

**SCHOOL DISTRICT**  
**OF THE BOROUGH OF**  
**BRIELLE**



**BOROUGH OF BRIELLE BOARD OF EDUCATION**  
**BRIELLE, NEW JERSEY**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

**OF THE**

**BOROUGH OF BRIELLE BOARD OF EDUCATION**

**BRIELLE, NEW JERSEY**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**PREPARED BY**

**BOROUGH OF BRIELLE BOARD OF EDUCATION  
FINANCE DEPARTMENT**

**BRIELLE SCHOOL DISTRICT**

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## **INTRODUCTORY SECTION**





**BRIELLE ELEMENTARY SCHOOL**  
**605 UNION LANE**  
**BRIELLE, NEW JERSEY 08730**  
[www.brielleschool.org](http://www.brielleschool.org)

**PHONE 732-528-6400**

**FAX 732-528-0810**

**STACIE POELSTRA**

Superintendent/  
Principal

**NANCY PEARSON**

Supervisor of  
Curriculum & Instruction

**COLIN SABIA**

Director of Special Services/  
Vice Principal

**DIANE QUIGLEY**

School Business Administrator/  
Board Secretary

January 15, 2024

President and Members of the Brielle Board of Education  
Brielle School District  
Monmouth County, New Jersey

Dear Board Members:

Enclosed is the Annual Comprehensive Financial Report (ACFR) of the Brielle School District for the fiscal year ended June 30, 2023. This ACFR includes the District's Basic Financial Statement prepared in accordance with Governmental Accounting Standards Board Statement 34 (GASB 34). Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, 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 operations of the District. 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 as follows:

The Introductory Section contains a Table of Contents, Letter of Transmittal, List of Principal Officials, and an Organization Chart of the School District.

The Financial Section begins with the independent Auditors Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, and other schedules providing detailed budgetary information.

The statistical section includes selected economic and demographic information, financial trends, and the fiscal capacity of the school District, generally presented on a multi-year basis.

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

## REPORTING ENTITY AND ITS SERVICES

Brielle School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14. All funds and account groups of the District are included in this report. The Brielle Board of Education and the Brielle Elementary School constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Kindergarten through Eight (8). The pre-school program has grown in recent years and has accepted sending district handicapped preschoolers. The Brielle School District has a sending/receiving association with Manasquan High School in which Brielle sends students to Manasquan High on a per student tuition basis. Brielle students have been accepted and attend the Monmouth County Vocational School Academies and can also attend half day vocational programs. Brielle community parents can also select to send students to private schools. The district curriculum has been aligned with the New Jersey Standards. Educational services include regular, vocational, as well as special education. The district completed the 2022-2023 fiscal year with a decrease in enrollment in the elementary school and an increase in enrollment of Brielle students attending Manasquan High School. The following details the changes in the student enrollment over the prior 20 years.

Fiscal Year	Brielle Elementary Student Enrollment	Manasquan High School Enrollment
2022-2023	491	229
2021-2022	509	227
2020-2021	500	228
2019-2020	514	219
2018-2019	532	232
2017-2018	541	238
2016-2017	541	241
2015-2016	543	248
2014-2015	558	251
2013-2014	573	256
2012-2013	611	253
2011-2012	605	261
2010-2011	665	242
2009-2010	728	224
2008-2009	713	204
2007-2008	712	207
2006-2007	704	206
2005-2006	697	202
2004-2005	658	207
2003-2004	638	201

## ECONOMIC CONDITION AND OUTLOOK

The Borough of Brielle School District has been experiencing a level of decline while the overall population of the Borough has increased. The district has experienced declining enrollment primarily in the Brielle Elementary School as students have moved on to the secondary school level. The current district demographic study forecasts that enrollment in the Elementary School will begin to increase during the 2024-2025 school year. This is attributed to an increase in live births between 2018 and 2026. It is also forecast that the number of students currently forecast to attend Manasquan High School on a tuition basis has started to decline from the current level. This is not unusual as enrollment declines are being experienced in a majority of school districts throughout Monmouth County and throughout the State of New Jersey. Brielle's enrollment is not expected to decline as much as other neighboring districts due to strong house sales in recent years. The district continues to maintain all programs and services with small class sizes. The Borough of Brielle School District continues to be an excellent place to educate a student in an outstanding community.

## MAJOR INITIATIVES

We had over 20 students participating in our Blazer Academy and Extended School Year Programs during the summer.

The Media Center remediation project construction will begin in February, and construction of a new Pre-K-1 playground will also take place this year.

By August of 2023, 20 preschoolers and 48 Kindergarten students were registered for the new school year. Brielle Elementary School ended June 30, 2023 with 491 students and in September 2023, 479 students started the new school year.

Choral and instrumental concerts were the highlights of the music program. During the winter a culmination of talents was the presentation of Moana Jr. presented to the parents and guests of the student population.

The annual reorganization meeting of the Brielle Board of Education welcomed reelected Board of Education members Mr. Tedd Vitale, and Mr. Sean Wohltman, and newly elected Mr. Liam Starkey. Mr. Kurt Becker was elected as President of the Board of Education.

A fundraiser sponsored by the Brielle Education Foundation raised additional funds for technology upgrades, including the purchase of Promethean boards for classrooms, and chromebooks for students.

## INTERNAL ACCOUNTING CONTROLS

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

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

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

## BUDGETARY CONTROLS

In addition to internal accounting controls, the 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 and the special revenue fund. Project length budgets are approved for the capital improvements accounted for in the capital project fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2023.

## ACCOUNTING SYSTEM AND REPORTS

The District's accounting records reflect generally accepted accounting principles as required by the Governmental Accounting Standard Board (GASB). The accounting system of the District is organized on the basis of funds and account groups.

## FINANCIAL INFORMATION AT FISCAL YEAR-END

The District has met its responsibility for sound financial management as demonstrated by the various statements and schedules included in the financial section of this report.

## DEBT ADMINISTRATION

As of June 30, 2022 the District had satisfied its outstanding debt.

## CASH MANAGEMENT

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

## RISK MANAGEMENT

The Board carries various forms of insurance, including but not limited to general liability, and theft insurance on property and contents, and fidelity bonds.

## ADDITIONAL INFORMATION

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Robert A. Hulsart & Company, CPAs was selected by the Board at its January 4, 2023 Reorganization Meeting. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the Single Audit Act of 1984 and the Title 2 U.S. Code of Federal Regulations, Part 200 and New Jersey Treasury Circular 15-08 OMB. The auditor's reports on the general purpose financial statements and combining and individual fund statements and schedules are included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

## ACKNOWLEDGEMENTS

We would like to express our appreciation to the Brielle School Board of Education for your concern in providing fiscal responsibility to the citizens and taxpayers of the school district and thereby contributing your 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 staff.

Respectfully submitted,



Stacie Poelstra  
Superintendent



Diane Quigley  
Business Administrator/Board Secretary

**Brielle Board of Education  
2022-2023**

<b>Members of the Board of Education</b>	<b>Term Expires</b>
Mr. Kurt Becker	2025
Dr. David D'Ambrosio	2025
Mrs. Madaly Jones	2023
Mrs Sarah McDevitt	2024
Mr. Joseph Milancewich	2024
Mrs. Juliana Rieth	2024
Mr. Tedd Vitale	2023
Mrs. Christin Walsh	2025
Mr. Sean Wohltman	2023

**Other Officials**

John Russo	Interim Superintendent / Principal
Diane Quigley	Business Administrator / Board Secretary
Cherie Adams	Board Attorney
Loretta Hill	Treasurer
Colin Sabia	Vice Principal / Director of Special Services Supervisor of Curriculum and Instruction

**BRIELLE BOARD OF EDUCATION****CONSULTANT AND OFFICIALS****JUNE 30, 2023****AUDIT FIRM**

Robert A Hulsart and Company  
2807 Hurley Pond Road  
P.O. Box 1409  
Wall, New Jersey

**ATTORNEY**

Cherie Adams, Esq.  
Adams, Lattiboudere, Croot, & Herman, LLC  
555 Route 1 South  
Iselin, NJ 08830

**OFFICIAL DEPOSITORIES**

Ocean First Bank  
2445 Route 34  
Wall, NJ

**INSURERS**

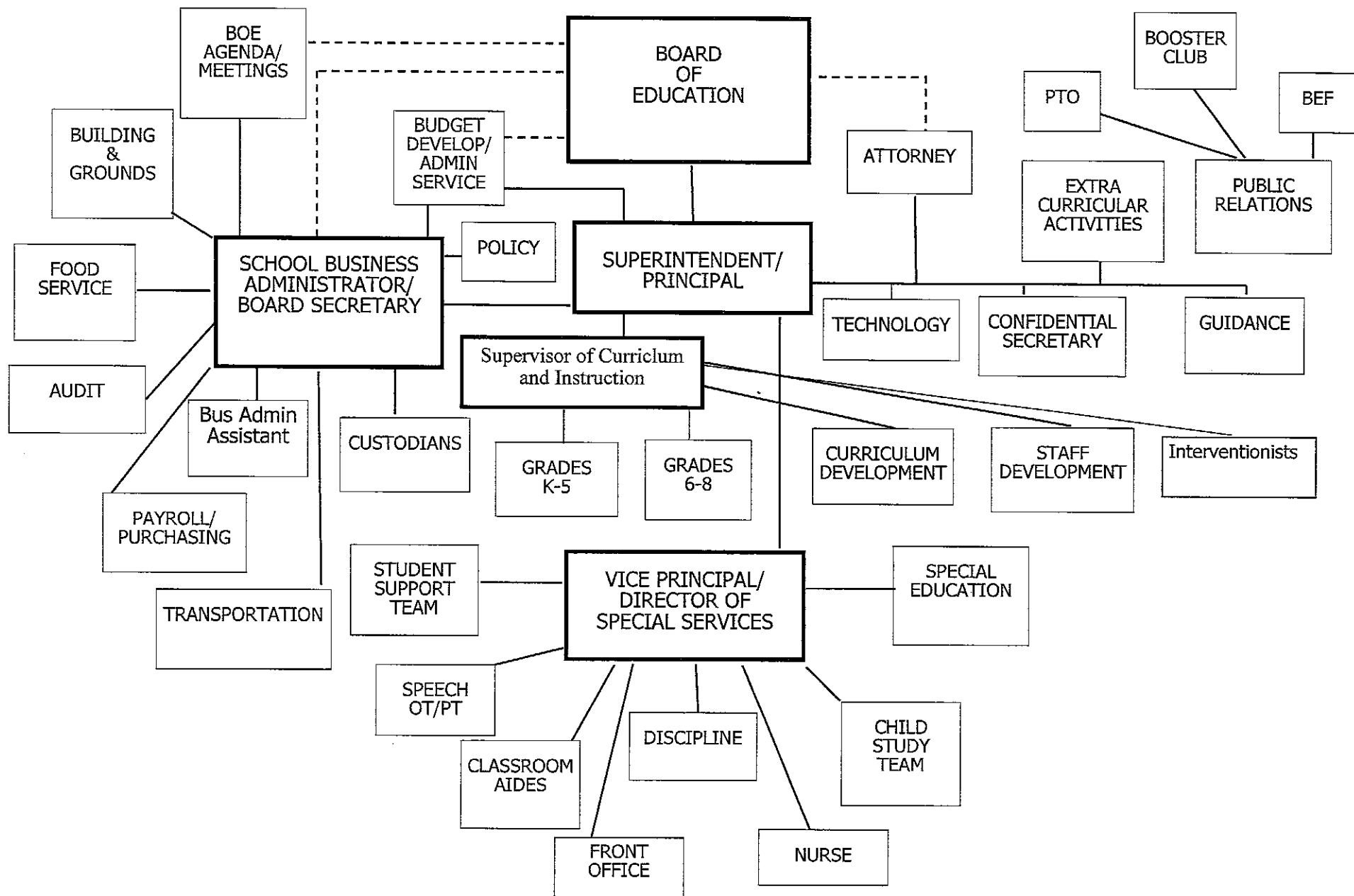
Holmes & McDowell  
Holmdel, NJ

Brown & Brown  
Shrewsbury, New Jersey

# Brielle School District

## Organizational Chart

### 2023





## **FINANCIAL SECTION**

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)  
ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.  
ROBERT A. HULSART, JR., C.P.A., P.S.A.  
RICHARD J. HELLENBRECHT, JR., C.P.A., P.S.A.

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**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Brielle School District  
County of Monmouth  
Brielle, New Jersey

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

***Opinions***

We have audited the financial statements of the government activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Brielle Board of Education, as of and for the year ended June 30, 2023, and the related Notes to the Financial Statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 Brielle Board of Education, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinions***

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

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

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

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

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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; a fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

### ***Required Supplementary Information***

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

### ***Supplementary Information***

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

### ***Other Information***

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

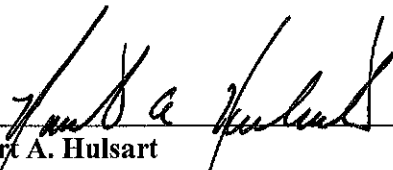
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

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

In accordance with ***Government Auditing Standards***, we have also issued our report dated January 15, 2024, on our consideration of the District's internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with ***Government Auditing Standards*** the District's internal control over financial reporting and compliance.

Respectfully submitted,

**ROBERT A. HULSART AND COMPANY**

  
\_\_\_\_\_  
**Robert A. Hulsart**  
**Licensed Public School Accountant**  
**No. 322**  
**Robert A. Hulsart and Company**  
**Wall Township, New Jersey**

January 15, 2024

**REQUIRED SUPPLEMENTARY INFORMATION**  
**PART I**

**BRIELLE BOROUGH SCHOOL DISTRICT  
BRIELLE BOROUGH**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**UNAUDITED**

The discussion and analysis of Brielle Borough School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2023. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

**Financial Highlights**

Key financial highlights for 2023 are as follows:

- ◆ General revenues accounted for \$17,936,226 in revenue. Program specific revenues for operating grants and contributions, and capital grants and contributions accounted for \$821,007 for total revenue of \$18,757,233.
- ◆ The School District had \$18,050,943 in expenses; only \$821,007 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$17,936,226 were adequate to provide for these programs.
- ◆ The General Fund had \$17,968,603 in revenues and \$17,979,990 in expenditures. Other financing uses included transfer to the Food Service Fund of \$20,544. Overall, the General Fund's balance decreased from 2022 by \$31,931.

**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 Brielle Borough Public 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 Position* 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 Brielle Borough Public school district, the General Fund is by far the most significant fund.

## **Statement of Net Position 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 2022-2023?” The Statement of Net Position and the Statement of Activities 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 position and changes in those position. This change in net position 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 Position 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.

## **Reporting the School District’s Most Significant Funds**

### **Fund Financial Statements**

Fund financial reports provide detailed information about the School District’s 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.

### **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. 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 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 Position 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.

### The School District as a Whole

The Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net position for 2023 and 2022.

**Table I  
Net Position**

	<u>2023</u>	<u>2022</u>
<b>Total Assets</b>	\$ 12,528,711	12,743,384
<b>Deferred Outflow of Resources</b>	<u>399,594</u>	<u>154,651</u>
<b>Deferred Inflow of Resources</b>	<u>466,920</u>	<u>1,676,437</u>
<b>Total Liabilities</b>	<u>2,369,658</u>	<u>1,851,277</u>
<b>Total Net Position</b>	<u>\$ 10,091,727</u>	<u>9,370,321</u>

### Governmental Activities

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. Property taxes made up 76% percent of revenues for governmental activities for the Brielle Borough School District for fiscal year 2023. The District's total revenues were \$18,496,289 for the year ended June 30, 2023.

### Business-Type Activities

Revenues for the District's business-type activities (food service program) were comprised of charges for services and federal and state reimbursements.

- ◆ Enterprise Fund revenues were \$240,400.
- ◆ Changes in Net Position was \$861 after adjustments.

## Governmental Activities

	<u>2023</u>	<u>2022</u>
Instruction	\$ 4,458,068	4,562,857
Support Services:		
Pupils and Instructional Staff	6,599,909	6,457,090
General Administration, School Administration, Business Administration	815,998	819,682
Operation and Maintenance of Facilities	1,056,220	1,089,106
Pupil Transportation	955,918	877,180
Interest on Debt		
Unallocated Benefits	2,917,149	4,048,545
Unallocated Depreciation	328,687	320,538
Capital Outlay	<u>63,188</u>	<u>17,740</u>
Total Expenses	<u>\$ 17,195,137</u>	<u>18,192,738</u>

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.

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.

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

Other includes unallocated depreciation.

## General Fund Budgeting Highlights

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.

During the course of the fiscal year 2023, the School District amended its General Fund budget as needed. The School district uses program based budgeting and the budgeting systems are

designed to tightly control total program budgets but provide flexibility for program management.

### **Capital Assets**

At the end of the fiscal year 2023, the School District had \$6,901,567 invested in land, buildings, furniture and equipment, and vehicles as follows:

#### Capital Assets (Net of Depreciation) at June 30, 2023 & 2022

	<u>2023</u>	<u>2022</u>
Land	\$ 60,584	60,584
Building and Improvements	6,563,221	6,834,426
Machinery and Equipment	<u>277,762</u>	<u>351,242</u>
Totals	<u>\$ 6,901,567</u>	<u>7,246,252</u>

### **Debt Administration**

At June 30, 2023 the School district had \$1,841,335 of outstanding debt. Of this amount \$246,377 is for compensated absences. Net pension liability was \$1,594,958.

