

**CENTRAL REGIONAL SCHOOL DISTRICT**

**Bayville, New Jersey  
County of Ocean**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2023**



**ANNUAL COMPREHENSIVE FINANCIAL REPORT  
OF THE  
CENTRAL REGIONAL SCHOOL DISTRICT  
BAYVILLE, NEW JERSEY**

**YEAR ENDED JUNE 30, 2023**

**PREPARED BY DISTRICT FINANCE OFFICER  
SCHOOL BUSINESS ADMINISTRATOR/BOARD SECRETARY  
KEVIN O'SHEA**



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**INTRODUCTORY SECTION**

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# Central Regional School District

509 Forest Hills Parkway  
Bayville, New Jersey 08721

732-269-1100  
[www.centralreg.k12.nj.us](http://www.centralreg.k12.nj.us)

DOUGLAS CORBETT, Ed.D.  
*Acting Superintendent of Schools*

KEVIN O'SHEA  
*Business Administrator/Board Secretary*

January 19, 2024

Members of the Board of Education  
Central Regional School District  
Bayville, New Jersey 08721

Dear Board Member:

The Annual Comprehensive Financial Report (ACFR) for the Central Regional School District for the fiscal year ending June 30, 2023 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

The ACFR is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendation, are included in the single audit section of this report.

**1) REPORTING ENTITY AND ITS SERVICES:** The Central Regional School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14 as amended by GASB Statement No. 39. All funds and account groups of the District are included in this report. The Central Regional Board of Education and all its schools constitute the District's reporting entity.

## **2) ECONOMIC CONDITION AND OUTLOOK:**

The Central Regional School District is located in the Central Eastern portion of Ocean County and consists, geographically, of five separate municipalities within its boundaries. These municipalities include Berkeley Township, Island Heights, Ocean Gate, Seaside Heights and Seaside Park. The district encompasses 43.95 square miles.

## **3) MAJOR INITIATIVES:**

The District substantially completed some HVAC upgrades and flooring replacements during the 2022-23 school year.

## **4) 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 or/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 also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations to those programs. This internal control structure is also subject to periodic evaluation by district management.

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

## **5) BUDGETARY CONTROLS:**

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions, embodied in the annual appropriated budget approved by the voters, or the representatives of each municipality or the State of New Jersey. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

## **6) ACCOUNTING SYSTEM AND REPORTS:**

The District's accounting records, to the best of our knowledge, reflect the generally accepted accounting principles, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note 1.

## **7) DEBT SERVICE**

The District has no outstanding debt as of June 30, 2023.

## **8) CASH MANAGEMENT**

The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 1. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

## **9) RISK MANAGEMENT**

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

The District has an active Risk Management Committee that is instrumental in reducing exposure to employee injury and researching means to reduce exposure for the district to other types of risk. The district has a District Safety Committee comprised of three (3) Board Members who actively work to insure the safety of students and staff.

## **10) OTHER INFORMATION:**

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

**11) ACKNOWLEDGEMENTS**

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

Respectfully submitted,



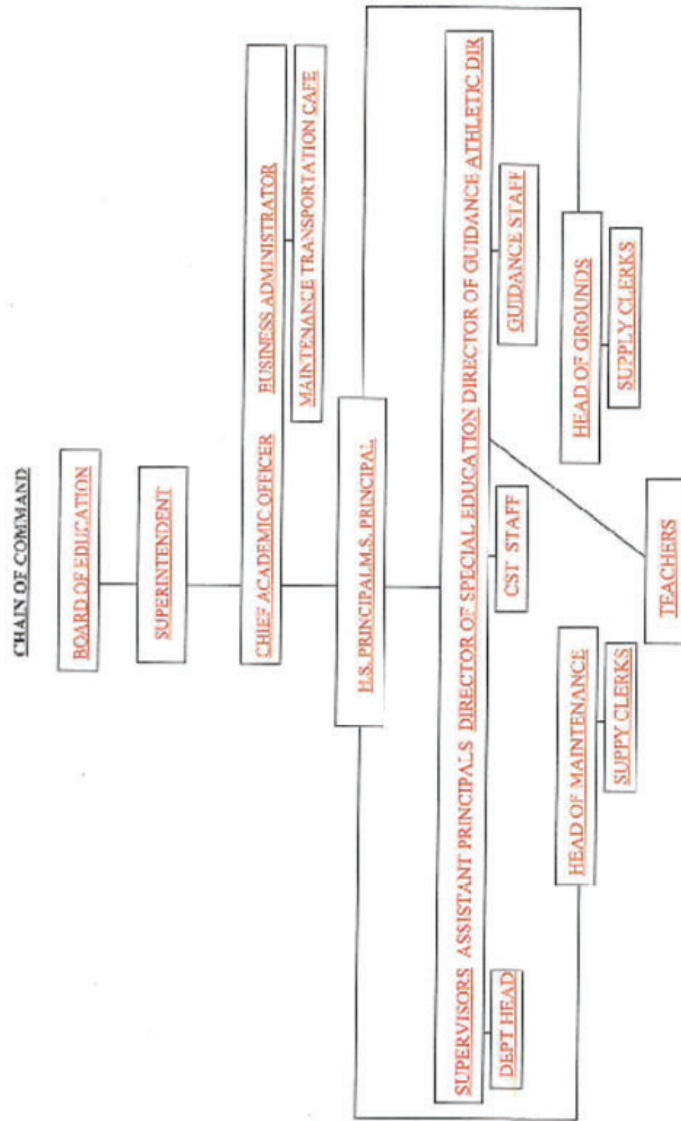
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Douglas Corbett, Ed.D.  
Acting Superintendent of Schools



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Kevin O'Shea  
Business Administrator/Board Secretary



**CENTRAL REGIONAL SCHOOL DISTRICT  
BAYVILLE, NEW JERSEY  
ROSTER OF OFFICIALS  
JUNE 30, 2023**

**Members of the Board of Education**

**TERM EXPIRES**

Denise Pavone-Wilson, President	2025
George Dohn, Vice President	2025
Merissa Borawski	2024
Susan Cowdrick	2024
Michael Graichen	2023
Heather Koenig	2024
Robert Matthies	2025
John Serpica	2023
Louis Tuminaro	2025

**Other Officials**

Douglas Corbett, ED.D., Superintendent of Schools

Kevin O'Shea, CPA, School Business Administrator/Board Secretary

Carmen Memoli, CPA, Treasurer of School Monies

Christopher J. Dasti, Esq., Board Attorney



**CENTRAL REGIONAL SCHOOL DISTRICT  
BAYVILLE, NEW JERSEY  
CONSULTANTS AND ADVISORS  
JUNE 30, 2023**

**AUDITOR/AUDIT FIRM**

Jerry W. Conaty, CPA, PSA, CFE, RMA  
Holman Frenia Allison, P. C.  
1985 Cedar Bridge Avenue  
Lakewood, New Jersey 08701-7031

**ATTORNEY**

Christopher J. Dasti  
Dasti & Associates, Attorneys at Law  
310 Lacey Road  
Forked River, New Jersey 08731

**OFFICIAL DEPOSITORY**

Ocean First Bank  
975 Hooper Ave  
Toms River, New Jersey

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**FINANCIAL SECTION**

Second Section

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## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Education  
Central Regional School District  
County of Ocean  
Bayville, New Jersey 08721

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Central Regional School District, County of Ocean, State of New Jersey, as of and for the fiscal year ended, June 30, 2023, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Central Regional School District 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 Opinion***

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

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal 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 School District ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditor's Responsibility**

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

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

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

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

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

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

### ***Supplementary Information***

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

The accompanying combining statements and related major fund supporting statements and schedules, and the schedules of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining statements and related major fund supporting statements and schedules and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining statements and related major fund supporting statements and schedules and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 19, 2024 on our consideration of the School District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District’s internal control over financial reporting and compliance.

Respectfully Submitted,  
HOLMAN FRENIA ALLISON, P.C.

Jerry W. Conaty  
Certified Public Accountant  
Public School Accountant, No. 2470

Lakewood, New Jersey  
January 19, 2024



**REQUIRED SUPPLEMENTARY INFORMATION - PART I**

Management's Discussion and Analysis

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**CENTRAL REGIONAL SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**YEAR ENDED JUNE 30, 2023**  
**UNAUDITED**

This section of the Central Regional School District's (School District) Annual Comprehensive Financial Report (ACFR) presents our discussion and analysis of the School District's financial performance during the fiscal year that ended on June 30, 2023. Please read it in conjunction with the transmittal letter at the front of this report and the School District's financial statements, which immediately follow this section.

Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements-Management's Discussion and Analysis-for State and Local Governments* issued in June 1999 that is also required by the New Jersey State Department of Education. Certain comparative information between the current fiscal year (2022-23) and the prior fiscal year (2021-22) is required to be presented in the MD&A.

**FINANCIAL HIGHLIGHTS**

Key financial highlights for 2023 are as follows:

- In total, net position of governmental activities increased \$2,909,532, which represents a 23.12% increase from 2022. Total net position of business-type activities increased \$1,245, which represents a .45% increase from 2022.
- General revenues accounted for \$45,786,771 in revenue or 75.23% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$15,079,250 or 24.77% of total revenue of \$60,866,021.
- Total assets and deferred outflows of resources of governmental activities increased by \$4,162,190 as cash and cash equivalents increased by \$396,748, receivables increased by \$363,025, restricted cash and cash equivalents increased by \$1,174,652, and total capital assets and right to use leased assets increased by \$5,194,757.
- Total liabilities and deferred inflows of resources of governmental activities increased by \$1,252,658 as non-current liabilities due beyond one year increased by \$5,323,775.
- The School District had \$56,752,351 in governmental activities expenses; \$13,875,112 of these expenses were offset by program specific charges for services, grants, or contributions. General revenues from governmental activities (primarily property taxes) and extraordinary items of \$45,786,771 were adequate to provide for these programs, resulting in an increase in net position for governmental activities of \$2,909,532.
- In the governmental funds, the general fund had \$52,415,049 in revenues, \$52,479,565 in expenditures and \$48,901 in other financing sources. The general fund's fund balance decreased by (\$15,615) over 2022.

## USING THIS ACFR

This annual report consists of a series of financial statements and notes to these financial statements. These statements are organized in a way to allow the reader to understand the School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. The School District's basic financial statements are comprised of three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

**Government-Wide Financial Statements.** The government-wide financial statements are designed to provide readers with an overview of the School District's finances, in a manner similar to a private-sector business.

The Statement of Net Position (A-1) presents information on the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The Statement of Changes in Net Position (A-2) presents information showing how the net position of the School District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods of the School District.

The government-wide financial statements can be found as Exhibits A-1 and A-2 in this report.

**Fund Financial Statements.** A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the School District can be divided into two categories: governmental funds and proprietary funds.

### ***Governmental Funds***

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the School District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the School District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The School District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance for the general fund, special revenue fund, capital projects fund, and debt service fund, all of which are considered to be major funds.

The general and special revenue funds utilize a legally adopted annual budget. A budgetary comparison statement has been provided for the general fund and special revenue fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found as Exhibits B-1 through B-3 in this report.

### ***Proprietary Funds***

The School District maintains one proprietary fund type, an enterprise fund. The enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the School District is that the costs of providing goods or services be financed through user charges. The food services enterprise fund provides for the operation of food services in all schools within the District. The Community School Program provides for the operation of the community education program within the District. The proprietary funds have been included within business-type activities in the district-wide financial statements.

The Food Service and Community School funds detailed financial statements can be found as Exhibits B-4 through B-6 in this report.

**Notes to the Financial Statements.** The notes provide additional information that is essential for a full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements can be found after the fund financial statements in this report.

**Other Information.** The combining and individual fund statements referred to earlier in connection with governmental and enterprise funds are presented immediately following the notes to the financial statements.

### **Government-Wide Financial Analysis**

The School District's financial position is the result of several types of financial transactions, including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

As noted earlier, net position may serve over time as a useful indicator of the School District's financial position. The following table provides a summary of net position for June 30, 2023 and 2022, respectively:

**Net Position**  
**June 30, 2023 and 2022**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Assets</b>				
Current and Other				
Assets	\$ 9,698,943	\$ 8,147,457	\$ 268,241	\$ 367,173
Capital Assets, Net	24,686,144	22,538,055	271,520	187,001
Total Assets	<u>34,385,087</u>	<u>30,685,512</u>	<u>539,761</u>	<u>554,174</u>
<b>Deferred Outflows of Resources</b>				
Deferred Outflows				
Relating to Pension	2,873,366	2,410,751	-	-
<b>Liabilities</b>				
Long-Term Liabilities				
Other Liabilities	18,309,173	13,083,782	-	-
Total Liabilities	<u>1,633,088</u>	<u>1,934,223</u>	<u>263,591</u>	<u>279,249</u>
<b>Deferred Inflows of Resources</b>				
Deferred Inflows				
Relating to Pension	1,821,601	5,493,199	-	-
<b>Net Position</b>				
Net Investment in				
Capital Assets	24,686,144	22,507,149	271,520	187,001
Restricted	2,646,325	2,981,780	-	-
Unrestricted	(11,837,878)	(12,903,870)	4,650	87,924
Total Net Position	<u>\$ 15,494,591</u>	<u>\$ 12,585,059</u>	<u>\$ 276,170</u>	<u>\$ 274,925</u>

The School District's largest net position component is the net investment in capital assets as shown above. Restricted balances represent resources that are subject to external restrictions on how they may be used.

Restricted net position decreased (\$335,455), from the prior year to \$2,646,325 at June 30, 2023.

Unrestricted net position may be used to meet the School District's ongoing operating obligations to vendors, debtors and employees. The unrestricted net position includes the unassigned General Fund balance netted with the amount of long-term obligations that are not invested in capital assets. The (\$11,837,878) is shown as unrestricted net position for Governmental Activities.

The following table provides a summary of revenues and expenses for the School District's governmental and business-type activities and the change in net position for June 30, 2023 and 2022. Significant variances in revenues and expenditures from year to year, and explanations thereof, are detailed in the 'Financial Analysis of the School District's Funds' section later in this report.

**Statement of Activities**  
**For the years ended June 30 , 2023 and 2022**

	Governmental Activities	Business-Type Activities	Total 2023
<b>Revenues:</b>			
Program Revenues:			
Charges for Services	\$ -	\$ 602,067	\$ 602,067
Operating Grants and Contributions	13,875,112	602,071	14,477,183
General Revenues:			
Property Taxes	36,550,272	-	36,550,272
Federal and State Aid	7,063,952	-	7,063,952
Miscellaneous	2,172,547	-	2,172,547
Total Revenues	59,661,883	1,204,138	60,866,021
<b>Expenses:</b>			
Instructional Services	33,378,908	-	33,378,908
Support Services	23,196,164	1,202,893	24,399,057
Interest and Other Charges	177,279	-	177,279
Total Expenses	56,752,351	1,202,893	57,955,244
Change in Net Position	2,909,532	1,245	2,910,777
Net Position, Beginning	12,585,059	274,925	12,859,984
Net Position, Ending	\$ 15,494,591	\$ 276,170	\$ 15,770,761

	Governmental Activities	Business-Type Activities	Total 2022
<b>Revenues:</b>			
Program Revenues:			
Charges for Services	\$ -	\$ 315,081	\$ 315,081
Operating Grants and Contributions	15,418,034	1,097,895	16,515,929
General Revenues:			
Property Taxes	36,315,927	-	36,315,927
Federal and State Aid	5,278,087	-	5,278,087
Miscellaneous	1,544,794	-	1,544,794
Extraordinary Items	407,506	-	407,506
Total Revenues	58,964,348	1,412,976	60,377,324
<b>Expenses:</b>			
Instructional Services	33,000,066	-	33,000,066
Support Services	23,524,417	1,124,140	24,648,557
Interest and Other Charges	195,233	-	195,233
Total Expenses	56,719,716	1,124,140	57,843,856
Change in Net Position	2,244,632	288,836	2,533,468
Net Position, Beginning *	10,340,427	(13,911)	10,326,516
Net Position, Ending	\$ 12,585,059	\$ 274,925	\$ 12,859,984

\* - Beginning net position was restated due to implementation of GASB Statement No. 87.

## Financial Analysis of the School District's Funds

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

**Governmental Funds.** The focus of the School District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the School District's financing requirements. The unassigned fund balance is divided between designated balances and undesignated balances. The capital projects fund is restricted by state law to be spent for the purpose of the fund and is not available for spending at the School District's discretion.

### Financial Information at Fiscal Year-End

The following schedule presents a summary of the general fund, special revenue fund, and debt service fund revenues for the fiscal year ended June 30, 2023 and 2022 and the amount and percentage of increases and (decreases) in relation to prior year revenues.

<b>June 30, 2023</b>				
	<b>Amount</b>	<b>Percent Of Total</b>	<b>Increase (Decrease) From 2021</b>	<b>Percent of Increase (Decrease)</b>
Current Expenditures:				
Instruction	\$ 18,916,091	33.18%	\$ 759,231	4.18%
Undistributed	34,141,476	59.88%	1,461,608	4.47%
Capital Outlay	3,748,600	6.57%	1,012,569	37.01%
Debt Service:				
Principal	96,744	0.17%	(597,412)	-86.06%
Interest	114,706	0.20%	(17,481)	-13.22%
<b>Total</b>	<b>\$ 57,017,617</b>	<b>100.00%</b>	<b>\$ 2,618,515</b>	<b>4.81%</b>

<b>June 30, 2022</b>				
	<b>Amount</b>	<b>Percent Of Total</b>	<b>Increase (Decrease) From 2020</b>	<b>Percent of Increase (Decrease)</b>
Current Expenditures:				
Instruction	\$ 18,156,860	33.38%	\$ 554,510	3.15%
Undistributed	32,679,868	60.07%	3,617,957	12.45%
Capital Outlay	2,736,031	5.03%	616,476	29.09%
Debt Service:				
Principal	694,156	1.28%	(200,549)	-22.42%
Interest	132,187	0.24%	(11,427)	-7.96%
<b>Total</b>	<b>\$ 54,399,102</b>	<b>100.00%</b>	<b>\$ 4,576,967</b>	<b>9.19%</b>

Undistributed costs increased primarily due to pension and health benefit cost increases. Capital Outlay increased due to increased capital purchases during the fiscal year.

### General Fund Budgetary Highlights

Throughout the year, as necessary, budget transfers were effectuated between budget accounts to re-align the 2022-23 budget. Budget transfers were effectuated based on expected positive and negative budget variances. The budget is continually managed and revised with budget transfers as necessary or practical to do so.



**Significant Budget Transfers and Variations:**

- Teacher's Pension and Annuity Fund (TPAF), which is the State of New Jersey's (State) contribution to the pension fund, is an “on-behalf” revenue and expenditure item to the district and is required to be reflected in the financial statements.
- Reallocations were made among the various salary budget accounts to reflect changes in the personnel budget for the 2022-23 year.
- Transfers were made into purchased services for special education programs to provide funds for required additional services.

Based on the financial results of 2022-23, unassigned fund balance increased \$392,803 from the prior year to \$392,803 at June 30, 2023. (2% required per S-1701, net of allowable adjustments).

**Proprietary Funds.** The School District’s proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

During the fiscal year, the net position of business-type activities increased \$1,245 or .45%. The assets of the business-type activities exceed liabilities by \$276,170.

**Capital Assets**

At June 30, 2023, the School District had capital assets of \$24,957,664, net of depreciation, which includes construction in progress, buildings and site improvements and equipment.

	<b>June 30, 2023</b>	
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>
Construction in Progress	\$ 1,532,072	\$ -
Buildings and Site Improvements	18,704,948	-
Equipment	4,449,124	271,520
<b>Total</b>	<b>\$ 24,686,144</b>	<b>\$ 271,520</b>

	<b>June 30, 2022</b>	
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>
Construction in Progress	\$ 122,873	\$ -
Buildings and Site Improvements	18,212,628	-
Equipment	4,202,584	187,001
<b>Total</b>	<b>\$ 22,538,085</b>	<b>\$ 187,001</b>

Additional information on the School District's capital assets can be found in Note 5 to the basic financial statements.

**Debt Administration and Other Obligations**

At June 30, 2023 and 2022, the School District's outstanding obligations included \$2,130,252 and \$0, respectively, of financed purchases payable, \$3,120,130 and \$3,460,543, respectively, of capital leases and \$1,389,676 and \$856,445, respectively, of compensated absences.

Additional information on the School District's long-term obligations can be found in Note 7 to the basic financial statements.

