in Trust for Unemployment Claims and Other Purpose	\$ 26,451				26,451
Reserved for Scholarships		32,101			32,101
Reserved for Other Trust	_____	_____			-
Total Net Assets	\$ <u>26,451</u>	<u>32,101</u>			<u>58,552</u>

**SHORE REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Fund</u>	<u>Total</u>
ADDITIONS:			
Contributions:			
Plan Member	\$	6,055	6,055
Other			-
Total Contributions	\$ -	6,055	6,055
Investment Earnings:			
Interest & Dividends	\$ 40	43	83
Net Investment Earnings	\$ 40	43	83
Total Additions	\$ 40	6,098	6,138
DEDUCTIONS:			
Quarterly Contribution Reports	\$		-
Unemployment Claims			-
Scholarships Awarded		2,000	2,000
Miscellaneous			
Transfer of Interest	40		40
Total Deductions	\$ 40	2,000	2,040
Change in Net Assets	\$ -	4,098	4,098
Net Assets - Beginning of Fiscal Year	\$ 26,451	28,003	54,454
Net Assets - End of Fiscal Year	\$ 26,451	32,101	58,552

Exhibit H-3

**SHORE REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
STUDENT ACTIVITY AGENCY FUND
STATEMENT OF ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<u>Schools</u>	<u>Balance July 1, 2021</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2022</u>
High School:				
Student Activity Account	\$ 188,884	10	188,894	(0)
Athletic Fund	<u>27,758</u>	<u>81,880</u>	<u>62,965</u>	<u>46,673</u>
Total	<u>\$ 216,642</u>	<u>81,890</u>	<u>251,859</u>	<u>46,673</u>

Exhibit H-4

SHORE REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
PAYROLL AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Balance July 1, 2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2022</u>
ASSETS:				
Cash and cash equivalents	\$ 74,491	9,673,767	9,678,462	69,796
Total Assets	\$ 74,491	9,673,767	9,678,462	69,796
LIABILITIES:				
Net payroll	\$ 209	5,411,838	5,410,007	2,040
Payroll deductions and withholdings	74,282	4,261,929	4,268,455	67,756
Total Liabilities	\$ 74,491	9,673,767	9,678,462	69,796

LONG-TERM DEBT SCHEDULES

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding, mortgages payable, term loans and obligations under capital leases.

SHORE REGIONAL HIGH SCHOOL DISTRICT
GENERAL LONG-TERM DEBT ACCOUNT GROUP
STATEMENT OF SERIAL BONDS AND LOANS
June 30, 2022

Issue	Date of Issue	Amount of Issue	Annual Maturities of Bonds and Loans Outstanding June 30, 2022		Interest Rate	Balance July 1, 2021	Issued	Retired	Balance June 30, 2022	
			Date	Amount						
Replacement of the Heating, Ventilation and Air Conditioning System	10/7/2009	13,999,000	9/15/2022	*	735,000					
			9/15/2023	*	765,000					3.500%
			9/15/2024	*	795,000					3.750%
			9/15/2025	*	830,000					
			9/15/2026	*	865,000					4.000%
			9/15/2027	*	900,000					4.000%
			9/15/2028	*	940,000					4.000%
			9/15/2029	*	985,000					
				<u>\$ 6,815,000</u>						
Refunding School Bonds; Advance refunded \$10,125 of the Bonds originally issued on 10/07/09 and maturing on or after 09/15/29	8/11/2016	7,720,000	8/1/2022		685,000	3.0 - 4.0%	\$ 7,090,000		\$ 655,000	\$ 6,435,000
			8/1/2023		715,000					
			8/1/2024		750,000					
			8/1/2025		785,000					
			8/1/2026		820,000					
			8/1/2027		855,000					
			8/1/2028		890,000					
			8/1/2029		935,000					
			<u>\$ 6,435,000</u>							
						<u>\$ 7,090,000</u>	<u>\$ -</u>	<u>\$ 655,000</u>	<u>\$ 6,435,000</u>	

* The bonds associated with this issuance were refunded with the Refunding School Bonds issued on August 11, 2016. (See notes for additional information)

**SHORE REGIONAL HIGH SCHOOL DISTRICT
COUNTY OF MONMOUTH
GENERAL LONG-TERM DEBT ACCOUNT GROUP
STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES
June 30, 2022**

Series	Amount of Original Issue	Amount Outstanding July 1, 2021	Issued Current Year	Retired Current Year	Amount Outstanding June 30, 2022
Savin MP6503 and MP4054SP Copiers	30,382	6,711		6,711	0
SAVIN MPC2504 (Media Ctr)	8,611	3,790		1,831	1,959
CHROMEBOOKS	44,125	1,296		1,296	0
SAVIN MP40555P (Athletics)	12,961	7,417		2,637	4,780
SAVIN 8200S (2) & MPC6503	106,811	72,180		21,073	51,107
BUSES (2)	168,261	168,261		30,761	137,500
CHROMEBOOKS	97,375	82,350		14,980	67,370
BUS & VAN	166,603	148,550		31,766	116,784
WIRELESS ACCESS POINT UPGRADE	141,536	115,082		27,341	87,741
SAVIN IMC6500 (MAIN OFFICE)	28,041	0	28,041	1,215	26,826
SAVIN IM7000 & IM3500 (GUIDANCE AND VP)	29,323	0	29,323	-	29,323
SAVIN IMC2500 DIGITAL COPIER (COMPUTER LAB)	9,235	0	9,235	-	9,235
		<u>\$ 605,637</u>	<u>\$ 66,599</u>	<u>\$ 139,611</u>	<u>\$ 532,625</u>

**Shore Regional High School District
 Budgetary Comparison Schedule
 Debt Service Fund
 For the Fiscal Year Ended June 30, 2022**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 610,830	\$ -	\$ 610,830	\$ 610,830	\$ -
State Sources:					
Debt Service Aid Type II	314,670	-	314,670	314,670	-
Total Revenues	<u>925,500</u>	<u>-</u>	<u>925,500</u>	<u>925,500</u>	<u>-</u>
EXPENDITURES:					
Regular Debt Service:					
Interest	270,500	-	270,500	270,499	(1)
Redemption of Principal	655,000	-	655,000	655,000	-
Total Regular Debt Service	<u>925,500</u>	<u>-</u>	<u>925,500</u>	<u>925,499</u>	<u>(1)</u>
Total expenditures	<u>925,500</u>	<u>-</u>	<u>925,500</u>	<u>925,499</u>	<u>(1)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	1	1
Other Financing Sources:					
Operating Transfers In:					
Transfers from Capital Projects Fund					-
Interest Income					-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>1</u>

STATISTICAL SECTION

INTRODUCTION TO THE STATISTICAL SECTION

**Shore Regional High School District
Introduction to the Statistical Section**

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	98-104
Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	105-117
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.	118-121
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.	122-129
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	130-134

FINANCIAL TRENDS

SHORE REGIONAL HIGH SCHOOL DISTRICT
Net Assets by Component,
Last ten fiscal years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities										
Invested in capital assets, net of related debt	\$ 3,187,506	\$ 4,707,267	\$ 7,112,601	\$ 6,559,847	\$ 8,702,574	\$ 3,295,297	\$ 3,288,639	\$ 3,071,153	\$ 3,806,573	\$ 4,219,984
Restricted (Deficit)	2,342,375	1,446,571	1,614,472	1,164,434	911,708	884,173	1,202,049	1,305,319	2,332,872	3,342,874
Unrestricted (Deficit)	378,863	1,724,014	(3,920,011)	(2,324,520)	(2,557,625)	(2,064,514)	(2,732,292)	(2,697,181)	(2,087,190)	(1,324,359)
Total governmental activities net assets	\$ 5,908,744	\$ 7,877,852	\$ 4,807,062	\$ 5,399,761	\$ 7,056,657	\$ 2,114,956	\$ 1,758,396	\$ 1,679,291	\$ 4,052,255	\$ 6,238,499
Business-type activities										
Invested in capital assets, net of related debt	\$ 30,886	\$ 23,041	\$ 14,696					\$ 3,737	\$ 2,620	\$ 1,777
Restricted										
Unrestricted	(86,474)	(108,020)	(93,168)	(92,698)	(10,607)	(108,514)	23,053	30,992	(2,192)	49,867
Total business-type activities net assets	\$ (55,588)	\$ (84,979)	\$ (78,472)	\$ (92,698)	\$ (10,607)	\$ (108,514)	\$ 23,053	\$ 34,729	\$ 428	\$ 51,644
District-wide										
Invested in capital assets, net of related debt	\$ 3,218,392	\$ 4,730,308	\$ 7,127,297	\$ 6,559,847	\$ 8,702,574	\$ 3,295,297	\$ 3,288,639	\$ 3,074,890	\$ 3,809,193	\$ 4,221,761
Restricted (Deficit)	2,342,375	1,446,571	1,614,472	1,164,434	911,708	884,173	1,202,049	1,305,319	2,332,872	3,342,874
Unrestricted (Deficit)	292,389	1,615,994	(4,013,179)	(2,417,218)	(2,568,232)	(2,173,028)	(2,709,239)	(2,666,189)	(2,089,382)	(1,274,492)
Total district net assets	\$ 5,853,156	\$ 7,792,873	\$ 4,728,590	\$ 5,307,063	\$ 7,046,050	\$ 2,006,442	\$ 1,781,449	\$ 1,714,020	\$ 4,052,683	\$ 6,290,143