### **For the Future**

The Brielle Borough School District is in good financial condition presently. However, future finances are not without challenges as the community continues to change; the Board and the Administration constantly review the financial landscape to put the District in the best possible position to continue to serve the students and the community for the benefit of all.

Brielle Borough is primarily a residential community, with very few ratables. The majority of the tax levy is raised by residential property taxes.

In conclusion, the Brielle Borough School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future.

### **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 contact Diane Quigley, School Business Administrator/Board Secretary at Brielle Borough Board of Education, 605 Union Lane, Brielle, NJ 08730.

## **BASIC FINANCIAL STATEMENTS**

**DISTRICT-WIDE FINANCIAL STATEMENTS – A**

**BRIELLE SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**

Exhibit A-1

**JUNE 30, 2023**

	<b><u>Governmental Activities</u></b>	<b><u>Business-Type Activities</u></b>	<b><u>Total</u></b>
<b><u>Assets</u></b>			
Cash and Cash Equivalents	\$ 381,269	38,394	419,663
Receivables, Net	686,064		686,064
Restricted Assets:			
Capital Reserve Account - Cash	2,855,210		2,855,210
Restricted - Cash	1,634,446		1,634,446
Capital Assets-Non Depreciable	60,584		60,584
Capital Assets, Net	<u>6,840,983</u>	<u>31,761</u>	<u>6,872,744</u>
Total Assets	<u>12,458,556</u>	<u>70,155</u>	<u>12,528,711</u>
<b><u>Deferred Outflow of Resources</u></b>			
Contribution to Pension Plan	<u>399,594</u>		<u>399,594</u>
<b><u>Deferred Inflow of Resources</u></b>			
Pension Deferrals	<u>466,920</u>		<u>466,920</u>
<b><u>Liabilities</u></b>			
Accounts Payable	138,715	16,072	154,787
Deferred Revenue	20,067		20,067
Payroll Deductions and Withholdings Payable	353,469		353,469
Noncurrent Liabilities:			
Due Beyond One Year	<u>1,841,335</u>		<u>1,841,335</u>
Total Liabilities	<u>2,353,586</u>	<u>16,072</u>	<u>2,369,658</u>
<b><u>Net Position</u></b>			
Invested in Capital Assets, Net of Related Debt	6,901,567	31,761	6,933,328
Restricted For:			
Other Purposes	4,525,565		4,525,565
Unrestricted	<u>(1,389,488)</u>	<u>22,322</u>	<u>(1,367,166)</u>
Total Net Position	<u>\$ 10,037,644</u>	<u>54,083</u>	<u>10,091,727</u>

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

**BRIELLE SCHOOL DISTRICT**

**Exhibit A-2**

**Sheet 1 of 2**

**STATEMENT OF ACTIVITIES**

**FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b><u>Functions/Programs</u></b>						
Governmental Activities:						
Instruction:						
Regular	\$ 3,789,308			(3,789,308)		(3,789,308)
Special Education	998,008		425,388	(572,620)		(572,620)
Other Instruction	96,140			(96,140)		(96,140)
Support Services:						
Tuition	5,206,588	32,377		(5,174,211)		(5,174,211)
Student & Instruction Related Services	1,546,080		120,382	(1,425,698)		(1,425,698)
School Administrative Services	236,695			(236,695)		(236,695)
Other Administrative Services	579,303			(579,303)		(579,303)
Plant Operations and Maintenance	1,056,220			(1,056,220)		(1,056,220)
Pupil Transportation	955,918			(955,918)		(955,918)
Capital Outlay	65,648		2,460	(63,188)		(63,188)
Unallocated Benefits	2,917,149			(2,917,149)		(2,917,149)
Unallocated Depreciation	328,687			(328,687)		(328,687)
Total Government Activities	<u>17,775,744</u>	<u>32,377</u>	<u>548,230</u>	<u>(17,195,137)</u>	<u>-</u>	<u>(17,195,137)</u>
Business-Type Activities:						
Aftercare Program	41,403	36,217	323		(4,863)	(4,863)
Food Service	233,796	203,860			(29,936)	(29,936)
Total Business-Type Activities	<u>275,199</u>	<u>240,077</u>	<u>-</u>	<u>-</u>	<u>(34,799)</u>	<u>(34,799)</u>
Total Primary Government	<u>18,050,943</u>	<u>272,454</u>	<u>548,230</u>	<u>(17,195,137)</u>	<u>(34,799)</u>	<u>(17,229,936)</u>

**BRIELLE SCHOOL DISTRICT**

**Exhibit A-2**

**Sheet 2 of 2**

**STATEMENT OF ACTIVITIES**

**FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Position</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
General Revenues:						
Taxes						
Property Taxes, Levied for General Purpose, Net				14,330,088		14,330,088
Federal and State Aid Not Restricted				3,505,141		3,505,141
Miscellaneous Income				100,997		100,997
Transfer to Food Service				(20,544)	20,544	-
Total General Revenues, Special Items, Extraordinary Items and Transfers				<u>17,915,682</u>	<u>20,544</u>	<u>17,936,226</u>
Change in Net Position				720,545	(14,255)	706,290
Net Position - Beginning				9,317,099	53,222	9,370,321
Prior Period Adjustment - Fixed Assets					15,116	15,116
Net Position - Ending				<u>\$ 10,037,644</u>	<u>54,083</u>	<u>10,091,727</u>

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



**FUND FINANCIAL STATEMENTS – B**

**BRIELLE SCHOOL DISTRICT**

**Exhibit B-1**

**BALANCE SHEET**

**GOVERNMENTAL FUNDS**

**JUNE 30, 2023**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Funds</u>
<b><u>Assets</u></b>			
Cash and Cash Equivalents-Restricted	\$ 4,489,656		4,489,656
Cash and Cash Equivalents-Nonrestricted	353,469	27,800	381,269
Interfund Receivable	337,766		337,766
Receivables, Net	319,172	366,892	686,064
	<u>5,500,063</u>	<u>394,692</u>	<u>5,894,755</u>
<b>Total Assets</b>	<b>\$ 5,500,063</b>	<b>394,692</b>	<b>5,894,755</b>
<b><u>Liabilities and Fund Balance</u></b>			
<b>Liabilities:</b>			
Deferred Revenue	\$ -	20,067	20,067
Accounts Payable	129,656	9,059	138,715
Interfund Payable		337,766	337,766
Payroll Deductions and Withholdings Payable	353,469		353,469
<b>Total Liabilities</b>	<b>483,125</b>	<b>366,892</b>	<b>850,017</b>
<b>Fund Balance:</b>			
<b>Restricted : To:</b>			
Capital Reserve	2,855,210		2,855,210
Maintenance Reserve	459,646		459,646
Designated for Subsequent Years Expenditures - by the Board of Education	549,254		549,254
Designated for Subsequent Years Expenditures - Excess Surplus	357,000		357,000
Excess Surplus - Current Year	178,431		178,431
Reserved for Other Purposes	33,016		33,016
Unemployment Compensation	65,208		65,208
Scholarships		6,830	6,830
Student Activities		20,970	20,970
Unassigned-General Fund	519,173		519,173
<b>Total Fund Balances</b>	<b>5,016,938</b>	<b>27,800</b>	<b>5,044,738</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 5,500,063</b>	<b>394,692</b>	

Amounts reported for governmental activities in the Statement of Net Position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

The cost of the assets is \$16,134,353 and the accumulated depreciation is \$9,232,786.

6,901,567

Deferred outflow of resources - contributions to the pension plan

399,594

Deferred inflow of resources - acquisition of assets applicable to future reporting periods

(466,920)

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.

(1,841,335)

Net Position of Governmental Activities

\$ 10,037,644

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

**BRIELLE SCHOOL DISTRICT**

Exhibit B-2

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES****GOVERNMENTAL FUNDS****FOR THE YEAR ENDED JUNE 30, 2023**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Funds</u>
<b><u>Revenues</u></b>			
Local Sources:			
Local Tax Levy	\$ 14,330,088		14,330,088
Tuition	32,377		32,377
Miscellaneous	100,997	40,631	141,628
Total Local Sources	<u>14,463,462</u>	<u>40,631</u>	<u>14,504,093</u>
State Sources	3,505,141		3,505,141
Federal Sources		507,599	507,599
Total Revenues	<u>17,968,603</u>	<u>548,230</u>	<u>18,516,833</u>
<b><u>Expenditures</u></b>			
Current:			
Regular Instruction	3,358,818	430,490	3,789,308
Special Education Instruction	998,008		998,008
Other Instruction	96,140		96,140
Support Services and Undistributed Costs:			
Tuition	5,206,588		5,206,588
Student and Instruction Related Services	1,425,698	120,382	1,546,080
School Administrative Services	236,695		236,695
Other Administrative Services	579,303		579,303
Plant Operations and Maintenance	1,056,220		1,056,220
Pupil Transportation	955,918		955,918
Unallocated Benefits	3,999,864		3,999,864
Capital Outlay	66,738	2,460	69,198
Total Expenditures	<u>17,979,990</u>	<u>553,332</u>	<u>18,533,322</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(11,387)</u>	<u>(5,102)</u>	<u>(16,489)</u>
Other Financing Sources (Uses):			
Transfer to Food Service	(20,544)		(20,544)
Total Other Financing Sources (Uses)	<u>(20,544)</u>	<u>-</u>	<u>(20,544)</u>
Net Change in Fund Balances	<u>(31,931)</u>	<u>(5,102)</u>	<u>(37,033)</u>
Fund Balance - July 1	<u>5,048,869</u>	<u>32,902</u>	<u>5,081,771</u>
Fund Balance - June 30	<u>\$ 5,016,938</u>	<u>27,800</u>	<u>5,044,738</u>

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

**BRIELLE SCHOOL DISTRICT****RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES****AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS****Exhibit B-3****TO THE STATEMENT OF ACTIVITIES****FOR THE YEAR ENDED JUNE 30, 2023**

Total Net Change in Fund Balances - Governmental Funds (From B-2)	\$	(37,033)
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	(328,687)	
Capital Outlays	<u>3,550</u>	(325,137)
Compensated Absences		108,033
Contributions to the pension plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position		244,943
Pension Related Deferrals		1,209,517
Net Pension Liability		<u>(479,778)</u>
Change in Net Position of Governmental Activities	\$	<u><u>720,545</u></u>

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

**BRIELLE SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2023**

Exhibit B-4

	<b>Business-type Activities Enterprise Fund</b>
<b><u>Assets</u></b>	
Current Assets:	
Cash and Cash Equivalents	\$ 38,394
Total Current Assets	38,394
Noncurrent Assets:	
Equipment	95,222
Accumulated Depreciation	(63,461)
Total Noncurrent Assets	31,761
Total Assets	\$ 70,155
<b><u>Liabilities</u></b>	
Accounts Payable	\$ 16,072
Total Liabilities	\$ 16,072
<b><u>Net Position</u></b>	
Investment in Fixed Assets	\$ 31,761
Unrestricted	22,322
Total Net Position	\$ 54,083

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

BRIELLE SCHOOL DISTRICTSTATEMENT OF REVENUES, EXPENSES AND CHANGES

Exhibit B-5

IN FUND NET POSITIONPROPRIETARY FUNDSJUNE 30, 2023

	<u>Business-type Activities Enterprise Fund</u>
Operating Revenues:	
Local Sources:	
Daily Sales	\$ 203,860
Fees	36,217
Total Operating Revenue	<u>240,077</u>
Operating Expenses:	
Cost of Sales	81,618
Depreciation	2,903
Salaries	132,213
Management Fee	15,000
Supplies	10,707
Equipment/Repairs	11,572
Insurance	8,810
Benefits	2,918
Miscellaneous	9,458
Total Operating Expenses	<u>275,199</u>
Operating (Loss)/Profit	(35,122)
Non-Operating Revenues:	
Interest Revenue	323
Board Subsidy	20,544
Total Non-Operating Revenues	<u>20,867</u>
Change in Net Position	(14,255)
Adjustment to Fixed Assets	15,116
Net Position, July 1	<u>53,222</u>
Net Position June 30	<u>\$ 54,083</u>

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

**BRIELLE SCHOOL DISTRICT****STATEMENT OF CASH FLOWS**

Exhibit B-6

**PROPRIETARY FUNDS****JUNE 30, 2023**

	<b>Business-type Activities</b>
	<b>Enterprise Fund</b>
	<b>Fund</b>
Cash Flows from Operating Activities:	
Receipts from Daily Sales	\$ 240,077
Payments to Suppliers	(264,396)
Net Cash Used by Operating Activities	<u>(24,319)</u>
Cash Flows from Noncapital Financing Activities:	
Board Subsidy	20,544
Net Cash Provided by Noncapital Financing Activities	<u>20,544</u>
Cash Flows from Investing Activities:	
Interest Revenue	323
Net Cash Provided by Investing Activities	<u>323</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	(3,452)
Cash and Cash Equivalents July 1	<u>41,846</u>
Cash and Cash Equivalents June 30	<u>\$ 38,394</u>
Cash Flows from Operating Activities:	
Operating (Loss)/Profit	\$ (35,122)
Adjustments to Reconcile Operating Loss to Cash Provided (Used) by Operating Activities:	
Depreciation	2,903
Changes in Assets and Liabilities:	
Increase/(Decrease) in Accounts Payable	6,745
(Increase)/Decrease in Inventory	1,155
Net Cash Used by Operating Activities	<u>\$ (24,319)</u>

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

**NOTES TO FINANCIAL STATEMENTS**



**BOARD OF EDUCATION**  
**BRIELLE SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**NOTE 1: Summary of Significant Accounting Policies**

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

**A. Reporting Entity:**

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

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Government 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 and account groups of the District over which the Board exercises operating control. The operations of the District include an elementary school located in Brielle Borough. 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. Government-Wide Financial Statements**

The School District's basic financial statements consist of government-wide statements, and fund financial statements which provide a more detailed level of financial information.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**B. Government-Wide and Fund Financial Statements (Continued)**

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. It is the policy of the School District to not allocate indirect expenses to functions in the statement of activities. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes and other items not properly included among program revenues are reported instead as general revenues.

In regards to the fund financial statements, the School District segregates transaction<sup>1</sup> related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Fund financial statements report detailed information about the School District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a single column. Fiduciary funds are reported by fund type.

**C. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). Proprietary and fiduciary fund financial statements also report using this same focus and basis of accounting although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of related cash flows. County tax revenues are recognized in the year for which they are levied while grants are recognized when grantor eligibility requirements are met. The Unemployment Trust Fund recognizes employer and employee contributions in the period in which contributions are due.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to apply current liabilities. The District considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for long-term pension and compensated absences, which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual includes Intergovernmental revenues, and the county tax levy. In general, other revenues are recognized when cash is received.

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)**

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for food sales and for services provided to other governmental entities. Principles operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

**D. Fund Accounting:**

The accounts of the District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. Each fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types".

**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 trust 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.

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**D. Fund Accounting (Continued):**

**Proprietary Fund Type**

Enterprise Fund: To account for operations that are financed and operated in a manner similar to private business enterprises, in which the intent of the District is that the costs of providing goods or services to the District on a continuing basis be 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.

Unemployment Compensation Trust Fund: The trust fund is used to account for assets held under the terms of a formal trust agreement. The District reimburses the costs of unemployment benefits paid by the New Jersey Department of Labor.

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.

**E. 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 approved by the Board of Education. Budgets are prepared using the modified accrual basis of accounting; the legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(g). All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2023 were insignificant.

The Public School Education Act of 1975, limits the annual increase of any district's net current expense budget. The Commissioner of Education certifies the allowable amount for each district but may grant a higher level of increase if he determines that the sums so provided would be insufficient to meet the identified goals and needs of the district or that an anticipated enrollment increase requires additional funds.

The Commissioner must also review every proposed local school district budget for the next school year. He examines every item of appropriations for current expenses and budgeted capital outlay to determine their adequacy in relation to the identified needs and goals of the district. If, in his view, they are insufficient, the Commissioner must order remedial action. If necessary, he is authorized to order changes in the local district budget.

**NOTE 1: Summary of Significant Accounting Policies (Continued)****E. Budgets/Budgetary Control (Continued):**

Once a budget is approved, it can be amended by transfers or additional appropriation of fund balances by approval of a majority of the members of the Board. Amendments are presented to the Board at their regular meetings. Each amendment must have Board approval. Such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year-end as dictated by law. Individual transfers were not material in relation to the original appropriations. All uncommitted budget appropriations lapse at year-end.

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

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. 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.

**F. 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.

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

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

**G. Short-Term Interfund Receivables/Payables:**

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

**H. Inventories and Prepaid Expenses**

Inventories and prepaid expenses, which benefit future periods, are recorded as an expenditure during the year of purchase. The value of inventories remaining at the end of the fiscal year is not included on the balance sheet.

**NOTE 1: Summary of Significant Accounting Policies (Continued)****H. Inventories and Prepaid Expenses (Continued)**

Enterprise fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2023.

**I. Capital Assets and Depreciation**

The District's property, buildings and improvements, equipment, vehicles, furniture and fixtures with useful lives of five years or more are stated at historical or estimated historical cost and are reported in the government-wide financial statements. Proprietary Fund capital assets are reported in its respective fund.