### **Economic Factors and Subsequent Year's Budgets**

- The School District anticipates that the approved 2023-24 budget will be adequate to satisfy all 2023-24 financial needs, barring any significant unexpected situations or conditions unforeseen at this time.
- It is expected the State of New Jersey will again delay the final state aid payments to school districts for 2023-24.
- The School District has its lone collective bargaining unit contract settled through June 30, 2023.
- The School District's enrollment has been fairly consistent over the past 3 school years. The School District anticipates stable enrollment over the next several years.

### **Requests for Information**

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Administrator/Board Secretary's Office, Central Regional School District, Board of Education, 509 Forest Hills Parkway, Bayville, New Jersey 08721.

## **Governmental Funds**

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**BASIC FINANCIAL STATEMENTS**

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**A. Government-Wide Financial Statements**

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**CENTRAL REGIONAL SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2023**

	<b>GOVERNMENTAL ACTIVITIES</b>	<b>BUSINESS-TYPE ACTIVITIES</b>	<b>TOTAL</b>
<b>ASSETS</b>			
Cash & Cash Equivalents	\$ 2,429,204	\$ 204,069	\$ 2,633,273
Receivables, Net (Note 4)	1,170,657	50,451	1,221,108
Inventory	-	13,721	13,721
Restricted Cash & Cash Equivalents	3,052,384	-	3,052,384
Right to Use Leased Assets, Net (Note 20)	3,046,698	-	3,046,698
Capital Assets, Net (Note 5):			
Non-Depreciable	1,532,072	-	1,532,072
Depreciable	23,154,072	271,520	23,425,592
<b>Total Assets</b>	<b>34,385,087</b>	<b>539,761</b>	<b>34,924,848</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Related to Pensions (Note 8)	2,873,366	-	2,873,366
<b>Total Deferred Outflow of Resources</b>	<b>2,873,366</b>	<b>-</b>	<b>2,873,366</b>
<b>LIABILITIES</b>			
Cash Deficit	60,513	-	60,513
Accounts Payable	58,341	21,028	79,369
Due to Other Governments	949,699	-	949,699
Unearned Revenue	7,550	-	7,550
Accrued Salaries and Wages	605,163	-	605,163
Paryoll Deductions and Withholdings	150,639	-	150,639
Unemployment Trust Liability	43,746	-	43,746
Internal Balances	(242,563)	242,563	-
Noncurrent Liabilities (Note 7):			
Due Within One Year	290,930	-	290,930
Due in More Than One Year	18,018,243	-	18,018,243
<b>Total Liabilities</b>	<b>19,942,261</b>	<b>263,591</b>	<b>20,205,852</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Related to Pensions (Note 8)	1,821,601	-	1,821,601
<b>Total Deferred Inflow of Resources</b>	<b>1,821,601</b>	<b>-</b>	<b>1,821,601</b>
<b>NET POSITION</b>			
Net Investment in Capital Assets	24,686,144	271,520	24,957,664
Restricted for:			
Capital Projects	1,306,147	-	1,306,147
Emergency Reserve	50,650	-	50,650
Maintenance Reserve	487,348	-	487,348
Unemployment Reserve	423,144	-	423,144
Student Activities	329,668	-	329,668
Scholarship	29,163	-	29,163
Excess Surplus	20,205	-	20,205
Unrestricted (Deficit)	(11,837,878)	4,650	(11,833,228)
<b>Total Net Position</b>	<b>\$ 15,494,591</b>	<b>\$ 276,170</b>	<b>\$ 15,770,761</b>

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2023**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular Instruction	\$ 21,180,420	\$ -	7,790,212	\$ (13,390,208)	\$ -	\$ (13,390,208)
Special Education Instruction	8,957,092	-	2,700,644	(6,256,448)	-	(6,256,448)
Other Instruction	3,241,396	-	977,344	(2,264,052)	-	(2,264,052)
Support Services:						
Tuition	1,612,743	-	88,782	(1,523,961)	-	(1,523,961)
Student & Instruction Related Services	8,091,037	-	1,573,889	(6,517,148)	-	(6,517,148)
General Administrative	1,112,282	-	61,120	(1,051,162)	-	(1,051,162)
School Administrative Services	1,629,457	-	89,572	(1,539,885)	-	(1,539,885)
Central Services	671,229	-	36,883	(634,346)	-	(634,346)
Administrative Info. Technology	449,260	-	24,764	(424,496)	-	(424,496)
Plant Operations & Maintenance	5,011,540	-	277,938	(4,733,602)	-	(4,733,602)
Pupil Transportation	4,618,616	-	253,964	(4,364,652)	-	(4,364,652)
Interest & Other Charges	177,279	-	-	(177,279)	-	(177,279)
Total Governmental Activities	56,752,351	-	13,875,112	(42,877,239)	-	(42,877,239)
Business-Type Activities:						
Food Service	1,199,780	595,962	602,071	-	(1,747)	(1,747)
Community School	3,113	6,105	-	-	2,992	2,992
Total Business-Type Activities	1,202,893	602,067	602,071	-	1,245	1,245
Total Primary Government	\$ 57,955,244	\$ 602,067	\$ 14,477,183	(42,877,239)	1,245	(42,875,994)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				36,550,272	-	36,550,272
Federal & State Aid Not Restricted				7,063,952	-	7,063,952
Tuition Charges				343,788	-	343,788
Transportation Charges				435,055	-	435,055
Miscellaneous				1,393,704	-	1,393,704
Total General Revenues				45,786,771	-	45,786,771
Change In Net Position				2,909,532	1,245	2,910,777
Net Position - Beginning				12,585,059	274,925	12,859,984
Net Position - Ending				\$ 15,494,591	\$ 276,170	\$ 15,770,761

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

**B. Fund Financial Statements**

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**CENTRAL REGIONAL SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2023**

	MAJOR FUNDS			TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	
<b>ASSETS</b>				
Cash & Cash Equivalents	\$ 2,175,571	\$ -	\$ 253,633	\$ 2,429,204
Receivables, Net:				
Interfund Receivable	243,689	-	-	243,689
Due from Other Governments:				
Federal	79,511	419,702	-	499,213
State	354,997	-	-	354,997
Other	316,447	-	-	316,447
Restricted Cash & Cash Equivalents	3,052,384	-	-	3,052,384
<b>Total Assets</b>	<b>\$ 6,222,599</b>	<b>\$ 419,702</b>	<b>\$ 253,633</b>	<b>\$ 6,895,934</b>
<b>LIABILITIES &amp; FUND BALANCES</b>				
Liabilities:				
Cash Deficit	\$ -	\$ 60,513	\$ -	\$ 60,513
Accounts Payable	58,341	-	-	58,341
Unemployment Trust Liability	43,746	-	-	43,746
Accrued Salaries and Wages	605,163	-	-	605,163
Interfund Payable	-	358	768	1,126
Other Payable	2,130,252	-	-	2,130,252
Payroll Deductions and Withholdings	150,639	-	-	150,639
Unearned Revenue	7,550	-	-	7,550
<b>Total Liabilities</b>	<b>2,995,691</b>	<b>60,871</b>	<b>768</b>	<b>3,057,330</b>
Fund Balances:				
Restricted for:				
Capital Reserve	1,053,282	-	-	1,053,282
Maintenance Reserve	487,348	-	-	487,348
Emergency Reserve	50,650	-	-	50,650
Unemployment Reserve	423,144	-	-	423,144
Excess Surplus	20,205	-	-	20,205
Capital Projects	-	-	252,865	252,865
Student Activities	-	329,668	-	329,668
Scholarship	-	29,163	-	29,163
Assigned for:				
Designated for Subsequent Year	175,000	-	-	175,000
Other Purposes	624,476	-	-	624,476
Unassigned	392,803	-	-	392,803
<b>Total Fund Balances</b>	<b>3,226,908</b>	<b>358,831</b>	<b>252,865</b>	<b>3,838,604</b>
<b>Total Liabilities &amp; Fund Balances</b>	<b>\$ 6,222,599</b>	<b>\$ 419,702</b>	<b>\$ 253,633</b>	
Amounts reported for <i>governmental activities</i> in the statement of net position (A-1) are different because:				
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$67,200,558 and the accumulated depreciation is \$42,514,414.				24,686,144
Right to use leased assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$3,901,664 and the accumulated amortization is \$854,966.				3,046,698
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.				
Deferred Outflows Related to Pensions				2,873,366
Deferred Inflows Related to Pensions				(1,821,601)
Other liabilities included in the governmental funds represent leases that were entered into prior to June 30, 2023 and are included as liabilities in the long-term liability note below.				2,130,252
Accrued pension contributions for the June 30, 2023 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.				(949,699)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.				(18,309,173)
<b>Net Position of Governmental Activities</b>				<b>\$ 15,494,591</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2023**

	MAJOR FUNDS			TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	
Revenues:				
Local Sources:				
Local Tax Levy	\$ 36,550,272	\$ -	\$ -	\$ 36,550,272
Tuition Charges	343,788	-	-	343,788
Transportation Charges	435,055	-	-	435,055
Miscellaneous	674,644	723,352	-	1,397,996
Total Local Sources	38,003,759	723,352	-	38,727,111
State Sources	14,353,254	63,344	-	14,416,598
Federal Sources	58,036	3,825,659	-	3,883,695
Total Revenues	52,415,049	4,612,355	-	57,027,404
Expenditures:				
Instruction:				
Regular Instruction	10,599,986	1,402,953	-	12,002,939
Special Education Instruction	5,076,132	-	-	5,076,132
Other Instruction	1,837,020	-	-	1,837,020
Support Services:				
Tuition	1,236,142	-	-	1,236,142
Attendance & Social Work Services	205,607	-	-	205,607
Health Services	374,296	-	-	374,296
Student & Instruction Related Services	3,849,976	1,773,682	-	5,623,658
General Administrative	853,020	-	-	853,020
School Administrative Services	1,249,503	-	-	1,249,503
Central Services	514,777	-	-	514,777
Administrative Information Technology	344,214	-	-	344,214
Plant Operations & Maintenance	3,873,397	-	-	3,873,397
Pupil Transportation	3,541,335	-	-	3,541,335
Unallocated Benefits	7,616,772	-	-	7,616,772
On Behalf TPAF Pension and Social Security Contributions	8,708,755	-	-	8,708,755
Capital Outlay	2,387,183	1,361,417	-	3,748,600
Debt Service:				
Principal	96,744	-	-	96,744
Interest & Other Charges	114,706	-	-	114,706
Total Expenditures	52,479,565	4,538,052	-	57,017,617
Excess/(Deficiency) of Revenues Over Expenditures	(64,516)	74,303	-	9,787
Other Financing Sources (Uses):				
Lease Obligations (Non-Budgeted)	48,901	-	-	48,901
Total Other Financing Sources (Uses)	48,901	-	-	48,901
Net Changes in Fund Balances	(15,615)	74,303	-	58,688
Fund Balance, July 1	3,242,523	284,528	252,865	3,779,916
Fund Balance, June 30	\$ 3,226,908	\$ 358,831	\$ 252,865	\$ 3,838,604

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2023**

Total Net Changes in Fund Balances - Governmental Funds (B-2)	\$	58,688
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the period.		
Depreciation Expense	\$ (1,647,900)	
Capital Outlays	3,790,591	
Capital Asset Appraisal Adjustment	<u>5,368</u>	2,148,059
Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.		
		1,257,274
Repayment of obligation of lease purchase agreements are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		
		389,314
Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.		
Lease Obligations Proceeds	<u>(48,901)</u>	(48,901)
Governmental funds recognize the right to use leased assets as a revenue when lease is first entered, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:		
Purchase of Right to Use Leased Assets	48,901	
Amortization of Right to Use Leased Assets	<u>(431,810)</u>	(382,909)
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation (+).		
		21,238
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
		<u>(533,231)</u>
Change in Net Position of Governmental Activities	\$	<u><u>2,909,532</u></u>

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**Proprietary Funds**

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

	<b>MAJOR FUNDS</b>		
	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>		
	<b>FOOD SERVICE</b>	<b>OTHER ENTERPRISE</b>	<b>TOTALS</b>
<b>ASSETS</b>			
Current Assets:			
Cash & Cash Equivalents	\$ 192,950	\$ 11,119	\$ 204,069
Accounts Receivable:			
Federal	15,696	-	15,696
State	605	-	605
Other Receivables	34,150	-	34,150
Inventories	13,721	-	13,721
Total Current Assets	257,122	11,119	268,241
Noncurrent Assets:			
Capital Assets	625,623	-	625,623
Less: Accumulated Depreciation	(354,103)	-	(354,103)
Total Capital Assets, Net	271,520	-	271,520
Total Noncurrent Assets	271,520	-	271,520
Total Assets	528,642	11,119	539,761
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	21,028	-	21,028
Interfund Payable	242,563	-	242,563
Total Current Liabilities	263,591	-	263,591
<b>NET POSITION</b>			
Investment in Capital Assets	271,520	-	271,520
Unrestricted	(6,469)	11,119	4,650
Total Net Position	\$ 265,051	\$ 11,119	\$ 276,170

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
 YEAR ENDED JUNE 30, 2023**

	<b>MAJOR FUNDS</b>		
	<b>BUSINESS-TYPE</b>		
	<b>ACTIVITIES - ENTERPRISE FUNDS</b>		
	<b>FOOD SERVICE</b>	<b>OTHER ENTERPRISE</b>	<b>TOTALS</b>
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 461,550	\$ -	\$ 461,550
Daily Sales - Non-Reimbursable Programs	113,895	-	113,895
Special Functions	18,222	-	18,222
Vending	2,295	-	2,295
Program Fees	-	6,105	6,105
Total Operating Revenues	<u>595,962</u>	<u>6,105</u>	<u>602,067</u>
Operating Expenses:			
Cost of Sales - Reimbursable Programs	373,886	-	373,886
Cost of Sales - Non-Reimbursable Programs	92,078	-	92,078
Depreciation	25,257	-	25,257
Employee Benefits	101,066	-	101,066
Other	22,922	-	22,922
Other Purchased Services	7,234	-	7,234
Repairs and Maintenance	32,471	-	32,471
Salaries	497,793	2,600	500,393
Supplies and Materials	-	513	513
Utilities	47,073	-	47,073
Total Operating Expenses	<u>1,199,780</u>	<u>3,113</u>	<u>1,202,893</u>
Operating Loss	<u>(603,818)</u>	<u>2,992</u>	<u>(600,826)</u>
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	14,056	-	14,056
State School Breakfast Program	752	-	752
Other State Grants	49,244	-	49,244
Federal Sources:			
National School Lunch Program	326,356	-	326,356
National School Breakfast Program	40,369	-	40,369
Food Distribution Program	97,650	-	97,650
EBT Administrative Cost	653	-	653
COVID Supply Chain Assistance	70,420	-	70,420
Interest Revenue	2,571	-	2,571
Total Nonoperating Revenues	<u>602,071</u>	<u>-</u>	<u>602,071</u>
Change in Net Position	(1,747)	2,992	1,245
Net Position, July 1	<u>266,798</u>	<u>8,127</u>	<u>274,925</u>
Net Position, June 30	<u>\$ 265,051</u>	<u>\$ 11,119</u>	<u>\$ 276,170</u>

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2023**

	<b>MAJOR FUNDS</b>		
	<b>BUSINESS-TYPE</b>		
	<b>ACTIVITIES - ENTERPRISE FUNDS</b>		
	<b>FOOD SERVICE</b>	<b>OTHER ENTERPRISE</b>	<b>TOTALS</b>
<b>Cash Flows From Operating Activities:</b>			
Receipts from Customers	\$ 585,568	\$ 6,105	\$ 591,673
Payments to Employees	(497,793)	(2,600)	(500,393)
Payments for Employee Benefits	(101,066)	-	(101,066)
Payments to Suppliers	(498,023)	(513)	(498,536)
Net Cash Used for Operating Activities	(511,314)	2,992	(508,322)
<b>Cash Flows From Noncapital Financing Activities:</b>			
State Sources	63,900	-	63,900
Federal Sources	515,887	-	515,887
Net Cash Provided by Noncapital Financing Activities	579,787	-	579,787
<b>Cash Flows From Capital and Related Financing Activities:</b>			
Purchases of Capital Assets	(109,776)	-	(109,776)
Net Cash Used for Capital and Related Financing Activities	(109,776)	-	(109,776)
<b>Cash Flows From Investing Activities:</b>			
Interest on Investments	2,571	-	2,571
Net Cash Provided by Investing Activities	2,571	-	2,571
Net (Decrease)/Increase in Cash and Cash Equivalents	(38,732)	2,992	(35,740)
Cash and Cash Equivalents - Beginning of Year	231,682	8,127	239,809
Cash and Cash Equivalents - End of Year	\$ 192,950	\$ 11,119	\$ 204,069
<b>Reconciliation of Operating Loss to Net Cash Provided by (Used for) Operating Activities:</b>			
Operating (Loss)/Income	\$ (603,818)	\$ 2,992	\$ (600,826)
<b>Adjustments to Reconcile Operating Loss to Net Cash (Used for)/Provided by Operating Activities:</b>			
Depreciation	25,257	-	25,257
Food Distribution Program	97,650	-	97,650
Increase in Accounts Receivable, Net	(10,394)	-	(10,394)
(Increase)/Decrease in Inventories	(4,350.00)	-	(4,350)
Increase in Accounts Payable	(15,659)	-	(15,659)
Total Adjustments	92,504	-	92,504
Net Cash Used by Operating Activities	\$ (511,314)	\$ 2,992	\$ (508,322)

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

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**Fiduciary Fund**  
*Not Applicable*

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**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

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**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies**

**Basis of Presentation**

The financial statements of the Central Regional School District (hereafter referred to as the School District) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). GASB is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations).

**Reporting Entity**

The School District is a Type II district located in the County of Ocean, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members' terms expire each year. The School District provides a full range of educational services appropriate to junior and senior high schools for students of the Boroughs of Island Heights, Ocean Gate, Seaside Heights, Seaside Park and the Township of Berkeley, Ocean County, New Jersey. These include regular as well as special education for handicapped youngsters. The School District has an approximate enrollment at June 30, 2023 of 2,280 students.

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

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

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

**Component Units**

GASB Statement No.14, *The Financial Reporting Entity* , provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units* , and GASB Statement No. 61, *The Financial Reporting Entity: Omnis – an Amendment of GASB Statements No. 14 and No. 34* , GASB Statement No. 80, *Blending Requirements for certain component Units - an Amendment of GASB Statement No. 14* and GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan- an Amendment of GASB Statements No. 14 and No. 84* . The School District had no component units as of for the year ended June 30, 2023.

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

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

The accounts of the School District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

**A. Government-Wide Financial Statements**

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

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

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

**B. Governmental Fund Financial Statements**

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. The School District has presented all major funds that met those qualifications.

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

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

Interest on invested funds is recognized when earned. Intergovernmental revenues that are reimbursements for specific purposes or projects are recognized in the period in which the expenditures are recorded. All other revenue items are considered to be measurable and available only when cash is received by the School District. Transfers between governmental funds are recorded when the related liability is incurred. These transfers do not represent revenues (expenditures) to the School District and are, therefore, reported as other financing sources (uses) in the governmental fund financial statements.

Since the fund level statements are presented using a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented on the page following each fund level statement that summarizes the adjustments necessary to convert the fund level statements into the government-wide presentations.

The School District funds outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted resources are available for use, it is the School District’s policy to use restricted resources first, then unrestricted resources as they are needed. In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the School District’s policy to consider restricted fund balance to have been depleted before any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

The School District reports the following major governmental funds:

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

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

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

**Special Revenue Fund** - The special revenue fund is used to account for the proceeds of specific revenue from state and federal governments, other than major capital projects, debt service or proprietary funds, and local appropriations that are restricted or committed to expenditures for specified purposes.

**Capital Projects Fund** - The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for the acquisition of construction of major capital facilities, other than those financed by proprietary funds. The financial resources are derived from New Jersey School Development Authority grants, temporary notes, capital leases, or serial bonds that are specially authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

**C. Proprietary Fund Financial Statements**

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated.

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

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

The School District reports the following major proprietary funds:

**Food Service Fund** – The food service fund accounts for the financial transactions related to the food service operations of the School District.

**Community School Program** – The community school fund accounts for the financial transactions related to the School District’s community education operations to the School District.

**D. Fiduciary Fund Financial Statements**

Fiduciary fund financial statements include a Statement of Net Position and a Statement of Changes in Fiduciary Net Position. The School District’s fiduciary funds include Custodial Funds which are used to report fiduciary activities where the School District controls assets that are collected on behalf of these entities. These assets are held in a trust and are distributed in accordance with applicable policies. The Custodial Funds are accounted for on a spending or “economic resources” measurement focus and the accrual basis of accounting in accordance with GASBS No. 84, *Fiduciary Activities*.