Source: School District Financial Reports

SHORE REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Assets/Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental activities										
Instruction										
Regular	\$ 3,985,074	\$ 3,871,622	\$ 4,103,905	\$ 4,051,839	\$ 4,262,504	\$ 4,451,747	\$ 4,395,817	\$ 4,484,986	\$ 4,488,322	\$ 4,790,894
Special education	494,990	636,107	756,844	855,086	677,752	878,739	732,881	710,347	715,133	438,371
Other special education										
Vocational										
Other instruction	835,507	854,356	1,010,793	948,527	897,230	1,454,341	1,468,094	1,388,134	1,118,660	1,221,634
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Tuition	1,491,446	1,534,024	1,823,538	1,672,821	1,743,211	1,546,353	2,026,990	2,203,637	2,156,233	2,078,881
Student & instruction related services	1,632,615	1,793,014	1,612,919	1,461,247	1,527,859	1,572,662	1,704,188	1,605,589	1,813,556	2,385,214
School Administrative services	333,544	564,785	638,707	474,041	476,496	321,523	323,493	327,691	343,024	346,272
General Administration	365,221	249,485	79,307	470,487	365,567	419,533	371,437	399,854	394,217	392,586
Central Services	207,671	171,943	251,555	253,673	304,359	235,263	220,871	293,183	282,117	276,630
Plant operations and maintenance	1,503,898	1,421,592	1,557,393	2,322,140	1,627,843	1,798,846	2,210,527	1,930,008	2,032,418	2,305,203
Administrative information technology	68,836		33,140	180,942	178,613	143,716	140,818	130,810	198,982	182,115
Pupil transportation	1,010,342	1,413,807	1,098,444	1,041,135	1,187,998	1,590,669	1,750,559	1,552,004	1,558,442	1,759,364
Other support services										
Unallocated Benefits	3,403,553	3,223,792	3,281,736	3,674,447	3,685,033	4,107,742	4,469,896	4,735,479	4,708,303	5,894,591
Pension Plan					384,939	132,829	52,739	(2,107)	(127,797)	(369,079)
Compensated absences					(5,068)	17,978	28,708	3,845	(27,556)	13,940
Interest on long-term debt	414,596	387,238	392,136	380,849	259,095	320,167	326,300	432,667	285,175	259,582
Capital Outlay										
Transfer to Food Service					43,272	20,000	20,000	30,000	30,000	20,000
Unallocated Depreciation & Amortization	1,173,682	451,693	100,663	266,366	941,526	893,910	868,042	836,111	808,212	974,591
Total governmental activities expenses	16,920,975	16,573,458	16,741,080	18,053,600	18,558,229	19,906,018	21,111,360	21,062,238	20,777,441	22,970,789
Business-type activities:										
Food service	207,261	200,746	195,868	236,682	236,727	215,978	232,498	137,039	123,876	291,956
Enrichment Program										
Total business-type activities expense	207,261	200,746	195,868	236,682	236,727	215,978	232,498	137,039	123,876	291,956
Total district expenses	\$ 17,128,236	\$ 16,774,204	\$ 16,936,948	\$ 18,290,282	\$ 18,794,956	\$ 20,121,996	\$ 21,343,858	\$ 21,199,277	\$ 20,901,317	\$ 23,262,745
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)	\$ 78,000	\$ 118,000	\$ 142,500	\$ 129,100	\$ 297,270	\$ 383,420	\$ 354,442	\$ 434,210	\$ 501,408	\$ 526,683
Special Education			\$ 133,835						\$ 135,980	\$ 227,206
Plant Operations and Maintenance			\$ 213,795	\$ 322,142						
Pupil transportation	352,672	340,638			355,734	501,637	591,292	664,554	347,088	670,871
Central and other support services										
Operating grants and contributions	441,998	210,865			2,068,453	2,472,634	2,719,575	2,747,225	3,251,356	4,145,823
Capital grants and contributions										\$ 47,948
Total governmental activities program revenues	872,670	669,503	490,130	451,242	2,721,457	3,357,691	3,665,309	3,845,989	4,235,832	5,618,531
Business-type activities:										
Charges for services										
Food service	\$ 194,082	\$ 171,318	\$ 188,830	\$ 202,456	\$ 198,543	\$ 207,835	\$ 209,546	\$ 147,865	\$ 74,515	\$ 91,577
Enrichment Program										
Operating grants and contributions						20,000	20,000	30,851	30,000	331,616
Capital grants and contributions										
Total business type activities program revenues	194,082	171,318	188,830	202,456	198,543	227,835	229,546	178,715	104,515	423,193
Total district program revenues	\$ 1,066,752	\$ 840,821	\$ 678,960	\$ 653,698	\$ 2,920,000	\$ 3,585,526	\$ 3,894,855	\$ 4,024,704	\$ 4,340,347	\$ 6,041,724

SHORE REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Assets/Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Net (Expense)/Revenue										
Governmental activities	\$ (16,048,305)	\$ (15,903,955)	\$ (16,250,950)	\$ (17,602,358)	\$ (15,836,772)	\$ (16,548,327)	\$ (17,446,051)	\$ (17,216,249)	\$ (16,541,609)	\$ (17,352,258)
Business-type activities	(13,179)	(29,428)	(7,038)	(34,226)	(38,184)	11,857	(2,952)	41,676	(19,361)	131,237
Total district-wide net expense	\$ (16,061,484)	\$ (15,933,383)	\$ (16,257,988)	\$ (17,636,584)	\$ (15,874,956)	\$ (16,536,470)	\$ (17,449,003)	\$ (17,174,573)	\$ (16,560,970)	\$ (17,221,021)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 14,673,980	\$ 13,998,200	\$ 14,047,137	\$ 13,852,556	\$ 14,673,980	\$ 14,820,720	\$ 15,117,133	\$ 15,419,474	\$ 16,190,448	\$ 16,838,067
Taxes levied for debt service	633,245	644,451	637,923	433,232	639,781	639,758	374,710	641,692	609,213	610,830
Unrestricted grants and contributions	1,905,501	2,641,042	2,877,415	3,100,882	626,985	1,822,072	793,635	892,603	1,024,200	1,166,237
Cancellation of Prior Year Accounts Payable										
Payments in lieu of taxes										
Tuition Received										
Transportation fees										
Investment earnings	1,360				11,630	42,039	45,263	34,318	7,163	8,416
Miscellaneous income	51,390	91,843	10,777	(163,595)	15,143	21,374	542,451	272,701	210,846	245,800
Recording of right to use assets										672,237
Receivables/refunds					(172,162)					
Issuance of refunding bonds					3,549,272					
Fixed assets					(364,496)	(6,206,342)	(120,571)	(517,700)	129,101	(216,688)
Capital Leases					(1,376,373)	482,005	336,870	364,056	465,064	133,511
Transfers	(10,000)			991,982						
Other Adjustments										
Total governmental activities	17,255,476	17,375,536	17,573,252	18,215,057	17,603,760	11,621,626	17,089,491	17,107,144	18,636,035	19,458,410
Business-type activities:										
Investment earnings	43	37	52	-	183	328	480		60	71
Miscellaneous Income							8,947			
Transfers	10,000				10,000					
Total business-type activities	10,043	37	52	-	10,183	328	9,427	-	60	71
Total district-wide	\$ 17,265,519	\$ 17,375,573	\$ 17,573,304	\$ 18,215,057	\$ 17,613,943	\$ 11,621,954	\$ 17,098,918	\$ 17,107,144	\$ 18,636,095	\$ 19,458,481
Change in Net Assets										
Governmental activities	\$ 1,207,171	\$ 1,471,581	\$ 1,322,302	\$ 612,699	\$ 1,766,988	\$ (4,926,701)	\$ (356,560)	\$ (109,105)	\$ 2,094,426	\$ 2,106,152
Business-type activities	(3,136)	(29,391)	(6,986)	(34,226)	(28,001)	12,185	6,475	41,676	(19,361)	131,308
Total district	\$ 1,204,035	\$ 1,442,190	\$ 1,315,316	\$ 578,473	\$ 1,738,987	\$ (4,914,516)	\$ (350,085)	\$ (67,429)	\$ 2,075,065	\$ 2,237,460