The District contracted with an outside service company during the 2006 fiscal year to provide a report with a comprehensive detail of capital assets and depreciation. The report has been updated to include capital assets purchased subsequently with a historical cost of \$2,000 or more. Accumulated depreciation prior to fiscal year 2006, fiscal year 2006 depreciation expense, total accumulated depreciation and book values were also provided. The records have updated annually through June 30, 2023. The costs of normal maintenance and repairs that do not add to the asset value or materially extend the useful lives are not capitalized. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts. Estimated useful lives, in years, for depreciable assets are as follows:

Buildings and Improvements	20 – 50
Equipment and Vehicles	5 – 20
Furniture and Fixtures	5 – 20

Capital asset activity for the year ended June 30, 2023 was as follows:

	<u>Balance</u> <u>July 1, 2022</u>	<u>Additions</u>	<u>Adj.</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2023</u>
Governmental Activities:					
Capital Assets That Are Not Being Depreciated:					
Land	\$ 60,584	_____	_____	_____	60,584
Total Capital Assets Not Being Depreciated	60,584	_____	_____	_____	60,584
Depreciable Assets:					
Site Improvements	222,521	_____	_____	_____	222,521
Buildings & Sites	15,046,020	_____	_____	(1,000)	15,045,020
Equipment	845,749	_____	_____	(39,521)	806,228
Total	16,114,290	_____	_____	(40,521)	16,073,769

**NOTE 1: Summary of Significant Accounting Policies (Continued)****I. Capital Assets and Depreciation (Continued)**

	<u>Balance</u> <u>July 1, 2022</u>	<u>Additions</u>	<u>Adj.</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2023</u>
Less: Accumulated Depreciation For:					
Sites	(41,892)	(10,186)			(52,078)
Buildings	(8,392,223)	(260,526)		507	(8,652,242)
Equipment	<u>(514,055)</u>	<u>(57,975)</u>	<u>43,564</u>	<u>      </u>	<u>(528,466)</u>
Total Accumulated Depreciation	<u>(8,948,170)</u>	<u>(328,687)</u>	<u>43,564</u>	<u>507</u>	<u>(9,232,786)</u>
Net Depreciable Assets	<u>7,166,120</u>	<u>(328,687)</u>	<u>43,564</u>	<u>(40,014)</u>	<u>6,840,983</u>
Government Activities:					
Capita Assets, Net	<u>\$ 7,226,704</u>	<u>(328,687)</u>	<u>43,564</u>	<u>(40,014)</u>	<u>6,901,567</u>
Business-Type Activities:					
Equipment	\$ 79,852	15,370			95,222
Less: Accumulated Depreciation:					
Equipment	<u>(60,304)</u>	<u>(2,903)</u>	<u>(254)</u>	<u>      </u>	<u>(63,461)</u>
Business-Type Activities Capital Assets (Net)	<u>\$ 19,548</u>	<u>12,467</u>	<u>(254)</u>	<u>      </u>	<u>31,761</u>

Depreciation expense was charged to governmental functions as follows:

Unallocated	<u>\$ 328,687</u>
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**J. Compensated Absences**

District employees are permitted, within certain limitations, to accrue vacation and sick leave in varying amounts under the Districts personnel policies and may be paid at a later date according to contractual agreements.

The liability for vested compensated absences of the governmental fund types is recorded in the government-wide financial statements as a non-current liability. Governmental funds report only matured compensated absences payable to currently terminating employees and are included in wages and benefits payable.

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**K. Deferred Revenue**

Deferred revenue in the special revenue funds represent cash which has been received but not yet earned. See Note 1(F) regarding the special revenue fund.

**L. Fund Equity**

The governmental fund financial statements report reserved fund balance for amounts not available for appropriation or legally restricted for specified purposes. The general fund reserve for restricted purposes includes net assets relating to capital reserve (See Note 9).

**M. Net Position**

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

*Net Investment in Capital Assets* – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

*Restricted* – Net Position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

*Unrestricted* – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

The School District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

**Fund Balance**

The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

*Nonspendable* – The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.



**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**M. Net Position (Continued)**

**Fund Balance**

*Restricted* – The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

*Committed* – The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) if employed to previously commit those amounts.

*Assigned* – The assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the business administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. Such authority of the business administrator is established by way of a formal job description for the position and standard operating procedures, approved by the Board of Education.

*Unassigned* – The unassigned fund balance classification is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the School District to spend restricted fund balances first. Moreover, when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order; committed, assigned, then unassigned.

**NOTE 2: Cash and Cash Equivalents and Investments**

Cash and cash equivalents for all funds, include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. U.S. treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

**NOTE 2: Cash and Cash Equivalents and Investments (Continued)**

Investments are stated at cost, which approximates market. The District 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.

**Deposits**

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

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

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

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

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

**Investments**

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

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or any United States Bank for cooperatives which have a maturity date not greater than twelve months from the date of purchase.
- c. Bonds or other obligations of the school district.

As of June 30, 2023, cash and cash equivalents and investments of the District consisted of the following:

	<b>Cash and Cash Equivalents</b>
Checking, Money Market Accounts	<u>\$ 4,909,320</u>

**NOTE 2: Cash and Cash Equivalents and Investments (Continued)****Investments (Continued)**

During the period ended June 30, 2023, the District did not hold any investments. The carrying amount of the District's cash and cash equivalents at June 30, 2023 was \$4,909,320 and the bank balance was \$4,997,276, of the bank balance \$250,000 was covered by federal depository insurance and \$4,747,276 was covered by a collateral pool maintained by the banks as required by New Jersey statutes.

**Credit Risk Categories**

All bank deposits and investments as of the balance sheet date are classified as to credit risk by the following two categories described below:

FDIC	\$ 250,000
GUPDA	<u>4,747,276</u>
	<u>\$ 4,997,276</u>

As of June 30, 2023, the District did not hold any long-term investments.

**Custodial Credit Risk – Deposits**

Custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The District does not have a formal policy for custodial credit risk.

The District had no uninsured deposits.

**NOTE 3: General Long-Term Debt**

During the fiscal year ended June 30, 2023, the following changes occurred in liabilities reported in the general long-term debt account group:

	<u>Balance</u> <u>June 30, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2023</u>	<u>Long-Term</u> <u>Portion</u>	<u>Amount Due</u> <u>In One Year</u>
Pension Liability	\$ 1,115,180	479,778		1,594,958	1,594,958	
Compensated Absences Payable	<u>354,410</u>	<u>_____</u>	(108,033)	<u>246,377</u>	<u>246,377</u>	<u>_____</u>
Total	<u>\$ 1,469,590</u>	<u>479,778</u>	<u>(108,033)</u>	<u>1,841,335</u>	<u>1,841,335</u>	<u>_____</u>

**NOTE 4: Pension Plans****Public Employees' Retirement System (PERS)****Plan Description**

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

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

The following represents the membership tiers for PERS:

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

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

**Basis of Presentation**

The schedule of employer allocations and the schedule of pension amounts by employer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS or its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS or the participating employers. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**NOTE 4: Pension Plans (Continued)****Allocation Methodology and Reconciliation to Financial Statements**

GASB Statement No. 68, *Accounting and Financial Reporting for Pension*, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The employer allocation percentages presented in the schedule of employer allocations and applied to amounts presented in the schedule of pension amounts by employer based on the ratio of the contributions of an individual employer to the total contributions to PERS during the measurement period July 1, 2021 through June 30, 2022. Employer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of pension amounts by employer may result in immaterial differences. Contributions from employers are recognized when due, based on statutory requirements.

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

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer allocations are applied to amounts presented in the schedule of pension amount by employer. The allocation percentages for each group of June 30, 2022 are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal year ended June 30, 2022.

A special funding situation exists for certain Local employers of the Public Employees' Retirement System. The State of New Jersey, as a nonemployer, is required to pay the additional costs incurred by local employers under Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The Chapter 366, P.L. 2001 legislation established the Prosecutors Part of the PERS which provides enhanced retirement benefits for prosecutors enrolled in the PERS. The State is liable for the increased pension costs to a County that resulted from the enrollment of prosecutors in the Prosecutors Part. The June 30, 2022 State special funding situation net pension liability amount of \$127.8 million is the accumulated difference between the annual actuarially determined State obligation under the special funding situation and the actual State contribution through the valuation date. The special funding situation for Chapter 133, P.L. 2001 is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2022, there is no net pension liability associated with this special funding situation there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date. The State special funding situation pension expense of \$50.2 million, for the fiscal year ending June 30, 2022, is the actuarially determined contribution amount that the State owes for the fiscal year ending June 30, 2022. The pension expense is deemed to be a State administrative expense due to the special funding situation.

**NOTE 4: Pension Plans (Continued)**

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2022, the State's pension contribution was less than the actuarial determined amount.

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

For the year ended June 30, 2023, the District recognized pension expense of \$133,276. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Difference Between Expected and Actual Experience	\$ 11,512	10,152
Changes of Assumptions	4,942	238,828
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	66,014	
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	183,850	217,940
District Contributions Subsequent to the Measurement Date	<u>133,276</u>	<u>          </u>
Total	<b><u>\$ 399,594</u></b>	<b><u>466,920</u></b>

**NOTE 4: Pension Plans (Continued)**

\$133,276 reported as deferred outflows of resources related to pensions resulting from school district, project contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2023, the plan measurement date is June 30, 2022) will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**Year Ending****June 30,**

2023	\$ (135,665)
2024	(69,117)
2025	(33,707)
2026	73,536
2027	<u>(161)</u>
	<u>\$ (165,114)</u>

**Additional Information**

Collective balances at December 31, 2022 and 2021 are as follows:

	<u>Dec. 31, 2022</u>	<u>Dec. 31, 2021</u>
Collective Deferred Outflows of Resources	\$ 399,594	154,651
Collective Deferred Inflows of Resources	466,920	1,676,437
Collective Net Pension Liability	1,594,958	1,115,180
District's Proportion	0.01048%	0.00931%

**Components of Net Pension Liability**

The components of the collective net pension liability of the participating employers as of June 30, 2022 were as follows:

	<u>2022</u>		
	<u>State</u>	<u>Local</u>	<u>Total</u>
Total Pension Liability	\$ 29,144,869,310	41,029,268,965	70,174,138,275
Plan Fiduciary Net Position	<u>6,758,038,264</u>	<u>25,810,084,045</u>	<u>32,568,122,309</u>
Net Pension Liability	<u>\$ 22,386,831,046</u>	<u>15,219,184,920</u>	<u>37,606,015,966</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	23.19%	62.91%	46.41%

**NOTE 4: Pension Plans (Continued)**

The collective total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. This actuarial valuation used the following actuarial assumptions:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75% - 6.55%
	Based on years of service
Investment Rate of Return	7.00%

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

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

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2022 are summarized in the following table:



**NOTE 4: Pension Plans (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S. Developed Market Equity	13.50%	8.38%
Emerging Market Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Assets	3.00%	7.60%
Real Estate	8.00%	11.19%
High Yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%

**Discount Rate**

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

**Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate**

The following presents the collective net pension liability of the participating employers as of June 30, 2022, calculated using the discount rate as disclosed above as well as what the collective net pension 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>2022</u>		
	<u>At 1% Decrease (6.00%)</u>	<u>At Current Discount Rate (7.00%)</u>	<u>At 1% Increase (8.00%)</u>
School District's Proportionate Share Of the Net Pension Liability	<u>\$ 2,049,054</u>	<u>1,594,958</u>	<u>1,208,504</u>

**NOTE 4: Pension Plans (Continued)****Teachers Pensions and Annuity Fund (TPAF)****Plan Description**

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

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

The following represents the membership tiers for TPAF:

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

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

**NOTE 4: Pension Plans (Continued)****Basis of Presentation**

The Schedule of employers and nonemployer allocations and the schedule of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of TPAF and the State as an employer/nonemployer entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of TPAF or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of TPAF to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**Allocation Methodology**

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective pension expense. The employer and nonemployer allocation percentages presented in the schedule of employer and nonemployer allocation and applied to, presented in the schedule of pension amount by employer and nonemployer are based on the ratio of the State's actual contributions made as an employer and nonemployer adjusted for unpaid early retirement incentives to total contributions to TPAF during the year ended June 30, 2022. Employer and nonemployer allocation percentages have been rounded for presentation purposes, therefore amounts presented in the schedule of pension amounts by employer and nonemployer may result in immaterial differences.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. State legislation had modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2022, State's pension contribution was less than the actuarial determined amount.

**Special Funding Situation**

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

**NOTE 4: Pension Plans (Continued)****Components of Net Pension Liability**

The components of the net pension liability of the State as of June 30, 2022 and 2021 are as follows:

	<u>2022</u>	<u>2021</u>
Total Pension Liability	\$ 76,317,117,835	74,699,133,697
Plan Fiduciary Net Position	<u>24,640,530,532</u>	<u>26,533,142,515</u>
Net Pension Liability	<u>\$ 51,676,587,303</u>	<u>48,165,991,182</u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 32.29%	 35.52%

**State Proportionate Share of Net Pension Liability Attributable to District**

	<u>2022</u>	<u>2021</u>
District's Liability	\$ <u>19,254,053</u>	<u>18,054,724</u>
District's Proportion	.03726%	.03748%

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions will be recognized in pension expense (benefit) as follows:

Year Ending June 30:	
2023	\$ (990,645)
2024	(1,424,686)
2025	(1,248,579)
2026	(562,374)
2027	(613,923)
Thereafter	<u>(628,825)</u>
Total	<u>\$ (5,469,032)</u>

**NOTE 4: Pension Plans (Continued)**

The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75% - 5.65% Based on years of service
Investment Rate of Return	7.00%

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

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

**Long-Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2022 are summarized in the following table:

**NOTE 4: Pension Plans (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S. Developed Market Equity	13.50%	8.38%
Emerging Market Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Assets	3.00%	7.60%
Real Estate	8.00%	11.19%
High Yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%

**Discount Rate**

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the net pension liability of the State as of June 30, 2022 calculated using the discount rate as disclosed above as well as what the State's net pension 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>2022</u>		
	<u>At 1% Decrease (6.00%)</u>	<u>At Current Discount Rate (7.00%)</u>	<u>At 1% Increase (8.00%)</u>
School District's Proportionate Share Of the Net Pension Liability	\$ 0	0	0
State of New Jersey's Proportionate Share Of the District's Net Pension Liability	<u>22,575,786</u>	<u>19,254,053</u>	<u>16,455,910</u>
	<u>\$ 22,575,786</u>	<u>19,254,053</u>	<u>16,455,910</u>

**NOTE 5: Post-Retirement Benefits****General Information about the OPEB Plan****Plan description and benefits provided**

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefit for State Health Benefit Local Education Retired Employees Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other than Pension*. The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

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

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et. seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code.

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

Additional information on Pensions and OPEB can be accessed at [state.nj.us/treasury/pensions/financial-reports.shtml](http://state.nj.us/treasury/pensions/financial-reports.shtml).

**NOTE 5: Post-Retirement Benefits (Continued)****Total OPEB Liability**

The total OPEB liability as of June 30, 2022 was determined by an actuarial valuation as of June 20, 2021, with was rolled forward to June 30, 2022. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Total OPEB Liability     \$50,646,462,966

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases	2.75% – 4.25%	2.75% - 6.55%	3.25% - 16.25%
	based on years of service	based on years of service	based on years of service

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

Actuarial assumptions used in the July 1, 2021 valuation were based on the results of the TPAF, PERS and PFRS experience studies prepared for July 1, 2018 to June 30, 2021.

***(a) Health Care Trend Assumptions***

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long-term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increasing to 15.19% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

***(b) Discount Rate***

The discount rate for June 30, 2022 was 3.54%. 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.



**NOTE 5: Post-Retirement Benefits (Continued)**

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

	<b>Total OPEB Liability</b>
Balances at June 30, 2021	\$ 60,007,650,970
Changes for the Year:	
Service Cost	2,770,618,025
Interest	1,342,187,139
Change of Benefit Terms	
Difference Between Expected and Actual Experience	1,399,200,736
Changes in Assumptions or Other Inputs	(13,586,368,097)
Member Contributions	42,650,252
Benefit Payments	<u>(1,329,476,059)</u>
Balance at June 30, 2022	<u>\$ 50,646,462,966</u>

There were no changes in benefit terms between the June 30, 2021 measurement date and the June 30, 2022 measurement date.

Changes of assumptions and other inputs reflect a change in the discount rate from 2.16% percent in 2021 to 3.54% percent in 2022.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the State for school board retirees, as well as what the State's total OPEB liability for school board would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	<b>1% Decrease (2.54%)</b>	<b>Discount Rate (3.54%)</b>	<b>1% Increase (4.54%)</b>
State of New Jersey's Proportionate Share Of the Total Non-Employer OPEB Liability Associated with the School District	<u>\$ 59,529,589,697</u>	<u>50,646,462,966</u>	<u>43,527,080,995</u>

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the State, as well as what the State's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<b>1% Decrease</b>	<b>Healthcare Cost Trend Rates</b>	<b>1% Increase</b>
State of New Jersey's Proportionate Share Of the Total Non-Employer OPEB Liability Associated with the School District	<u>\$ 41,862,397,291</u>	<u>50,646,462,966</u>	<u>62,184,866,635</u>

**NOTE 5: Post-Retirement Benefits (Continued)**

OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.

For the year ended June 30, 2022, the Board of Education recognized OPEB expense of \$707,534 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 GASBS No. 75 and in which there is a special funding situation.