The School District has no fiduciary funds.

**Budgets/Budgetary Control**

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

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

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

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

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

**Encumbrances**

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

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

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



**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Cash, Cash Equivalents and Investments**

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

Investments are stated at fair value in accordance with GASB. New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. *N.J.S.18A:20-37* provides a list of permissible investments that may be purchased by New Jersey school districts.

*N.J.S.A.17:9-41 et. Seq.* establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect governmental units from loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

For purposes of the statement of cash flows, the School District considers all highly liquid investments (including restricted assets) with a maturity when purchased of twelve months or less and all local government investment pools to be cash equivalents.

**Tuition Receivable/Payable**

Tuition rates were established by the receiving School District based on estimated costs. The charges are subject to adjustment when the actual costs are determined.

**Inventories**

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

**Interfund Receivables/Payables**

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. As previously mentioned, these amounts are eliminated in the governmental and business-type columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are presented as Internal Balances in the Statement of Net Position.

**Right to Use Leased Assets**

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Capital Assets**

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair market value at the date of donation. All reported capital assets except land and construction in progress are depreciated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The School District does not possess any infrastructure. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

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

<b>Description:</b>	<b>Governmental Activities Estimated Lives</b>	<b>Business-Type Activities Estimated Lives</b>
Land Improvements	10-20 Years	N/A
Building and Improvements	10-50 Years	N/A
Furniture and Equipment	5-20 Years	5-12 Years
Vehicles	5-10 Years	4-6 Years

**Compensated Absences**

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

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

**Unearned Revenue**

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Accrued Liabilities and Long-Term Obligations**

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

**Accounting Estimates**

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

**Interfund Activity**

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

**Deferred Outflows and Deferred Inflows of Resources**

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

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Pensions**

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

**Fund Balance**

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances in the governmental funds financial statements are classified into the following five categories, as defined below:

**Non-spendable** – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

**Restricted** – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

**Committed** – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

**Assigned** – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process.

**Unassigned** – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

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

**Net Position**

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

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

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

**Subsequent Events**

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2023 and January 19, 2024, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

**Impact of Recently Issued Accounting Principles**

**Adopted Accounting Pronouncements**

The following GASB Statements became effective for the fiscal year ended June 30, 2023:

Statement No. 96, *Subscription-Based Information Technology Arrangements*. This statement establishes a single approach to accounting and financial reporting for subscription-based information technology arrangements for government end users. Management has deemed this to be immaterial to the District's financial statements.

**Accounting Pronouncements Effective in Future Reporting Periods**

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Impact of Recently Issued Accounting Principles (Continued)**

Accounting Pronouncements Effective in Future Reporting Periods (Continued)

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

Management has not yet determined the potential impact on the School District's financial statements.

**Note 2. Deposits and Investments**

**Deposits**

**Custodial Credit Risk** – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, *NJSA 17:9-41 et seq.* requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2023, the School District's bank balance of \$6,149,596 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	4,559,642
Uninsured and Uncollateralized		1,589,954
Total	<u>\$</u>	<u>6,149,596</u>

**Investments**

The School District had no investments at June 30, 2023.

**Note 3. Reserve Accounts**

*Capital Reserve*

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 3. Reserve Accounts (Continued)**

*Capital Reserve (continued)*

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

The activity of the capital reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

Beginning Balance, July 1, 2022	\$	1,429,213
Increased by:		
Interest Earnings		13,119
Budgeted Increase		135,000
		1,577,332
Decreased by:		
Approved Withdrawals		(524,050)
Ending Balance, June 30, 2023	\$	1,053,282

*Emergency Reserve*

The School District established an emergency reserve account in the 2012-2013 school year for the accumulation of funds for use in accordance with *N.J.S.A. 18A: 7F-41c(1)* to finance unanticipated general fund expenditures.

The activity of the emergency reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

Beginning Balance, July 1, 2022	\$	50,600
Increased by:		
Interest Earnings		50
Ending Balance, June 30, 2023	\$	50,650

*Maintenance Reserve*

The School District established a maintenance reserve account in June of 2011 for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the School District’s approved Maintenance Plan (M-1). A School District may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. The balance in the account cannot at any time exceed four percent of the replacement cost of the School District’s school facilities for the current year.

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 3. Reserve Accounts (Continued)**

*Maintenance Reserve (continued)*

The activity of the maintenance reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

Beginning Balance, July 1, 2022	\$	547,248
Increased by:		
Interest Earnings		100
		547,348
Decreased by:		
Approved Withdrawals		(60,000)
Ending Balance, June 30, 2023	\$	487,348

*Unemployment Reserve*

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

The activity of the unemployment reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

Beginning Balance, July 1, 2022	\$	417,326
Increased by:		
Interest Earnings		5,818
Ending Balance, June 30, 2023	\$	423,144

**Note 4. Accounts Receivable**

Accounts receivable at June 30, 2023 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state and federal programs, the current fiscal year guarantee of federal funds and the budgetary control of New Jersey governmental entities. Accounts receivable in the School District's governmental and business-type activities as of June 30, 2023, consisted of the following:

<b>Description:</b>	<b>Governmental Funds</b>			<b>Total Governmental Activities</b>
	<b>General Fund</b>	<b>Special Revenue Fund</b>	<b>Capital Projects Fund</b>	
Federal Awards	\$ 79,511	\$ 419,702	\$ -	\$ 499,213
State Awards	354,997	-	-	354,997
Other	316,447	-	-	316,447
Total	\$ 750,955	\$ 419,702	\$ -	\$ 1,170,657
			<b>Proprietary Funds</b>	<b>Total Business-Type Activities</b>
			<b>Food Service Fund</b>	
Federal Awards			\$ 15,696	\$ 15,696
State Awards			605	605
Total			\$ 50,451	\$ 50,451



**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 5. Capital Assets**

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

	<b>Governmental Activities</b>				
	<b>Balance July 1, 2022</b>	<b>Additions</b>	<b>Retirements and Transfers</b>	<b>Adjustments &amp; Reductions</b>	<b>Balance June 30, 2023</b>
Capital Assets not being Depreciated:					
Construction in Progress	\$ 122,873	\$ 1,409,199	\$ -	\$ -	\$ 1,532,072
Total Capital assets not being Depreciated	122,873	1,409,199	-	-	1,532,072
Capital Assets being Depreciated:					
Buildings and Site Improvements	51,123,463	1,634,840	(7,122)	-	52,751,181
Equipment and Vehicles	12,170,753	746,552	-	-	12,917,305
Total Capital Assets being Depreciated	63,294,216	2,381,392	(7,122)	-	65,668,486
Accumulated Depreciation:					
Buildings and Site Improvements	(32,910,835)	(1,147,888)	7,122	5,368	(34,046,233)
Equipment and Vehicles	(7,968,169)	(500,012)	-	-	(8,468,181)
Total Accumulated Depreciation	(40,879,004)	(1,647,900)	7,122	5,368	(42,514,414)
Total Capital Assets being Depreciated, Net	22,415,212	733,492	-	5,368	23,154,072
Total Governmental Activities Capital Assets, Net	\$ 22,538,085	\$ 2,142,691	\$ -	\$ 5,368	\$ 24,686,144
	<b>Business-Type Activities</b>				
	<b>Balance July 1, 2022</b>	<b>Additions</b>	<b>Retirements and Transfers</b>	<b>Adjustments &amp; Reductions</b>	<b>Balance June 30, 2023</b>
Equipment	\$ 515,847	\$ 109,776	\$ -	\$ -	\$ 625,623
Total Capital Assets being Depreciated	515,847	109,776	-	-	625,623
Accumulated Depreciation:					
Equipment	(328,846)	(25,257)	-	-	(354,103)
Total Capital Assets being Depreciated, Net	(328,846)	(25,257)	-	-	(354,103)
Total Business-Type Activities Capital Assets, Net	\$ 187,001	\$ 84,519	\$ -	\$ -	\$ 271,520

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 5. Capital Assets (Continued)**

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

**Governmental Activities:**

Instruction:			
Regular Instruction	\$		538,369
Special Education Instruction			227,740
Other Instruction			82,395
Support Services:			
Tuition			55,534
Student & Instruction Related Services			278,330
General Administrative			38,231
School Administrative Services			56,029
Central Services			23,071
Administrative Info. Technology			15,490
Plant Operations & Maintenance			173,853
Pupil Transportation			158,858
Total Depreciation Expense - Governmental Activities	\$		1,647,900

**Note 6. Interfund Receivables, Payables and Transfers**

Individual fund receivables/payables balances at June 30, 2023 are as follows:

<b>Fund:</b>	<b>Interfund Receivables</b>	<b>Interfund Payables</b>
General Fund	\$ 243,689	\$ -
Special Revenue Fund	-	358
Capital Projects Fund	-	768
Enterprise Fund	-	242,563
Total	\$ 243,689	\$ 243,689

**Note 7. Long-Term Obligations**

During the fiscal year-ended June 30, 2023 the following changes occurred in long-term obligations for the governmental and business-type activities:

	<b>Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance</b>	<b>Due Within One Year</b>
<b>Governmental Activities:</b>					
Lease Obligations	\$ 3,460,543	\$ 48,901	\$ 389,314	\$ 3,120,130	\$ 290,930
Financed Purchases Payable	-	2,130,252	-	2,130,252	-
Compensated Absences	856,445	533,231	-	1,389,676	-
Net Pension Liability	8,766,794	7,134,673	4,232,352	11,669,115	-
Total	\$ 13,083,782	\$ 9,847,057	\$ 4,621,666	\$ 18,309,173	\$ 290,930

For governmental activities compensated absences, financed purchases, lease obligations, and the net pension liability are liquidated by the general fund.

**Bonds Authorized but not Issued**

As of June 30, 2023, the School District had no bonds authorized but not issued.

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 7. Long-Term Obligations (Continued)**

**Lease Obligations**

The School District has entered into agreements to lease certain equipment and site improvements. The lease agreements qualify as other than short-term leases under GASB 87, which was implemented as of June 30, 2022 and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

The School District executed two agreements on September 26, 2017 and April 20, 2018 to lease office equipment that requires monthly payments of \$279 and \$731, respectively. There are no variable payment components of the leases. The lease liabilities are measured at an implied discount rate of 2.65%. As a result of the leases, the School District has recorded right to use assets with a net book value of \$821 and \$5,715 at June 30, 2022. The right to use assets are discussed in more detail in Note 20.

The School District executed two agreements on August 22, 2019 and October 26, 2019 to lease office equipment that requires monthly payments of \$216 and \$345, respectively. There are no variable payment components of the leases. The lease liabilities are measured at an implied discount rate of 2.65%. As a result of the leases, the School District has recorded right to use assets with a net book value of \$5,592 and \$9,572 at June 30, 2022. The right to use assets are discussed in more detail in Note 20.

The School District executed an agreement on April 13, 2018 to lease telephone equipment that requires annual payments of \$18,420. There are no variable payment components of the lease. The lease liability is measured at an explicit discount rate of 3.28%. As a result of the lease, the School District has recorded a right to use asset with a net book value of \$18,128 at June 30, 2022. The right to use asset is discussed in more detail in Note 20.

The School District executed an agreement on August 1, 2019 to lease school buses that requires annual payments of \$126,775. There are no variable payment components of the lease. The lease liability is measured at an explicit discount rate of 2.27%. As a result of the lease, the School District has recorded a right to use asset with a net book value of \$247,963 at June 30, 2022. The right to use asset is discussed in more detail in Note 20.

The School District executed an agreement on September 1, 2019 to lease stadium lighting that requires annual payments of \$93,150. There are no variable payment components of the lease. The lease liability is measured at an explicit discount rate of 3.111%. As a result of the lease, the School District has recorded a right to use asset with a net book value of \$91,744 at June 30, 2022. The right to use asset is discussed in more detail in Note 20.

The School District executed an agreement on April 15, 2020 for energy savings improvement program that requires annual payments ranging from \$171,920 to \$234,350. There are no variable payment components of the lease. The lease liability is measured at an explicit discount rate of 1.875%. As a result of the lease, the School District has recorded a right to use asset with a net book value of \$2,952,250 at June 30, 2022. The right to use asset is discussed in more detail in Note 20.

The School District executed an agreement on July 2, 2021 to lease office equipment that requires monthly payments of \$1,900. There are no variable payment components of the lease. The lease liability is measured at an implied discount rate of 2.65%. As a result of the lease, the School District has recorded a right to use asset with a net book value of \$97,822 at June 30, 2022. The right to use asset is discussed in more detail in Note 20.

The School District executed an agreement on July 2, 2021 to lease office equipment that requires monthly payments of \$1,900. There are no variable payment components of the lease. The lease liability is measured at an implied discount rate of 2.65%. As a result of the lease, the School District has recorded a right to use asset with a net book value of \$97,822 at June 30, 2022. The right to use asset is discussed in more detail in Note 20.

The School District executed an agreement on June 26, 2023 to lease office equipment that requires monthly payments of \$869. There are no variable payment components of the lease. The lease liability is measured at an implied discount rate of 2.65%. As a result of the lease, the School District has recorded a right to use asset with a net book value of \$48,901 at June 30, 2023. The right to use asset is discussed in more detail in Note 20.

The following is a schedule of the remaining future minimum lease payments under these capital leases and the present value of the net minimum lease payments at June 30, 2023:

<b>Fiscal Year Ending</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
<b>June 30,</b>			
2024	\$ 290,930	\$ 59,231	\$ 350,161
2025	167,948	53,423	221,371
2026	155,099	50,054	205,153
2027	154,395	46,934	201,329
2028	145,920	44,071	189,991
2029-2033	782,894	178,624	961,518
2034-2038	972,050	98,531	1,070,581
2039-2040	450,894	12,767	463,661
<b>Total</b>	<b>\$ 3,120,130</b>	<b>\$ 543,635</b>	<b>\$ 3,663,765</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 8. Pension Plans**

**A. Public Employees' Retirement System (PERS)**

**Plan Description** - The State of New Jersey (the State), Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Annual Comprehensive Financial Report (ACFR) which can be found at <http://www.nj.gov/treasury/pensions/financial-reports.shtml>.

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

The following represents the membership tiers for PERS:

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

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

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 8. Pension Plans (Continued)**

**Pension Liability, Pension (Credit)/Expense and Deferred Outflows/Inflows of Resources** - At June 30, 2023, the School District reported a liability of \$11,669,115 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2021, to the measurement date of June 30, 2022. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2022. The School District's proportion measured as of June 30, 2022, was 0.07732307%, which was an increase of 0.00331983% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the School District recognized full accrual pension credit of (\$282,193) in the government-wide financial statements. This pension credit was based on the pension plans June 30, 2022 measurement date. At June 30, 2023 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between Expected and Actual Experience	\$ 84,222	\$ 74,272
Changes of Assumptions	36,155	1,747,329
Net Difference between Projected and Actual Earnings on Pension Plan Investments	482,974	-
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	1,320,316	-
School District contributions subsequent to measurement date	949,699	-
	\$ 2,873,366	\$ 1,821,601

\$949,699 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2022-2023 total salaries for PERS employees multiplied by an employer pension contribution rate of 15.98%. The payable is due on April 1, 2024 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 8. Pension Plans (Continued)**

<u>Year Ending June 30,</u>		
2024	\$	(736,902)
2025		(245,895)
2026		15,366
2027		806,625
2028		262,872
	<u>\$</u>	<u>102,066</u>

**Special Funding Situation** – Under *N.J.S.A. 43:15A-15*, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001.

The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability to report in the financial statements of the local participating employers related to this legislation.

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 collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employers 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.

The School District's special funding allocation pension (credit)/expense for the year ended June 30, 2023 totaled \$24,552.

**Actuarial Assumptions** – 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 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%

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 8. Pension Plans (Continued)**

**Actuarial Assumptions (continued)**

Mortality Rate of Return:  
PERS Pub-2010 General Below-Median Income Employee mortality table  
with fully generational mortality improvement projections  
from the central year using Scale MP-2021

Period of Actuarial Experience  
Study upon which Actuarial  
Assumptions were Based July 1, 2018 - June 30, 2021

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

The actuarial assumptions used in the July 1, 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. 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:

<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 Markets Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
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%

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 8. Pension Plans (Continued)**

**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 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make 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 School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate** - The following presents the School District's proportionate share of the net pension liability as of June 30, 2022, calculated using the discount rate of 7.00% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<b>At 1% Decrease (6.00%)</b>	<b>At Current Discount Rate (7.00%)</b>	<b>At 1% Increase (8.00%)</b>
School District's Proportionate Share of the Net Pension Liability	\$ 15,118,356	\$ 11,669,115	\$ 8,916,602

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

	<b>6/30/2022</b>	<b>6/30/2021</b>
Collective Deferred Outflows of Resources	\$ 1,660,772,008	\$ 1,164,738,169
Collective Deferred Inflows of Resources	3,236,303,935	8,339,123,762
Collective Net Pension Liability	15,219,184,920	11,972,782,878
School District's portion	0.07732307%	0.07400324%



**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 8. Pension Plans (Continued)**

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

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

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

The following represents the membership tiers for TPAF:

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

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

**Contributions** - The contribution policy for TPAF is set by *N.J.S.A. 18A:66* and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.5% in State fiscal year 2018. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2022, the State's pension contribution was more than the actuarial determined amount.

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 8. Pension Plans (Continued)**

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

**Pension Liability and Pension Expense** - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2022 was \$5,842,793. The School District's proportionate share was \$0.

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

**Pension Liability and Pension Expense** - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2022 was \$72,028,053. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2022, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.1396043585%, which was an increase of 0.0007513778% from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the State recognized a pension expense in the amount of \$1,938,476 for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2022 measurement date.

**Actuarial Assumptions** – 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:

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 8. Pension Plans (Continued)**

**Actuarial Assumption (continued)**

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

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 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. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S. Developed Markets Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
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%

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 8. Pension Plans (Continued)**

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

**Sensitivity of the of the Net Pension Liability to Changes in the Discount Rate** – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 7.00% as well as what the State's proportionate share of the net pension liability, attributable to the School District's would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<b>At 1% Decrease (6.00%)</b>	<b>At Current Discount Rate (7.00%)</b>	<b>At 1% Increase (8.00%)</b>
State's Proportionate Share of Net Pension Liability Associated with the School District	\$ 84,454,423	\$ 72,028,053	\$ 61,560,398

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

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

	<b>6/30/2022</b>	<b>6/30/2021</b>
Collective Deferred Outflows of Resources	\$ 5,004,259,312	\$ 6,373,530,834
Collective Deferred Inflows of Resources	19,682,774,794	27,363,906
Collective Net Pension Liability	51,676,587,303	48,165,991,182
School District's portion	0.1396000%	0.1388500%

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 8. Pension Plans (Continued)**

**C. Defined Contribution Retirement Plan (DCRP)**

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

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in PERS or TPAF on or after July 1, 2007, who earn salary in excess of established “maximum compensation” limits;
- Employees enrolled in the Police and Firemen’s Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established “maximum compensation” limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2018 is \$8,300 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees.

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

For the year ended June 30, 2023, employee contributions totaled \$38,046, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$28,016.

**Note 9. Other Post-Retirement Benefits (OPEB)**

**General Information about the Other Postemployment Benefits (OPEB) Plan**

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 9. Other Post-Retirement Benefits (OPEB) (continued)**

**General Information about the Other Postemployment Benefits (OPEB) Plan (continued)**

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

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

**Basis of Presentation**

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

**Total Nonemployer OPEB Liability**

The total nonemployer OPEB liability as of June 30, 2022 was determined by an actuarial valuation as of June 30, 2021, which 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:

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 9. Other Post-Retirement Benefits (OPEB) (continued)**

**Total Nonemployer OPEB Liability (continued)**

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

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

**OPEB Obligation and OPEB Expense** - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2022 was \$81,883,241. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2022, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2022, the State proportionate share of the OPEB Obligation attributable to the School District was 0.161676%, which was an increase of 0.002616% from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the State of New Jersey recognized an OPEB expense in the amount of \$2,634,479 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2022 measurement date.

**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, 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%.

**Discount Rate**

The discount rate used to measure the total OPEB liability 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.