Source: School District Financial Reports

SHORE REGIONAL HIGH SCHOOL DISTRICT
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Reserved										
Restricted	\$ 1,498,989	\$ 1,408,303	\$ 310,626	\$ 311,358	\$ 790,731	\$ 617,337	\$ 1,201,957	\$ 1,305,319	\$ 2,088,227	\$ 3,054,392
Committed					13,788	22,622	20,085	153,161	210,200	240,595
Assigned	1,050,590	938,606	866,230	621,400	39	149,725		58,033		
Unreserved	378,863	426,945	378,160	434,345	456,278	1,091,476	651,807	587,814	1,020,571	805,386
Total general fund	<u>\$ 2,928,442</u>	<u>\$ 2,773,854</u>	<u>\$ 1,555,016</u>	<u>\$ 1,367,103</u>	<u>\$ 1,260,836</u>	<u>\$ 1,881,160</u>	<u>\$ 1,873,849</u>	<u>\$ 2,104,327</u>	<u>\$ 3,318,998</u>	<u>\$ 4,100,373</u>
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ 72	\$ 75	\$ 266,744				
Unreserved, reported in:										
Special revenue fund									244,645	288,481
Capital projects fund	231,529	231,529	231,529	231,529						
Debt service fund	109,267	206,015	206,015	75	286,335	92	92			
Permanent fund										
Total all other governmental funds	<u>\$ 340,796</u>	<u>\$ 437,544</u>	<u>\$ 437,544</u>	<u>\$ 231,676</u>	<u>\$ 286,410</u>	<u>\$ 266,836</u>	<u>\$ 92</u>	<u>\$ -</u>	<u>\$ 244,645</u>	<u>\$ 288,481</u>

Source: School District Financial Reports

SHORE REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year Ending June 30,

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Revenues										
Local Tax levy	\$ 17,448,897	\$ 16,799,661	\$ 16,061,166	\$ 15,491,843	\$ 15,460,478	\$ 15,313,761	\$ 14,285,788	\$ 14,685,060	\$ 14,642,651	\$ 15,307,225
Tuition Charges	526,683	501,408	434,210	354,442	383,420	297,270	40,800	133,853	340,638	352,672
Transportation Fees	670,871	347,088	664,554	591,292	501,637	355,734				
Interest Earnings	8,416	7,163	34,318	45,263	42,039	11,630				1,360
Other Local Revenue							88,300	142,500	118,000	78,000
State sources	4,713,937	3,933,201	3,386,115	3,181,073	2,725,336	2,554,252	2,322,097	2,109,982	1,857,840	2,011,410
Federal sources	649,722	321,805	243,425	289,305	1,562,408	139,838	1,097,508	977,193	990,527	336,089
Miscellaneous	469,354	367,376	282,989	585,283	28,336	16,491	53,403	14,812	23,685	51,390
Total revenue	24,487,880	22,277,702	21,106,777	20,538,501	20,703,654	18,688,976	17,887,896	18,063,400	17,973,341	18,138,146
Expenditures										
Instruction:										
Regular	4,790,894	4,488,322	4,484,986	4,395,817	4,451,747	4,262,504	4,034,213	4,103,905	3,871,622	3,985,074
Special	438,371	715,133	710,347	732,881	878,739	677,752	855,086	756,844	636,107	494,990
Other	1,221,634	1,118,660	1,388,134	1,468,094	1,454,341	897,230				
School-Sponsored/Other Instructional							948,527	1,010,793	854,356	835,507
Total Instruction	6,450,899	6,322,115	6,583,467	6,596,792	6,784,827	5,837,486	5,837,826	5,871,542	5,362,085	5,315,571
Undistributed:										
Tuition	2,078,881	2,156,233	2,203,637	2,026,990	1,546,353	1,743,211	1,672,821	1,823,538	1,534,024	1,491,446
Student and Instruction Related Services	2,385,213	1,813,556	1,605,589	1,704,188	1,572,662	1,527,859	1,461,247	1,612,919	1,634,709	1,632,615
Instruction										
Support Services-Students										
Support Services-Instructional Staff										
General Administration	392,586	394,217	399,854	371,437	419,533	365,567	470,487	79,307	249,485	333,544
School Administration	346,272	343,024	327,691	323,493	321,523	476,496	474,041	638,707	564,785	365,221
Central Services	276,630	282,117	293,183	220,871	235,263	304,359	253,673	251,555		207,671
Admin. Information Technology	182,115	198,982	130,810	140,818	143,716	178,613	180,942	33,140		68,836
Operations and Maintenance	2,305,203	2,032,418	1,930,008	2,210,527	1,798,846	1,627,843	1,644,902	1,557,393	1,421,592	1,503,898
Student Transportation	1,759,364	1,558,442	1,552,004	1,750,559	1,590,669	1,187,998	1,041,135	1,098,444	1,413,807	1,267,679
Business and Other Support Services:										
Employee Benefits	5,894,591	4,708,303	4,735,479	4,469,896	4,107,742	3,685,033	3,585,826	3,381,453	3,223,792	3,401,186
Other										
Food Services	20,000	30,000	30,000	20,000	20,000	10,000				
On-behalf TPAF Pension Contributions										
Reimbursed TPAF Social Security Contributions										
Total Undistributed	15,640,855	13,517,292	13,208,255	13,238,779	11,756,307	11,106,979	10,785,074	10,476,456	10,042,194	10,272,096
Capital Outlay:										
Equipment	664,067	319,467	823,769	126,855	590,970	1,029,191	456,714	1,913,312	1,775,900	
Facilities Acquisition and Construction Services										
Lease Purchase Agreements										
Assets Acquired Under Capital Leases										
Total Capital Outlay	664,067	319,467	823,769	126,855	590,970	1,029,191	456,714	1,913,312	1,775,900	-
Special Schools										641,181
Total General Fund & Special Rev Fund Expenditures	22,755,821	20,158,874	20,615,491	19,962,426	19,132,104	17,973,656	17,079,614	18,261,310	17,180,179	16,228,848
Special Revenue:										
Federal										
State										
Other										
Total Special Revenue Expenditures	-	-	-	-	-	-	-	-	-	-
Debt Service Expenditures:										
Principal	655,000	630,000	660,000	640,000	620,000	600,000	585,000	570,000	555,000	540,000
Interest and Other Charges	270,499	293,050	312,400	331,900	350,800	314,760	383,556	396,550	408,513	419,463
Total Debt Service Expenditures	925,499	923,050	972,400	971,900	970,800	914,760	968,556	966,550	963,513	959,463
Total Governmental Fund Expenditures	\$ 23,681,320	\$ 21,081,924	\$ 21,587,891	\$ 20,934,326	\$ 20,102,904	\$ 18,888,416	\$ 18,048,170	\$ 19,227,860	\$ 18,143,692	\$ 17,188,311

SHORE REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Excess (Deficiency) of revenues over (under) expenditures	806,560	1,195,778	(481,114)	(395,825)	600,750	(199,440)	(160,274)	(1,164,460)	(170,351)	949,835
Other Financing sources (uses)										
Proceeds from borrowing										
Capital leases (non-budgeted)	66,599		711,500	121,770		353,250		219,244		
Proceeds from refunding										
Payments to escrow agent										
Prior Period Adjustment - Fund 20 expenditures										
Capital Reserve Contribution										
Adjustment						(172,162)	(213,579)			
Transfers in								804,735		
Transfers out						(33,272)	(20,000)	(804,735)		(10,000)
Total other financing sources (uses)	<u>66,599</u>	<u>-</u>	<u>711,500</u>	<u>121,770</u>	<u>-</u>	<u>147,816</u>	<u>(233,579)</u>	<u>219,244</u>	<u>-</u>	<u>(10,000)</u>
Net change in fund balances	<u>\$ 873,159</u>	<u>\$ 1,195,778</u>	<u>\$ 230,386</u>	<u>\$ (274,055)</u>	<u>\$ 600,750</u>	<u>\$ (51,624)</u>	<u>\$ (393,853)</u>	<u>\$ (945,216)</u>	<u>\$ (170,351)</u>	<u>\$ 939,835</u>
Debt service as a percentage of noncapital expenditures	4.02%	4.45%	4.68%	4.67%	4.98%	5.12%	5.51%	5.58%	5.89%	5.58%

Source: District records

Notes: Noncapital expenditures are total expenditures less capital outlay.