In accordance with GASBS No. 75, the Board of Education'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, 2022, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Difference Between Expected and Actual Experience	\$ 9,042,402,619	(15,462,950,679)
Changes in Proportion	<u>8,765,620,577</u>	<u>(17,237,289,230)</u>
Total	<u>\$ 17,808,023,196</u>	<u>(32,700,239,909)</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:

Year Ended June 30:	
2023	\$ (2,517,151,602)
2024	(2,517,151,602)
2025	(2,517,151,602)
2026	(2,175,449,761)
2027	(1,243,951,140)
Thereafter	<u>(3,921,361,006)</u>
	<u>\$ (14,892,216,713)</u>

**NOTE 6: 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 right to the benefits.

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

The liability for vested compensated absences of the governmental fund types is recorded in the general long-term debt account group (or current and long-term liabilities). 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.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2023, no liability existed for compensated absences in the Food Service Fund.

**NOTE 7: Capital Reserve Account**

A capital reserve account was established by the Borough of Brielle Board of Education by inclusion of \$1 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 deposit funds into the capital reserve at any time upon board resolution through the transfer of undesignated, unreserved general fund balance or of excess undesignated, unreserved general fund balance that is anticipated in the budget certified for taxes. Post-April 2004 transfers must be in compliance with P.L. 2004, C.73 (S1701). Pursuant to *N.J.A.C. 6:23A-5.1(d) 7*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

**NOTE 8: Risk Management**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

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

**New Jersey Unemployment Compensation Insurance** – The 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 the State. The following is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District’s expendable trust fund for the current year and previous two years:

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Reimbursed</u>	<u>Balance</u>
2019-2020	\$	17,553	7,778	65,208
2021-2022		31,545	24,639	55,433
2020-2021		12,866	3,949	48,527

**NOTE 9: Fund Balance Appropriated**

**General Fund** – Of the \$5,095,466 General Fund fund balance at June 30, 2023; \$2,855,210 has been reserved in the Capital Reserve Account; \$459,646 is reserved for maintenance; \$549,254 is designated for subsequent year’s expenditures; \$178,431 is excess surplus; \$357,000 is excess surplus designated for subsequent years expenditures; \$597,701 is unreserved and undesignated; \$33,016 is reserved for encumbrances; and \$65,208 is unemployment.

**NOTE 10: Calculation of Excess Surplus**

In accordance with *N.J.S.A.* 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years’ budget.

**NOTE 11: Tuition Adjustments**

Regulations specify that tuition adjustments for any given school year shall be remitted/received in the two following years after the tuition rate is certified. These adjustments have not been reflected on the June 30, 2023 financial statements.

**NOTE 12: 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, may have an effect on the District's programs and activities.

**NOTE 13: Contingent Liabilities**

The Board is involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect of the financial position of the District.

**NOTE 14: 2% Calculation of Excess Surplus**

2022-23 Total General Fund Expenditures Per the ACFR	\$ 17,979,990
Decreased by:	
On-Behalf TPAF Pension & Social Security	<u>(2,387,740)</u>
Adjusted 2022-23 General Fund Expenditures	<u>\$ 15,592,250</u>
2% of Adjusted 2022-23 General Fund Expenditures	<u>\$ 311,845</u>
Enter Above or \$250,000 Whichever is Greater	\$ 311,845
Increased by Allowable Adjustment	<u>285,856</u>
Maximum Unassigned Fund Balance	<u>\$ 597,701</u>

**Section 2**

Total General Fund – Fund Balance @ 6-30-23	\$ 5,095,466
Decreased by:	
Reserved for Unemployment	(65,208)
Reserve for Encumbrances	(33,016)
Designated for Subsequent Years Expenditures – General Fund	(549,254)
Designated for Subsequent Years Expenditures – Excess Surplus	(357,000)
Maintenance Reserve	(459,646)
Capital Reserve	<u>(2,855,210)</u>
Total Unassigned Fund Balance	<u>\$ 776,132</u>

**Section 3**

Reserved Fund Balance – Excess Surplus Designated for	
Subsequent Years Expenditures	\$ 357,000
Excess Surplus	<u>178,431</u>
	<u>\$ 535,431</u>

**NOTE 14: 2% Calculation of Excess Surplus (Continued)****Detail of Allowable Adjustments**

Extraordinary Aid	\$ 268,044
Non-Public Transportation	<u>17,812</u>
	<u>\$ 285,856</u>

**Detail of Other Reserved Fund Balance**

Maintenance Reserve	\$ 459,646
Capital Reserve	<u>2,855,210</u>
	<u>\$ 3,314,856</u>

**NOTE 15: Interfund Receivables and Payables**

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

These were interfunds as of June 30, 2023 as follows:

	<u>From</u>	<u>To</u>
General Fund	\$	337,766
Special Revenue Fund	<u>337,766</u>	<u>          </u>
	<u>\$ 337,766</u>	<u>337,766</u>

These interfund loans are due to the Special Revenue Fund awaiting Federal reimbursements. Once received, the interfunds will be eliminated, which is expected to be within one year.

**NOTE 16: Subsequent Events**

Subsequent events have been evaluated through January 15, 2024, which is the date the financial statements were available to be issued. No additional subsequent event disclosures are required.

**REQUIRED SUPPLEMENTARY INFORMATION**  
**PART II**

**BUDGETARY COMPARISON SCHEDULES – C**



**BRIELLE SCHOOL DISTRICT**

Exhibit C-1  
Sheet 1 of 9

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<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	\$ 14,330,088		14,330,088	14,330,088	-
Tuition	12,000		12,000	32,377	20,377
Other Restricted Miscellaneous Revenues			-	17,553	17,553
Unrestricted Miscellaneous Revenue	600		600	83,444	82,844
Total Local Sources	<u>14,342,688</u>	<u>-</u>	<u>14,342,688</u>	<u>14,463,462</u>	<u>120,774</u>
State Sources:					
Special Education Aid	679,443		679,443	679,443	-
Security Aid	14,351		14,351	14,351	-
Transportation Aid	121,923		121,923	121,923	-
Extraordinary Aid				268,044	268,044
Non Public Transportation				17,812	17,812
Supplemental SDA Funding			-	22,928	22,928
Lead Testing			-	4,723	4,723
TPAF Social Security (Reimbursed - Non-Budgeted)			-	348,385	348,385
On-Behalf T.P.A.F Pension Contributions - Post Retirement Medical (Non-Budgeted)			-	424,172	424,172
On-Behalf T.P.A.F Pension Contributions - Normal Cost (Non-Budgeted)			-	1,614,678	1,614,678
On-Behalf T.P.A.F Pension Contributions - Long-Term Disability			-	505	505
Total State Sources	<u>815,717</u>	<u>-</u>	<u>815,717</u>	<u>3,516,964</u>	<u>2,701,247</u>
Total Revenues	<u>15,158,405</u>	<u>-</u>	<u>15,158,405</u>	<u>17,980,426</u>	<u>2,822,021</u>

**BRIELLE SCHOOL DISTRICT**

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

Exhibit C-1  
Sheet 2 of 9

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Expenditures:					
Current Expense:					
Regular Programs - Instruction:					
Preschool - Salaries of Teachers	77,789	22,271	100,060	100,060	-
Kindergarten - Salaries of Teachers	348,245	(7,702)	340,543	340,543	-
Grades 1-5 - Salaries of Teachers	1,430,091	205,618	1,635,709	1,635,708	1
Grades 6-8 - Salaries of Teachers	1,021,859	85,608	1,107,467	1,107,466	1
Regular Programs - Home Instruction:					
Salaries	4,000	(3,229)	771	771	-
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	10,000	9,438	19,438	19,438	-
Other Purchased Services (400-500 Series)	10,000	(8,612)	1,388	1,388	-
General Supplies	199,763	(64,012)	135,751	121,914	13,837
Textbooks	25,500	(9,855)	15,645	15,645	-
Other Objects	12,000	3,885	15,885	15,885	-
Total Regular Programs - Instruction	<u>3,139,247</u>	<u>233,410</u>	<u>3,372,657</u>	<u>3,358,818</u>	<u>13,839</u>
Resource Room/Resource Center:					
Salaries of Teachers	976,276	21,732	998,008	998,008	-
General Supplies	1,500	(1,500)	-	-	-
Total Resource Room/Resource Center	<u>977,776</u>	<u>20,232</u>	<u>998,008</u>	<u>998,008</u>	<u>-</u>
Total Special Education - Instruction	<u>977,776</u>	<u>20,232</u>	<u>998,008</u>	<u>998,008</u>	<u>-</u>

**BRIELLE SCHOOL DISTRICT**

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

Exhibit C-1  
Sheet 3 of 9

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<b><u>Original Budget</u></b>	<b><u>Budget Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
School Sponsored Cocurricular Activities-Instruction:					
Salaries	45,000	(2,966)	42,034	42,034	-
Other Objects	10,000	(7,307)	2,693	2,693	-
Total School Sponsored Cocurricular Activities-Instruction	<u>55,000</u>	<u>(10,273)</u>	<u>44,727</u>	<u>44,727</u>	<u>-</u>
School Sponsored Athletics - Instruction:					
Salaries	26,000	12,686	38,686	38,685	1
Other Objects	12,000	567	12,567	12,567	-
Total School Sponsored Athletics-Instruction	<u>38,000</u>	<u>13,253</u>	<u>51,253</u>	<u>51,252</u>	<u>1</u>
Before/After School Programs - Instruction:					
Salaries of Teachers	12,000	(11,839)	161	161	-
Summer School:					
Salaries of Teachers	12,500	(12,500)	-	-	-
Total Instruction	<u>4,234,523</u>	<u>232,283</u>	<u>4,466,806</u>	<u>4,452,966</u>	<u>13,840</u>
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEA's Within the State - Regular	3,829,020	13,928	3,842,948	3,842,948	-
Tuition to Other LEA's Within the State - Special	556,510	30,838	587,348	587,348	-
Tuition to Private School for the Handicapped Within State	664,490	(21,564)	642,926	642,926	-
Tuition to County Vocational - Regular	162,517	(48,173)	114,344	114,344	-
Tuition to County Vocational - Special	27,875	(8,853)	19,022	19,022	-
Total Instruction	<u>5,240,412</u>	<u>(33,824)</u>	<u>5,206,588</u>	<u>5,206,588</u>	<u>-</u>

**BRIELLE SCHOOL DISTRICT**

Exhibit C-1

Sheet 4 of 9

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Health Services:					
Salaries	113,689	(1,651)	112,038	112,038	-
Supplies and Materials	7,000	(1,076)	5,924	5,924	-
Total Health Services	<u>120,689</u>	<u>(2,727)</u>	<u>117,962</u>	<u>117,962</u>	<u>-</u>
Other Support Services					
Salaries of Other Professional Staff	94,529	(715)	93,814	93,784	30
Total Guidance	<u>94,529</u>	<u>(715)</u>	<u>93,814</u>	<u>93,784</u>	<u>30</u>
Other Support Services - Student Related Services:					
Salaries	85,029	(27,070)	57,959	57,959	-
Purchased Professional Educational Services	230,000	28,821	258,821	258,821	-
Total Other Support Services - Student Related Svcs.	<u>315,029</u>	<u>1,751</u>	<u>316,780</u>	<u>316,780</u>	<u>-</u>
Other Support Services - Extra Services					
Salaries	<u>276,038</u>	<u>(19,663)</u>	<u>256,375</u>	<u>256,375</u>	<u>-</u>
Other Support Services - Students Special:					
Salaries of Other Professional Staff	248,527	6	248,533	248,533	-
Salaries Secretarial and Clerical	44,134	(10,801)	33,333	33,333	-
Purchased Professional Educational Services	36,000	44,471	80,471	80,471	-
Total Other Support Services - Students Special	<u>328,661</u>	<u>33,676</u>	<u>362,337</u>	<u>362,337</u>	<u>-</u>
Improvement of Instructional Services:					
Salaries of Supervisors of Instruction	149,170	(1,293)	147,877	147,877	-
Salaries of Other Professional Staff	20,488	5,588	26,076	26,076	-
Total Improvement of Instructional Services	<u>169,658</u>	<u>4,295</u>	<u>173,953</u>	<u>173,953</u>	<u>-</u>

**BRIELLE SCHOOL DISTRICT**

**Exhibit C-1  
Sheet 5 of 9**

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Educational Media Services/School Library:					
Salaries	186,701	(86,817)	99,884	99,884	-
Supplies & Materials	3,500	(591)	2,909	2,909	-
Total Educational Media Services/School Library	<u>190,201</u>	<u>(87,408)</u>	<u>102,793</u>	<u>102,793</u>	<u>-</u>
Instructional Staff Training Service:					
Other Objects	<u>13,000</u>	<u>(8,003)</u>	<u>4,997</u>	<u>1,714</u>	<u>3,283</u>
Support Services - General Administration:					
Salaries	160,913	(1,970)	158,943	158,943	-
Legal Services	22,000	2,843	24,843	24,843	-
Other Purchased Professional Services	15,000	(3,500)	11,500	11,500	-
Communications/Telephone	15,000	6,676	21,676	21,676	-
Other Purchased Services (400-500 Series)	51,500	(1,945)	49,555	49,555	-
Judgments	3,000	669	3,669	3,669	-
Miscellaneous Expenditures(890)	30,000	21,650	51,650	51,650	-
BOE Membership Dues And Fees	6,600	(104)	6,496	6,496	-
Total Support Services - General Administration	<u>304,013</u>	<u>24,319</u>	<u>328,332</u>	<u>328,332</u>	<u>-</u>
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	156,144	(1,313)	154,831	154,831	-
Salaries of Secretarial and Clerical	88,007	(6,143)	81,864	81,864	-
Total Support Services - School Administration	<u>244,151</u>	<u>(7,456)</u>	<u>236,695</u>	<u>236,695</u>	<u>-</u>
Central Services:					
Salaries	180,466	(19,829)	160,637	160,637	-
Total Central Services	<u>180,466</u>	<u>(19,829)</u>	<u>160,637</u>	<u>160,637</u>	<u>-</u>

**BRIELLE SCHOOL DISTRICT**

Exhibit C-1  
Sheet 6 of 9

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Administrative Information Technology:					
Purchased Technical Services	64,600	25,734	90,334	90,334	-
Required Maintenance for School Facilities:					
Cleaning, Repair & Maintenance Services	130,000	22,066	152,066	152,066	-
General Supplies	54,000	2,187	56,187	56,187	-
Other Objects	364,000	(135,630)	228,370	149,272	79,098
Total Required Maintenance for School Facilities	<u>548,000</u>	<u>(111,377)</u>	<u>436,623</u>	<u>357,525</u>	<u>79,098</u>
Other Operations and Maintenance of Plant:					
Salaries	351,514	5,311	356,825	356,825	-
Salaries of Non-Instructional Aides	53,267	(5,702)	47,565	47,558	7
Other Purchased Property Services	6,000	(3,451)	2,549	2,549	-
Insurance	51,000		51,000	51,000	-
Energy - Electricity	87,000	192	87,192	87,192	-
Energy - Natural Gas	50,000	24,496	74,496	74,496	-
Other Objects	4,000	(1,321)	2,679	2,079	600
Total Other Operations and Maintenance of Plant	<u>602,781</u>	<u>19,525</u>	<u>622,306</u>	<u>621,699</u>	<u>607</u>
Care and Upkeep of Grounds:					
Salaries	12,286		12,286	12,286	-
Cleaning, Repair & Maintenance	27,000	(3,540)	23,460	18,960	4,500
Total Care and Upkeep of Grounds	<u>39,286</u>	<u>(3,540)</u>	<u>35,746</u>	<u>31,246</u>	<u>4,500</u>
Security:					
Other Objects	46,000	(250)	45,750	45,750	-
Total Security	<u>46,000</u>	<u>(250)</u>	<u>45,750</u>	<u>45,750</u>	<u>-</u>
Total Operation & Maintenance of Plant Services	<u>1,236,067</u>	<u>(95,642)</u>	<u>1,140,425</u>	<u>1,056,220</u>	<u>84,205</u>

**BRIELLE SCHOOL DISTRICT**

Exhibit C-1  
Sheet 7 of 9

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Student Transportation Services:					
Contracted Services (Between Home & School) Vendors	49,000	(49,000)	-		-
Contracted Services (Other Than Between Home & School) Vendors	28,875	(16,655)	12,220	12,220	-
Contracted Services (Regular Students) ESC's & CTSAs	213,126	128,483	341,609	341,609	-
Contracted Services (Sp. Ed. Students) ESC's & CTSAs	560,135	21,025	581,160	581,160	-
Contracted Services - Aid in Lieu of Payments	33,600	(12,671)	20,929	20,929	-
<b>Total Student Transportation Services</b>	<b>884,736</b>	<b>71,182</b>	<b>955,918</b>	<b>955,918</b>	<b>-</b>
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	110,000	22,681	132,681	132,681	-
Other Retirement Contributions-PERS	119,000	14,276	133,276	133,276	-
Unemployment Compensation	6,000	1,778	7,778	7,778	-
Workmen's Compensation	68,000	(7,172)	60,828	60,828	-
Health Benefits	1,231,696	(196,379)	1,035,317	1,035,317	-
Tuition Reimbursement	10,000	(5,398)	4,602	4,602	-
Other Employee Benefits	173,200	64,442	237,642	237,642	-
<b>Total Unallocated Benefits - Employee Benefits</b>	<b>1,717,896</b>	<b>(105,772)</b>	<b>1,612,124</b>	<b>1,612,124</b>	<b>-</b>
On-Behalf T.P.A.F Pension Contributions - Post Retirement Medical (Non-Budgeted)			-	424,172	(424,172)
On-Behalf T.P.A.F Pension Contributions - Normal Cost (Non-Budgeted)			-	1,614,678	(1,614,678)
On-Behalf T.P.A.F Pension Contributions - Long-Term Disability			-	505	(505)
Reimbursed TPAF Social Security Contributions (Non-Budgeted)				348,385	(348,385)
	-	-	-	<b>2,387,740</b>	<b>(2,387,740)</b>
<b>Total Undistributed Expenditures</b>	<b>11,380,146</b>	<b>(220,082)</b>	<b>11,160,064</b>	<b>13,460,286</b>	<b>(2,300,222)</b>
<b>Total General Current Expense</b>	<b>15,614,669</b>	<b>12,201</b>	<b>15,626,870</b>	<b>17,913,252</b>	<b>(2,286,382)</b>