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 9. Other Post-Retirement Benefits (OPEB) (continued)**

**Sensitivity of Total Nonemployer OPEB Liability to Changes in Discount Rate:**

The following presents the total nonemployer OPEB liability as of June 30, 2022 calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<b>June 30, 2022</b>		
	<b>At 1% Decrease (2.54%)</b>	<b>At Discount Rate (3.54%)</b>	<b>At 1% Increase (4.54%)</b>
State's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 96,245,136	\$ 81,883,241	\$ 70,372,900
State's Total Nonemployer OPEB Liability	\$ 59,529,589,697	\$ 50,646,462,966	\$ 43,527,080,995

**Sensitivity of Total Nonemployer OPEB Liability to Changes in the Healthcare Trend Rate:**

The following presents the total nonemployer OPEB liability as of June 30, 2022, respectively, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<b>June 30, 2022</b>		
	<b>1% Decrease</b>	<b>Healthcare Cost Trend Rate *</b>	<b>1% Increase</b>
State's Proportionate Share of Obligations Associated with the School District	\$ 67,681,503	\$ 81,883,241	\$ 100,538,085
State's Total Nonemployer OPEB Liability	\$ 41,862,397,291	\$ 50,646,462,966	\$ 62,184,866,635

**Additional Information**

Collective balances of the Local Group at June 30, 2022 are as follows:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Change in Assumptions	\$ 9,042,402,619	\$ (15,462,950,679)
Contributions Made in Fiscal Year	8,765,620,577	(17,237,289,230)
Year Ending June 30, 2022 After Measurement Date **	TBD	N/A
	<u>\$ 17,808,023,196</u>	<u>\$ (32,700,239,909)</u>



**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 9. Other Post-Retirement Benefits (OPEB) (continued)**

**Additional Information (continued):**

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

<b>Fiscal Year Ending June 30,</b>	
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><u>\$ (14,892,216,713)</u></u>

\*\* Employer Contributions made after June 30, 2023 are reported as a deferred outflow of resources, but are not amortized in expense.

**Plan Membership**

At June 30, 2021, the Program membership consisted of the following:

Active Plan Members	213,148
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	<u>151,669</u>
	<u><u>364,817</u></u>

**Changes in the Total OPEB Liability**

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2023 (measurement date June 30, 2022) is as follows:

<b>Total OPEB Liability</b>	
Service Cost	\$ 2,770,618,025
Interest Cost	1,342,187,139
Difference Between Expected and Actual Experiences	1,399,200,736
Changes of Assumptions	(13,586,368,097)
Contributions: Member	42,650,252
Gross Benefit Payments	<u>(1,329,476,059)</u>
Net Change in Total OPEB Liability	(9,361,188,004)
Total OPEB Liability (Beginning)	<u>60,007,650,970</u>
Total OPEB Liability (Ending)	<u><u>\$ 50,646,462,966</u></u>
Total Covered Employee Payroll	\$ 14,753,355,408
Net OPEB Liability as a Percentage of Payroll	343%

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

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

As previously mentioned, the School District receives on-behalf payments from the State for normal costs and post-retirement medical costs related to the TPAF pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2023, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$5,857,886, \$1,310,207, \$1,538,852, and \$1,810, respectively.

**Note 11. Risk Management**

The School 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.

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

Fiscal Year Ended June 30,	Ending Balance				
	Contributions	Interest Earned	Amount Reimbursed	Restricted for:	
				Unemployment Reserve	Unemployment Liability
2023	\$ 63,033	\$ 5,818	\$ 50,481	\$ 423,144	\$ 43,746
2022	18,574	472	-	417,326	31,194
2021	226,505	418	213,885	416,854	12,620

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

**Note 12. Contingencies**

**State and Federal Grantor Agencies** - The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2023 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 12. Contingencies (Continued)**

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

**Note 13. Deferred Compensation**

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

Ameriprise Financial	AXA Equitable	Lincoln Investment Planning, Inc.
MET Life Insurance	Oppenheimer Fund	Paul Revere Life Insurance
	Union Central Life Insurance	

**Note 14. Compensated Absences**

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2023, the liability for compensated absences reported was \$1,389,676.

**Note 15. Tax Abatements**

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 15. Tax Abatements (Continued)**

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

**Note 16. Fund Balances**

**General Fund** – Of the \$3,226,908 General Fund fund balance at June 30, 2023, \$1,053,282 has been restricted for the Capital Reserve Account; \$487,348 has been restricted for the Maintenance Reserve Account; \$50,650 has been restricted for the Emergency Reserve Account; \$423,144 has been restricted for the Unemployment Reserve Account; \$175,000 is assigned - designated for subsequent year's expenditures; \$624,476 has been assigned to other purposes; and \$392,803 has been unassigned.

**Special Revenue Fund** – Of the \$358,831 Special Revenue Fund fund balance at June 30, 2023, \$329,668 is restricted for Student Activities and \$29,163 is restricted for Scholarships.

**Capital Projects Fund** – Of the \$252,865 Capital Projects Fund fund balance at June 30, 2023, all is restricted for future capital projects approved by the School District.

**Note 17. Deficit in Net Position**

**Governmental Activities**

Unrestricted Net Position – The School District governmental activities had a deficit in unrestricted net position in the amount of (\$11,837,878) at June 30, 2023. The primary causes of this deficit is the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the PERS as of June 30, 2023. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

**Note 18. Commitments**

The District has contractual commitments at June 30, 2023 to various vendors, which are recorded in the General Fund as Fund Balance Assigned to Other Purposes in the amount of \$624,476 and \$252,865 in the Capital Projects Fund included in Restricted Fund Balance.

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 19. Right to Use Leased Assets**

The School District has recorded right to use leased assets. The assets are right to use assets for leased equipment, vehicles and building improvements. The related leases are discussed in the Note 7. The right to use leased assets are amortized on a straight-line basis over the terms of the related leases.

Right to use leased asset activity for the year ended June 30, 2023 was as follows:

	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
Right to Use Leased Assets:				
Site Improvements	\$ 3,116,264	\$ -	\$ -	\$ 3,116,264
Equipment and Vehicles	736,499	48,901	-	785,400
Total Right to Use Leased Assets	<u>3,852,763</u>	<u>48,901</u>	<u>-</u>	<u>3,901,664</u>
Accumulated Amortization:				
Site Improvements	(164,014)	(164,014)	-	(328,028)
Equipment and Vehicles	(259,142)	(267,796)	-	(526,938)
Total Accumulated Amortization	<u>(423,156)</u>	<u>(431,810)</u>	<u>-</u>	<u>(854,966)</u>
Right to Use Leased Assets, Net	<u>\$ 3,429,607</u>	<u>\$ (382,909)</u>	<u>\$ -</u>	<u>\$ 3,046,698</u>

**Note 20. Financed Purchases Payable**

The School District has a financed purchase agreement for school buses and fire prevention system valued at \$2,130,252. The following is a schedule of the remaining future minimum financed purchase payments, and the present value of the net minimum financed purchase payments at June 30, 2023:

<b>Fiscal Year Ending June 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2025	\$ 501,085	\$ 98,915	\$ 600,000
2026	785,159	64,841	850,000
2027	844,008	33,591	877,599
Total	<u>\$ 2,130,252</u>	<u>\$ 197,347</u>	<u>\$ 2,327,599</u>

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**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

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### **C. Budgetary Comparison Schedules**

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**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023**

ACCOUNT NUMBERS	JUNE 30, 2023				VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
Local Sources:					
Local Tax Levy	\$ 36,550,272	\$ -	\$ 36,550,272	\$ 36,550,272	\$ -
Tuition From Other LEAs Within State	125,000	-	125,000	343,788	218,788
Transportation Fees From Other LEAs	375,000	-	375,000	435,055	60,055
Rents and Royalties	45,000	-	45,000	47,843	2,843
Unrestricted Miscellaneous Revenues	194,545	-	194,545	613,631	419,086
Interest Earned on Emergency Reserve	50	-	50	50	-
Interest Earned on Maintenance Reserve	100	-	100	100	-
Interest Earned on Capital Reserve Funds	100	-	100	13,020	12,920
<b>Total Local Sources</b>	<b>37,290,067</b>	<b>-</b>	<b>37,290,067</b>	<b>38,003,759</b>	<b>713,692</b>
State Sources:					
School Choice Aid	1,422,078	-	1,422,078	1,422,078	-
Categorical Transportation Aid	1,325,310	-	1,325,310	1,325,310	-
Extraordinary Aid	250,000	-	250,000	277,752	27,752
Categorical Special Education Aid	2,311,580	-	2,311,580	2,311,580	-
Categorical Security Aid	295,909	-	295,909	295,909	-
Adjustment Aid	55,587	-	55,587	55,587	-
Lead Based Testing	-	-	-	3,165	3,165
Other State Aids	-	-	-	13,259	13,259
Nonbudgeted:					
TPAF Pension (on-behalf)	-	-	-	5,857,886	5,857,886
TPAF Social Security (reimbursed)	-	-	-	1,310,207	1,310,207
TPAF Post Retirement Medical Benefits (on-behalf)	-	-	-	1,538,852	1,538,852
TPAF Long-Term Disability Insurance (on-behalf)	-	-	-	1,810	1,810
<b>Total State Sources</b>	<b>5,660,464</b>	<b>-</b>	<b>5,660,464</b>	<b>14,413,395</b>	<b>8,752,931</b>
Federal Sources:					
Medicaid Reimbursement	47,047	-	47,047	58,036	10,989
<b>Total Federal Sources</b>	<b>47,047</b>	<b>-</b>	<b>47,047</b>	<b>58,036</b>	<b>10,989</b>
<b>Total Revenues</b>	<b>42,997,578</b>	<b>-</b>	<b>42,997,578</b>	<b>52,475,190</b>	<b>9,477,612</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Current Expense:					
Regular Programs - Instruction:					
Grades 6-8 - Salaries of Teachers	11-130-100-101	3,890,473	(367,617)	3,522,856	23
Grades 9-12 - Salaries of Teachers	11-140-100-101	5,742,388	770,982	6,513,370	-
Regular Programs - Home Instruction:					
Salaries of Teachers	11-150-100-101	90,000	(7,987)	82,013	-
Purchased Professional - Educational Services	11-150-100-320	27,000	3,306	30,306	770
Other Purchased Services (400-500 Series)	11-150-100-500	1,002	2,299	3,301	87
Regular Programs - Undistributed Instruction:					
Purchased Technical Services	11-190-100-340	21,062	(240)	20,822	1
Other Purchased Services	11-190-100-500	34,000	11,713	45,713	1
General Supplies	11-190-100-610	379,826	(43,419)	336,407	6,380
Textbooks	11-190-100-640	92,000	(39,762)	52,238	1,816
Other Objects	11-190-100-800	5,000	(2,961)	2,039	1
<b>Total Regular Programs - Instruction</b>		<b>10,282,751</b>	<b>326,314</b>	<b>10,609,065</b>	<b>9,079</b>
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	11-204-100-101	1,028,001	(257,000)	771,001	-
Other Salaries for Instruction	11-204-100-106	132,179	49,000	181,179	1,494
General Supplies	11-204-100-610	5,200	-	5,200	74
Textbooks	11-204-100-640	2,000	-	2,000	181
<b>Total Learning and/or Language Disabilities</b>		<b>1,167,380</b>	<b>(208,000)</b>	<b>959,380</b>	<b>1,749</b>
Special Education - Instruction:					
Behavioral Disabilities:					
Salaries of Teachers	11-209-100-101	188,826	70,500	259,326	580
Other Salaries for Instruction	11-209-100-106	93,808	(37,200)	56,608	44
General Supplies	11-209-100-610	3,300	-	3,300	566
<b>Total Behavioral Disabilities</b>		<b>285,934</b>	<b>33,300</b>	<b>319,234</b>	<b>1,190</b>
Special Education - Instruction:					
Multiple Disabilities:					
Salaries of Teachers	11-212-100-101	229,130	63,300	292,430	47
Other Salaries for Instruction	11-212-100-106	62,697	73,042	135,739	1
General Supplies	11-212-100-610	3,000	(1,000)	2,000	99
Other Objects	11-212-100-800	2,200	-	2,200	132
<b>Total Multiple Disabilities</b>		<b>297,027</b>	<b>135,342</b>	<b>432,369</b>	<b>279</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Special Education - Instruction: Resource Room/Resource Center:					
Salaries of Teachers	11-213-100-101	1,850,019	147,452	1,997,471	-
Other Salaries	11-213-100-106	847,844	72,288	920,132	1
General Supplies	11-213-100-610	27,000	(4,011)	22,989	411
<b>Total Resource Room/Resource Center</b>		<b>2,724,863</b>	<b>215,729</b>	<b>2,940,592</b>	<b>412</b>
Special Education - Instruction: Autism:					
Salaries of Teachers	11-214-100-101	169,617	6,066	175,683	-
Other Salaries for Instruction	11-214-100-106	91,743	(23,000)	68,743	842
Other Purchased Services	11-214-100-500	2,000	-	2,000	110
General Supplies	11-214-100-610	5,100	-	5,100	674
<b>Total Autism</b>		<b>268,460</b>	<b>(16,934)</b>	<b>251,526</b>	<b>1,626</b>
Special Education - Instruction: Home Instruction:					
Salaries of Teachers	11-219-100-101	140,000	21,478	161,478	-
Purchased Professional - Educational Services	11-219-100-320	30,600	(17,269)	13,331	1
Other Purchased Services	11-219-100-500	1,000	2,500	3,500	21
<b>Total Home Instruction</b>		<b>171,600</b>	<b>6,709</b>	<b>178,309</b>	<b>22</b>
<b>Total Special Education - Instruction</b>		<b>4,915,264</b>	<b>166,146</b>	<b>5,081,410</b>	<b>5,278</b>
Basic Skills/Remedial - Instruction: Salaries of Teachers	11-230-100-101	73,213	(73,000)	213	213
<b>Total Basic Skills/Remedial - Instruction</b>		<b>73,213</b>	<b>(73,000)</b>	<b>213</b>	<b>213</b>
Bilingual Education - Instruction: Salaries of Teachers	11-240-100-101	65,579	1,834	67,413	-
<b>Total Bilingual Education - Instruction</b>		<b>65,579</b>	<b>1,834</b>	<b>67,413</b>	<b>-</b>
Vocational Education - Instruction: Salaries of Teachers	11-301-100-101	194,000	34,000	228,000	658
General Supplies	11-301-100-610	2,000	3,832	5,832	776
<b>Total Vocational Education - Instruction</b>		<b>196,000</b>	<b>37,832</b>	<b>233,832</b>	<b>1,434</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
School-Sponsored Cocurricular/Extra					
Curricular Activities - Instruction:					
Salaries	11-401-100-100	200,000	23,545	223,545	-
Purchased Services	11-401-100-500	3,000	-	3,000	480
Supplies and Materials	11-401-100-600	36,800	(6,280)	30,520	983
Other Objects	11-401-100-800	11,000	2,000	13,000	214
Transfers to Cover Deficit (Agency Funds)	11-401-100-930	10,000	3,498	13,498	1
<b>Total School-Sponsored Cocurricular/Extra</b>		<b>260,800</b>	<b>22,763</b>	<b>283,563</b>	<b>1,678</b>
Curricular Activities - Instruction					
School-Sponsored Athletics - Instruction:					
Salaries	11-402-100-100	796,433	9,320	805,753	115
Other Purchased Services (300 - 500 Series)	11-402-100-500	186,500	(7,666)	178,834	841
Supplies and Materials	11-402-100-600	135,412	16,229	151,641	726
Other Objects	11-402-100-800	10,000	-	10,000	222
Transfers to Cover Deficit	11-402-100-930	105,000	6,000	111,000	-
<b>Total School-Sponsored Athletics - Instruction</b>		<b>1,233,345</b>	<b>23,883</b>	<b>1,257,228</b>	<b>1,904</b>
Undistributed Expenditures - Instruction (Tuition):					
Tuition to Other LEAs Within State - Regular	11-000-100-561	95,500	(33,570)	61,930	10,539
Tuition to Other LEAs Within State - Special	11-000-100-562	50,000	(41,400)	8,600	7,894
Tuition to County Vocational School - Regular	11-000-100-563	108,000	12,400	120,400	4,135
Tuition to County Vocational School - Special	11-000-100-564	64,000	-	64,000	2,840
Tuition to County Special Services & Regular Day Schools	11-000-100-565	290,000	(153,500)	136,500	1,447
Tuition to Private School Disabled - Within State	11-000-100-566	775,000	(6,800)	768,200	15,366
Tuition - State Facilities	11-000-100-568	4,500	-	4,500	-
Tuition - Other	11-000-100-569	150,000	(34,800)	115,200	967
<b>Total Undistributed Expenditures - Instruction (Tuition)</b>		<b>1,537,000</b>	<b>(257,670)</b>	<b>1,279,330</b>	<b>43,188</b>
Undistributed Expenditures Attendance and Social Work:					
Salaries	11-000-211-100	204,606	(2,400)	202,206	99
Purchased Professional and Technical Services	11-000-211-300	-	3,500	3,500	-
Supplies and Materials	11-000-211-600	1,200	-	1,200	1,200
Other Objects	11-000-211-800	1,300	(1,000)	300	300
<b>Total Undistributed Expenditures Attendance and Social Work</b>		<b>207,106</b>	<b>100</b>	<b>207,206</b>	<b>1,599</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures - Health Services:					
Salaries	11-000-213-100	281,534	57,300	338,834	51
Purchased Professional & Technical Services	11-000-213-300	20,960	8,040	29,000	527
Supplies and Materials	11-000-213-600	13,000	(5,840)	7,160	120
<b>Total Undistributed Expenditures - Health Services</b>		<b>315,494</b>	<b>59,500</b>	<b>374,994</b>	<b>698</b>
Undistributed Expenditures - Speech, OT, PT and Related Services:					
Salaries	11-000-216-100	210,114	1,900	212,014	11
Purchased Professional - Educational Services	11-000-216-320	201,664	(34,342)	167,322	2,712
Supplies and Materials	11-000-216-600	600	-	600	303
<b>Total Undistributed Expenditures - Speech, OT, PT and Related Services</b>		<b>412,378</b>	<b>(32,442)</b>	<b>379,936</b>	<b>3,020</b>
Undistributed Expenditures - Other Support Services - Extra Services:					
Salaries	11-000-217-100	516,367	(155,969)	360,398	1
<b>Total Undistributed Expenditures - Other Support Services - Extra Services</b>		<b>516,367</b>	<b>(155,969)</b>	<b>360,398</b>	<b>1</b>
Undistributed Expenditures - Guidance:					
Salaries of Other Professional Staff	11-000-218-104	601,891	34,611	636,502	1
Salaries of Secretaries & Clerical Assistants	11-000-218-105	228,040	(27,000)	201,040	197
Other Purchased Professional and Technical Services	11-000-218-390	43,500	7,100	50,600	5
Other Purchased Services	11-000-218-500	2,000	-	2,000	468
Supplies and Materials	11-000-218-600	14,465	(4,900)	9,565	1,805
Other Objects	11-000-218-800	10,775	(6,500)	4,275	1,555
<b>Total Undistributed Expenditures - Guidance</b>		<b>900,671</b>	<b>3,311</b>	<b>903,982</b>	<b>5,095</b>
Undistributed Expenditures - Child Study Teams:					
Salaries of Other Professional Staff	11-000-219-104	671,895	(8,000)	663,895	1,308
Salaries of Secretaries & Clerical Assistants	11-000-219-105	146,195	39,697	185,892	354
Other Purchased Services	11-000-219-500	1,200	-	1,200	277
Supplies and Materials	11-000-219-600	22,092	(1,334)	20,758	417
Other Objects	11-000-219-800	7,000	-	7,000	1,358
<b>Total Undistributed Expenditures - Child Study Teams</b>		<b>848,382</b>	<b>30,363</b>	<b>878,745</b>	<b>3,714</b>

CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023

	ACCOUNT NUMBERS	JUNE 30, 2023			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures - Improvement of Instruction Services:					
Salaries of Supervisors of Instruction	11-000-221-102	864,663	4,500	869,163	21
Salaries of Sec. and Clerical Assist.	11-000-221-105	200,540	(4,300)	196,240	7
Other Salaries	11-000-221-110	-	1,800	1,800	-
Supplies and Materials	11-000-221-600	3,000	-	3,000	867
Other Objects	11-000-221-800	4,000	1,800	5,800	278
<b>Total Undistributed Expenditures - Improvement of Instruction Services</b>		<b>1,072,203</b>	<b>3,800</b>	<b>1,076,003</b>	<b>1,173</b>
Undistributed Expenditures - Educational Media Services/Library:					
Salaries	11-000-222-100	154,851	(6,000)	148,851	154
Salaries of Technology Coordinators	11-000-222-177	55,994	(6,900)	49,094	21
Purchased Professional and Technical Services	11-000-222-300	15,000	2,900	17,900	2,112
Other Purchased Services	11-000-222-500	2,500	(1,500)	1,000	1,000
Supplies and Materials	11-000-222-600	65,622	(25,900)	39,722	3,243
<b>Total Undistributed Expenditures - Educational Media Services/Library</b>		<b>293,967</b>	<b>(37,400)</b>	<b>256,567</b>	<b>6,530</b>
Undistributed Expenditures - Instructional Staff Training Services:					
Other Purchased Prof. and Tech. Services	11-000-223-390	7,000	(200)	6,800	22
Other Purchased Services	11-000-223-500	5,000	-	5,000	400
Supplies and Materials	11-000-223-600	500	(300)	200	200
Other Objects	11-000-223-800	2,000	500	2,500	-
<b>Total Undistributed Expenditures - Instructional Staff Training Services</b>		<b>14,500</b>	<b>-</b>	<b>14,500</b>	<b>622</b>



**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures -					
Support Services - General Administration:					
Salaries	11-000-230-100	302,210	64,000	366,210	363,175
Salaries - Governance Staff	11-000-230-109	3,000	-	3,000	3,000
Unused Vacation Payments	11-000-230-199	-	15,028	15,028	15,027
Legal Services	11-000-230-331	160,000	52,000	212,000	201,277
Audit Fees	11-000-230-332	36,500	375	36,875	34,374
Architectural/Engineering Services	11-000-230-334	5,000	-	5,000	3,012
Purchased Technical Services	11-000-230-340	7,500	4,100	11,600	11,568
Communications/Telephone	11-000-230-530	100,900	(17,475)	83,425	74,937
BOE Other Purchased Professional Services	11-000-230-585	5,000	-	5,000	4,799
Other Purchased Services	11-000-230-590	141,925	(40,228)	101,697	101,259
General Supplies	11-000-230-610	16,000	1,500	17,500	17,403
Miscellaneous Expenditures	11-000-230-890	5,000	500	5,500	5,457
BOE Membership Dues and Fees	11-000-230-895	18,000	-	18,000	17,732
<b>Total Undistributed Expenditures -</b>		<b>801,035</b>	<b>79,800</b>	<b>880,835</b>	<b>853,020</b>
Support Services - General Administration					<b>27,815</b>
Undistributed Expenditures -					
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	11-000-240-103	904,260	11,422	915,682	915,681
Salaries of Secretaries & Clerical Assistants	11-000-240-105	261,625	(40,475)	221,150	221,021
Other Salaries	11-000-240-110	14,000	(1,083)	12,917	12,831
Other Purchased Services	11-000-240-500	750	-	750	525
Supplies and Materials	11-000-240-600	89,930	(576)	89,354	87,066
Other Objects	11-000-240-800	12,600	3,500	16,100	12,379
<b>Total Undistributed Expenditures -</b>		<b>1,283,165</b>	<b>(27,212)</b>	<b>1,255,953</b>	<b>1,249,503</b>
Support Services - School Administration					<b>6,450</b>
Undistributed Expenditures - Central Services:					
Salaries	11-000-251-100	456,615	(34,500)	422,115	418,228
Purchased Professional Services	11-000-251-330	62,385	6,900	69,285	66,784
Purchased Technical Services	11-000-251-335	-	18,000	18,000	17,763
Miscellaneous Purchased Services	11-000-251-592	3,500	(2,900)	600	392
Supplies and Materials	11-000-251-600	23,000	(10,600)	12,400	10,395
Miscellaneous Expenditures	11-000-251-890	2,000	-	2,000	1,215
<b>Total Undistributed Expenditures - Central Services</b>		<b>547,500</b>	<b>(23,100)</b>	<b>524,400</b>	<b>514,777</b>
<b>Total Undistributed Expenditures - General Administration</b>					<b>9,623</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures - Administrative Information Technology:					
Salaries	11-000-252-100	185,478	24,200	209,678	51
Purchased Technical Services	11-000-252-340	35,000	46,500	81,500	431
Other Purchased Services	11-000-252-500	6,000	3,300	9,300	452
Supplies and Materials	11-000-252-600	51,600	(6,500)	45,100	430
<b>Total Undistributed Expenditures - Administrative Information Technology</b>		<b>278,078</b>	<b>67,500</b>	<b>345,578</b>	<b>1,364</b>
Undistributed Expenditures - Required Maintenance for School Facilities:					
Salaries	11-000-261-100	422,210	(65,000)	357,210	3,006
Unused Vacation Payment to Staff	11-000-261-199	-	9,500	9,500	53
Cleaning, Repair & Maintenance Services	11-000-261-420	463,927	(805)	463,122	37,765
Lead Testing of Drinking Water	11-000-261-421	2,000	(2,000)	-	-
General Supplies	11-000-261-610	71,250	36,500	107,750	12,556
Other Objects	11-000-261-800	1,870	800	2,670	54
<b>Total Undistributed Expenditures - Required Maintenance for School Facilities</b>		<b>961,257</b>	<b>(21,005)</b>	<b>940,252</b>	<b>53,434</b>
Undistributed Expenditures - Custodial Services:					
Salaries	11-000-262-100	1,149,430	-	1,149,430	8,728
Purchased Professional and Technical Services	11-000-262-300	3,850	-	3,850	1,670
Cleaning, Repair & Maintenance Services	11-000-262-420	45,000	(3,000)	42,000	-
Lease Purchase Pymts- Energy Savings Impr Prog	11-000-262-444	182,482	-	182,482	-
Other Purchased Property Services	11-000-262-490	37,000	(300)	36,700	2,663
Insurance	11-000-262-520	151,000	5,000	156,000	40
General Supplies	11-000-262-610	58,687	28,800	87,487	1,377
Energy (Natural Gas)	11-000-262-621	160,000	72,000	232,000	863
Energy (Electricity)	11-000-262-622	400,000	(3,150)	396,850	2,839
<b>Total Undistributed Expenditures - Custodial Services</b>		<b>2,187,449</b>	<b>99,350</b>	<b>2,286,799</b>	<b>18,180</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023**

ACCOUNT NUMBERS	JUNE 30, 2023			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures - Care and Upkeep of Grounds:				
Salaries	238,720	50,000	288,720	288,365
Purchased Professional and Technical Services	48,500	14,920	63,420	59,007
Cleaning, Repair & Maintenance Services	21,000	61,100	82,100	81,254
General Supplies	70,000	17,000	87,000	85,071
Other Objects	1,500	1,530	3,030	3,029
				1
<b>Total Undistributed Expenditures - Care and Upkeep of Grounds</b>	<b>379,720</b>	<b>144,550</b>	<b>524,270</b>	<b>516,726</b>
Security:				
Salaries	45,000	59,000	104,000	103,680
Purchased Professional and Technical Services	80,970	19,500	100,470	97,554
<b>Total Security</b>	<b>125,970</b>	<b>78,500</b>	<b>204,470</b>	<b>201,234</b>
Undistributed Expenditures - Student Transportation Services:				
Salaries of Non-Instructional Aides	100,000	(10,200)	89,800	89,800
Salaries of Pupil Transportation (Between Home & School) - Regular	911,740	8,700	920,440	920,412
Sal for Pupil Trans (Bet Home & Sch)- Sp Ed	175,000	8,719	183,719	183,718
Sal for Pupil Trans (Other than Bet. Home & Sch)	200,000	27,793	227,793	227,792
Sal for Pupil Trans (Bet. H&S) - NonPublic Sch	30,000	-	30,000	29,332
Other Purchased Prof. and Technical Serv.	9,500	300	9,800	9,745
Cleaning, Repair and Maintenance Services	365,000	-	365,000	364,899
Lease Purchase Payments - School Buses	126,775	-	126,775	126,775
Contract Services - Aid in Lieu Payments - Non Public Schools	17,500	(7,500)	10,000	10,000
Contract Services (Between Home & School) - Vendors	275,000	5,000	280,000	279,169
Contract Services (Between Home & School) - Joint Agreement	10,000	38,100	48,100	46,886
Contract Serv.(Sp Ed Stds)-Joint Agrmnts	30,000	19,000	49,000	46,586
Contract Services (Special Education) - ESCs & CTSA's	540,000	179,500	719,500	695,942
Miscellaneous Purchased Services - Transportation	62,591	3,500	66,091	66,030
General Supplies	100,679	13,219	113,898	113,421
Transportation Supplies	400,000	(83,900)	316,100	301,190
Miscellaneous Expenditures	30,000	-	30,000	29,638
<b>Total Undistributed Expenditures - Student Transportation Services</b>	<b>3,383,785</b>	<b>202,231</b>	<b>3,586,016</b>	<b>3,541,335</b>
<b>Total Undistributed Expenditures</b>				<b>44,681</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Unallocated Benefits:					
Group Insurance	11-000-291-210	3,000	915	3,915	-
Social Security Contributions	11-000-291-220	750,000	15,000	765,000	335,695
Other Retirement Contributions - PERS	11-000-291-241	953,330	21,751	975,081	-
Pension Contributions	11-000-291-249	12,000	6,700	18,700	66
Workmen's Compensation	11-000-291-260	350,000	(1,293)	348,707	180
Health Benefits	11-000-291-270	5,371,605	(349,251)	5,022,354	423
Tuition Reimbursement	11-000-291-280	25,000	(5,915)	19,085	353
Other Employee Benefits	11-000-291-290	515,000	95,034	610,034	1,846
Unused Sick Payment to Staff	11-100-100-299	85,000	107,500	192,500	41
<b>Total Unallocated Benefits</b>		<b>8,064,935</b>	<b>(109,559)</b>	<b>7,955,376</b>	<b>338,604</b>
Nonbudgeted:					
TPAF Pension (on-behalf)		-	-	-	(5,857,886)
TPAF Social Security (reimbursed)		-	-	-	(1,310,207)
TPAF Post Retirement Medical Benefits (on-behalf)		-	-	-	(1,538,852)
TPAF Long-Term Disability Insurance (on-behalf)		-	-	-	(1,810)
<b>Total Undistributed Expenditures</b>		<b>24,130,962</b>	<b>104,648</b>	<b>24,235,610</b>	<b>(8,132,184)</b>
<b>Total Expenditures - Current Expense</b>		<b>41,157,914</b>	<b>610,420</b>	<b>41,768,334</b>	<b>(8,112,598)</b>
Interest Deposit to Capital Reserves	604-000	135,100	-	135,100	135,100
Interest Deposit to Maintenance Reserves	606-000	100	-	100	100
Interest Deposit to Emergency Reserves	606-000	50	-	50	50
Capital Outlay:					
Equipment:					
Behavioral Disabilities	12-209-100-730	-	329,075	329,075	1
Athletics Equipment	12-401-100-730	94,748	27,271	122,019	46
Undistributed Expenditures:					
Undistributed Expenditures - Instruction	12-000-100-730	148,102	42,400	190,502	189,642
Undistributed Expenditures - Admin Info Tech.	12-000-252-730	150,000	66,934	216,934	216,906
Undist. Expend. - Custodial Services	12-000-262-730	25,000	8,800	33,800	33,520
Undist. Expend. - Care and Upkeep of Grounds	12-000-263-730	116,947	(35,900)	81,047	80,986
Undist. Expend. - Security	12-000-266-730	-	5,000	5,000	4,527
School Buses - Regular	12-000-270-733	402,000	-	402,000	401,706
<b>Total Equipment</b>		<b>936,797</b>	<b>443,580</b>	<b>1,380,377</b>	<b>1,378,334</b>

**CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023**

ACCOUNT NUMBERS	JUNE 30, 2023			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Facilities Acquisition & Construction Services:				
Architectural/Engineering Services	96,746	23,700	120,446	62,575
Construction Services	942,000	186,350	1,128,350	897,373
Lease Purchase Agreements - Principal	96,744	-	96,744	96,744
Assessment for Debt Service on SDA Funding	114,706	-	114,706	114,706
Total Facilities Acquisition & Construction Services	1,250,196	210,050	1,460,246	1,171,398
Assets Acquired Under Capital Leases (Non-Budgeted):				
Capital Leases (Non-Budgeted)	-	-	-	48,901
Total Assets Acquired Under Capital Leases (Non-Budgeted)	-	-	-	48,901
Total Capital Outlay	2,186,993	653,630	2,840,623	2,598,633
Total Expenditures	43,480,157	1,264,050	44,744,207	52,479,565
Excess/(Deficiency) of Revenues Over/(Under) Expenditures Before Other Financing Sources/(Uses)	(482,579)	(1,264,050)	(1,746,629)	(4,375)
Other Financing Sources/(Uses):				
Capital Leases (Non-Budgeted)	-	-	-	48,901
Total Other Financing Sources/(Uses)	-	-	-	48,901
Excess/(Deficiency) of Revenues Over/(Under) Expenditures After Other Financing Sources/(Uses)	(482,579)	(1,264,050)	(1,746,629)	44,526
Fund Balances, July 1	3,703,149	-	3,703,149	3,703,149
Fund Balances, June 30	\$ 3,220,570	\$ (1,264,050)	\$ 1,956,520	\$ 3,747,675

**RECAPITULATION OF BUDGET TRANSFERS**

Withdrawal from Capital Reserve Approved, September 15, 2022	\$ 92,000
Withdrawal from Capital Reserve Approved, July 29, 2022	210,050
Withdrawal from Capital Reserve Approved, August 18, 2022	162,000
Withdrawal from Capital Reserve Approved, March 14, 2023	60,000
Withdrawal from Maintenance Reserve Approved, March 14, 2023	60,000
Increase Approved via Resolution Dated May 11, 2023	680,000
	<u>\$ 1,264,050</u>

CENTRAL REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023

	JUNE 30, 2023			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
<b>RECAPITULATION OF FUND BALANCE</b>				
Restricted Fund Balance:				
Capital Reserve			\$ 1,053,282	
Maintenance Reserve			487,348	
Emergency Reserve			50,650	
Unemployment Reserve			423,144	
Excess Surplus			20,205	
Assigned Fund Balance:				
Designated for Subsequent Year's Expenditures			175,000	
Year-End Encumbrances			624,476	
Unassigned Fund Balance			913,570	
Subtotal			3,747,675	
Reconciliation to Governmental Funds Statements (GAAP):				
Last State Aid Payments Not Recognized on GAAP Basis			(520,767)	
Fund Balance per Governmental Funds (GAAP)			\$ 3,226,908	

**CENTRAL REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2023**

	JUNE 30, 2023				VARIANCE FINAL TO ACTUAL (OVER)/ UNDER
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
<b>Revenues:</b>					
Local Sources	\$ 475,000	\$ 169,800	\$ 644,800	\$ 723,352	\$ (78,552)
State Sources	-	63,344	63,344	63,344	-
Federal Sources	1,402,005	4,849,261	6,251,266	5,812,684	438,582
<b>Total Revenues</b>	<b>1,877,005</b>	<b>5,082,405</b>	<b>6,959,410</b>	<b>6,599,380</b>	<b>360,030</b>
<b>Expenditures:</b>					
<b>Instruction:</b>					
Salaries of Teachers	515,000	284,559	799,559	629,503	170,056
Purchased Educational Services	-	25,883	25,883	2,200	23,683
Tuition	490,272	333,050	823,322	767,078	56,244
Supplies	-	30,358	30,358	-	30,358
Other Objects	-	4,500	4,500	4,172	328
<b>Total Instruction</b>	<b>1,005,272</b>	<b>678,350</b>	<b>1,683,622</b>	<b>1,402,953</b>	<b>280,669</b>
<b>Support Services:</b>					
Salaries of Other Professional Staff	213,626	37,884	251,510	222,908	28,602
Personal Services - Employee Benefits	183,107	391,112	574,219	464,034	110,185
Purchased Educational Services	-	130,925	130,925	123,774	7,151
Other Purchased Services (400-500 Series)	-	63,344	63,344	63,344	-
Transportation	-	250,845	250,845	250,845	-
Supplies and Materials	-	11,703	11,703	4,020	7,683
Student Activities	450,000	163,300	613,300	613,257	43
Scholarships Awarded	25,000	6,500	31,500	31,500	-
<b>Total Support Services</b>	<b>871,733</b>	<b>1,055,613</b>	<b>1,927,346</b>	<b>1,773,682</b>	<b>153,664</b>
<b>Facilities Acquisition &amp; Construction Services:</b>					
Construction Services	-	3,344,150	3,344,150	3,344,150	-
Instructional Equipment	-	4,292	4,292	4,292	-
<b>Total Facilities Acquisition &amp; Construction Services</b>	<b>-</b>	<b>3,348,442</b>	<b>3,348,442</b>	<b>3,348,442</b>	<b>-</b>
<b>Total Expenditures</b>	<b>1,877,005</b>	<b>5,082,405</b>	<b>6,959,410</b>	<b>6,525,077</b>	<b>434,333</b>
<b>Total Outflows</b>	<b>1,877,005</b>	<b>5,082,405</b>	<b>6,959,410</b>	<b>6,525,077</b>	<b>434,333</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	74,303	(74,303)
Fund Balance, July 1	-	-	-	284,528	74,303
<b>Fund Balance, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 358,831</b>	<b>\$ -</b>

**RECAPITULATION OF FUND BALANCE**

Restricted:	
Scholarship	\$ 29,163
Student Activities	329,668
<b>Total Fund Balance</b>	<b>\$ 358,831</b>

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

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**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION  
BUDGET TO GAAP RECONCILIATION  
YEAR ENDED JUNE 30, 2023**

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

	<b>GENERAL FUND</b>	<b>SPECIAL REVENUE FUND</b>
<b>Sources/Inflows of Resources:</b>		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 52,475,190	\$ 6,599,380
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year	-	(1,987,025)
The last state aid payments are 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).		
Current Year	(520,767)	-
Prior Year	460,626	-
<hr/>		
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 52,415,049</u>	<u>\$ 4,612,355</u>
<b>Uses/outflows of resources:</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule. (C-1, C-2)	\$ 52,479,565	\$ 6,525,077
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
	-	(1,987,025)
<hr/>		
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 52,479,565</u>	<u>\$ 4,538,052</u>

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**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

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

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CENTRAL REGIONAL SCHOOL DISTRICT  
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)  
 LAST TEN FISCAL YEARS \*

	2023	2022	2021	2022	2021	2020	2019	2018	2017	2016
School District's proportion of the net pension liability	0.07732%	0.07400%	0.06958%	0.06861%	0.06741%	0.06460%	0.06237%	0.06150%	0.05994%	0.05842%
School District's proportionate share of the net pension liability	\$ 11,669,115	\$ 8,766,794	\$ 11,346,826	\$ 12,361,718	\$ 13,273,392	\$ 15,037,470	\$ 18,474,100	\$ 13,808,205	\$ 11,222,596	\$ 11,165,812
School District's covered payroll	\$ 5,389,257	\$ 5,592,922	\$ 5,242,341	\$ 5,016,266	\$ 4,848,946	\$ 4,682,407	\$ 4,330,517	\$ 4,203,016	\$ 4,162,600	\$ 4,113,245
School District's proportionate share of the net pension liability as a percentage of its covered payroll	216.53%	156.75%	216.45%	246.43%	273.74%	321.15%	426.60%	328.53%	269.61%	271.46%
Plan fiduciary net position as a percentage of the total pension liability	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

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

CENTRAL REGIONAL SCHOOL DISTRICT  
 SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS  
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)  
 LAST TEN FISCAL YEARS \*

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's contractually required contribution	\$ 975,081	\$ 866,664	\$ 761,180	\$ 667,332	\$ 670,547	\$ 598,435	\$ 554,143	\$ 528,838	\$ 494,145	\$ 440,206
Contributions in relation to the contractually required contribution	(975,081)	(866,664)	(761,180)	(667,332)	(670,547)	(598,435)	(554,143)	(528,838)	(494,145)	(440,206)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 5,445,352	\$ 5,389,257	\$ 5,592,922	\$ 5,242,341	\$ 5,016,266	\$ 4,848,946	\$ 4,682,407	\$ 4,330,517	\$ 4,203,016	\$ 4,162,600
Contributions as a percentage of covered payroll	17.91%	16.08%	13.61%	12.73%	13.37%	12.34%	11.83%	12.21%	11.76%	10.58%

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

CENTRAL REGIONAL SCHOOL DISTRICT  
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 TEACHERS' PENSION AND ANNUITY FUND (TPAF)  
 LAST TEN FISCAL YEARS\*

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	\$ 72,028,053	\$ 66,753,832	\$ 90,714,763	\$ 82,558,048	\$ 83,846,218	\$ 89,265,911	\$ 104,081,346	\$ 82,189,449	\$ 69,618,006	\$ 69,340,988
School District's covered payroll	\$ 72,028,053	\$ 66,753,832	\$ 90,714,763	\$ 82,558,048	\$ 83,846,218	\$ 89,265,911	\$ 104,081,346	\$ 82,189,449	\$ 69,618,006	\$ 69,340,988
School District's proportionate share of the net pension liability as a percentage of its covered payroll	\$ 17,732,430	\$ 16,723,084	\$ 16,152,079	\$ 15,263,603	\$ 14,799,731	\$ 14,799,731	\$ 14,217,711	\$ 13,252,685	\$ 13,451,654	\$ 13,243,968
Plan fiduciary net position as a percentage of the total pension liability	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
	35.52%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

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**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OTHER POST EMPLOYMENT BENEFITS (GASB 75)**

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**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS  
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)  
LAST SIX FISCAL YEARS \* / \*\***

	2023	2022	2021	2020	2019	2018
<b>District's Total OPEB Liability</b>						
Service Cost	\$ 4,605,861	\$ 4,922,587	\$ 2,687,945	\$ 2,746,285	\$ 2,985,681	\$ 3,602,242
Interest Cost	2,169,996	2,476,029	2,373,483	2,954,024	3,197,273	2,765,384
Changes in Benefit Terms	-	(101,593)	-	-	-	-
Differences Between Expected and Actual Experiences	3,705,519	(16,448,619)	17,676,991	(13,260,986)	(8,420,748)	-
Changes of Assumptions	(21,965,914)	94,167	19,434,311	984,306	(8,556,013)	(11,538,468)
Contributions: Member	68,955	63,300	56,140	60,071	68,905	74,438
Gross Benefit Payments	(2,149,445)	(1,950,417)	(1,852,211)	(2,026,499)	(1,993,680)	(2,021,533)
Net Change in District's Total OPEB Liability	(13,565,028)	(10,944,546)	40,376,659	(8,542,799)	(12,718,582)	(7,117,937)
District's Total OPEB Liability (Beginning)	95,448,269	106,392,815	66,016,156	74,558,955	87,277,537	94,395,474
District's Total OPEB Liability (Ending)	\$ 81,883,241	\$ 95,448,269	\$ 106,392,815	\$ 66,016,156	\$ 74,558,955	\$ 87,277,537
District's Covered Employee Payroll	\$ 23,177,782	\$ 22,112,341	\$ 21,745,001	\$ 20,505,944	\$ 20,487,316	\$ 19,482,138
District's Net OPEB Liability as a Percentage of Payroll	353%	432%	489%	322%	364%	448%

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

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

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**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III**

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**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III  
YEAR ENDED JUNE 30, 2023**

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

**Changes in Benefit Terms**

None.