Exhibit J-5

**SHORE REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING**

<u>Fiscal Year Ended June 30,</u>	<u>Interest Income</u>	<u>Tuition</u>	<u>Transportation</u>	<u>Prior Year Refunds</u>	<u>Miscellaneous</u>	<u>Annual Totals</u>
2013	1,287	78,000	-	22,888	8,579	110,754
2014	7,246	118,000	340,638	10,190	6,249	482,323
2015	6,548	32,500	133,853	-	4,157	177,058
2016	3,969	129,100	15,636	28,836	1,469	179,010
2017	11,630	297,270	355,734		15,143	679,777
2018	42,039	383,420	501,637		21,374	948,470
2019	45,263	354,442	591,292		585,283	1,576,280
2020	34,318	434,210	664,554		272,701	1,405,783
2021	7,163	501,408	347,088		210,846	1,066,505
2022	8,416	526,683	670,871		245,800	1,451,770

Source: District Records

REVENUE CAPACITY

Exhibit J-6

**SHORE REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED**

MONMOUTH BEACH BORO

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2013	1,159,479,132	1,296,305,263	89.44%
2014	1,152,279,432	1,269,533,083	90.76%
2015	1,249,408,306	1,300,216,806	96.09%
2016	1,240,287,878	1,317,429,356	94.14%
2017	1,376,781,700	1,403,348,494	98.11%
2018	1,465,914,900	1,500,602,607	97.69%
2019	1,555,952,600	1,542,888,398	100.85%
2020	1,596,446,200	1,632,179,254	97.81%
2021	1,629,890,000	1,650,348,657	98.76%
2022	1,815,973,200	1,838,848,932	98.76%

Source: Municipal Tax Assessor

Exhibit J-6a

**SHORE REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED**

OCEANPORT BOROUGH

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2013	1,020,133,815	1,170,057,750	87.19%
2014	1,032,603,815	1,124,668,563	91.81%
2015	1,028,488,106	1,144,745,650	89.84%
2016	657,635,919	1,152,876,723	57.04%
2017	1,037,556,230	1,190,836,447	87.13%
2018	1,296,916,559	1,251,193,544	103.65%
2019	1,333,347,020	1,275,042,873	104.57%
2020	1,374,727,744	1,366,041,727	100.64%
2021	1,404,066,226	1,413,906,313	99.30%
2022	1,516,166,711	1,548,634,426	97.90%

Source: Municipal Tax Assessor

Notes: Real property is assessed at a percentage of true value (fair or market value) established by each County Board of Taxation. A reassessment occurs when the County Board of Taxation requests the Treasury to order a reassessment.

Exhibit J-6b

**SHORE REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED**

SEA BRIGHT BOROUGH

<u>Year Ended June 30,</u>	<u>Net Assessed Valuations</u>	<u>Estimated Full Cash Valuations</u>	<u>Percentage of Net Assessed to Estimated Full Cash Valuations</u>
2013	447,804,294	732,278,578	61.15%
2014	464,337,994	693,849,625	66.92%
2015	437,700,056	636,906,890	68.72%
2016	643,216,736	627,570,711	102.49%
2017	699,175,583	685,007,983	102.07%
2018	738,116,674	726,341,002	101.62%
2019	777,727,764	815,541,433	95.36%
2020	821,693,910	890,961,176	92.23%
2021	862,356,689	916,512,766	94.09%
2022	974,602,783	1,000,704,608	97.39%

Source: Municipal Tax Collector

Note: Real property is assessed at a percentage of true value (fair or market value) established by each County Board of Taxation. A reassessment occurs when the County Board of Taxation requests the Treasury to order a reassessment.

Exhibit J-6c

**SHORE REGIONAL HIGH SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS
 UNAUDITED**

WEST LONG BRANCH BOROUGH

Year Ended June 30,	Net Assessed Valuations	Estimated Full Cash Valuations	Percentage of Net Assessed to Estimated Full Cash Valuations
2013	1,122,639,005	1,286,974,317	87.23%
2014	1,120,684,905	1,246,466,572	89.91%
2015	1,195,860,380	1,225,860,984	97.55%
2016	962,992,033	1,238,330,325	77.77%
2017	1,239,617,200	1,302,569,411	95.17%
2018	1,297,979,270	1,385,102,623	93.71%
2019	1,367,368,030	1,379,578,915	99.11%
2020	1,405,132,652	1,482,582,543	94.78%
2021	1,559,058,391	1,521,277,918	102.48%
2022	2,015,122,744	1,723,868,739	116.90%

Source: Municipal Tax Collector

Note: Real property is assessed at a percentage of true value (fair or market value) established by each County Board of Taxation. A reassessment occurs when the County Board of Taxation requests the Treasury to order a reassessment.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED**

MONMOUTH BEACH BORO

Fiscal Year Ended June 30,	Monmouth Beach Borough District Direct Rate			Local School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Monmouth Beach Borough	Monmouth County	
2013	0.343		0.343	0.300	0.761	0.312	1.716
2014	0.325		0.325	0.292	0.761	0.323	1.701
2015	0.332		0.332	0.276	0.338	0.311	1.257
2016	0.361		0.361	0.316	0.343	0.303	1.323
2017	0.346		0.346	0.284	0.343	0.295	1.268
2018	0.332		0.332	0.260	0.336	0.301	1.229
2019	0.318		0.318	0.286	0.317	0.281	1.202
2020	0.313		0.313	0.309	0.318	0.286	1.226
2021	0.312		0.312	0.300	0.380	0.278	1.270
2022	0.290		0.290	0.287	0.340	0.259	1.176

Source: Municipal Tax Assessor

Note: N/A Not Available

**SHORE REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED**

OCEANPORT BOROUGH

Fiscal Year Ended June 30,	Oceanport School District District Direct Rate			Local School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Oceanport Borough	Monmouth County	
2013	0.784		0.784	0.405	0.508	0.346	2.043
2014	0.579		0.579	0.352	0.539	0.348	1.818
2015	0.806		0.806	0.372	0.549	0.347	2.074
2016	0.852		0.852	0.395	0.559	0.337	2.143
2017	0.892		0.892	0.344	0.584	0.337	2.157
2018	0.743		0.743	0.271	0.487	0.288	1.789
2019	0.740		0.740	0.289	0.497	0.275	1.801
2020	0.744		0.744	0.298	0.503	0.283	1.828
2021	0.803		0.803	0.316	0.506	0.280	1.905
2022	0.772		0.772	0.286	0.499	0.265	1.822

Source: Municipal Tax Assessor

**SHORE REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED**

SEABRIGHT BOROUGH

Fiscal Year Ended June 30,	Seabright Borough District Direct Rate			Local School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		Seabright Borough	Monmouth County	
2013	0.159		0.159	0.444	0.775	0.424	1.802
2014	0.499		0.122	0.586	0.808	0.481	1.997
2015	0.177		0.177	0.492	0.892	0.445	2.006
2016	0.124		0.124	0.311	0.596	0.274	1.305
2017	0.092		0.092	0.477	0.607	0.283	1.459
2018	0.070		0.070	0.484	0.593	0.289	1.436
2019	0.077		0.077	0.405	0.578	0.297	1.357
2020	0.076		0.076	0.336	0.567	0.305	1.284
2021	0.108		0.108	0.299	0.548	0.290	1.245
2022	0.099		0.099	0.265	0.503	0.263	1.130

Source: Municipal Tax Collector

**SHORE REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN FISCAL YEARS
UNAUDITED**

West Long Branch Borough

Fiscal Year Ended June 30,	West Long Branch Borough District Direct Rate			Local School Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate		West Long Branch Borough	Monmouth County	
2013	0.867		0.867	0.428	0.669	0.347	2.311
2014	0.647		0.872	0.422	0.692	0.345	2.331
2015	0.815		0.815	0.387	0.660	0.313	2.175
2016	0.805		0.805	0.400	0.663	0.304	2.172
2017	0.850		0.850	0.389	0.673	0.304	2.216
2018	0.784		0.784	0.356	0.663	0.313	2.116
2019	0.747		0.747	0.337	0.674	0.286	2.044
2020	0.742		0.742	0.343	0.674	0.296	2.055
2021	0.680		0.680	0.339	0.647	0.267	1.933
2022			0.000		0.521	0.220	0.741