**BRIELLE SCHOOL DISTRICT**

Exhibit C-1

Sheet 8 of 9

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Capital Outlay:					
Facilities Acquisition and Construction Services:					
Equipment		36,246	36,246	36,246	-
Other Objects	450		450		450
Assessment for Debt Service on SDA Funding	30,491	3,049	33,540	30,492	3,048
Total Capital Outlay	<u>30,941</u>	<u>39,295</u>	<u>70,236</u>	<u>66,738</u>	<u>3,498</u>
Total Expenditures	15,645,610	51,496	15,697,106	17,979,990	(2,282,884)
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(487,205)	(51,496)	(538,701)	436	539,137
Other Financing Sources/(Uses):					
Transfer to Food Service	<u>(20,000)</u>	<u>(9,017)</u>	<u>(29,017)</u>	<u>(20,544)</u>	<u>8,473</u>
Total Other Financing Sources/(Uses)	<u>(20,000)</u>	<u>(9,017)</u>	<u>(29,017)</u>	<u>(20,544)</u>	<u>8,473</u>
Total (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(507,205)	(60,513)	(567,718)	(20,108)	547,610
Fund Balance July 1	<u>5,115,574</u>		<u>5,115,574</u>	<u>5,115,574</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 4,608,369</u>	<u>(60,513)</u>	<u>4,547,856</u>	<u>5,095,466</u>	<u>547,610</u>



**BRIELLE SCHOOL DISTRICT**

Exhibit C-1  
Sheet 9 of 9

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Recapitulation					
Restricted Fund Balance:					
Capital Reserve				\$ 2,855,210	
Maintenance Reserve				459,646	
Designated for Subsequent Years Expenditures- Maintenance Reserve					
Designated for Subsequent Years Expenditures- Excess Surplus				357,000	
Excess Surplus - Current Year				178,431	
Reserve for Encumbrances				33,016	
Unemployment Compensation				65,208	
Committed Fund Balance:					
Designated for Subsequent Years Expenditures				549,254	
Unassigned Fund Balance				<u>597,701</u>	
				5,095,466	
Reconciliation to Governmental Funds Statements (GAAP):					
Final State Aid Payments not Recognized on GAAP Basis				<u>(78,528)</u>	
Fund Balance Per Governmental Funds (GAAP)				<u>\$ 5,016,938</u>	

**BRIELLE SCHOOL DISTRICT**

**Exhibit C-2  
Sheet 1 of 2**

**BUDGETARY COMPARISON SCHEDULE**

**SPECIAL REVENUE FUND**

**JUNE 30, 2023**

	<b><u>Original Budget</u></b>	<b><u>Budget Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Revenues:					
Local Sources	\$ 40,631	-	40,631	40,631	-
Federal Sources:					
Title I, Part A	11,478	-	11,478	11,478	-
Title IIA, Part A	9,836	-	9,836	9,836	-
Title IV, Part A	8,861	-	8,861	8,861	-
IDEA Part B, Basic	123,897	-	123,897	123,897	-
IDEA Part B, Preschool	7,017	-	7,017	7,017	-
CRRSA ESSER II	81,924	-	81,924	81,924	-
CRRSA Learning Acceleration	20,592	-	20,592	20,592	-
CRRSA Mental Health	36,223	-	36,223	36,223	-
ARP ESSER II	84,200	-	84,200	84,200	-
ARP Instruction	18,133	-	18,133	18,133	-
ARP Summer	34,102	-	34,102	34,102	-
ARP Learning Acceleration	18,333	-	18,333	18,333	-
ARP Mental Health	10,021	-	10,021	10,021	-
Total Federal Sources	<u>464,617</u>	<u>-</u>	<u>464,617</u>	<u>464,617</u>	<u>-</u>
Total Revenues	<u>505,248</u>	<u>-</u>	<u>505,248</u>	<u>505,248</u>	<u>-</u>
Expenditures:					
Instruction:					
Salaries of Teachers	102,071	-	102,071	102,071	-
Purchased Professional Educational Services	12,083	-	12,083	12,083	-
Other Purchased Services	205,371	-	205,371	205,371	-
General Supplies	62,768	-	62,768	62,768	-
Other Objects	5,215	-	5,215	5,215	-
Total Instruction	<u>387,508</u>	<u>-</u>	<u>387,508</u>	<u>387,508</u>	<u>-</u>

**BRIELLE SCHOOL DISTRICT**

**BUDGETARY COMPARISON SCHEDULE**

**SPECIAL REVENUE FUND**

**JUNE 30, 2023**

	<b><u>Original Budget</u></b>	<b><u>Budget Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Support Services:					
Other Salaries for Instruction	26,200	-	26,200	26,200	-
Employee Benefits	3,561	-	3,561	3,561	-
Purchased Technical Services	28,179	-	28,179	28,179	-
Other Purchased Services	7,424	-	7,424	7,424	-
General Supplies	12,000	-	12,000	12,000	-
Other Objects	2,500	-	2,500	2,500	-
Scholarships Awarded	2,100	-	2,100	2,100	-
Student Activities	38,418	-	38,418	38,418	-
Total Support Services	<u>120,382</u>	<u>-</u>	<u>120,382</u>	<u>120,382</u>	<u>-</u>
Facilities Acquisition and Construction Services:					
Non-Instructional Equipment	2,460	-	2,460	2,460	-
Total Facilities Acquisition and Construction Services	<u>2,460</u>	<u>-</u>	<u>2,460</u>	<u>2,460</u>	<u>-</u>
Total Expenditures	<u>510,350</u>	<u>-</u>	<u>510,350</u>	<u>510,350</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (5,102)</u>	<u>-</u>	<u>(5,102)</u>	<u>(5,102)</u>	<u>-</u>
Fund Balance, July 1				\$ 32,902	
Fund Balance, June 30				<u>\$ 27,800</u>	
Recapitulation:					
Restricted:					
Scholarships				\$ 6,830	
Student Activities				<u>20,970</u>	
Total Fund Balance				<u>\$ 27,800</u>	

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

**BRIELLE SCHOOL DISTRICT****REQUIRED SUPPLEMENTARY INFORMATION**

Exhibit C-3

**BUDGET-TO GAAP RECONCILIATION****NOTE TO RSI****FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<b><u>General Fund</u></b>	<b><u>Special Revenue Fund</u></b>
<b><u>Sources/Inflows of Resources</u></b>		
Actual Amounts (Budgetary Basis) "Revenue" from Budgetary Comparison Schedule	\$ 17,980,426	505,248
Difference - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that Encumbrances are Recognized as Expenditures, and the Related Revenue is Recognized		42,982
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	66,705	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	<u>(78,528)</u>	
Total Revenue as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 17,968,603</u>	<u>548,230</u>
<b><u>Uses/Outflows of Resources</u></b>		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 17,979,990	510,350
Differences - Budget to GAAP:		
Encumbrances for Supplies and Equipment Ordered but not Received are reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes		<u>42,982</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 17,979,990</u>	<u>553,332</u>

**REQUIRED SUPPLEMENTARY INFORMATION – PART III**

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

**BRIELLE SCHOOL DISTRICT**

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE**

**NET PENSION LIABILITY - PERS**

**Exhibit L-1**

**LAST TEN FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's Proportion of the Net Pension Liability	0.01048%	0.00931%	0.01037%	0.01117%	0.01134%	0.01103%	0.01148%	0.01157%	0.01209%	0.01069%
District's Proportionate Share of the Net Pension Liability	<u>\$ 1,594,958</u>	<u>1,115,180</u>	<u>1,703,977</u>	<u>2,027,443</u>	<u>2,232,208</u>	<u>2,567,754</u>	<u>3,400,224</u>	<u>2,597,364</u>	<u>2,263,755</u>	<u>2,043,985</u>
District's Covered-Employee Payroll	\$ 855,442	734,371	701,169	748,921	785,800	794,171	737,774	776,629	788,788	776,629
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	53.63%	65.85%	41.15%	36.94%	35.20%	30.93%	21.70%	29.90%	34.84%	38.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	46.41%	42.90%	42.90%	42.04%	40.45%	36.78%	31.20%	38.21%	42.74%	40.71%



**BRIELLE SCHOOL DISTRICT**

**SCHEDULE OF DISTRICT CONTRIBUTIONS - PERS**

**LAST TEN FISCAL YEARS**

Exhibit L-2

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contribution	\$ 111,244	116,247	110,071	113,559	106,521	103,149	103,149	99,676	80,583	84,214
Contributions in Relation to the Contractually Required Contribution	<u>111,244</u>	<u>116,247</u>	<u>110,071</u>	<u>113,559</u>	<u>106,521</u>	<u>103,149</u>	<u>103,149</u>	<u>99,676</u>	<u>80,583</u>	<u>84,214</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's Covered-Employee Payroll	\$ 855,442	734,371	701,169	748,921	785,800	794,171	737,774	\$776,629	788,788	776,629
Contributions as a Percentage of Covered-Employee Payroll	13.00%	15.83%	15.70%	15.16%	13.56%	12.99%	13.98%	12.83%	10.22%	10.84%

**BRIELLE SCHOOL DISTRICT**

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE**

**NET PENSION LIABILITY - TPAE**

**LAST TEN FISCAL YEARS**

Exhibit L-3

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's Proportion of the Net Pension Liability	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%
District's Proportionate Share of the Net Pension Liability	\$ -	-	-	-	-	-	-	-	-	-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>19,254,053</u>	<u>18,054,724</u>	<u>24,434,540</u>	<u>22,426,416</u>	<u>23,639,051</u>	<u>24,488,545</u>	<u>29,285,931</u>	<u>23,203,258</u>	<u>19,626,476</u>	<u>18,037,564</u>
<b>Total</b>	<u>\$ 19,254,053</u>	<u>18,054,724</u>	<u>24,434,540</u>	<u>22,426,416</u>	<u>23,639,051</u>	<u>24,488,545</u>	<u>29,285,931</u>	<u>23,203,258</u>	<u>19,626,476</u>	<u>18,037,564</u>
District's Covered-Employee Payroll	\$ 4,583,704	4,337,253	4,237,399	4,120,998	4,006,146	3,904,789	3,776,182	3,696,739	3,700,152	3,758,696
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	23.81%	24.02%	17.34%	18.38%	16.95%	15.95%	12.89%	15.93%	18.85%	20.84%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	32.29%	32.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

**BRIELLE SCHOOL DISTRICT**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF THE SCHOOL DISTRICT'S CONTRIBUTIONS**  
**TEACHER'S PENSION AND ANNUITY FUND (TPAF)**  
**LAST TEN FISCAL YEARS**

L-4

This schedule is not applicable.

The School District is not required to make any contributions towards TPAF.

There is a special funding situation where the State of New Jersey pays 100% of the required contributions.

**BRIELLE SCHOOL DISTRICT****NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – PART III**

L-5

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023****Public Employee's Retirement System (PERS)**

*Changes in Benefit Terms* – None

*Changes in Assumptions* – The discount rate remained at 7.00% as of June 30, 2021, and as of June 30, 2022, in accordance with Paragraph 44 of GASB Statement No. 67.

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

*Changes in Benefit Terms* – None

*Changes in Assumption* – The discount rate remained at 7.00% as of June 30, 2021, and as of June 30, 2022, in accordance with Paragraph 44 of GASB Statement No. 67.

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING  
FOR OPEB (GASB 75) - M**

**BRIELLE SCHOOL DISTRICT**

Exhibit M-1

**SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS**

**LAST SEVEN FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
District's Proportionate Share of OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's Proportionate of the Net OPEB Liability	\$ -	-	-	-	-	-	-
<b><u>State's OPEB Liability Attributable to the District</u></b>							
Service Cost	\$ 1,049,708	1,215,293	688,844	680,788	749,325	902,356	*
Interest	578,900	639,555	615,484	727,669	806,715	691,698	*
Change of Benefit Terms		(26,241)					*
Benefit Payments	(573,417)	(503,790)	(479,546)	(525,745)	(491,333)	(510,023)	*
Member Contributions	18,396	16,350	14,535	15,585	16,981	18,780	*
Difference between Expected and Actual Experience	1,976,562	(4,256,928)	4,547,732	(2,401,431)	(2,618,109)		*
Change of Assumptions	<u>(5,859,947)</u>	<u>24,323</u>	<u>5,031,635</u>	<u>255,364</u>	<u>(2,108,587)</u>	<u>(2,694,764)</u>	*
Net Change in Total OPEB Liability	<u>(2,809,798)</u>	<u>(2,891,438)</u>	<u>10,418,684</u>	<u>(1,247,770)</u>	<u>(3,645,008)</u>	<u>(1,591,953)</u>	*
Total Attributable OPEB Liability - Beginning	<u>24,654,164</u>	<u>27,545,602</u>	<u>17,126,918</u>	<u>18,374,688</u>	<u>22,019,696</u>	<u>23,611,649</u>	*
Total Attributable OPEB Liability - Ending	<u>\$ 21,844,366</u>	<u>24,654,164</u>	<u>27,545,602</u>	<u>17,126,918</u>	<u>18,374,688</u>	<u>22,019,696</u>	<u>23,611,649</u>
District's Covered Payroll	\$ 5,439,146	5,071,624	4,938,568	4,869,919	4,791,946	4,698,960	4,513,956
District's Contribution	None	None	None	None	None	None	None
District's Proportionate Share of OPEB Liability as a Percentage of its Covered-Employee Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportionate Share of OPEB Liability as a Percentage of its Covered-Employee Payroll	401.61%	486.12%	557.76%	351.69%	383.45%	468.61%	523.08%

\* - Information not available

Source: GASB 75 report on State of New Jersey Health Benefits Program; District Records.

Note: This schedule is required by GASB 75 to show information for a 10 year period. However, information is only currently available for seven years. Additional years will be presented as they become available.

**BRIELLE SCHOOL DISTRICT****NOTES TO REQUIRED SUPPLEMENTARY INFORMATION****FOR THE FISCAL YEAR ENDED JUNE 30, 2023****Exhibit M-2****Change of Benefit Terms**

Refer to Note 5 - Notes to Financial Statements

**Difference Between Expected and Actual Experience**

The change in the liability from June 30, 2021 to June 30, 2022 is due to changes in the census, claims and premiums experience.

**Changes of Assumptions**

The Discount Rate changed from 2.16% as of June 30, 2021 to 3.54% as of June 30, 2022.