**Changes in Assumptions**

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2022	7.00%	2019	5.60%	2016	3.22%
2021	7.00%	2018	4.86%	2015	4.13%
2020	5.40%	2017	4.25%	2014	4.68%

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2022	7.00%	2019	7.00%	2016	7.65%
2021	7.00%	2018	7.00%	2015	7.90%
2020	7.30%	2017	7.00%	2014	7.90%

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

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

**Changes in Benefit Terms**

The June 30, 2022 measurement date includes three changes to the plan provisions, only one of which had an impact on the Total Pension Liability. Chapter 226, P.L. 2021 reopened the prosecutors part of PERS and made membership in the prosecutors part of PERS mandatory for all prosecutors

**Changes in Assumptions**

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2022	7.00%	2019	6.28%	2016	3.98%
2021	7.00%	2018	5.66%	2015	4.90%
2020	7.00%	2017	5.00%	2014	5.39%

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2022	7.00%	2019	7.00%	2016	7.65%
2021	7.00%	2018	7.00%	2015	7.90%
2020	7.00%	2017	7.00%	2014	7.90%

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

**State Health Benefit Local Education Retired Employees Plan (OPEB)**

**Changes in Benefit Terms**

None.

**Changes of Assumptions**

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2022	3.54%	2019	3.50%	2016	2.85%
2021	2.16%	2018	3.87%		
2020	2.21%	2017	3.58%		

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

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**OTHER SUPPLEMENTARY INFORMATION**

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**D. School Based Budget Schedules**

Not Applicable

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**E. Special Revenue Fund**

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CENTRAL REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
YEAR ENDED JUNE 30, 2023

	Title I	Title I - Part A, SIA	Title IIA	Title III	I.D.E.A. - Basic
Revenues:					
Local Sources	\$ -	\$ -	\$ -	\$ -	-
State Sources	-	-	-	-	-
Federal Sources	533,772	20,000	78,322	5,455	611,029
<b>Total Revenues</b>	<b>533,772</b>	<b>20,000</b>	<b>78,322</b>	<b>5,455</b>	<b>611,029</b>
Expenditures:					
Instruction:					
Salaries of Teachers	274,081	-	51,869	5,067	-
Purchased Professional - Educational Services	-	-	-	-	-
Tuition	-	-	-	-	611,029
Other Objects	-	-	-	-	-
<b>Total Instruction</b>	<b>274,081</b>	<b>-</b>	<b>51,869</b>	<b>5,067</b>	<b>611,029</b>
Support Services:					
Salaries of Other Professional Staff	-	-	-	-	-
Personal Services - Employee Benefits	162,745	-	26,453	388	-
Purchased Educational Services	750	20,000	-	-	-
Other Purchased Services (400-500 Series)	-	-	-	-	-
Transportation	96,196	-	-	-	-
Supplies and Materials	-	-	-	-	-
Student Activities	-	-	-	-	-
Scholarships Awarded	-	-	-	-	-
<b>Total Support Services</b>	<b>259,691</b>	<b>20,000</b>	<b>26,453</b>	<b>388</b>	<b>-</b>
Facilities Acquisition & Construction Services:					
Construction Services	-	-	-	-	-
Instructional Equipment	-	-	-	-	-
<b>Total Facilities Acquisition &amp; Construction Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>533,772</b>	<b>20,000</b>	<b>78,322</b>	<b>5,455</b>	<b>611,029</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
<b>Fund Balance, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>

CENTRAL REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
YEAR ENDED JUNE 30, 2023

	ESSER II	Coronavirus Response and Relief Supplemental Appropriations (CRRSA) - Learning Acceleration Grant	Coronavirus Response and Relief Supplemental Appropriations (CRRSA) - Mental Health Grant	ESSER III	American Rescue Plan (ARP) - Accelerated Learning Coach
Revenues:					
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-	-
Federal Sources	1,047,653	21,745	42,799	2,841,019	124,738
<b>Total Revenues</b>	<b>1,047,653</b>	<b>21,745</b>	<b>42,799</b>	<b>2,841,019</b>	<b>124,738</b>
Expenditures:					
Instruction:					
Salaries of Teachers	62,113	20,033	-	181,039	-
Purchased Professional - Educational Services	-	-	-	-	-
Tuition	28,102	-	-	-	-
Other Objects	-	-	-	-	-
<b>Total Instruction</b>	<b>90,215</b>	<b>20,033</b>	<b>-</b>	<b>181,039</b>	<b>-</b>
Support Services:					
Salaries of Other Professional Staff	92,910	-	24,515	-	23,900
Personal Services - Employee Benefits	66,202	1,712	15,270	113,005	1,828
Purchased Educational Services	-	-	3,014	-	99,010
Other Purchased Services (400-500 Series)	-	-	-	-	-
Transportation	-	-	-	-	-
Supplies and Materials	1,151	-	-	-	-
Student Activities	-	-	-	-	-
Scholarships Awarded	-	-	-	-	-
<b>Total Support Services</b>	<b>160,263</b>	<b>1,712</b>	<b>42,799</b>	<b>113,005</b>	<b>124,738</b>
Facilities Acquisition & Construction Services:					
Construction Services	797,175	-	-	2,546,975	-
Instructional Equipment	-	-	-	-	-
<b>Total Facilities Acquisition &amp; Construction Services</b>	<b>797,175</b>	<b>-</b>	<b>-</b>	<b>2,546,975</b>	<b>-</b>
<b>Total Expenditures</b>	<b>1,047,653</b>	<b>21,745</b>	<b>42,799</b>	<b>2,841,019</b>	<b>124,738</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

CENTRAL REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
YEAR ENDED JUNE 30, 2023

	American Rescue Plan (ARP) - Evidence-based Summer Learning	American Rescue Plan (ARP) - Evidence-based Comprehensive Beyond the School Day	American Rescue Plan (ARP) - NJ Tiered System of Supports	Additional or Compensatory Special Education and Related Services (ACSERS)	SDA Emergent Capital Needs and Maintenance
Revenues:					
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-	63,344
Federal Sources	18,263	2,991	139,166	325,732	-
<b>Total Revenues</b>	<b>18,263</b>	<b>2,991</b>	<b>139,166</b>	<b>325,732</b>	<b>63,344</b>
Expenditures:					
Instruction:					
Salaries of Teachers	7,905	-	-	27,396	-
Purchased Professional - Educational Services	-	-	-	2,200	-
Tuition	-	-	-	127,947	-
Other Objects	4,172	-	-	-	-
<b>Total Instruction</b>	<b>12,077</b>	<b>-</b>	<b>-</b>	<b>157,543</b>	<b>-</b>
Support Services:					
Salaries of Other Professional Staff	4,369	-	77,214	-	-
Personal Services - Employee Benefits	939	-	61,952	13,540	-
Purchased Educational Services	-	1,000	-	-	-
Other Purchased Services (400-500 Series)	-	-	-	-	63,344
Transportation	-	-	-	154,649	-
Supplies and Materials	878	1,991	-	-	-
Student Activities	-	-	-	-	-
Scholarships Awarded	-	-	-	-	-
<b>Total Support Services</b>	<b>6,186</b>	<b>2,991</b>	<b>139,166</b>	<b>168,189</b>	<b>63,344</b>
Facilities Acquisition & Construction Services:					
Construction Services	-	-	-	-	-
Instructional Equipment	-	-	-	-	-
<b>Total Facilities Acquisition &amp; Construction Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>18,263</b>	<b>2,991</b>	<b>139,166</b>	<b>325,732</b>	<b>63,344</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

CENTRAL REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONTINUED)  
YEAR ENDED JUNE 30, 2023

	NJSIG Grant	Student Activities	Scholarship Fund	Totals
Revenues:				
Local Sources	\$ 4,292	\$ 686,417	\$ 32,643	\$ 723,352
State Sources	-	-	-	63,344
Federal Sources	-	-	-	5,812,684
Total Revenues	4,292	686,417	32,643	6,599,380
Expenditures:				
Instruction:				
Salaries of Teachers	-	-	-	629,503
Purchased Professional - Educational Services	-	-	-	2,200
Tuition	-	-	-	767,078
Other Objects	-	-	-	4,172
Total Instruction	-	-	-	1,402,953
Support Services:				
Salaries of Other Professional Staff	-	-	-	222,908
Personal Services - Employee Benefits	-	-	-	464,034
Purchased Educational Services	-	-	-	123,774
Other Purchased Services (400-500 Series)	-	-	-	63,344
Transportation	-	-	-	250,845
Supplies and Materials	-	-	-	4,020
Student Activities	-	613,257	-	613,257
Scholarships Awarded	-	-	31,500	31,500
Total Support Services	-	613,257	31,500	1,773,682
Facilities Acquisition & Construction Services:				
Construction Services	-	-	-	3,344,150
Instructional Equipment	4,292	-	-	4,292
Total Facilities Acquisition & Construction Services	4,292	-	-	3,348,442
Total Expenditures	4,292	613,257	31,500	6,525,077
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	73,160	1,143	
Fund Balance, July 1	-	256,508	28,020	284,528
Fund Balance, June 30	\$ -	\$ 329,668	\$ 29,163	\$ 358,831

**F. Capital Projects Fund**

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EXHIBIT F-1

CENTRAL REGIONAL SCHOOL DISTRICT  
 CAPITAL PROJECTS FUND  
 SUMMARY SCHEDULE OF PROJECT EXPENDITURES  
 YEAR ENDED JUNE 30, 2023

Project Title / Issue	Original Date	Original Appropriations	Expenditures to Date		Unexpended Balance June 30, 2023
			Prior Years		
Energy Savings Improvement Program	4/15/2020	\$ 3,318,886	\$ 3,066,021	\$	252,865
Total		\$ 3,318,886	\$ 3,066,021	\$	252,865

<u>Reconciliation of Fund Balance</u>	
Unexpended Project Balances	\$ 252,865
Total Fund Balance (Budgetary Basis)	252,865
Total Fund Balance (GAAP Basis)	\$ 252,865

**CENTRAL REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGETARY BASIS  
YEAR ENDED JUNE 30, 2023**

Fund Balance, June 30, 2023 & 2022	<u>\$ 252,865</u>
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**CENTRAL REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGETARY BASIS**

**YEAR ENDED JUNE 30, 2023**

	<b>Prior Years</b>	<b>Totals</b>	<b>Revised Authorized Cost</b>
Revenues and Other Financing Sources:			
Local Sources - Lease Proceeds	\$ 3,250,000	\$ 3,250,000	\$ 3,250,000
Interest	768	768	768
Transfer from Capital Reserve	68,886	68,886	68,886
	3,319,654	3,319,654	3,319,654
Total Revenues and Other Financing Sources			
Expenditures and Other Financing Uses:			
Other Purchased Professional and Technical Services	51,772	51,772	51,772
Construction Services	3,014,249	3,014,249	3,267,114
Transfer to General Fund	768	768	768
	3,066,789	3,066,789	3,319,654
Total Expenditures and Other Financing Uses			
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 252,865	\$ 252,865	\$ -

**ADDITIONAL PROJECT INFORMATION**

Project Number	0770-030-20-1002
Grant Date	4/15/2020
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 3,250,000
Revised Authorized Cost	\$ 3,250,000
Original Target Completion Date	N/A
Percentage Completion	92.38%

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**H. Fiduciary Fund**

*Not Applicable*

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## **I. Long-Term Debt**

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**CENTRAL REGIONAL SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF LEASE OBLIGATIONS AND FINANCED PURCHASES  
YEAR ENDED JUNE 30, 2023**

PURPOSE	ORIGINAL PRINCIPAL	INTEREST RATE	AMOUNT		ISSUED	RETIRED	AMOUNT OUTSTANDING JUNE 30, 2023
			AMOUNT OUTSTANDING JUNE 30, 2022	AMOUNT OUTSTANDING JUNE 30, 2023			
Copiers - FY 18	\$ 53,132	Variable	\$ 6,622	\$ -	\$ -	6,622	\$ -
Copiers - FY 20	17,699	Variable	9,676	-	-	3,929	5,747
Copiers - FY 20	11,082	Variable	5,653	-	-	2,471	3,182
Copiers - FY 22	103,947	Variable	99,976	-	-	20,400	79,576
Copiers - FY 23	48,901	Variable	-	48,901	-	-	48,901
Phone System	85,708	3.28%	17,836	-	-	17,836	-
Stadium Lighting Lease	500,000	3.111%	90,339	-	-	90,339	-
5 Bus Lease FY20	479,614	2.27%	245,170	-	-	121,209	123,961
ESIP Lease	3,250,000	1.875%	2,985,271	-	-	126,508	2,858,763
		Total	\$ 3,460,543	\$ 48,901	\$ 389,314	\$ 3,120,130	
Buses and Fire Prevention System	\$ 2,130,252	3.98%	\$ -	\$ 2,130,252	\$ -	\$ -	\$ 2,130,252
		Total	\$ -	\$ 2,130,252	\$ -	\$ -	\$ 2,130,252

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**STATISTICAL SECTION (Unaudited)**

Third Section

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**Financial Trends Information**

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

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**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
*(Accrual Basis of Accounting)*

	2023	2022 **	2021 *	2020	2019	2018	2017	2016	2015	2014
<b>Governmental Activities:</b>										
Net Investment in Capital Assets	\$ 24,686,144	\$ 22,507,149	\$ 21,741,181	\$ 24,507,431	\$ 3,742,240	\$ 2,298,997	\$ 2,247,055	\$ 2,062,334	\$ 1,913,622	\$ 5,143,131
Restricted	2,646,325	2,981,780	2,796,537	2,830,522	3,522,483	2,522,942	3,340,079	3,228,649	1,544,579	2,127,269
Unrestricted (Deficit)	(11,837,878)	(12,903,870)	(14,157,579)	(15,484,164)	(4,616,844)	(233,433)	(1,083,121)	(1,151,474)	(80,303)	(732,037)
<b>Total Governmental Activities</b>	<b>\$ 15,494,591</b>	<b>\$ 12,585,059</b>	<b>\$ 10,380,139</b>	<b>\$ 11,853,789</b>	<b>\$ 2,647,879</b>	<b>\$ 4,588,506</b>	<b>\$ 4,504,013</b>	<b>\$ 4,139,509</b>	<b>\$ 3,377,898</b>	<b>\$ 6,538,363</b>
<b>Business-Type Activities:</b>										
Net Investment in Capital Assets	\$ 271,520	\$ 187,001	\$ 126,089	\$ 392,502	\$ -	\$ -	\$ -	\$ -	\$ 382	\$ 3,288
Unrestricted (Deficit)	4,650	87,924	(140,000)	(46,344)	51,061	4,114	6,311	9,041	15,606	11,866
<b>Total Business-Type Activities</b>	<b>\$ 276,170</b>	<b>\$ 274,925</b>	<b>\$ (13,911)</b>	<b>\$ 346,158</b>	<b>\$ 51,061</b>	<b>\$ 4,114</b>	<b>\$ 6,311</b>	<b>\$ 9,041</b>	<b>\$ 15,988</b>	<b>\$ 15,154</b>
<b>District-Wide:</b>										
Net Investment in Capital Assets	\$ 24,957,664	\$ 22,694,150	\$ 21,867,270	\$ 24,899,933	\$ 3,742,240	\$ 2,298,997	\$ 2,247,055	\$ 2,062,334	\$ 1,914,004	\$ 5,146,419
Restricted	2,646,325	2,981,780	2,796,537	2,830,522	3,522,483	2,522,942	3,340,079	3,228,649	1,544,579	2,127,269
Unrestricted (Deficit)	(11,833,228)	(12,815,946)	(14,297,579)	(15,530,508)	(4,565,783)	(229,319)	(1,076,810)	(1,142,433)	(64,697)	(720,171)
<b>Total District Net Position</b>	<b>\$ 15,770,761</b>	<b>\$ 12,859,984</b>	<b>\$ 10,366,228</b>	<b>\$ 12,199,947</b>	<b>\$ 2,698,940</b>	<b>\$ 4,592,620</b>	<b>\$ 4,510,324</b>	<b>\$ 4,148,550</b>	<b>\$ 3,393,886</b>	<b>\$ 6,553,517</b>

Source: ACFR Schedule A-1

\*For the year ended June 30, 2021 net position was reclassified due to GASB 84.