Source: Municipal Tax Collector

Exhibit J-8

**SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2022**

MONMOUTH BEACH BOROUGH

<u>Taxpayer</u>	<u>Assessed Valuation 2022</u>	<u>As a % of District's Net Assessed Valuation</u>
Monmouth Beach Club	\$ 7,925,800	0.44%
YAYAPOP, LLC	7,743,800	0.43%
Morgan Realty Development LLC	7,687,700	0.42%
Individual Taxpayer #1	5,049,800	0.28%
Individual Taxpayer #2	4,075,000	0.22%
U.S. Bank Trust NA	4,073,600	0.22%
Individual Taxpayer #3	3,822,600	0.21%
Individual Taxpayer #4	3,678,600	0.20%
Individual Taxpayer #5	3,536,200	0.19%
Individual Taxpayer #6	3,450,200	0.19%
Total	\$ 51,043,300	2.81%

Source: Municipal Tax Assessor

Exhibit J-8a

**SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2022**

OCEANPORT BOROUGH

<u>Taxpayer</u>	<u>Assessed Valuation 2022</u>	<u>As a % of District's Net Assessed Valuation</u>
New Jersey Sports & Exposition Authority	\$ 109,907,700	7.25%
Residences at Fort Monmouth LLC	30,571,700	2.02%
MPCC II, LLC	13,500,000	0.89%
Acutecare Management Services, LLC	7,991,800	0.53%
Oceanport Village Center, LLC	6,666,800	0.44%
Individual Taxpayer #1	3,483,100	0.23%
Individual Taxpayer #2	3,459,900	0.23%
Individual Taxpayer #3	3,377,900	0.22%
Individual Taxpayer #4	3,310,300	0.22%
Individual Taxpayer #5	3,149,100	0.21%
Total	\$ 185,418,300	12.23%

Source: Municipal Tax Collector

Exhibit J-8b

**SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2022**

SEABRIGHT BOROUGH

<u>Taxpayer</u>	<u>Assessed Valuation 2022</u>	<u>As a % of District's Net Assessed Valuation</u>
1485 Ocean Avenue Realty, LLC	\$ 15,000,000	1.54%
Edgewater Beach Inc.	10,730,800	1.10%
Sea Bright Beach Club	8,375,100	0.86%
Surfrider Beach Club, LLC	7,907,600	0.81%
Beach Club Holdings, LLC	7,893,400	0.81%
Rozinante, Inc	6,952,000	0.71%
Navesink Partners, LLC	6,890,800	0.71%
SBBP, Inc	6,011,200	0.62%
Sea Bright Hospitality Group, LLC	4,311,800	0.44%
280 Ocean Avenue Sea Bright LLC	4,187,400	0.43%
Total	\$ 78,260,100	8.03%

Source: Municipal Tax Collector

Exhibit J-8c

**SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR YEAR ENDED DECEMBER 31, 2022**

WEST LONG BRANCH BOROUGH

<u>Taxpayer</u>	<u>Assessed Valuation 2022</u>	<u>As a % of District's Net Assessed Valuation</u>
Avalon West Long Branch , LLC	\$ 49,749,300	2.47%
BG Monmouth LLC	37,837,500	1.88%
WLB of New Jersey, LLC	22,878,300	1.14%
185 Monmouth Parkway Assoc.	13,135,700	0.65%
Schneider-Nelson Realty, LLC	10,339,600	0.51%
JAT Associates, LLP	8,830,500	0.44%
West Long Branch Lodging Realty, LLC	8,000,000	0.40%
136 Monmouth Road Holding, LLC	7,519,400	0.37%
West Long Branch Shopping Center	7,189,400	0.36%
WLB Empire, LLC	6,627,800	0.33%
Total	\$ 172,107,500	8.54%

Source: Municipal Tax Collector

**SHORE REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2013	15,307,225	15,307,225	100.00%	-
2014	14,819,624	14,819,624	100.00%	-
2015	15,327,224	15,214,227	99.00%	-
2016	14,147,788	13,896,701	98.00%	-
2017	15,313,760	15,313,760	100.00%	-
2018	15,460,478	15,460,478	100.00%	-
2019	15,818,407	15,818,407	100.00%	-
2020	16,061,166	16,061,166	100.00%	-
2021	16,799,660	16,799,660	100.00%	-
2022	17,448,897	17,448,897	100.00%	-

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

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

DEBT CAPACITY

**SHORE REGIONAL HIGH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last ten fiscal years**

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases				
2013	12,435,000	-	893,160	-	-	13,328,160	1.69%	716	
2014	11,880,000	-	768,377	-	-	12,648,377	1.60%	679	
2015	11,310,000	-	511,675	-	-	11,821,675	1.50%	635	
2016	10,725,000	-	1,637,675	-	-	12,362,675	N/A	N/A	
2017	10,125,000	-	1,222,295	-	-	11,347,295	N/A	N/A	
2018	9,020,000	-	938,357	-	-	9,958,357	N/A	N/A	
2019	8,380,000	-	723,257	-	-	9,103,257	N/A	N/A	
2020	7,720,000	-	1,070,701	-	-	8,790,701	N/A	N/A	
2021	7,090,000	-	518,910	-	-	7,608,910	N/A	N/A	
2022	6,435,000	-	538,725	-	-	6,973,725	N/A	N/A	

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

- a See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- b Includes Early Retirement Incentive Plan ("ERIP") refunding
- N/A Not Available

**SHORE REGIONAL HIGH SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED**

<u>Fiscal Year Ended June 30,</u>	<u>General Obligation Bonds</u>	<u>Deductions</u>	<u>Net General Bonded Debt Outstanding</u>	<u>Percentage of Actual Taxable Value^a of Property</u>	<u>Per Capita^b</u>
2013	12,435,000	None	12,435,000	0.27%	N/A
2014	11,880,000	None	11,880,000	0.26%	N/A
2015	11,310,000	None	11,310,000	0.25%	N/A
2016	10,725,000	None	10,725,000	0.36%	N/A
2017	10,125,000	None	10,125,000	0.23%	N/A
2018	9,020,000	None	9,020,000	0.19%	N/A
2019	8,380,000	None	8,380,000	0.17%	N/A
2020	7,720,000	None	7,720,000	0.14%	N/A
2021	7,090,000	None	7,090,000	0.13%	N/A
2022	6,435,000	None	6,435,000	0.10%	N/A

Note: Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements.

- a See Exhibit NJ J-6 for property tax data.
- b Population data can be found in Exhibit NJ J-14.

N/A Not Available

Exhibit J-12

**SHORE REGIONAL HIGH SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
FOR FISCAL YEAR ENDED JUNE 30, 2022
UNAUDITED**

Net Direct Debt of School District as of June 30, 2022		\$ 7,524,100
Net Overlapping Debt of School District:		
Monmouth Beach Borough	\$ 1,015,000	
Oceanport Borough	\$ 33,699,890	
Sea Bright Borough	\$ 3,254,847	
West Long Branch Borough	\$ 7,263,012	
Monmouth County General Obligation Debt:		
Monmouth Beach Borough	\$ 6,606,408	
Oceanport Borough	\$ 5,563,759	
Sea Bright Borough	\$ 3,595,218	
West Long Branch Borough	\$ 6,193,321	
		<u>67,191,455</u>
Total Direct and Overlapping Bonded Debt as of June 30, 2022		\$ <u>74,715,555</u>

Source: Assessed value data to estimate applicable percentages provided by the Monmouth County Board of Taxation.

* Data not available - assumed same as prior year

**SHORE REGIONAL HIGH SCHOOL DISTRICT
COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS**

Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2022										
	Year	Total	Monmouth Beach Borough	Oceanport Borough	Seabright Borough	West Long Branch Borough				
	2022	5,455,371,306	1,629,890,000	1,404,066,226	862,356,689	1,559,058,391				
	2021	5,448,094,587	1,638,388,957	1,399,485,995	907,291,610	1,502,928,025				
	2020	5,020,429,963	1,542,234,314	1,279,559,778	801,070,433	1,397,565,438				
	(A)	<u>15,923,895,856</u>	<u>4,810,513,271</u>	<u>4,083,111,999</u>	<u>2,570,718,732</u>	<u>4,459,551,854</u>				
Average Equalized Valuation of Taxable Property	(A/3)	5,307,965,285	-							
Debt limit (3% of Average Equalization Value)	(B)	159,238,959								
Total Net Debt Applicable to Limit	(C)									
Legal Debt Margin	(B-C)	<u>159,238,959</u>								
	<u>2012</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>2022</u>
Debt Limit	\$ 144,856,159	\$ 149,380,978	\$ 146,179,977	\$ 140,850,600	\$ 136,726,824	\$ 141,310,446	\$ 145,434,435	\$ 147,593,041	\$ 154,228,293	\$ 151,714,859
Total Net Debt Applicable to Limit	<u>12,435,000</u>	<u>13,999,000</u>	<u>13,500,000</u>	<u>12,975,000</u>	<u>9,640,000</u>	<u>9,020,000</u>	<u>8,380,000</u>	<u>7,720,000</u>	<u>7,090,000</u>	<u>7,524,000</u>
Legal Debt Margin	<u>132,421,159</u>	<u>135,381,978</u>	<u>132,679,977</u>	<u>127,875,600</u>	<u>127,086,824</u>	<u>132,290,446</u>	<u>137,054,435</u>	<u>139,873,041</u>	<u>147,138,293</u>	<u>144,190,859</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	8.58%	9.37%	9.24%	9.21%	7.05%	6.38%	5.76%	5.23%	4.60%	4.96%

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

Note: * Limit set by NJSA 18A:24-19 for a 9 through 12 district; other percent limits would be applicable for other district types.