**OTHER SUPPLEMENTARY INFORMATION**



**SCHOOL LEVEL SCHEDULES – D**

**N/A**

**SPECIAL REVENUE FUND – E**

BRIELLE SCHOOL DISTRICT

Exhibit E-1

Sheet 1 of 2

SPECIAL REVENUE FUND

COMBINING STATEMENT OF REVENUES AND EXPENDITURES

BUDGETARY BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Title I</u>	<u>Title IIA</u>	<u>Title IV</u>	<u>I.D.E.A. Part B Basic</u>	<u>I.D.E.A. Part B Pre-School</u>	<u>CRRSA Learning Acceleration</u>	<u>CRRSA Mental Health</u>	<u>CRRSA ESSER II</u>
Revenues:								
Federal Sources	\$ 11,478	9,836	8,861	123,897	7,017	20,592	36,223	81,924
Local Sources								
Total Revenues	<u>11,478</u>	<u>9,836</u>	<u>8,861</u>	<u>123,897</u>	<u>7,017</u>	<u>20,592</u>	<u>36,223</u>	<u>81,924</u>
Expenditures:								
Instruction:								
Salaries of Teachers	10,662					13,624		60,000
Purchased Professional Educational Services			5,066		7,017			
Other Purchased Services				123,897				
General Supplies			3,795					
Other Objects								
Total Instruction	<u>10,662</u>	<u>-</u>	<u>8,861</u>	<u>123,897</u>	<u>7,017</u>	<u>13,624</u>	<u>-</u>	<u>60,000</u>
Support Services:								
Salaries							26,200	
Personal Services - Employee Benefits	816					1,042	1,703	
Purchased Professional Services		9,836				5,926	8,320	
Other Purchased Services								7,424
General Supplies								12,000
Other Objects								2,500
Scholarships Awarded								
Student Activities								
Total Support Services	<u>816</u>	<u>9,836</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,968</u>	<u>36,223</u>	<u>21,924</u>
Facilities Acquisition and Construction Services:								
Non-Instructional Equipment								
Total Facilities Acquisition and Construction Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>11,478</u>	<u>9,836</u>	<u>8,861</u>	<u>123,897</u>	<u>7,017</u>	<u>20,592</u>	<u>36,223</u>	<u>81,924</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1								
Fund Balance, June 30	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**BRIELLE SCHOOL DISTRICT**

Exhibit E-1

**SPECIAL REVENUE FUND**

Sheet 2 of 2

**COMBINING STATEMENT OF REVENUES AND EXPENDITURES**

**BUDGETARY BASIS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<b><u>A.R.P. ESSER II</u></b>	<b><u>A.R.P. Instruction</u></b>	<b><u>A.R.P. Learning Acceleration</u></b>	<b><u>A.R.P. Mental Health</u></b>	<b><u>A.R.P. Summer</u></b>	<b><u>Local Safety Grant</u></b>	<b><u>Scholarship Fund</u></b>	<b><u>Student Activities</u></b>	<b><u>Total</u></b>
Revenues:									
Federal Sources	84,200	18,133	18,333	10,021	34,102				464,617
Local Sources						5,215	118	35,298	40,631
Total Revenues	<u>84,200</u>	<u>18,133</u>	<u>18,333</u>	<u>10,021</u>	<u>34,102</u>	<u>5,215</u>	<u>118</u>	<u>35,298</u>	<u>505,248</u>
Expenditures:									
Instruction:									
Salaries of Teachers					17,785				102,071
Purchased Professional Educational Services									12,083
Other Purchased Services	81,474								205,371
General Supplies		18,133	18,333	6,190	16,317				62,768
Other Objects						5,215			5,215
Total Instruction	<u>81,474</u>	<u>18,133</u>	<u>18,333</u>	<u>6,190</u>	<u>34,102</u>	<u>5,215</u>	<u>-</u>	<u>-</u>	<u>387,508</u>
Support Services:									
Salaries									26,200
Personal Services - Employee Benefits									3,561
Purchased Professional Services	266			3,831					28,179
Other Purchased Services									7,424
General Supplies									12,000
Other Objects									2,500
Scholarships Awarded							2,100		2,100
Student Activities								38,418	38,418
Total Support Services	<u>266</u>	<u>-</u>	<u>-</u>	<u>3,831</u>	<u>-</u>	<u>-</u>	<u>2,100</u>	<u>38,418</u>	<u>120,382</u>
Facilities Acquisition and Construction Services:									
Non-Instructional Equipment	2,460								2,460
Total Facilities Acquisition and Construction Services	<u>2,460</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,460</u>
Total Expenditures	<u>84,200</u>	<u>18,133</u>	<u>18,333</u>	<u>10,021</u>	<u>34,102</u>	<u>5,215</u>	<u>2,100</u>	<u>38,418</u>	<u>510,350</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,982)</u>	<u>(3,120)</u>	<u>(5,102)</u>
Fund Balance, July 1							8,812	24,090	32,902
Fund Balance, June 30	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,830</u>	<u>20,970</u>	<u>27,800</u>

**CAPITAL PROJECTS FUND – F**

**N/A**

**PROPRIETARY FUNDS – G**

**BRIELLE SCHOOL DISTRICT****STATEMENT OF NET POSITION**

Exhibit G-1

**ENTERPRISE FUND****JUNE 30, 2023**

	<b><u>Food Services</u></b>	<b><u>Aftercare Program</u></b>	<b><u>Total</u></b>
<b><u>Assets</u></b>			
Current Assets:			
Cash and Cash Equivalents	\$ 17,652	20,742	38,394
Total Current Assets	<u>17,652</u>	<u>20,742</u>	<u>38,394</u>
Noncurrent Assets:			
Equipment	95,222		95,222
Accumulated Depreciation	(63,461)		(63,461)
Total Noncurrent Assets	<u>31,761</u>	<u>-</u>	<u>31,761</u>
Total Assets	<u>\$ 49,413</u>	<u>20,742</u>	<u>70,155</u>
<b><u>Liabilities</u></b>			
Accounts Payable	\$ 16,072		16,072
Total Liabilities	<u>\$ 16,072</u>	<u>-</u>	<u>16,072</u>
<b><u>Net Position</u></b>			
Investment in Fixed Assets	\$ 31,761		31,761
Unrestricted	1,580	20,742	22,322
Total Net Position	<u>\$ 33,341</u>	<u>20,742</u>	<u>54,083</u>

BRIELLE SCHOOL DISTRICTSTATEMENT OF REVENUES, EXPENSES AND CHANGES

Exhibit G-2

IN FUND NET POSITIONENTERPRISE FUNDJUNE 30, 2023

	<u>Food Services</u>	<u>Aftercare Program</u>	<u>Total</u>
Operating Revenues:			
Local Sources:			
Daily Sales	\$ 203,860		203,860
Fees	-	36,217	36,217
Total Operating Revenue	<u>203,860</u>	<u>36,217</u>	<u>240,077</u>
Operating Expenses:			
Cost of Sales	81,618		81,618
Depreciation	2,903		2,903
Salaries	94,076	38,137	132,213
Management Fee	15,000		15,000
Supplies	10,707		10,707
Equipment/Repairs	11,572		11,572
Insurance	8,810		8,810
Benefits		2,918	2,918
Miscellaneous	9,110	348	9,458
Total Operating Expenses	<u>233,796</u>	<u>41,403</u>	<u>275,199</u>
Operating (Loss)/Profit	(29,936)	(5,186)	(35,122)
Non-Operating Revenues:			
Interest Revenue		323	323
Board Subsidy	20,544		20,544
Total Non-Operating Revenues	<u>20,544</u>	<u>323</u>	<u>20,867</u>
Change in Net Position	(9,392)	(4,863)	(14,255)
Adjustment to Fixed Assets	15,116		15,116
Net Position, July 1	<u>27,617</u>	<u>25,605</u>	<u>53,222</u>
Net Position, June 30	<u>\$ 33,341</u>	<u>20,742</u>	<u>54,083</u>



**BRIELLE SCHOOL DISTRICT****STATEMENT OF CASH FLOWS**

Exhibit G-3

**ENTERPRISE FUND****JUNE 30, 2023**

	<u>Food Services</u>	<u>Aftercare Program</u>	<u>Total</u>
Cash Flows from Operating Activities:			
Receipts from Daily Sales	\$ 203,860	36,217	240,077
Payments to Suppliers	(222,993)	(41,403)	(264,396)
Net Cash Used by Operating Activities	<u>(19,133)</u>	<u>(5,186)</u>	<u>(24,319)</u>
Cash Flows from Noncapital Financing Activities:			
Board Subsidy	20,544		20,544
Net Cash Provided by Noncapital Financing Activities	<u>20,544</u>	<u>-</u>	<u>20,544</u>
Cash Flows from Investing Activities:			
Interest Revenue		323	323
Net Cash Provided by Investing Activities	<u>-</u>	<u>323</u>	<u>323</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	1,411	(4,863)	(3,452)
Cash and Cash Equivalents July 1	<u>16,241</u>	<u>25,605</u>	<u>41,846</u>
Cash and Cash Equivalents June 30	<u>\$ 17,652</u>	<u>20,742</u>	<u>38,394</u>
Cash Flows from Operating Activities:			
Operating (Loss)/Profit	\$ (29,936)	(5,186)	(35,122)
Adjustments to Reconcile Operating Loss to Cash Provided (Used) by Operating Activities:			
Depreciation	2,903		2,903
Changes in Assets and Liabilities:			
Increase/(Decrease) in Accounts Payable	6,745		6,745
(Increase)/Decrease in Inventory	1,155		1,155
Net Cash Used by Operating Activities	<u>\$ (19,133)</u>	<u>(5,186)</u>	<u>(24,319)</u>

**FIDUCIARY FUND – H**

**N/A**

**LONG-TERM DEBT – I**

**N/A**

**STATISTICAL SECTION**

**(Unaudited)**

**Brielle Board of Education**  
**Net Position by Component,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

J-1

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<b>Governmental activities</b>										
Invested in capital assets, net of related debt	\$5,597,420	\$5,712,879	\$5,849,190	\$5,990,681	\$6,659,938	\$6,818,206	\$7,216,782	\$5,322,521	\$7,226,704	\$6,901,567
Restricted	749,188	874,237	1,738,690	1,559,485	2,475,645	2,744,679	3,060,780	4,009,479	4,286,570	4,525,565
Unrestricted	94,834	(2,027,138)	(2,073,548)	(1,052,401)	(2,425,802)	(2,404,041)	(2,192,055)	166,911	(2,196,175)	(1,389,488)
<b>Total governmental activities net position</b>	<u>\$6,441,442</u>	<u>\$4,559,978</u>	<u>\$5,514,332</u>	<u>\$6,497,765</u>	<u>\$6,709,781</u>	<u>\$7,158,844</u>	<u>\$8,085,507</u>	<u>\$9,498,911</u>	<u>\$9,317,099</u>	<u>\$10,037,644</u>
<b>Business-type activities</b>										
Invested in capital assets, net of related debt	\$18,359	\$15,543	\$87,785	\$96,028	\$86,371	\$71,231	\$63,551	\$53,086	\$19,548	\$31,761
Restricted										
Unrestricted	64,205	82,492	71,947	40,328	34,772	53,619	48,894	32,465	33,674	22,322
<b>Total business-type activities net position</b>	<u>\$82,564</u>	<u>\$98,035</u>	<u>\$159,732</u>	<u>\$136,356</u>	<u>\$121,143</u>	<u>\$124,850</u>	<u>\$112,445</u>	<u>\$85,551</u>	<u>\$53,222</u>	<u>\$54,083</u>
<b>District-wide</b>										
Invested in capital assets, net of related debt	\$5,615,779	\$5,728,422	\$5,936,975	\$6,086,709	\$6,746,309	\$6,889,437	\$7,280,333	\$5,375,607	\$7,246,252	\$6,901,567
Restricted	749,188	874,237	1,738,690	1,559,485	2,475,645	2,744,679	3,060,780	4,009,479	4,286,570	4,525,565
Unrestricted	159,039	(1,944,646)	(2,001,601)	(1,484,073)	(2,391,030)	(2,350,422)	(2,143,161)	199,376	(2,162,501)	(1,335,405)
<b>Total district net position</b>	<u>\$6,524,006</u>	<u>\$4,658,013</u>	<u>\$5,674,064</u>	<u>\$6,162,121</u>	<u>\$6,830,924</u>	<u>\$7,283,694</u>	<u>\$8,197,952</u>	<u>\$9,584,462</u>	<u>\$9,370,321</u>	<u>\$10,091,727</u>

Source: ACFR Schedule A-1

Brielle Board of Education  
 Changes in Net Position, Last Ten Fiscal Years  
 (accrual basis of accounting)

J-2

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Expenses</b>										
<b>Governmental activities</b>										
<b>Instruction</b>										
Regular	\$ 3,129,787	3,011,473	2,933,102	3,022,952	3,148,448	3,170,970	2,864,449	2,981,993	3,182,749	3,789,308
Special Education	530,298	572,946	615,861	678,166	688,335	677,706	727,402	1,049,190	1,289,592	998,008
Bilingual Education	8,000	7,783	-	-	-	-	-	-	-	-
Extracurriculars-Non Sports	31,819	37,865	-	-	-	-	-	-	-	-
Extracurriculars-Sports	37,728	38,784	-	-	-	-	-	-	-	-
Other instruction	10,517	8,489	105,513	94,706	95,371	93,033	96,089	44,799	90,516	96,140
<b>Support Services:</b>										
Tuition	4,213,916	4,655,397	4,195,821	4,246,640	4,743,815	4,861,331	4,988,265	5,010,008	4,917,710	5,206,588
Health Services	78,579	85,298	-	-	-	-	-	-	-	-
Speech, OT/PT	280,702	284,810	-	-	-	-	-	-	-	-
Guidance	69,542	70,390	-	-	-	-	-	-	-	-
Child Study Team	514,882	500,764	-	-	-	-	-	-	-	-
Student & Instruction Related	62,442	67,858	1,149,278	1,173,953	1,193,423	1,254,853	1,253,649	1,295,688	1,539,380	1,546,080
Library/Media	167,145	167,539	-	-	-	-	-	-	-	-
General administrative services	216,933	251,169	-	-	-	457,611	-	-	-	-
School administrative services	278,733	247,720	199,008	201,755	214,708	271,366	208,146	243,899	235,413	236,695
Business administrative services	169,349	160,609	452,555	489,106	514,061	-	533,045	524,363	584,269	579,303
Building Maintenance	141,652	373,666	882,151	1,388,975	762,955	1,005,540	888,976	1,054,170	1,106,846	1,121,868
Custodial Services	455,621	420,881	-	-	-	-	-	-	-	-
Grounds Upkeep	43,264	40,465	-	-	-	-	-	-	-	-
Benefits	1,986,782	1,785,093	2,244,992	2,414,421	2,606,229	2,774,026	2,863,723	3,103,065	4,048,545	2,917,149
Pupil transportation	540,032	521,147	605,127	492,869	533,667	676,889	617,369	482,384	877,180	955,918
Interest on long-term debt	149,267	130,733	111,867	92,733	73,200	53,333	33,333	20,000	-	-
Unallocated depreciation	303,152	299,134	296,834	287,667	285,912	301,425	309,240	271,637	320,538	328,687
<b>Total governmental activities expenses</b>	<b>13,420,142</b>	<b>13,740,013</b>	<b>13,792,109</b>	<b>14,583,943</b>	<b>14,860,124</b>	<b>15,598,083</b>	<b>15,383,686</b>	<b>16,081,196</b>	<b>18,192,738</b>	<b>17,775,744</b>
<b>Business-type activities:</b>										
Food service	180,218	173,730	175,835	209,507	161,287	157,257	129,451	33,492	139,705	233,796
Child Care	44,056	43,809	42,099	36,802	56,027	47,983	38,122	-	38,719	41,403
<b>Total business-type activities expense</b>	<b>224,274</b>	<b>217,539</b>	<b>217,934</b>	<b>246,309</b>	<b>217,314</b>	<b>205,240</b>	<b>167,573</b>	<b>33,492</b>	<b>178,424</b>	<b>275,199</b>
<b>Total district expenses</b>	<b>13,644,416</b>	<b>13,957,552</b>	<b>14,010,043</b>	<b>14,830,252</b>	<b>15,077,438</b>	<b>15,803,323</b>	<b>15,551,259</b>	<b>16,114,688</b>	<b>18,371,162</b>	<b>18,050,943</b>
<b>Program Revenues</b>										
<b>Governmental activities:</b>										
<b>Charges for services:</b>										
Instruction (tuition)	27,100	30,100	21,001	23,760	31,080	55,273	41,699	9,750	32,779	32,377
Pupil transportation	-	-	-	-	-	-	-	-	-	-
Business and other support services	-	-	-	-	-	-	-	-	-	-
<b>Operating grants and contributions</b>	<b>197,473</b>	<b>173,046</b>	<b>181,870</b>	<b>186,248</b>	<b>196,606</b>	<b>191,438</b>	<b>151,650</b>	<b>367,809</b>	<b>591,827</b>	<b>548,230</b>
<b>Capital grants and contributions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total governmental activities program revenues</b>	<b>224,573</b>	<b>203,146</b>	<b>202,871</b>	<b>210,008</b>	<b>227,686</b>	<b>246,711</b>	<b>193,349</b>	<b>377,559</b>	<b>624,606</b>	<b>580,607</b>

Brielle Board of Education  
Changes in Net Position, Last Ten Fiscal Years  
(accural basis of accounting)

J-2

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Business-type activities:</b>										
Charges for services										
Food service	133,436	128,493	103,871	95,764	83,511	93,645	95,123	4,911	108,595	203,860
Child care	39,125	42,262	47,796	49,241	59,415	56,995	38,151		33,382	36,217
Operating grants and contributions	31,222	32,764	32,793	28,115	26,231	-				323
Capital grants and contributions										
Total business type activities program revenues	203,783	203,519	184,460	173,120	169,157	150,640	133,274	4,911	141,977	240,400
Total district program revenues										
<b>Net (Expense)/Revenue</b>										
Governmental activities	13,216,060	13,536,867	13,589,238	14,373,935	14,632,438	15,351,372	15,190,337	15,703,637	17,568,132	17,195,137
Business-type activities	25,048	14,020	33,474	73,189	48,027	28,630	34,299	28,581	36,425	34,799
Total district-wide net expense	13,241,108	13,550,887	13,622,712	14,447,124	14,680,465	15,380,002	15,224,636	15,732,218	17,604,557	17,229,936
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes levied for general purposes, net						13,274,304	13,539,790	13,910,006	14,188,206	14,330,088
Taxes levied for debt service						460,000	440,000	420,000		
Unrestricted grants and contributions						2,080,329	2,143,550	2,661,389	3,171,843	3,505,141
Payments in lieu of taxes						-				
Investment earnings						-				
Miscellaneous income						18,070	8,668	53,742	61,388	100,997
Transfers						(32,268)	(15,008)	(3,716)	(35,117)	(20,544)
Total governmental activities	13,830,053	14,076,318	14,543,592	14,885,368	15,316,454	15,800,435	16,117,000	17,041,421	17,386,320	17,915,682
Business-type activities:										
Investment earnings/Miscellaneous	4	1				69	6,886	16		
Transfers	25,044	29,490				32,268	15,008	3,716	35,117	20,544
Total business-type activities	25,048	29,491	21,273	32,295	32,814	32,337	21,894	3,732	35,117	20,544
Total district-wide	13,855,101	14,105,809	14,564,865	14,917,663	15,349,268	15,832,772	16,138,894	17,045,153	17,421,437	17,936,226
<b>Change in Net Position</b>										
Governmental activities	634,484	(1,724,304)	954,354	511,433	684,016	449,063	926,663	1,337,784	(181,812)	720,545
Business-type activities	4,557	15,471	(12,201)	(40,894)	(15,213)	3,707	(12,405)	(24,849)	(1,308)	(14,255)
Total district	639,041	(1,708,833)	942,153	470,539	668,803	452,770	914,258	1,312,935	(183,120)	706,290