\*\*For the year ended June 30, 2022 net position was reclassified due to GASB 87

CENTRAL REGIONAL SCHOOL DISTRICT  
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Expenses:</b>										
Governmental Activities										
Instruction:										
Regular	\$ 21,180,420	\$ 20,736,092	\$ 22,148,782	\$ 17,649,513	\$ 5,804,105	\$ 6,066,077	\$ 6,195,152	\$ 8,363,364	\$ 8,342,598	\$ 8,761,722
Special Education	8,957,092	8,634,779	8,373,776	7,723,350	1,879,435	1,714,360	1,563,496	2,230,522	2,154,675	2,172,130
Other Special Education	-	-	-	-	585,390	654,988	628,942	899,985	949,114	832,095
Other Instruction	3,241,396	3,629,195	3,363,973	3,119,227	106,045	112,221	95,262	672,904	622,738	638,206
Support Services:										
Tuition	1,612,743	1,623,420	1,767,319	2,202,671	445,815	636,574	722,222	569,661	311,829	434,769
Student & Instruction Related Services	8,091,037	7,626,993	5,975,402	5,413,187	2,525,549	2,439,848	2,217,382	2,082,315	1,916,663	2,197,184
Other Administrative Services	1,112,282	1,166,036	1,018,390	1,082,829	419,603	354,893	370,118	404,282	528,063	502,257
Central Services	671,229	719,459	637,592	617,536	258,416	217,268	243,784	282,238	295,499	335,627
Administration Information Technology										
Services	449,260	387,672	426,824	377,614	13,393	3,872	6,250	128,689	119,922	104,074
School Administrative Services	1,629,457	1,795,401	1,626,246	1,594,962	630,219	629,442	667,932	892,575	922,626	901,516
Plant Operations & Maintenance	5,011,540	5,505,188	3,674,921	4,096,453	1,722,143	1,805,738	1,663,393	1,609,605	1,850,542	1,804,631
Pupil Transportation	4,618,616	4,700,248	3,381,754	3,789,594	788,365	761,055	751,359	832,910	863,076	921,490
Unallocated Benefits	-	-	-	-	7,969,907	4,338,164	4,641,968	-	-	-
Interest & Other Charges	177,279	195,233	125,737	172,136	931,910	1,123,855	1,163,043	1,199,980	1,235,324	1,269,542
Unallocated Depreciation	-	-	-	-	1,062,405	1,019,096	973,149	752,631	744,958	676,298
Total Governmental Activities	56,752,351	56,719,716	52,520,716	47,839,072	25,142,700	21,877,451	21,903,452	20,921,661	20,857,627	21,551,541
Expenses										
Business-Type Activities:										
Food Service	1,199,780	1,107,765	605,609	952,677	375,783	429,091	392,163	394,241	363,909	363,513
Community School	3,113	16,375	-	4,792	375,783	429,091	392,163	394,241	363,909	363,513
Total Business-Type Activities	1,202,893	1,124,140	605,609	957,469	751,566	858,182	784,326	788,482	727,818	727,026
Expense										
Total District Expenses	\$ 57,955,244	\$ 57,843,856	\$ 53,126,325	\$ 48,796,541	\$ 25,894,266	\$ 22,735,633	\$ 22,687,778	\$ 21,710,143	\$ 21,585,445	\$ 22,278,567
Program Revenues:										
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ 54,141	\$ 12,945	\$ 75,416	\$ 70,803	\$ -	\$ -
Operating Grants & Contributions	13,875,112	15,418,034	13,015,047	7,746,067	6,986,151	1,950,152	1,871,807	271,669	271,261	215,162
Total Governmental Activities	13,875,112	15,418,034	13,015,047	7,746,067	7,040,292	1,963,097	1,947,223	342,472	271,261	215,162
Program Revenues										
Business-Type Activities:										
Charges for Services:										
Food Service	595,962	303,531	97,238	552,414	123,848	155,212	122,658	128,946	145,642	141,247
Community School	6,105	11,550	-	8,550	-	-	-	-	-	-
Operating Grants & Contributions	602,071	1,097,895	422,771	385,014	295,645	271,681	266,775	258,348	219,644	218,637
Total Business Type Activities	1,204,138	1,412,976	520,009	945,978	419,493	426,893	389,433	387,294	365,286	359,884
Program Revenues										
Total District Program Revenues	\$ 15,079,250	\$ 16,831,010	\$ 13,535,056	\$ 8,692,045	\$ 7,459,785	\$ 2,389,990	\$ 2,336,656	\$ 729,766	\$ 636,547	\$ 575,046



CENTRAL REGIONAL SCHOOL DISTRICT  
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Net (Expense)/Revenue:										
Governmental Activities	\$ (42,877,239)	\$ (41,301,682)	\$ (39,505,669)	\$ (40,093,005)	\$ (18,102,408)	\$ (19,914,354)	\$ (19,956,229)	\$ (20,579,189)	\$ (20,586,366)	\$ (21,336,379)
Business-Type Activities	1,245	288,836	(85,600)	(11,491)	(332,073)	(431,289)	(394,893)	(401,188)	(362,532)	(367,142)
Total District-Wide Net Expense	\$ (42,875,994)	\$ (41,012,846)	\$ (39,591,269)	\$ (40,104,496)	\$ (18,434,481)	\$ (20,345,643)	\$ (20,351,122)	\$ (20,980,377)	\$ (20,948,898)	\$ (21,703,521)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 36,550,272	\$ 35,833,600	\$ 35,200,000	\$ 33,975,000	\$ 13,748,136	\$ 13,364,766	\$ 13,206,960	\$ 13,076,199	\$ 13,076,199	\$ 13,076,199
Taxes Levied for Debt Service	-	482,327	640,855	726,305	1,329,458	1,346,882	1,339,127	1,329,887	1,310,197	1,193,957
Grants & Contributions	7,063,952	5,278,087	4,848,895	4,715,285	3,682,077	5,275,845	5,386,643	6,888,589	6,357,519	6,080,317
Tuition Received	343,788	198,525	66,198	229,144	-	-	-	-	-	-
Transportation	435,055	292,632	284,248	349,796	-	-	-	-	-	-
Miscellaneous Income	1,393,704	1,053,637	508,983	287,637	8,029	11,354	9,663	46,122	91,461	350,835
Extraordinary Items	-	407,506	-	-	-	-	-	-	-	-
Total Governmental Activities	\$ 45,786,771	\$ 43,546,314	\$ 41,549,179	\$ 40,283,167	\$ 18,767,700	\$ 19,998,847	\$ 20,142,393	\$ 21,340,797	\$ 20,835,376	\$ 20,701,308
Total District-Wide	\$ 45,786,771	\$ 43,546,314	\$ 41,549,179	\$ 40,283,167	\$ 18,767,700	\$ 19,998,847	\$ 20,142,393	\$ 21,340,797	\$ 20,835,376	\$ 20,701,308
Change in Net Position:										
Governmental Activities	\$ 2,909,532	\$ 2,244,632	\$ 2,043,510	\$ 190,162	\$ 665,292	\$ 84,493	\$ 186,164	\$ 761,608	\$ 249,010	\$ (635,071)
Business-Type Activities	1,245	288,836	(85,600)	(11,491)	(332,073)	(431,289)	(394,893)	(401,188)	(362,532)	(367,142)
Total District	\$ 2,910,777	\$ 2,533,468	\$ 1,957,910	\$ 178,671	\$ 333,219	\$ (346,796)	\$ (208,729)	\$ 360,420	\$ (113,522)	\$ (1,002,213)

Source: ACFR Schedule A-2

CENTRAL REGIONAL SCHOOL DISTRICT  
 FUND BALANCES - GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS  
 (Modified Accrual Basis of Accounting)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Fund:										
Restricted	\$ 2,034,629	\$ 2,444,387	\$ 1,916,365	\$ 1,294,323	\$ 3,620,233	\$ 2,967,645	\$ 2,981,372	\$ 3,099,131	\$ 2,340,278	\$ 1,358,880
Assigned	799,476	482,579	512,196	386,653	725,484	816,304	415,315	240,949	831,399	1,119,138
Unassigned	392,803	315,557	1,171,655	509,554	-	-	-	103,549	180,146	251,916
Total General Fund	\$ 3,226,908	\$ 3,242,523	\$ 3,600,216	\$ 2,190,530	\$ 4,345,717	\$ 3,783,949	\$ 3,396,687	\$ 3,443,629	\$ 3,351,823	\$ 2,729,934
All Other Governmental Funds:										
Restricted										
Debt Service Fund	\$ -	\$ -	\$ -	\$ -	\$ 74,088	\$ 74,088	\$ -	\$ -	\$ -	\$ -
Capital Projects Fund	252,865	252,865	621,724	1,536,199	-	-	-	-	56,972	66,561
Student Activities	329,668	256,508	229,788	-	-	-	-	-	-	-
Scholarship	29,163	28,020	28,660	-	-	-	-	-	-	-
Reserved	-	-	-	-	-	-	1,429,213	1,429,213	-	-
Unreserved, Reported in:										
Total All Other Governmental Funds	\$ 611,696	\$ 537,393	\$ 1,536,199	\$ 74,088	\$ 74,088	\$ 1,429,213	\$ 1,429,213	\$ 56,972	\$ 66,561	\$ 100,190

Source: ACFR Schedule B-1

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Revenues:</b>										
Tax Levy	\$ 36,550,272	\$ 36,315,927	\$ 35,840,855	\$ 34,701,305	\$ 15,077,594	\$ 14,851,566	\$ 14,711,648	\$ 14,546,087	\$ 14,406,086	\$ 14,386,396
Tuition Charges	343,788	198,525	66,198	229,144	54,141	59,273	12,945	58,004	46,754	-
Transportation Charges	435,055	292,632	284,248	-	-	-	-	-	-	-
Miscellaneous	1,397,996	1,053,637	508,219	650,622	14,447	15,833	28,540	27,400	70,171	80,884
State Sources	14,416,598	13,640,553	11,304,797	10,020,590	6,938,113	6,675,923	6,401,394	6,622,367	6,195,807	5,569,322
Federal Sources	3,883,695	2,092,548	1,850,091	1,138,967	934,455	765,610	807,417	835,759	964,451	1,059,457
<b>Total Revenues</b>	<b>57,027,404</b>	<b>53,593,822</b>	<b>49,854,408</b>	<b>46,740,628</b>	<b>23,018,750</b>	<b>22,368,205</b>	<b>21,961,944</b>	<b>22,089,617</b>	<b>21,683,269</b>	<b>21,096,059</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular Instruction	12,002,939	11,409,006	11,505,443	10,203,396	5,804,105	-	-	-	-	-
Special Education Instruction	5,076,132	4,750,926	4,349,881	4,465,245	1,879,435	6,017,072	6,066,077	6,195,152	5,956,143	6,066,832
Other Special Instruction	-	-	-	-	585,390	1,792,773	1,714,360	1,563,496	1,612,490	1,548,241
Other Instruction	1,837,020	1,996,928	1,747,026	1,803,086	106,045	472,935	654,988	628,942	628,480	658,005
<b>Support Services:</b>										
Tuition	1,236,142	1,199,575	1,376,679	1,659,582	443,815	124,724	112,221	95,262	70,593	79,925
Attendance & Social Work Services	205,607	249,651	234,511	239,035	-	-	-	-	-	-
Health Services	374,296	306,416	245,042	247,501	-	-	-	-	-	-
Student & Instruction Related Services	5,623,658	5,077,612	4,174,811	3,591,220	2,524,549	352,293	636,574	722,222	569,661	311,829
Other Administrative Services	853,020	861,865	793,338	815,338	419,603	2,355,500	2,439,848	2,217,382	2,102,334	1,938,225
Central Services	514,777	531,222	496,706	465,552	258,416	641,940	629,442	667,932	690,674	718,994
Administration Information	344,214	286,697	332,595	284,397	13,393	280,419	217,268	243,784	232,273	250,001
Technology Services	1,249,503	1,326,678	1,266,711	1,201,831	630,219	384,182	354,893	370,118	361,061	432,573
School Administrative Services	3,873,397	3,790,213	3,086,051	3,104,891	1,771,719	10,075	3,872	6,250	77,082	76,170
Plant Operations & Maintenance	3,541,335	3,472,345	2,634,324	2,854,387	788,365	1,912,522	1,805,738	1,663,393	1,592,234	1,832,259
Pupil Transportation	16,325,527	15,577,594	14,421,143	12,996,324	5,090,072	4,638,563	4,400,782	4,770,980	4,256,891	4,063,720
Unallocated Benefits	-	-	-	-	-	-	-	-	-	-
Business and Other Support Services:										
Other	3,748,600	2,736,031	2,119,555	3,240,100	109,857	774,392	761,055	751,359	734,598	796,858
Capital Outlay	-	-	-	-	-	173,322	171,038	129,532	171,478	247,893
Debt Service:										
Principal	96,744	694,156	894,705	967,507	1,000,000	950,000	900,000	850,000	800,000	775,000
Interest & Other Charges	114,706	132,187	143,614	161,188	1,029,000	1,331,440	1,140,730	1,178,980	1,214,980	1,249,855
<b>Total Expenditures</b>	<b>57,017,617</b>	<b>54,399,102</b>	<b>49,822,135</b>	<b>48,300,580</b>	<b>22,456,983</b>	<b>22,212,152</b>	<b>22,008,886</b>	<b>22,054,784</b>	<b>21,070,972</b>	<b>21,046,380</b>
<b>Other Financing Sources/(Uses):</b>										
Capital Leases (Non-budgeted)	48,901	104,809	-	508,395	-	-	-	-	-	-
Leases Proceeds - ESIP Lease	-	-	-	3,250,000	-	-	-	-	-	-
Proceeds of Refunding Bonds	-	-	-	-	-	23,712,043	-	-	-	-
Deposit to Refunding Escrow	-	-	-	-	-	(23,406,745)	-	-	-	-
Cancellation of Payable	-	-	-	-	-	-	-	-	-	10,577
Transfers In	-	68,890	-	-	-	-	-	56,972	11,564	-
Transfers Out	-	(68,890)	-	-	-	-	-	(56,972)	(11,564)	-
<b>Total Other Financing Sources/(Uses)</b>	<b>48,901</b>	<b>104,809</b>	<b>-</b>	<b>3,758,395</b>	<b>-</b>	<b>305,298</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,577</b>
<b>Net Change in Fund Balances</b>	<b>\$ 58,688</b>	<b>\$ (700,471)</b>	<b>\$ 32,273</b>	<b>\$ 2,198,443</b>	<b>\$ 561,767</b>	<b>\$ 461,351</b>	<b>\$ (46,942)</b>	<b>\$ 34,833</b>	<b>\$ 612,297</b>	<b>\$ 60,256</b>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	<b>0.37%</b>	<b>1.54%</b>	<b>2.13%</b>	<b>2.39%</b>	<b>9.93%</b>	<b>11.45%</b>	<b>10.22%</b>	<b>10.13%</b>	<b>10.57%</b>	<b>10.65%</b>

Source: ACFR Schedule B-2

CENTRAL REGIONAL SCHOOL DISTRICT  
 GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE  
 LAST TEN FISCAL YEARS  
 (Modified Accrual Basis of Accounting)

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	TUITION FROM OTHER LEA's	TUITION OTHER	TRANSPORTATION FEES	MISCELLANEOUS	TOTAL
2023	\$ 13,170	\$ 343,788	\$ -	\$ 435,055	\$ 661,474	\$ 1,453,487
2022	250	198,525	-	292,632	319,556	810,963
2021	-	66,198	-	284,248	254,468	604,914
2020	200	229,144	-	349,796	286,917	866,057
2019	6,087	54,141	-	-	1,942	62,170
2018	3,939	12,945	-	-	7,415	24,299
2017	3,974	58,004	-	17,412	5,689	85,079
2016	3,552	44,704	2,050	24,049	11,511	85,866
2015	7,390	1,067	-	-	29,505	37,962
2014	12,817	70,892	-	-	70,514	154,223
<b>Total</b>	<b>\$ 51,379</b>	<b>\$ 1,079,408</b>	<b>\$ 2,050</b>	<b>\$ 1,403,192</b>	<b>\$ 1,648,991</b>	<b>\$ 4,185,020</b>

Source: District Records

### **Revenue Capacity Information**

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

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CENTRAL REGIONAL SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,  
 LAST TEN FISCAL YEARS  
 UNAUDITED

FISCAL YEAR ENDED June 30,	VACANT LAND	RESIDENTIAL	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	LESS TAX EXEMPT PROPERTY	PUBLIC UTILITIES (a)	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE (b)	ACTUAL (COUNTY EQUALIZED) VALUE
<b>BERKELEY</b>											
2014	\$ 149,897,200	\$ 4,566,287,760	\$ 291,170,700	\$ 24,462,500	\$ 57,997,000	\$ 5,089,815,160	\$ 1,274,856,100	-	\$ 6,364,671,260	N/A	\$ 5,103,594,866
2015	143,719,200	4,580,869,960	290,027,400	24,462,500	57,997,000	5,102,034,098	1,278,099,500	-	6,380,133,598	N/A	5,093,712,990
2016	139,576,200	4,610,354,810	285,904,700	23,692,500	55,205,700	5,119,435,600	1,281,759,500	-	6,401,195,100	1.022	5,286,358,469
2017	134,323,200	4,616,600,166	280,585,300	16,424,100	55,205,700	5,107,714,648	1,293,195,830	-	6,400,910,478	N/A	5,419,664,792
2018	135,728,900	4,637,597,300	280,660,700	16,853,300	60,521,100	5,136,193,690	1,306,073,600	-	6,442,267,290	1.067	5,585,512,630
2019	126,574,300	4,684,455,500	279,661,000	16,853,300	63,128,800	5,175,652,820	1,310,862,800	-	6,486,515,620	1.066	N/A
2020	119,659,200	4,734,246,000	281,332,300	16,968,500	65,549,800	5,223,443,562	1,317,137,300	-	6,540,580,862	1.066	5,827,301,988
2021	112,784,400	4,784,475,400	277,366,830	18,772,700	65,549,800	5,193,399,330	1,324,801,100	6,590,839	6,518,200,430	1.067	5,887,501,508
2022	115,570,100	4,817,670,600	268,776,400	18,567,100	65,549,800	5,220,584,200	1,329,414,800	-	6,549,999,000	1.095	6,510,030,419
2023	104,959,100	4,877,889,600	276,368,700	18,567,100	65,549,800	5,277,784,500	1,333,767,200	-	6,611,551,700	1.095	7,660,709,677
<b>ISLAND HEIGHTS</b>											
2014	\$ 15,221,700	\$ 309,324,600	\$ 20,588,200	\$ -	\$ 489,300	\$ 345,623,800	\$ 22,736,500	\$ -	\$ 368,360,300	N/A	\$ 344,899,511
2015	16,158,700	307,697,700	20,588,200	-	489,300	345,132,255	22,736,500	-	367,868,755	N/A	342,264,239
2016	16,740,400	307,677,800	20,523,400	-	489,300	345,631,813	22,736,500	-	368,368,313	0.912	328,307,771
2017	14,671,000	310,496,700	20,576,200	-	489,300	346,430,885	23,018,800	-	369,449,685	0.939	345,395,292
2018	13,014,400	313,614,800	20,576,200	-	489,300	347,893,775	23,018,800	-	370,912,575	0.939	355,243,188
2019	11,224,600	333,025,700	24,591,600	-	499,400	369,544,341	32,555,600	-	402,099,941	N/A	N/A
2020	11,267,300	334,113,000	23,761,300	-	499,400	369,843,430	32,925,300	-	402,768,730	0.952	373,865,682
2021	9,974,000	336,769,800	23,479,600	-	499,400	370,722,800	34,849,200	201,090	405,572,000	1.056	378,158,463
2022	9,569,700	338,102,400	23,795,100	-	499,400	371,966,600	35,403,000	-	407,369,600	1.064	406,476,451
2023	9,043,600	342,160,300	24,650,300	-	499,400	376,353,600	34,533,600	-	410,887,200	1.064	486,182,147
<b>OCEAN GATE</b>											
2014	\$ 4,510,200	\$ 243,127,500	\$ 4,277,600	\$ -	\$ 1,160,200	\$ 253,075,500	\$ 12,360,700	\$ -	\$ 265,436,200	N/A	\$ 233,593,779
2015	2,933,500	246,659,800	4,527,500	-	1,242,100	255,456,077	12,185,800	-	267,641,877	N/A	231,853,005
2016	3,180,800	206,460,400	4,509,000	-	1,106,900	215,347,392	13,757,100	-	229,104,492	1.272	226,295,735
2017	3,197,800	207,340,300	4,509,000	-	1,106,900	216,236,835	13,784,700	-	230,021,535	N/A	227,135,356
2018	2,467,300	211,070,200	4,509,000	-	1,106,900	219,236,646	13,784,700	-	233,021,346	1.267	244,292,517
2019	2,558,000	211,911,100	4,509,000	-	1,106,900	220,163,874	13,970,300	-	234,134,174	N/A	N/A
2020	2,300,500	214,428,700	4,509,000	-	1,106,900	222,422,076	15,751,900	-	238,173,976	1.324	253,963,564
2021	2,312,200	216,245,500	4,509,000	-	1,106,900	223,066,700	22,429,620	76,020	447,316,320	N/A	258,527,633
2022	2,195,900	218,934,400	4,509,000	-	1,106,900	225,639,300	15,924,000	-	241,563,300	1.342	294,093,649
2023	2,253,400	221,089,400	4,605,200	-	1,106,900	227,948,000	15,756,600	-	243,704,600	1.342	340,399,614
<b>SEASIDE HEIGHTS</b>											
2014	\$ 34,644,400	\$ 389,582,900	\$ 172,293,800	\$ -	\$ 27,037,200	\$ 623,558,300	\$ 60,462,400	\$ -	\$ 684,020,700	N/A	\$ 661,881,223
2015	28,267,900	396,077,000	188,074,300	-	28,414,000	640,833,200	62,720,400	-	703,553,600	N/A	659,157,786
2016	25,220,100	393,639,500	186,208,200	-	28,345,200	633,423,000	69,658,800	-	703,081,800	0.884	637,574,723
2017	23,517,700	395,764,200	184,782,100	-	28,206,900	632,270,900	83,155,500	-	715,426,400	N/A	647,521,177
2018	24,205,000	397,426,800	189,130,300	-	26,644,900	637,407,000	84,865,300	-	722,272,300	0.879	665,907,856
2019	19,582,800	402,650,000	185,718,300	-	29,332,200	641,728,000	84,335,200	-	726,063,200	0.900	N/A
2020	19,582,800	410,297,000	187,545,000	-	28,830,100	646,254,900	97,329,000	-	743,583,900	0.900	682,783,835
2021	19,095,500	425,464,500	187,187,500	-	29,606,300	631,747,500	88,147,700	-	719,895,200	0.944	678,767,882
2022	21,456,000	439,464,500	181,344,100	-	30,350,900	642,264,600	87,415,800	-	729,680,400	0.964	794,021,367
2023	22,702,300	457,464,900	173,528,600	-	30,694,400	653,695,800	82,048,900	-	735,744,700	0.996	947,777,593
<b>SEASIDE PARK</b>											
2014	\$ 24,940,100	\$ 1,047,597,800	\$ 37,875,300	\$ -	\$ 8,354,000	\$ 1,118,767,200	\$ 176,890,500	\$ -	\$ 1,295,657,700	N/A	\$ 1,175,422,568
2015	26,288,600	1,043,320,800	38,067,600	-	8,303,500	1,115,980,500	178,158,500	-	1,294,138,500	N/A	1,184,315,500
2016	26,448,900	1,047,592,100	34,462,900	-	8,303,500	1,116,807,400	178,345,300	-	1,295,152,700	0.405	1,182,432,398
2017	26,484,100	1,050,983,900	34,345,900	-	8,303,500	1,120,117,400	178,345,300	-	1,298,462,700	N/A	1,185,685,826
2018	29,031,300	1,052,081,300	35,125,100	-	7,881,800	1,124,119,500	179,016,300	-	1,303,135,800	0.450	1,161,160,521
2019	21,823,400	1,069,596,400	35,110,200	-	7,881,800	1,134,411,800	178,736,300	-	1,313,148,100	0.546	N/A
2020	23,404,400	1,083,413,800	35,991,700	-	8,034,100	1,150,844,000	181,120,200	-	1,331,964,200	0.546	1,182,657,486
2021	22,313,100	1,088,745,900	36,380,100	-	8,038,100	1,147,439,700	180,941,900	-	1,328,381,600	0.559	1,183,387,147
2022	20,675,100	1,105,810,300	35,492,100	-	8,099,500	1,151,977,500	180,941,900	-	1,332,919,400	0.561	1,281,145,224
2023	19,165,000	1,103,772,400	35,492,100	-	8,099,500	1,158,429,500	180,178,200	-	1,338,607,700	0.561	1,502,291,050