DEMOGRAPHIC AND ECONOMIC INFORMATION

Exhibit J-14

**SHORE REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

MONMOUTH BEACH BOROUGH

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth Beach Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2012	8.10%	56,955	3,282
2013	8.50%	58,355	3,279
2014	5.70%	61,426	3,290
2015	5.60%	66,218	3,290
2016	3.80%	69,839	3,222
2017	3.40%	71,237	3,236
2018	3.10%	75,395	3,228
2019	2.60%	79,978	3,239
2020	6.06%	82,551	3,262
2021	4.10%	86,091	3,212

Source: Per Capita Income of County of Monmouth from the U.S. Department of Commerce.
School District Population from the U.S. Bureau of the Census, Population Division.

N/A - Not Available

Exhibit J-14a

**SHORE REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

OCEANPORT BOROUGH

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>Monmouth County Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2012	4.40%	44,068	5,837
2013	4.60%	47,578	5,833
2014	5.70%	51,384	5,816
2015	5.60%	54,749	5,816
2016	4.80%	69,839	5,725
2017	4.10%	71,237	5,755
2018	4.20%	75,395	5,751
2019	3.00%	79,978	5,722
2020	9.10%	82,551	5,707
2021	5.60%	86,091	6,134

Source: Per Capita Income of County of Monmouth from the U.S. Department of Commerce.
School District Population from the U.S. Bureau of the Census, Population Division.

N/A - Not Available

Exhibit J-14b

**SHORE REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

WEST LONG BRANCH BOROUGH

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>West Long Branch Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2012	8.70%	32,252	8,105
2013	9.10%	33,491	8,516
2014	8.80%	34,764	8,509
2015	5.60%	35,965	8,352
2016	4.60%	69,839	7,963
2017	4.10%	71,237	7,972
2018	3.80%	75,395	7,909
2019	3.30%	79,978	7,881
2020	8.50%	82,551	7,875
2021	5.60%	86,091	8,524

Source: Monmouth County Planning Board, Demographic and Economic Status Report
www.co.monmouth.nj.us/documents
 Per Capita Income www.lwd.dol.state.nj.us/labor

N/A - Not Available

Exhibit J-14c

**SHORE REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED**

SEABRIGHT BOROUGH

<u>Year Ended June 30,</u>	<u>Unemployment Rate</u>	<u>SeaBright Per Capita Income</u>	<u>Estimated School District Population (as of July 1)</u>
2012	9.80%	50,542	1,414
2013	10.20%	58,355	1,388
2014	9.00%	61,426	1,359
2015	5.60%	68,979	1,359
2016	4.10%	69,839	1,387
2017	3.70%	71,237	1,389
2018	3.40%	75,395	1,364
2019	3.00%	79,978	1,338
2020	8.90%	82,551	1,335
2021	5.30%	86,091	1,451

Source: Monmouth County Planning Board, Demographic and Economic Status Report
www.co.monmouth.nj.us/documents
 Per Capita Income www.lwd.dol.state.nj.us/labor

**SHORE REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year**

MONMOUTH BEACH BOROUGH

<u>Employer</u>	<u>2022</u>		
	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
	<u>0</u>		<u>0.00%</u>

Note: N/A = Not Available

**SHORE REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year**

OCEANPORT BOROUGH

2022			
Employer	Employees	Rank [Optional]	Percentage of Total Municipal Employment
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
	0		0.00%
	0		0.00%

Note: N/A = Not Available

**SHORE REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year**

SEABRIGHT BOROUGH

2022			
Employer	Employees	Rank [Optional]	Percentage of Total Municipal Employment
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
	-		0.00%
	-		0.00%

Note: N/A = Not Available

**SHORE REGIONAL HIGH SCHOOL DISTRICT
Principal Employers,
Current Year**

WEST LONG BRANCH BOROUGH

2022			
Employer	Employees	Rank [Optional]	Percentage of Total Municipal Employment
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A
	0		0.00%
	0		0.00%

Note: N/A = Not Available

OPERATING INFORMATION

**SHORE REGIONAL HIGH SCHOOL DISTRICT
Full-time Equivalent District Employees by Function/Program,
For the Year Ended June 30, 2022**

<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	48	47.5	48	48	48	47	48	47	51	51
Special education	9	9	9	9	9	9	9	9	12	12
Other special education										
Vocational										
Other instruction										
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Student & instruction related services	9	9	9	9	9	9	9	9	9	9
General administration	2	2	2	2	2	2	2	2	2	2
School administrative services	5	5	5	5	5	5	5	5	5	5
Other administrative services						2	2	2	1	1
Central services	2	2	2	2	2	2	2	2	2	2
Administrative Information Technology										
Plant operations and maintenance	3.5	3.5	4.5	4.5	4.5	4.5	4.5	4.5	4.5	4.5
Pupil transportation	17	17	17	17	17	17	17	17	17	17
Other support services	6.5	6.5	6.5	6.5	6.5	6.5	6.5	5.5	5.5	5.5
Special Schools										
Food Service										
Child Care										
Total	<u>102.0</u>	<u>101.5</u>	<u>103.0</u>	<u>103.0</u>	<u>103.0</u>	<u>104.0</u>	<u>105.0</u>	<u>103.0</u>	<u>109.0</u>	<u>109.0</u>

Source: District Personnel Records

SHORE REGIONAL HIGH SCHOOL DISTRICT
Operating Statistics,
Last ten fiscal years

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2013	659	15,208,152	\$ 23,078	#DIV/0!	57	-	-	11.6	641.8	621.0	-0.76%	96.76%
2014	662	14,424,778	\$ 21,790	-5.58%	57	-	-	11.7	644.8	624.0	-0.47%	96.77%
2015	651	14,387,567	\$ 22,101	1.43%	56	-	-	11.6	605.5	586.0	-6.09%	96.78%
2016	628	15,434,737	\$ 24,578	11.21%	57	-	-	11.0	610.1	588.0	0.75%	96.38%
2017	630	16,327,823	\$ 25,917	5.45%	57	-	-	11.1	614.3	591.0	0.68%	96.21%
2018	646	17,499,918	\$ 27,090	4.52%	56	-	-	11.1	615.7	593.0	0.34%	96.31%
2019	636	17,806,708	\$ 27,998	3.35%	57	-	-	11.2	614.5	592.0	-0.34%	96.34%
2020	643	18,087,435	\$ 28,130	0.47%	56	-	-	11.2	613.6	593.0	0.34%	96.64%
2021	614	19,024,559	\$ 30,985	10.15%	62	-	-	9.9	605.5	586.0	-1.32%	96.78%
2022	592	18,883,162	\$ 31,897	2.95%	63	-	-	9.4	577.7	567.4	1.44%	98.22%

Source: District records

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**SHORE REGIONAL HIGH SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years
District Building**

	<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>
High School										
Shore Regional High School (1962)										
Square Feet	155,000	155,000	155,000	155,000	155,000	155,000	155,000	155,000	155,000	155,000
Capacity (students)	716	716	716	716	716	716	716	716	716	716
Enrollment	659	662	651	628	630	646	636	643	608	592
Other:										
Athletic Building (2006)										
Number of Schools at June 30, 2021										
Senior High School	1									

Source: District Facilities Office
October 15, Enrollment data

Exhibit J-19

SHORE REGIONAL HIGH SCHOOL DISTRICT
General Fund
Schedule Of Required Maintenance For School Facilities
Last ten fiscal years

**UNDISTRIBUTED EXPENDITURES - REQUIRED
 MAINTENANCE FOR SCHOOL FACILITIES**

	*School Facilities	Shore Regional High School
2013		182,509
2014		110,770
2015		123,350
2016		156,044
2017		192,443
2018		183,547
2019		151,546
2020		295,027
2021		185,920
2022		476,233
Total School Facilities		\$ 2,057,389

Note: *School Facilities as Defined Under EFCFA.
 (N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

**SHORE REGIONAL HIGH SCHOOL DISTRICT
INSURANCE SCHEDULE
June 30, 2022
UNAUDITED**

Type of Policy	Coverage	Deductible
(1) School Package Policy	\$ 500,000,000	
Building & Personal Property	46,987,213	\$ 2,500
Flood excluding A&V	10,000,000	
Flood A&V	25,000,000	
Earthquake	25,000,000	
(1) General Liability including Auto & Employees Benefits		
Each Occurrence	5,000,000	
Aggregate	50,000,000	
Fire Damage	2,500,000	
Sub-limit applicable to Sexual Molestation Aggregate	10,000,000	
Medical Expenses	10,000	
(1) Environmental Impairment Liability	1,000,000	50,000
Fund Aggregate	10,000,000	100,000
(1) Crime Coverage		
Blanket Dishonesty	500,000	1,000
Money & Securities Inside/Outside	50,000	1,000
(1) Boiler & Machinery	100,000,000	2,500
(1) School Board Legal Liability	5,000,000	5,000
(1) Workers' Compensation	NJ Statutory	
Employers Liability	5,000,000	
Supplemental Indemnity	NJ Statutory	
(2) Excess Liability		
Allied World	10,000,000	
Hudson Excess	10,000,000	
Evanston	10,000,000	
(1) School Alliance Insurance Fund		
(2) NJUEP		

Source: District records.