Source: ACFR Schedule A-2

**Brielle Board of Education**  
**Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

J-3

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
General Fund										
Reserved	\$ 722,574	863,253	1,738,690	2,234,715	2,475,644	2,744,679	3,344,311	3,970,823	4,286,570	4,497,765
Unreserved	<u>377,091</u>	<u>395,392</u>	<u>375,514</u>	<u>400,271</u>	<u>395,479</u>	<u>436,895</u>	<u>363,686</u>	<u>779,251</u>	<u>762,299</u>	<u>519,173</u>
Total General fund	<u>\$ 1,099,665</u>	<u>1,258,645</u>	<u>2,114,204</u>	<u>2,634,986</u>	<u>2,871,123</u>	<u>3,181,574</u>	<u>3,707,997</u>	<u>4,750,074</u>	<u>5,048,869</u>	<u>5,016,938</u>
All Other Governmental Funds										
Reserved	\$ -									
Unreserved, reported in:										
Special Revenue Fund								38,656	32,902	27,800
Capital Projects Fund	10,984	10,984	-	-	-					
Debt Service Fund	<u>5</u>									
Total all other governmental funds	<u>\$ 10,989</u>	<u>10,984</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,656</u>	<u>32,902</u>	<u>27,800</u>



**Brielle Board of Education**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**

J-4

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues</b>										
Tax Levy	\$ 12,578,347	12,800,400	13,026,874	13,258,047	13,493,824	13,734,304	13,979,790	14,330,006	14,188,206	14,330,088
Tuition Charges	27,100	30,100	21,001	23,760	31,080	55,273	41,699	9,750	32,779	32,377
Interest Earnings						-				
Miscellaneous	21,983	33,590	15,570	5,887	8,193	18,070	8,668	73,574	136,792	141,628
State Sources	1,272,850	1,393,092	1,536,937	1,655,804	1,850,520	2,080,329	2,143,550	2,661,389	3,177,597	3,505,141
Federal Sources	179,877	150,925	167,354	184,173	193,307	191,438	151,650	347,937	510,669	507,599
<b>Total revenue</b>	<b>14,080,157</b>	<b>14,408,107</b>	<b>14,767,736</b>	<b>15,127,671</b>	<b>15,576,924</b>	<b>16,079,414</b>	<b>16,325,357</b>	<b>17,422,656</b>	<b>18,046,043</b>	<b>18,516,833</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	3,093,470	2,957,977	3,034,673	3,022,952	3,063,515	3,163,671	3,136,196	3,032,772	3,182,749	3,789,308
Special Education Instruction	530,298	572,946	615,861	678,166	688,335	677,706	727,402	1,049,190	1,289,592	998,008
Other Special Instruction	8,000	7,783	105,513	94,706	95,371	-	96,089	44,799	90,516	96,140
Extracurricular-Non Sports	31,819	37,865	-	-	-	51,771	-	-	-	-
Extracurricular-Sports	37,728	38,784	-	-	-	30,569	-	-	-	-
Vocational Education										
Other Instruction	10,517	8,489	-	-	-	10,693	-	-	-	-
<b>Support Services:</b>										
Tuition	4,213,916	4,655,397	4,195,821	4,246,640	4,743,815	4,861,331	4,988,265	5,010,008	4,917,710	5,206,588
Student & Instruction Related Services	1,193,007	1,176,659	1,149,278	1,173,953	1,193,423	1,254,853	1,253,649	1,295,688	1,539,380	1,546,080
General Administrative Services	197,218	251,169	199,008	201,755	214,708	457,611	533,045	524,363	584,269	579,303
School Administrative Services	448,082	408,329	452,555	489,106	514,061	271,366	208,146	243,899	235,413	236,695
Plant Operations and Maintenance	640,537	835,012	882,151	1,388,975	1,227,049	1,034,742	888,976	1,054,170	1,089,106	1,056,220
Pupil Transportation	540,032	521,147	605,127	492,869	533,667	676,889	617,369	482,384	877,180	955,918
Unallocated Employee Benefits	1,986,782	2,046,446	2,113,210	2,255,781	2,523,768	2,755,002	2,864,298	3,225,983	3,763,266	3,999,864
Special Schools										
Charter Schools										
Capital outlay	346,623	65,486	30,491	30,491	30,491	30,491	30,491	30,491	148,704	69,198
<b>Debt service:</b>										
Principal	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
Interest and Other Charges	155,400	137,000	118,200	99,200	79,800	60,000	40,000	20,000		
<b>Total expenditures</b>	<b>13,833,429</b>	<b>14,120,489</b>	<b>13,901,888</b>	<b>14,574,594</b>	<b>15,308,003</b>	<b>15,736,695</b>	<b>15,783,926</b>	<b>16,413,747</b>	<b>17,717,885</b>	<b>18,533,322</b>
<b>Excess (Deficiency) of revenues over (under) expenditures</b>	<b>246,728</b>	<b>287,618</b>	<b>865,848</b>	<b>553,077</b>	<b>268,921</b>	<b>342,719</b>	<b>541,431</b>	<b>1,008,909</b>	<b>328,158</b>	<b>(16,489)</b>
<b>Other Financing sources (uses)</b>										
Adjustments	(487)	(99,153)	-	-	-	-	-	-	-	-
Transfers in	(25,044)	(29,490)	(21,273)	(32,295)	(32,784)	-	-	-	-	-
Transfers out						(32,268)	(15,008)	(3,716)	(35,117)	(20,544)
<b>Total other financing sources (uses)</b>	<b>(25,531)</b>	<b>(128,643)</b>	<b>(21,273)</b>	<b>(32,295)</b>	<b>(32,784)</b>	<b>(32,268)</b>	<b>(15,008)</b>	<b>(3,716)</b>	<b>(35,117)</b>	<b>(20,544)</b>
<b>Net Change in Fund Balances</b>	<b>\$ 221,197</b>	<b>158,975</b>	<b>844,575</b>	<b>520,782</b>	<b>236,137</b>	<b>310,451</b>	<b>526,423</b>	<b>1,005,193</b>	<b>293,041</b>	<b>(37,033)</b>
<b>Debt service as a percentage of Noncapital Expenditures</b>	<b>4.12%</b>	<b>3.82%</b>	<b>3.82%</b>	<b>3.42%</b>	<b>3.13%</b>	<b>2.9%</b>	<b>2.8%</b>	<b>2.6%</b>	<b>0.0%</b>	<b>0.0%</b>
<b>June 30 Fund Balance</b>	<b>1,110,654</b>	<b>1,269,629</b>	<b>2,114,204</b>	<b>2,634,986</b>	<b>2,871,123</b>	<b>3,181,574</b>	<b>3,707,997</b>	<b>4,788,730</b>	<b>5,081,771</b>	<b>5,044,738</b>

Source: ACFR Schedule B-2

Brielle Board of Education  
Non Tax Levy Income  
Last Ten Fiscal Years

Fiscal Year Ending June 30	Interest on Investments	Tuition Revenue	Miscellaneous	Total
2014	1,752.76	24,000.00	5,597.28	31,350.04
2015	977.38	27,100.00	3,409.70	31,487.08
2016	759.60	38,850.00	709.30	40,318.90
2017	1,161.49	23,760.00	2,650.96	27,572.45
2018	3,907.74	31,080.00	986.26	35,974.00
2019	10,474.74	19,800.00	6,980.12	37,254.86
2020	8,575.73	35,161.21	92.05	43,828.99
2021	2,677.56	8,100.00	38,234.74	49,012.30
2022	4,577.00	32,778.75	10,781.63	48,137.38
2023	61,845.80	33,776.50	16,957.01	112,579.31

Source: District Records

Brielle Board of Education  
 Assessed Value and Actual Value of Taxable Property  
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax- exempt property	Public Utilities	Net Valuation Taxable	Total Direct School Tax Rate	Estimated Actual (County Equalized Value)
2014	0	1,504,388,800	0	0	0	0	0	1,504,388,800	0	0	1,504,388,800	0.851	0
2015	0	1,410,052,700	0	0	0	0	0	1,410,052,700	0	0	1,410,052,700	0.924	0
2016	0	1,382,155,378	0	0	0	0	0	1,382,155,378	0	0	1,382,155,378	0.918	0
2017	0	1,470,792,200	0	0	0	0	0	1,470,792,200	0	0	1,470,792,200	0.918	0
2018	0	1,530,792,800	0	0	0	0	0	1,530,792,800	0	0	1,530,792,800	0.897	0
2019	0	1,567,887,500	0	0	0	0	0	1,567,887,500	0	0	1,567,887,500	0.876	0
2020	0	1,575,977,400	0	0	0	0	0	1,575,977,400	0	0	1,575,977,400	0.859	0
2021	0	1,680,289,700	0	0	0	0	0	1,680,289,700	0	0	1,680,289,700	0.828	0
2022	0	1,980,641,200	0	0	0	0	0	1,980,641,200	0	0	1,980,641,200	0.716	0
2023	0	2,243,938,700	0	0	0	0	0	2,243,938,700	0	0	2,243,938,700	0.652	0

Brielle Board of Education  
Direct and Overlapping Property Tax Rates  
Last Ten Fiscal Years

Year	Property Value	Tax	Rate	Tax Rate Per \$100	
				Assessed Valuation	
2014	1,504,388,800	12,800,400	0.008509		0.851
2015	1,410,052,700	13,028,887	0.00924		0.924
2016	1,382,155,378	12,688,186	0.00918		0.918
2017	1,470,792,200	13,501,872	0.00918		0.918
2018	1,530,792,800	13,731,211	0.00897		0.897
2019	1,567,887,500	13,274,304	0.00876		0.876
2020	1,575,977,400	13,539,790	0.00859		0.859
2021	1,680,289,700	13,910,006	0.00827		0.828
2022	1,980,641,200	14,188,206	0.00716		0.716
2023	2,243,938,700	14,616,690	0.00652		0.652

Brielle Board of Education  
 Ten Principal Property Taxpayers

2023

Tax Payer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Manasquan River Golf Club	\$26,588,300		1.18%
Brielle Sui Generis, LLC	\$8,244,100		0.37%
836 Riverview Drive, LLC	\$6,944,200		0.31%
Private Residence #1	\$6,647,800		0.30%
Private Residence #2	\$5,560,800		0.25%
608 Green Ave Associates, LLC	\$5,331,300		0.24%
Manasquan River Yacht Club	\$5,096,000		0.23%
Brielle Sports Club	\$4,388,400		0.20%
Brielle River House	\$3,434,000		0.15%
Brielle Yacht Club	\$1,691,600		0.08%
Total	\$73,926,500		
Total Assessed Value - all properties	\$ 2,243,938,700		

Brielle Board of Education  
 School Property Tax Levies and Collections  
 Last Ten Years

Collected within the Fiscal Year of the  
 Levy

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Amount	Percentage of Levy	Collections in Subsequent Years
2014	12,578,347.00	12,578,347.00	100.00%	
2015	12,800,400.00	12,800,400.00	100.00%	
2016	13,026,874.00	13,026,874.00	100.00%	
2017	13,493,824.00	13,493,824.00	100.00%	
2018	13,734,403.00	13,734,403.00	100.00%	
2019	13,979,790.00	13,979,790.00	100.00%	
2020	14,330,006.00	14,330,006.00	100.00%	
2021	14,188,206.00	14,188,206.00	100.00%	
2022	14,330,088.00	14,330,088.00	100.00%	
2023	14,616,690.00	14,616,690.00	100.00%	

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

Note: 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.

Brielle Board of Education  
 Ratios of Outstanding Debt by Type  
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities	
	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANS)	Capital Leases	Total District
2012	3,600,000		-			3,600,000
2013	3,200,000		-			3,200,000
2014	2,800,000		-			2,800,000
2015	2,400,000					2,400,000
2016	2,000,000					2,000,000
2017	1,600,000					1,600,000
2018	1,200,000					1,200,000
2019	860,000					860,000
2020	440,000					440,000
2021	420,000					420,000

Source: District ACFR Schedules I-1, I-2

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

Brielle Board of Education  
 Ratios of Net General Bonded Debt Outstanding  
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Taxable Valuation	Percentage of Actual Taxable Value of Property	Debt Limit
2012	3,600,000		1,672,150,800	0.22%	49,914,417
2013	3,200,000		1,638,097,438	0.20%	49,914,417
2014	2,800,000		1,568,084,100	0.18%	49,914,417
2015	2,400,000		1,410,052,700	0.17%	49,914,417
2016	2,000,000		1,382,155,378	0.14%	49,914,417
2017	1,600,000		1,470,792,200	0.11%	49,914,417
2018	1,200,000		1,530,792,800	0.08%	49,914,417
2019	860,000		\$ 1,567,887,500	0.05%	49,914,417
2020	440,000		1,575,977,400	0.03%	49,914,417
2021	420,000		1,680,289,700	0.02%	49,914,417



Brielle Board of Education  
 Ratios of Overlapping Governmental Activities Debt as of December 31, 2022

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes Brielle Boro		100.00%	
Other Debt			
Subtotal, overlapping debt			
Brielle School District Direct Debt	-		
Total Direct and Overlapping Debt			

Brielle Board of Education  
Legal Debt Margin Information  
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt Limit	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417
Total net debt applicable to limit	3,600,000	3,200,000	2,800,000	2,400,000	2,000,000	1,600,000	1,200,000	860,000	440,000	420,000
Legal Debt Margin	46,314,417	46,714,417	47,114,417	47,514,417	47,914,417	48,314,417	48,714,417	49,054,417	49,474,417	49,494,417
Total net debt applicable to the limit as a percentage of debt limit	7.21%	6.41%	5.61%	4.81%	4.01%	3.21%	2.40%	1.72%	0.88%	0.84%

Source: Abstract of Ratables and District Records, ACFR Schedule J-7

Brielle Board of Education  
Demographic and Economic Statistics  
Last Ten Fiscal Years

Year	Population	Student Enrollment	Ratio of Students to Population
2014	4774	574	0.12
2015	4757	558	0.12
2016	4757	551	0.12
2017	4757	550	0.12
2018	4757	532	0.11
2019	4774	534	0.11
2020	4982	514	0.10
2021	4982	509	0.10
2022	4982	503	0.10
2023	4988	491	0.10

Brielle Board of Education  
 Principal Employers  
 Current Year and Ten Years Ago

Employer	2023			2014		
	Employees	Rank	Percentage of total employment	Employees	Rank	Percentage of total employment
Manasquan River Golf Club	125	1		125	1	
Brielle Board of Education	87	2		81	2	
Borough of Brielle	49	3		37	3	

Brielle Board of Education  
Full-Time Equivalent District Employees by Function/Program  
6/30/2014-6/30/2023

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
120-100 Regular Education Teachers	49	48	42	41.5	41	44	41	44	40	41
100-101 Teachers Special Revenue	0	0	6	7	7.5	7	7.5	7	13	13
100-106 Classroom Aides	9	12	9	10	10	10	10	10	11	12
213-100 Health Services	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
216-100 Speech	0	0	0	0	1	0	1	0	0	1
218-104 Guidance	1	1	1	1	1	1	1	1	1	1
219-104 Child Study Team	4	2.6	2.8	2.8	2.8	3	2.8	3	3	3
221-102 Supervisors	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	1.5	1.5
222-100 Media Technology	2	2	2	2	2	2	2	2	2	2
230-100 General Administration	3	3	3	3	1.5	1.5	1.5	1.5	2.5	2.5
240-100 Administration	1.5	1.5	1.5	1.5	3.5	3	3.5	3	3	3
250-100 Business Administration	2	2	2	2	2	2	2	2	2	2
26X-100 Buildings and Grounds	6	6	6	6	6	6.5	6	6.5	6.5	6.5
Total	79.5	80.1	77.3	78.8	80.3	82	80.3	82	87	90

Brielle Board of Education  
 Operating Statistics  
 Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change Cost Per Pupil	Teaching Staff	Pupil/Teacher Ratio	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	Student Attendance Percentage
2014	575	12,829,080	22,311	80.47%	49	11.73	574	551	95.99%
2015	558	13,410,443	24,033	7.72%	48	11.63	559	537	96.01%
2016	551	13,201,818	23,960	-0.30%	48	11.48	552	532	96.38%
2017	541	13,416,811	24,800	3.51%	49	11.04	545	522	95.78%
2018	524	13,014,024	24,836	0.15%	49	10.69	540	519	96.11%
2019	511	13,274,304	25,977	4.59%	51	10.02	512	494	96.48%
2020	494	13,539,790	27,408	5.51%	49	10.08	500	476	95.20%
2021	485	13,910,006	28,680	4.64%	51	9.51	487	461	94.66%
2022	489	14,188,206	29,015	1.17%	53	9.23	490	466	95.10%
2023	491	14,616,690	29,769	2.60%	54	9.09	488	458	93.85%

Brielle Board of Education  
 School Building Information  
 Last Ten Fiscal Years

District Building Brielle School	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Square Feet	110,000	110,000	110,000	110,000	110,000	110,000	110,000	110,000	110,000	110,000
Capacity	762	762	762	762	762	762	762	762	762	762
Enrollment	574	558	551	541	532	511	494	485	489	491

Source: District Records, ASSA

Brielle Board of Education  
Schedule of Required Maintenance for School Facilities  
Last Ten Fiscal Years

School Facility	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Brielle Elementary School	\$ 481,062	\$ 420,825	\$ 459,549	\$ 323,192	\$ 312,539	\$518,314	\$521,325	\$725,853	\$373,666	\$141,652



Brielle Board of Education  
Insurance Schedule  
for the Fiscal Year ended June 30, 2023

Company	Type of Coverage	Amount
NJSIG	Property Blanket Building & Contents- Replacement Cost Values	\$ 500,000,000.00
	Terrorism: Property/Auto	\$ 100,000,000.00
NJSIG	Flood (exc. Special Flood Hazard Area Flood Zones)	\$ 75,000,000.00
	Earthquake	\$ 50,000,000.00
NJSIG	Pollution Legal Liability	\$ 1,000,000.00
NJSIG	Crime Insurance	
	Employee Dishonesty with Faithful Performance	\$ 100,000.00
	Forgery or Alteration	\$ 100,000.00
	Money & Securities Loss- Theft, Disappearance & Destruction	\$ 50,000.00
NAmerican/Arch/Ascot Special.	Cyber Liability	\$ 1,000,000.00
Selective Ins Co. of America	Treasurer Bond	\$ 360,000.00
Selective Ins Co. of America	Business Administrator/Board Secretary Bond	\$ 360,000.00
NJSIG	General Liability	
	Each Occurrence	\$ 31,000,000.00
	Prod/Completed Oper	\$ 31,000,000.00
	Personal Injury	\$ 31,000,000.00
	Fire Damage	\$ 31,000,000.00
	Employee Benefit Liability	\$ 31,000,000.00
	Sexual Abuse	\$ 15,000,000.00
NJSIG/QBE	School Leaders E & O -Coverage A	\$ 31,000,000.00
Zurich American Ins. Co.	Student Accident- Accident Medical	\$ 5,000,000.00
NJSIG	Workers Compensation	
	Professional Covered Payrolls- Per Audit	\$ 5,603,399.00
	Non-Professional Payrolls - Per Audit	\$ 734,909.00
NJSIG	Automobile - Hired/ Non-owned Liability	\$ 31,000,000.00
NJSIG/Chubb	Equipment Breakdown	\$ 100,000,000.00
NJSIG	Electronic Data Processing	\$ 500,000,000.00

**SINGLE AUDIT SECTION**

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)  
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RICHARD J. HELLENBRECHT, JR., C.P.A., P.S.A.

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

K-1

Honorable President and Members  
of the Board of Education  
Brielle School District  
County of Monmouth  
Brielle, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Brielle Board of Education, County of Monmouth, State of New Jersey as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Brielle Board of Education, County of Monmouth, State of New Jersey's basic financial statements, and have issued our report thereon dated January 15, 2024.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Brielle Board of Education, County of Monmouth, State of New Jersey'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 of the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Brielle Board of Education, County of Monmouth, State of New Jersey's internal control. Accordingly, we do not express an opinion on the effectiveness of the Brielle Board of Education, County of Monmouth, State of New Jersey'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 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 purposes described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Brielle Board of Education, County of Monmouth, State of New Jersey's financial statements are free from material misstatement, we performed tests of it 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*.

### **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.

Respectfully submitted,

**ROBERT A. HULSART AND COMPANY**

***Robert A. Hulsart***

**Licensed Public School Accountant  
No. 322  
Robert A. Hulsart and Company  
Wall Township, New Jersey**

January 15, 2024

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)  
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RICHARD J. HELLENBRECHT, JR., C.P.A., P.S.A.

**REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM;**  
**REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON**  
**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**  
**REQUIRED BY UNIFORM ADMINISTRATIVE AWARDS (UNIFORM GUIDANCE), AND**  
**NEW JERSEY OMB'S CIRCULAR 15-08**

K-2

Honorable President and Members  
of the Board of Education  
Brielle School District  
County of Monmouth  
Brielle, New Jersey

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

**Opinion on Each Major State Program**

We have audited the Brielle Board of Education's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the Brielle Board of Education's major state programs for the year ended June 30, 2023. The Brielle Board of Education's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Brielle Board of Education 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 state programs for the year ended June 30, 2023.

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

We conducted our audit in accordance with the auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, and 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 NJ OMB 15-08. Our responsibilities under those standards and the Uniform Guidance 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 Brielle Board of Education and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on compliance for each major state program. However, our audit does not provide a legal determination of the Brielle Board of Education's compliance with the requirements referred to above.

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

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

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

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

## Other Matters

The results of our auditing procedures disclosed no instances of noncompliance which are required to be reported in accordance with the Uniform Guidance or NJ OMB 15-08.

## 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 state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that a material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purposes described in the Auditor's Responsibilities for the Audit of Compliance paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. 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 have not been identified.

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

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

Respectfully submitted,

**ROBERT A. HULSART AND COMPANY**

***Robert A. Hulsart***

**Licensed Public School Accountant  
No. 322  
Robert A. Hulsart and Company  
Wall Township, New Jersey**

January 15, 2024

**BRIELLE SCHOOL DISTRICT**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Department of Education Project/Title	Federal CFDA Number	Federal FAIN Number	Grant or State Project	Award Amount	Grant Period		Balance at June 30, 2022	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Balance at June 30, 2023		Due to Grantor
					From	To						(Accounts Receivable)	Deferred Revenue	
U.S. Department of Education Passed Through State Department of Education:														
Special Revenue Fund:														
Title I	84.010A	S010A210030	N/A	\$ 27,252	7/1/2021	9/30/2022	\$ (14,491)		14,491					
Title I	84.010A	S010A220030	N/A	16,200	7/1/2022	9/30/2023				(11,478)		(11,478)		
Title IIA	84.367A	S367A210029	N/A	17,853	7/1/2021	9/30/2022	(3,162)		3,162					
Title IIA	84.367A	S367A220029	N/A	16,210	7/1/2022	9/30/2023				(9,836)		(9,836)		
Title IV	84.424	S424A210031	N/A	23,744	7/1/2021	9/30/2022	(7,188)		7,188					
Title IV	84.424	S424A220031	N/A	26,606	7/1/2022	9/30/2023				(8,861)		(8,861)		
I.D.E.A.:														
Part B - Basic	84.027	H027A210100	N/A	122,832	7/1/2021	9/30/2022	(18,445)		18,445					
Part B - Basic	84.027	H027A220100	N/A	123,897	7/1/2022	9/30/2023			123,897	(123,897)				
Preschool	84.173	H173A210114	N/A	6,586	7/1/2021	9/30/2022	(180)		180					
Preschool	84.173	H173A220114	N/A	7,017	7/1/2022	9/30/2023			7,017	(7,017)				
A.R.P. Basic	84.027X	H027X200100	N/A	21,983	7/1/2021	9/30/2023	(16,079)		16,079					
C.R.S.S.A.:														
E.S.S.E.R II	84.425D	S425D210027	N/A	161,383	3/13/2020	9/30/2023	(37,232)		45,133	(81,924)		(74,023)		
E.S.S.E.R II Learning Accel	84.425D	S425D210027	N/A	20,592	3/13/2020	9/30/2023			19,411	(20,592)		(1,181)		
E.S.S.E.R II Mental Health	84.425D	S425D210027	N/A	36,524	3/13/2020	9/30/2023			18,637	(36,223)		(17,586)		
A.R.P.:														
E.S.S.E.R II	84.425U	S425U200027	N/A	362,697	3/13/2020	9/30/2024	(220,017)		186,982	(84,200)		(117,235)		
Learning Acceleration	84.425U	S425U200027	N/A	40,000	3/13/2020	9/30/2024	(20,000)		10,888	(18,333)		(27,445)		
Summer	84.425U	S425U200027	N/A	40,000	3/13/2020	9/30/2024			19,146	(34,102)		(14,956)		
Mental Health	84.425U	S425U200027	N/A	45,000	3/13/2020	9/30/2024	(6,314)			(10,021)		(16,335)		
Instruction	84.425U	S425U200027	N/A	58,520	3/13/2020	9/30/2024	(35,367)		13,799	(18,133)		(39,701)		
<b>Total Special Revenue Fund</b>							<b>(378,475)</b>	<b>-</b>	<b>504,455</b>	<b>(464,617)</b>	<b>-</b>	<b>(338,637)</b>	<b>-</b>	<b>-</b>
<b>Total Federal Financial Awards</b>							<b>\$ (378,475)</b>	<b>-</b>	<b>504,455</b>	<b>(464,617)</b>	<b>-</b>	<b>(338,637)</b>	<b>-</b>	<b>-</b>

See Accompanying Notes to Schedules of Financial Assistance.



**BRIELLE SCHOOL DISTRICT**

**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Schedule B  
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State Grant or Department of Education Project/Title	State Grant Number	Award Amount	Grant Period		Balance at June 30, 2022		Cash Received	Budgetary Expenditures	Adjustments	Balance at June 30, 2023			MEMO		
			From	To	Deferred Revenue Accounts Receivable	Carryover (Walkover) Amount				(Accounts Receivable)	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures	
<b>State Department of Education:</b>															
<b>General Fund:</b>															
Special Education Aid	23-495-034-5120-089	\$ 679,443	07/01/22	06/30/23	\$ -		614,265	(679,443)						(65,178)	679,443
Transportation Aid	23-495-034-5120-014	121,923	07/01/22	06/30/23			110,144	(121,923)						(11,779)	121,923
Transportation Aid N.P.	22-495-034-5120-014	16,643	07/01/21	06/30/22	(16,643)		16,643								
Transportation Aid N.P.	23-495-034-5120-014	17,812	07/01/22	06/30/23				(17,812)		(17,812)					17,812
Security Aid	23-495-034-5120-084	14,351	07/01/22	06/30/23			12,780	(14,351)						(1,571)	14,351
Extraordinary Aid	22-495-034-5120-473	217,196	07/01/21	06/30/22	(217,196)		217,196								
Extraordinary Aid	23-495-034-5120-473	268,044	07/01/22	06/30/23				(268,044)		(268,044)					268,044
Supplemental SDA Funding	NA	22,928	07/01/22	06/30/23			22,928	(22,928)							22,928
Lead Testing for Drinking Water	23-495-034-5120-104	4,723	07/01/22	06/30/23			4,723	(4,723)							4,723
On-Behalf T.P.A.F. Pension Contributions - Post Retirement Medical (non-budgeted)	23-495-034-5094-001	424,172	07/01/22	06/30/23			424,172	(424,172)							424,172
On-Behalf T.P.A.F. Pension Contributions - Normal Cost (non-budgeted)	23-495-034-5094-002	1,614,678	07/01/22	06/30/23			1,614,678	(1,614,678)							1,614,678
On-Behalf T.P.A.F. Pension Contributions - Long Term Disability	23-495-034-5094-004	505	07/01/22	06/30/23			505	(505)							505
Reimbursed TPAF Social Security Contributions	23-495-034-5095-003	348,385	07/01/22	06/30/23			315,069	(348,385)		(33,316)					348,385
Reimbursed TPAF Social Security Contributions	22-495-034-5095-003	335,117	07/01/21	06/30/22	(32,834)		32,834								
<b>Total General Fund</b>					<u>(266,673)</u>	<u>-</u>	<u>3,385,937</u>	<u>(3,516,964)</u>	<u>-</u>	<u>(319,172)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(78,528)</u>	<u>3,516,964</u>
<b>Total State Financial Awards</b>					<u>\$ (266,673)</u>	<u>-</u>	<u>3,385,937</u>	<u>(3,516,964)</u>	<u>-</u>	<u>(319,172)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(78,528)</u>	<u>3,516,964</u>
On-Behalf T.P.A.F. Pension Contributions - Post Retirement Medical (non-budgeted)							\$ 424,172								
On-Behalf T.P.A.F. Pension Contributions - Normal Cost (non-budgeted)							\$ 1,614,678								
On-Behalf T.P.A.F. Pension Contributions - Long Term Disability							\$ 505								
<b>Total for State Financial Assistance - Major Program Determination</b>							<u>\$ (1,477,609)</u>								

See Accompanying Notes to Schedules of Financial Assistance.

**BOARD OF EDUCATION**

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**BRIELLE SCHOOL DISTRICT****NOTES TO SCHEDULES OF AWARDS OF FINANCIAL ASSISTANCE****JUNE 30, 2023****NOTE 1: General**

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education, Brielle School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**NOTE 2: Basis of Accounting**

The accompanying schedules of financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. Programs recorded in the food service fund include the National School Lunch Program, the School Breakfast Program, the U.S.D.A Commodities Program and the Special Milk Program. These bases of accounting are described in the Note 1(C) to the Board's general-purpose financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200 – *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE 3: Relationship to General Purpose Financial Statements**

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

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

Awards and financial assistance revenues are reported in the Board's general purpose financial statements on a GAAP basis as presented below:

**NOTE 3: Relationship to General Purpose Financial Statements (Continued)**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total</u>
<b><u>State Assistance</u></b>			
Actual Amounts (Budgetary)			
“Revenues” from the Schedule of Expenditures of State Financial Assistance	\$ 3,516,964		3,516,964
Difference – Budget to “GAAP”			
Grant Accounting Budgetary Basis Differs from GAAP in that Encumbrances are Recognized as Expenditures and the Related Revenue is Recognized			
The Last State Aid Payment Is Recognized as Revenue for Budgetary Purposes, and Differs from GAAP Which does not Recognize This Revenue Until the Subsequent Year When the State Recognizes the Related Expense (GASB 33)	(11,823)		(11,823)
Total State Revenue as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances	<u>\$ 3,505,141</u>		<u>3,505,141</u>

**NOTE 3: Relationship to General Purpose Financial Statements (Continued)**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total</u>
<b><u>Federal Assistance</u></b>			
Actual Amounts (Budgetary)			
“Revenues” from the Schedule			
of Expenditures of Federal			
Awards	\$	464,617	464,617
Difference – Budget to “GAAP”			
Grant Accounting Budgetary			
Basis Differs from GAAP in that			
Encumbrances are Recognized as			
Expenditures and the Related			
Revenue is Recognized	_____	<u>42,982</u>	<u>42,982</u>
Total Federal Revenue as			
Reported on the Statement			
of Revenue, Expenditures,			
and Changes in Fund			
Balances	\$ _____	<u>507,599</u>	<u>507,599</u>

**NOTE 4: Relationship to Federal and State Financial Reports**

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

**NOTE 5: 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 of behalf of the District for the year ended June 30, 2023. 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, 2023.

BRIELLE SCHOOL DISTRICTSCHEDULE OF FINDINGS AND QUESTIONED COSTS

K-6

FOR THE FISCAL YEAR ENDED JUNE 30, 2023*Part 1 - Summary of Auditor's Results*

<u><b>Financial Statement Section</b></u>	<u>Unmodified</u>
Type of auditor's report issued:	
Internal control over financial reporting:	
1) Material weakness(es) identified?	<u>          </u> Yes <u>   x   </u> No
2) Reportable condition(s) identified that are not considered to be material weaknesses?	<u>          </u> Yes <u>   x   </u> None Reported
Noncompliance material to general purpose financial statements noted?	<u>          </u> Yes <u>   x   </u> No
 <u><b>Federal Awards</b></u>	
Not Applicable	
 <u><b>State Awards</b></u>	
Dollar threshold used to distinguish between type A and type B programs:	<u>          \$750,000</u>
Auditee qualified as low-risk auditee?	<u>   x   </u> Yes <u>          </u> No
Type of auditor's report issued on compliance for major programs:	<u>          Unmodified</u>
Internal Control over major programs:	
(1) Material Weakness(es) identified?	<u>          </u> Yes <u>   x   </u> No
(2) Reportable condition(s) identified that are not considered to material weaknesses?	<u>          </u> Yes <u>   x   </u> None Reported
Any audit findings disclosed that are required to be reported in accordance with N.J. OMB's Circular 15-08?	<u>          </u> Yes <u>   x   </u> No
Identification of major programs:	
 <u><b>GMIS Number(s)</b></u>	<u><b>Name of State Program</b></u>
<u>23-495-034-5120-089</u>	<u>Special Education Aid - Public Cluster</u>
<u>23-495-034-5120-084</u>	<u>Security Aid - Public Cluster</u>
<u>23-495-034-5094-003</u>	<u>Reimbursed TPAF Social Security Contributions</u>

BRIELLE SCHOOL DISTRICTSCHEDULE OF FINDINGS AND QUESTIONED COSTS

K-6

FOR THE FISCAL YEAR ENDED JUNE 30, 2023*Part 2 - Financial Statement Findings*

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the general purpose financial statements that are required to be reported in accordance with paragraphs 5.18 through 5.20 of *Government Auditing Standards*.

Finding: None

Criteria or specific requirement: N/A

Condition: N/A

Questioned Costs: N/A

Context: N/A

Effect: N/A

Cause: N/A

Recommendation: N/A

Management's Response: N/A

**BRIELLE SCHOOL DISTRICT****SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

K-6

**FOR THE FISCAL YEAR ENDED JUNE 30, 2023*****Part 3 - State Awards Financial Assistance Findings and Questioned Costs***

This section identifies audit findings required to be reported by Title 2 U.S. Code of Federal Regulations Part 200 and New Jersey OMB's Circular 15-08, as amended.

**Federal Awards**

Not Applicable

**State Awards**

Finding: None

Information on the State Program: N/A

Criteria or specific requirement: N/A

Condition: N/A

Questioned Costs: N/A

Context: N/A

Effect: N/A

Cause: N/A

Recommendation: N/A

Management's response: N/A

**BRIELLE SCHOOL DISTRICT****SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

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**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

This section identifies the status of prior year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of Government Auditing Standards, Title 2 U.S. Code of Federal Regulations Part 200 and New Jersey OMB's Circular 15-08.

**Prior Audit Findings:**

None