SINGLE AUDIT SECTION

CANNONE AND COMPANY, P.A.*Certified Public Accountants*

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K-1

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*

The Honorable President and
 Members of the Board of Education
 Shore Regional High School District
 County of Monmouth
 West Long Branch, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Shore Regional High School District, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Shore Regional High School District's basic financial statements, and have issued our report thereon dated March 15, 2023.

Internal Control Over Financial Reporting

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

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

combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

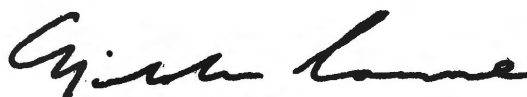
Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended for the information of the management of the Shore Regional High School District Board of Education, the New Jersey State Department of Education (the cognizant audit agency) and other state and federal awarding agencies. However, this report is a matter of public record and its distribution is not limited.



Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, CPAs

Date: March 15, 2023

Certified Public Accountants

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K-2

Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance as required by New Jersey OMB Circular 15-08

The Honorable President and
Members of the Board of Education
Shore Regional High School District
County of Monmouth
West Long Branch, New Jersey

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal and State Program

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

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

Basis for Opinion of Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 *the New Jersey OMB State Grant Compliance Supplement*. Our responsibilities under those standards, the Uniform Guidance and the New Jersey OMB State Grant Compliance Supplement are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibility 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.

Auditor's Responsibility 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 generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and the New Jersey OMB State Grant Compliance Supplement 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 judgement made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal or state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and the New Jersey OMB State Grant Compliance Supplement, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the 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 the New Jersey OMB State Grant Compliance Supplement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

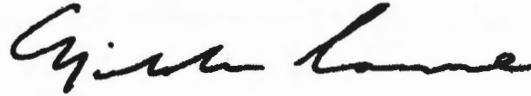
Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal 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 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 Responsibility 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 Uniform Guidance and the New Jersey State Aid/Grant Compliance Supplement, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and the New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Accordingly, this report is not suitable for any other purpose.



Nicholas A. Cannone
Licensed Public School Accountant
No. CS-02103
Cannone & Company, CPAs

March 15, 2023

SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Federal Grantor/ Pass-through Grantor Program Title	Federal CFDA Number	Federal FAIN Number	Grant Period	Award Amount	Balance at June 30, 2021			Carryover Amount/ Walkover	Prior Year Accounts Payable/ Receivable Canceled	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year Balances	Balance at June 30, 2022		
					Deferred Revenue	Accounts Receivable	Due to Grantor							Deferred Revenue	(Accounts Receivable)	Due to Grantor
U.S. Department of Agriculture Passed-through State Department of Education: Enterprise Fund:																
National School Lunch Program	10.555	221NJ304N1099	07/01/21-06/30/22	188,365					172,556	(188,365)					(15,809)	
National School Breakfast Program	10.553	221NJ304N1099	07/01/21-06/30/22	118,836					108,408	(118,836)					(10,428)	
Total U.S. Department of Agriculture					0	0	0	0	0	280,964	(307,201)	0	0	0	(26,237)	0
U.S. Department of Education Passed-through State Department of Education: Special Revenue Fund:																
Title I	84.010	S010A210030	07/01/21-09/30/22	115,694					63,302	(108,803)					(45,501)	
Title I	84.010	S010A200030	07/01/20-09/30/21	137,759		(89,102)		(6,456)	106,854	(11,296)						
Title IIA	84.367A	S367A210029	07/01/21-09/30/22	15,895					10,952	(14,169)					(3,217)	
Title IIA	84.367A	S367A200029	07/01/20-09/30/21	5,862		(1,482)		(1,500)	5,656	(2,674)						
Title III Immigrant	84.365	S365A210030	07/01/21-09/30/22	1,377												
Title IV	84.424	S424A210031	07/01/21-09/30/22	5,221					2,750	(2,750)						
CARES Act	84.425D	S425D200027	03/13/20-09/30/22	83,445		(12,144)									(12,144)	
IDEA:																
Part B - Basic	84.027A	H027A210100	07/01/21-09/30/22	159,674					103,867	(134,460)					(30,593)	
Part B - Basic	84.027A	H027A200100	07/01/20-09/30/21	160,748		(63,411)		6,549	56,862							
ESSER II	84.425D	S425D210027	03/13/20-09/30/23	340,999					181,684	(205,725)					(24,041)	
ESSER II - Learning Acceleration	84.425D	S425D210027	03/13/20-09/30/23	25,000					18,750	(19,000)					(250)	
ESSER II - Mental Health	84.425D	S425D210027	03/13/20-09/30/23	45,000					23,750	(29,700)					(5,950)	
ARP IDEA	84.027X	H027X210100	07/01/21-9/30/22	25,287					24,922	(24,922)						
ARP ESSER	84.425U	S425U210027	03/13/20-09/30/24	766,374						(370,084)					(370,084)	
ARP Accelerated Learning	84.425U	S425U210027	03/13/20-09/30/24	50,000						(1,950)					(1,950)	
ARP Summer	84.425U	S425U210027	03/13/20-09/30/24	40,000												
ARP After School	84.425U	S425U210027	03/13/20-09/30/24	40,000												
ARP Mental Health	84.425U	S425U210027	03/13/20-09/30/24	45,000						(2,549)					(2,549)	
Total U.S. Dept. of Ed. - Special Revenue Fund					0	(166,139)	0	0	(1,407)	599,349	(928,082)	0	0	0	(496,279)	0
Total Federal Financial Assistance					\$ 0	\$ (166,139)	\$ 0	\$ 0	\$ (1,407)	\$ 880,313	\$ (1,235,283)	\$ 0	\$ 0	\$ 0	\$ (522,516)	\$ 0

See accompanying notes to schedules of financial assistance.

SHORE REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

State Grantor/Program Title	Grant or State Project Number	Grant Period	Balance at July 1, 2021			Prior Year Payable/ Receivable Canceled	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year's Balances	Balance at June 30, 2022			Memo	
			Award Amount	Deferred Revenue (Accounts Receivable)	Due to Grantor						GAAP Budgetary Deferred Revenue	GAAP Budgetary (Accounts Receivable)	Due to Grantor	Budgetary Receivables	Cumulative Total Expenditures
State Department of Education															
General Fund:															
Extraordinary Aid	22-495-034-5120-044	07/01/21-06/30/22	404,925	0			(404,925)				(404,925)		(404,925)	404,925	
Extraordinary Aid	21-495-034-5120-044	07/01/20-06/30/21	376,655	#####		376,655	0				0		0	376,655	
Special Education Categorical Aid	22-495-034-5120-089	07/01/21-06/30/22	561,954	0		508,061	(561,954)						(53,893)	561,954	
Special Education Categorical Aid	21-495-034-5120-089	07/01/20-06/30/21	467,410	(44,538)		44,538	0						0	467,410	
Transportation Aid	22-495-034-5120-014	07/01/21-06/30/22	151,104			135,994	(151,104)						(15,110)	151,104	
Transportation Aid	21-495-034-5120-014	07/01/20-06/30/21	151,104	(15,110)		15,110	0						0	151,104	
Security Aid	22-495-034-5120-084	07/01/21-06/30/22	23,740			21,366	(23,740)						(2,374)	23,740	
Security Aid	21-495-034-5120-084	07/01/20-06/30/21	11,107	(1,111)		1,111	0						0	11,107	
Non Public Transportation	22-498-034-5120-014	07/01/21-06/30/22	24,848	0		0	(24,848)				(24,848)		(24,848)	24,848	
Non Public Transportation	21-498-034-5120-014	07/01/20-06/30/21	20,806	(20,806)		20,806	0						0	20,806	
On Behalf - Teacher's Pension and Annuity Fund	22-495-034-5094-002	07/01/21-06/30/22	2,201,471			2,201,471	(2,201,471)							2,201,471	
On Behalf - Teacher's Pension and Annuity Fund - Post Retirement Medical	22-495-034-5094-001	07/01/21-06/30/22	514,353			514,353	(514,353)							514,353	
On Behalf - Teacher's Pension and Annuity Fund - Non-Contributory Insurance	22-495-034-5094-004	07/01/21-06/30/22	530			530	(530)							530	
Reimbursed TPAF Social Security	22-495-034-5094-003	07/01/21-06/30/22	465,156	0		441,984	(465,156)				(23,172)		(23,172)	465,156	
Reimbursed TPAF Social Security	21-495-034-5094-003	07/01/20-06/30/21	443,956	(32,394)		32,394	0				0		0	443,956	
Total General Fund			#####	\$ 0	\$ 0	\$ 4,314,373	\$ (4,348,081)	\$ 0	\$ 0	\$ 0	\$ (452,945)	\$ 0	\$ (524,322)	\$ 5,819,119	
Special Revenue Fund:															
N.J. Nonpublic Aid:															
Chapter 192:															
Compensatory Education	22-100-034-5120-066	07/01/21-06/30/22	7,166			7,166	(7,166)							7,166	
ESL 192															
ESL 192	22-100-034-5120-066	07/01/21-06/30/22	914			914						914			
Chapter 193:															
Initial Exam & Classification	22-100-034-5120-066	07/01/21-06/30/22	6,630			6,630	(6,630)							6,630	
Initial Exam & Classification	21-100-034-5120-066	07/01/20-06/30/21													
Initial Exam & Classification	20-100-034-5120-066	07/01/19-06/30/20												0	
Annual Exam & Classification	22-100-034-5120-066	07/01/21-06/30/22	1,140			1,140	(1,140)							1,140	
Annual Exam & Classification	21-100-034-5120-066	07/01/20-06/30/21													
Annual Exam & Classification	20-100-034-5120-066	07/01/20-06/30/21													
Supplemental Instruction	22-100-034-5120-066	07/01/21-06/30/22	7,434			7,434	(5,881)					1,553		5,881	
Supplemental Instruction	21-100-034-5120-066	07/01/20-06/30/21													
Supplemental Instruction	20-100-034-5120-066	07/01/19-06/30/20													
Non-Public Textbooks	22-100-034-5120-064	07/01/21-06/30/22	3,301			3,301	(3,004)					297		3,004	
Non-Public Textbooks	21-100-034-5120-064	07/01/20-06/30/21	2,566		70				70					2,496	
Non-Public Textbooks	20-100-034-5120-064	07/01/19-06/30/20													
Non-Public Speech	22-100-034-5120-066	07/01/21-06/30/22	1,860			1,860	(1,860)							1,860	
Non-Public Nursing	22-100-034-5120-070	07/01/21-06/30/22	6,160			6,160	(6,055)					105		6,055	
Non-Public Nursing	21-100-034-5120-070	07/01/20-06/30/21													
Non-Public Nursing	20-100-034-5120-070	07/01/19-06/30/20													
Non-Public Technology	22-100-034-5120-373	07/01/21-06/30/22	2,310			2,310	(1,947)					363		1,947	
SDA Emergent Needs	22-100-034-5120-373	07/01/21-06/30/22	17,838			17,838	(17,838)							17,838	
Total Special Revenue Fund			\$ 0	\$ 70	\$ 0	\$ 54,753	\$ (51,521)	\$ 0	\$ 70	\$ 0	\$ 0	\$ 3,232	\$ 0	\$ 54,017	
Debt Service Fund:															
Debt Service Type II Aid	22-495-034-5120-017	07/01/21-06/30/22	314,670			314,670	(314,670)							314,670	
Total Debt Service Fund			\$ 0	\$ 0	\$ 0	\$ 314,670	\$ (314,670)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 314,670	
Enterprise Fund:															
National School Lunch Program (Slate)	22-100-010-3350-023	07/01/21-06/30/22	4,416			4,053	(4,416)				(363)		(363)	4,416	
Total Enterprise Fund			\$ 0	\$ 0	\$ 0	\$ 4,053	\$ (4,416)	\$ 0	\$ 0	\$ 0	\$ (363)	\$ 0	\$ (363)	\$ 4,416	
Total State Financial Assistance			#####	\$ 70	0	\$ 4,687,849	\$ (4,718,688)	\$ 0	\$ 70	\$ 0	\$ (453,308)	\$ 3,232	\$ (524,685)	\$ 6,192,222	
Less State Financial Assistance not Subject to New Jersey OMB Circular 04-04															
On Behalf - Teacher's Pension and Annuity Fund	22-495-034-5094-002						(2,716,354)								
On Behalf - Teacher's Pension and Annuity Fund - Post Retirement Medical	22-495-034-5094-001						(2,201,471)								
On Behalf - Teacher's Pension and Annuity Fund - Non-Contributory Insurance	22-495-034-5094-004						(514,353)								
Total State Financial Assistance Subject to New Jersey OMB Circular 04-04							(2,002,334)								

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**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2022**

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of financial assistance are presented using the modified accrual basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting and those recorded in the special revenue fund, which are presented using the budgetary basis of accounting. These bases of accounting are described in Notes 1 to the Board's general purpose financial statements.

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Board's general purpose financial statements. The general purpose financial statements present the special revenue fund on both a GAAP basis and a budgetary basis. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The net adjustment to reconcile from the budgetary basis to the GAAP basis for the General Fund is (\$10,618) and for the Special Revenue Fund is (\$293,360). Financial assistance revenues are reported in the Board's general purpose financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 0	\$ 4,347,746	\$ 4,347,746
Special Revenue Fund	649,722	51,521	701,243
Debt Service	0	314,670	314,670
Total Financial Assistance	<u>\$ 649,722</u>	<u>\$ 4,713,937</u>	<u>\$ 5,363,659</u>

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**SHORE REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2022**

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2022. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2022.

**SHORE REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Section I - Summary of Auditor's Results

Financial Statements

(Reference - Section .516 and .518 of Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards)

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
1. Material weakness(es) identified?	_____ yes <u> v </u> no
2. Significant Deficiencies identified?	_____ yes <u> v </u> none reported
Noncompliance material to basic financial statements noted?	_____ yes <u> v </u> no

Federal Awards

Internal control over major programs:	
1. Material weakness(es) identified?	_____ yes <u> v </u> no
2. Significant Deficiencies identified?	_____ yes <u> v </u> none reported
Type of auditor's report issued on compliance for major programs:	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 Section .516(a) of Uniform Guidance?	_____ yes <u> v </u> no

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
<u>10.553</u>	National School Breakfast (Federal Cluster)
<u>10.555</u>	National School Lunch (Federal Cluster)
<u>84.425D</u>	ESSER II (Federal Cluster)
<u>84.425D</u>	ESSER II Learning Appreciation (Federal Cluster)
<u>84.425D</u>	ESSER II Mental Health (Federal Cluster)

Dollar threshold used to distinguish between type A and type B programs: (518)	<u>\$750,000</u>
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Auditee qualified as low-risk auditee?	_____ yes <u> v </u> no
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**SHORE REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

State Awards

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

Auditee qualified as low risk auditee? ✓ yes no

Internal Control over major programs:

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

2) Significant deficiencies identified that are not considered to be material weaknesses? yes ✓ none reported

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

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08 as applicable? yes ✓ no

Identification of major programs:

<u>State Grant Number</u>	<u>Name of State Program</u>
<u>22-495-034-5120-089</u>	<u>Special Education Categorical Aid (Public Cluster)</u>
<u>22-495-034-5120-084</u>	<u>Security Aid (Public Cluster)</u>
<u>22-495-034-5120-014</u>	<u>Transportation Aid (Public Cluster)</u>

**SHORE REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Section II - Schedule of Financial Statement Findings

Not Applicable

**SHORE REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**Section III - Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs**

Not Applicable

**SHORE REGIONAL HIGH SCHOOL DISTRICT
BOARD OF EDUCATION
COUNTY OF MONMOUTH
SUMMARY OF SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

None

Follow-up on Prior Year Findings - N/A

In accordance with Government Auditing Standards, our procedures included a review of all prior year recommendations.

The District had no prior year audit findings.