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

Central Regional School District  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
 LAST TEN FISCAL YEARS  
*(Rate per \$100 of Assessed Value)*  
 UNAUDITED

FISCAL YEAR ENDED June 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES			TOTAL DIRECT & OVERLAPPING TAX RATE
	CURRENT TAX RATE (a)	DEBT SERVICE TAX RATE (b)	TOTAL REGIONAL TAX RATE	LOCAL SCHOOL DISTRICT	MUNICIPAL	COUNTY	
				TAX RATE	TAX RATE	TAX RATE	
<b>Berkeley</b>							
2014	N/A	N/A	0.383	0.555	0.610	0.407	1.955
2015	N/A	N/A	0.425	0.561	0.610	0.416	2.069
2016	0.422	0.014	0.436	0.586	0.628	0.419	2.069
2017	0.425	0.011	0.436	0.587	0.628	0.429	2.080
2018	0.456	0.010	0.466	0.601	0.656	0.437	2.160
2019	0.456	0.010	0.466	0.600	0.656	0.445	2.167
2020	0.465	0.010	0.475	0.606	0.696	0.452	2.229
2021	0.468	0.010	0.478	0.609	0.696	0.446	2.229
2022	0.477	0.000	0.477	0.618	0.715	0.467	2.277
2023	0.499	0.000	0.499	0.591	0.715	0.515	2.320
<b>Island Heights</b>							
2014	0.329	0.020	0.339	0.537	0.493	0.406	1.775
2015	0.342	0.020	0.332	0.556	0.502	0.414	1.804
2016	0.337	0.010	0.347	0.565	0.524	0.422	1.858
2017	0.301	0.008	0.309	0.595	0.546	0.395	1.845
2018	0.347	0.007	0.354	0.585	0.556	0.411	1.906
2019	0.332	0.005	0.337	0.615	0.537	0.402	1.891
2020	0.397	0.005	0.402	0.650	0.545	0.409	2.006
2021	0.380	0.004	0.384	0.672	0.550	0.405	2.011
2022	0.391	0.000	0.391	0.673	0.548	0.414	2.026
2023	0.373	0.000	0.373	0.673	0.559	0.465	2.070
<b>Ocean Gate</b>							
2014	0.350	0.015	0.365	0.647	0.659	0.376	2.047
2015	0.346	0.015	0.361	0.646	0.653	0.378	2.038
2016	0.456	0.014	0.470	0.802	0.787	0.429	2.488
2017	0.430	0.011	0.441	0.813	0.817	0.437	2.508
2018	0.426	0.009	0.435	0.832	0.827	0.433	2.527
2019	0.430	0.007	0.437	0.887	0.837	0.457	2.618
2020	0.485	0.007	0.492	0.882	0.847	0.462	2.683
2021	0.464	0.005	0.469	0.875	0.857	0.460	2.662
2022	0.466	0.000	0.466	0.876	0.947	0.492	2.781
2023	0.534	0.000	0.534	0.915	1.036	0.534	3.019
<b>Seaside Heights</b>							
2014	0.248	0.016	0.264	0.390	0.866	0.435	1.955
2015	0.365	0.015	0.380	0.427	0.901	0.427	2.135
2016	0.436	0.014	0.450	0.434	0.930	0.398	2.212
2017	0.420	0.011	0.431	0.435	0.967	0.417	2.250
2018	0.404	0.013	0.417	0.462	0.412	1.002	2.293
2019	0.415	0.014	0.429	0.471	1.021	0.434	2.355
2020	0.429	0.014	0.443	0.521	1.025	0.439	2.428
2021	0.391	0.012	0.403	0.541	1.054	0.422	2.420
2022	0.407	0.000	0.407	0.557	1.089	0.448	2.501
2023	0.449	0.000	0.449	0.586	1.095	0.500	2.630
<b>Seaside Park</b>							
2014	0.416	0.012	0.428	0.053	0.449	0.439	1.369
2015	0.342	0.011	0.353	0.052	0.480	0.427	1.312
2016	0.342	0.011	0.353	0.052	0.480	0.427	1.312
2017	0.407	0.010	0.417	0.052	0.508	0.434	1.411
2018	0.350	0.024	0.374	0.056	0.522	0.438	1.390
2019	0.485	0.008	0.493	0.053	0.517	0.424	1.487
2020	0.473	0.010	0.483	0.051	0.553	0.416	1.503
2021	0.515	0.005	0.520	0.039	0.553	0.407	1.519
2022	0.525	0.000	0.525	0.036	0.572	0.419	1.552
2023	0.508	0.000	0.508	0.049	0.588	0.464	1.609

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

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

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



**CENTRAL REGIONAL SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS,  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED**

	2023			2014		
	Taxable Assessed	% of Total District Net	Rank	Taxable Assessed	% of Total District Net	
	Value	Assessed Value		Value	Assessed Value	
<b>Berkeley Township</b>						
Plainfield Properties LLC	\$ 28,289,800	0.54%	1	\$ 39,686,700	0.77%	
Quaker Malls LP	17,721,200	0.34%	2	28,289,800	0.55%	
Hovchild Partnership LLC	14,109,000	0.27%	3	17,721,200	0.45%	
Bayville Commons	13,000,000	0.25%	4	23,404,000	0.34%	
Berkeley Healthcare Assoc LLC	11,500,000	0.22%	5	16,631,000	0.32%	
River Bay Gardens, LLC	10,321,200	0.20%	6	13,500,000	0.26%	
Holiday Propco LLC	10,000,000	0.19%	7	13,500,000	0.26%	
Millers Camp Inc	8,449,000	0.16%	8	11,451,900	0.22%	
Bay Housing Assoc	8,160,000	0.15%	9	9,489,500	0.20%	
Arlington Beach Co.	8,038,800	0.15%	10	10,269,900	0.18%	
<b>Total</b>	<b>\$ 129,589,000</b>	<b>2.46%</b>		<b>\$ 183,944,000</b>	<b>3.55%</b>	
<b>Island Heights</b>						
Jersey Yachting Center LLC	\$ 4,972,300	1.34%	1	\$ 4,850,000	2.39%	
Nelson Properties Partnership	\$2,147,300	0.58%	2	2,307,800	0.66%	
K&K at SB LLC	\$2,132,900	0.58%	3	2,378,600	0.69%	
Peter M & Elisa A Rapaport	\$1,900,700	0.51%	4	1,888,400	0.54%	
George & Harriet Prepis	\$1,847,300	0.50%	5	1,821,800	0.54%	
Cozy Cove Marina Company Inc	\$1,821,400	0.49%	6	1,821,800	0.54%	
Andrea & Thomas Damiano	\$1,760,300	0.47%	7	1,761,400	0.50%	
Ocean Bend	\$1,749,900	0.47%	8	1,716,500	0.49%	
Steven Brick	\$1,706,400	0.46%	9	1,687,000	0.48%	
Sal T. & Gina M. Laforgia	\$1,614,900	0.44%	10	1,670,400	0.48%	
<b>Total</b>	<b>\$ 21,653,400</b>	<b>5.84%</b>		<b>\$ 21,903,700</b>	<b>7.31%</b>	
<b>Ocean Gate</b>						
Smith Investment Properties LLC	\$ 950,900	0.42%	1	\$ 1,201,700	0.46%	
Mapletree Equities LLC	\$883,900	0.39%	2	855,700	0.33%	
Leslie & Debra Cauvin	\$701,300	0.31%	3	715,000	0.30%	
Ocean Gate Yacht Club	\$686,600	0.31%	4	701,200	0.28%	
Ronald & Ann Schlupp	\$677,800	0.30%	5	717,200	0.27%	
UBE Holdings LLC	\$652,400	0.29%	6	715,000	0.27%	
Joseph King Family LP	\$634,000	0.28%	7	675,000	0.27%	
Norman & Patricia Filipzak	\$625,000	0.28%	8	666,300	0.26%	
Thomas & Steve Patchett	\$621,200	0.28%	9	675,000	0.26%	
Kimanh & Peralta Nguyen	\$620,500	0.28%	10	666,300	0.25%	
<b>Total</b>	<b>\$ 7,053,600</b>	<b>3.15%</b>		<b>\$ 7,588,400</b>	<b>2.95%</b>	
<b>Seaside Heights</b>						
AFMV LLC	\$ 31,301,800	4.73%	1	\$ 30,737,700	4.66%	
Seaside Ocean Terrace LLC	6,000,000	0.91%	2	23,056,000	2.95%	
McGrath Partnership	6,322,000	0.96%	3	7,897,000	1.28%	
Shree Atlantic Hospitality LLC	5,228,800	0.79%	4	7,744,000	0.52%	
Seaside Heights Imp & Dev Co Inc	4,554,200	0.69%	5	7,644,200	0.45%	
Samuel Tilles Inc.	4,295,300	0.65%	6	6,633,000	0.40%	
Nini Feldman & Jill Finlay	3,700,000	0.56%	7	6,552,800	0.31%	
Saddy Family LLC	3,526,900	0.53%	8	5,978,100	0.28%	
Coin Castle Amusements	3,400,000	0.51%	9	5,250,000	0.27%	
Beachfront Enterprises LLC	3,274,600	0.50%	10	4,700,000	0.26%	
<b>Total</b>	<b>\$ 71,603,600</b>	<b>10.83%</b>		<b>\$ 106,192,800</b>	<b>11.38%</b>	
<b>Seaside Park</b>						
Friedland Family Trust	\$ 6,969,600	0.60%	1	\$ 15,955,800	3.19%	
Joy-Jam inc C/O Windjammer	5,430,400	0.47%	2	4,169,600	0.40%	
Leonard & Diane Light	5,080,900	0.44%	3	1,704,300	0.13%	
Bonnie Holmes	4,550,300	0.39%	4	2,693,400	0.32%	
Shree Jyoti LLC	4,180,200	0.36%	5	2,693,400	0.32%	
Seaside Park Yacht Club	3,837,300	0.33%	6	2,525,300	0.22%	
John & Penny Welch	3,685,500	0.32%	7	2,525,300	0.22%	
Cheryly Raley & Roy Borton	3,585,300	0.31%	8	1,704,300	0.13%	
Jennifer & Michael Lombardi	3,543,400	0.31%	9	1,563,800	0.12%	
Steven & Whitley Hauska	3,530,800	0.31%	10	1,551,800	0.12%	
<b>Total</b>	<b>\$ 44,393,700</b>	<b>3.84%</b>		<b>\$ 37,087,000</b>	<b>5.17%</b>	

Source: Municipal Tax Assessor

**CENTRAL REGIONAL SCHOOL DISTRICT  
PROPERTY TAX LEVIES & COLLECTIONS  
LAST TEN FISCAL YEARS  
UNAUDITED**

FISCAL YEAR ENDED June 30, 2023	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY (a)		SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
<b>Berkeley Township</b>				
2014	\$ 99,811,146	\$ 96,457,125	96.63%	3,354,021
2015	103,129,564	100,540,548	97.49%	3,735,176
2016	105,897,564	100,540,548	94.94%	3,017,182
2017	106,342,753	103,711,548	97.53%	3,035,222
2018	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A
2022	N/A	N/A	N/A	N/A
2023	N/A	N/A	N/A	N/A
<b>Island Heights</b>				
2014	\$ 6,141,168	\$ 6,019,877	98.02%	121,291
2015	6,250,504	6,078,827	97.25%	171,677
2016	6,459,026	6,260,024	96.92%	45,907
2017	N/A	N/A	N/A	N/A
2018	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A
2022	N/A	N/A	N/A	N/A
2023	N/A	N/A	N/A	N/A
<b>Ocean Gate</b>				
2014	\$ 5,213,297	\$ 4,940,575	94.77%	N/A
2015	N/A	N/A	N/A	N/A
2016	N/A	N/A	N/A	N/A
2017	N/A	N/A	N/A	N/A
2018	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A
2022	N/A	N/A	N/A	N/A
2023	N/A	N/A	N/A	N/A
<b>Seaside Heights</b>				
2014	N/A	N/A	N/A	N/A
2015	N/A	N/A	N/A	N/A
2016	N/A	N/A	N/A	N/A
2017	N/A	N/A	N/A	N/A
2018	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A
2022	N/A	N/A	N/A	N/A
2023	N/A	N/A	N/A	N/A
<b>Seaside Park</b>				
2014	\$ 14,680,872	\$ 14,680,872	97.78%	N/A
2015	15,161,730	15,161,730	99.16%	N/A
2016	N/A	N/A	N/A	N/A
2017	N/A	N/A	N/A	N/A
2018	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A
2022	N/A	N/A	N/A	N/A
2023	N/A	N/A	N/A	N/A

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

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

**Debt Capacity Information**

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

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**CENTRAL REGIONAL SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
UNAUDITED**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			BUSINESS- TYPE ACTIVITIES		TOTAL DISTRICT	PERCENTAGE OF		
	GENERAL	CAPITAL	ANTICIPATION	CAPITAL	PER CAPITA INCOME (a)		PER CAPITA		
	OBLIGATION BONDS (b)	LEASES	NOTES (BANs)	LEASES					
<b>BERKELEY TOWNSHIP</b>									
2023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	N/A	
2022	-	-	-	-	-	-	N/A	N/A	
2021	176,454	-	-	-	-	176,454	N/A	N/A	
2020	452,594	-	-	-	-	452,594	N/A	N/A	
2019	816,134	-	-	-	-	816,134	N/A	N/A	
2018	1,349,040	-	-	-	-	1,349,040	N/A	N/A	
2017	1,896,540	-	-	-	-	1,896,540	N/A	N/A	
2016	-	-	-	-	-	-	N/A	N/A	
2015	-	-	-	-	-	-	N/A	N/A	
2014	-	-	-	-	-	-	N/A	N/A	
<b>ISLAND HEIGHTS</b>									
2023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	N/A	
2022	-	-	-	-	-	-	N/A	N/A	
2021	9,971	-	-	-	-	9,971	N/A	N/A	
2020	27,282	-	-	-	-	27,282	N/A	N/A	
2019	42,308	-	-	-	-	42,308	N/A	N/A	
2018	55,440	-	-	-	-	55,440	N/A	N/A	
2017	77,940	-	-	-	-	77,940	N/A	N/A	
2016	1,080,000	-	-	-	-	1,080,000	N/A	N/A	
2015	1,188,000	-	-	-	-	1,188,000	N/A	N/A	
2014	1,296,000	-	-	-	-	1,296,000	N/A	N/A	
<b>OCEAN GATE</b>									
2023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	N/A	
2022	-	-	-	-	-	-	N/A	N/A	
2021	7,378	-	-	-	-	-	N/A	N/A	
2020	20,054	-	-	-	-	-	N/A	N/A	
2019	32,668	-	-	-	-	-	N/A	N/A	
2018	55,440	-	-	-	-	-	N/A	N/A	
2017	77,940	-	-	-	-	736,000	N/A	N/A	
2016	736,000	-	-	-	-	736,000	N/A	N/A	
2015	866,000	-	-	-	-	866,000	N/A	N/A	
2014	1,016,000	-	-	-	-	1,016,000	N/A	N/A	
<b>SEASIDE HEIGHTS</b>									
2023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	N/A	
2022	-	-	-	-	-	-	N/A	N/A	
2021	17,267	-	-	-	-	17,267	N/A	N/A	
2020	52,514	-	-	-	-	52,514	N/A	N/A	
2019	91,940	-	-	-	-	91,940	N/A	N/A	
2018	129,360	-	-	-	-	129,360	N/A	N/A	
2017	181,860	-	-	-	-	181,860	N/A	N/A	
2016	-	-	-	-	-	-	N/A	N/A	
2015	-	-	-	-	-	-	N/A	N/A	
2014	-	-	-	-	-	-	N/A	N/A	
<b>SEASIDE PARK</b>									
2023	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	N/A	
2022	-	-	-	-	-	-	N/A	N/A	
2021	41,930	-	-	-	-	41,930	N/A	N/A	
2020	100,497	-	-	-	-	100,497	N/A	N/A	
2019	189,950	-	-	-	-	189,950	N/A	N/A	
2018	258,720	-	-	-	-	258,720	N/A	N/A	
2017	363,720	-	-	-	-	363,720	N/A	N/A	
2016	-	-	-	-	-	-	N/A	N/A	
2015	-	-	-	-	-	-	N/A	N/A	
2014	-	-	-	-	-	-	N/A	N/A	

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

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

**b** Includes Early Retirement Incentive Plan ("ERIP") refunding and State Loans

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

CENTRAL REGIONAL SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA (b)
	GENERAL OBLIGATION BONDS (a)	DEDUCTIONS				
<b>BERKELEY TOWNSHIP</b>						
2023	\$ -	\$ -	\$ -	-	0.000%	N/A
2022	-	-	-	-	0.000%	N/A
2021	176,454	-	176,454	176,454	0.003%	N/A
2020	452,594	-	452,594	452,594	0.009%	N/A
2019	816,134	-	816,134	816,134	0.016%	N/A
2018	1,349,040	-	1,349,040	1,349,040	N/A	N/A
2017	1,896,540	-	1,896,540	1,896,540	N/A	N/A
2016	-	-	-	-	N/A	N/A
2015	-	-	-	-	N/A	N/A
2014	-	-	-	-	N/A	N/A
<b>ISLAND HEIGHTS</b>						
2023	\$ -	\$ -	\$ -	-	0.000%	N/A
2022	-	-	-	-	0.000%	N/A
2021	9,971	-	9,971	9,971	0.003%	N/A
2020	27,282	-	27,282	27,282	0.007%	N/A
2019	42,308	-	42,308	42,308	0.011%	N/A
2018	55,440	-	55,440	55,440	N/A	N/A
2017	77,940	-	77,940	77,940	N/A	N/A
2016	1,080,000	-	1,080,000	1,080,000	N/A	N/A
2015	1,188,000	-	1,188,000	1,188,000	N/A	N/A
2014	1,296,000	-	1,296,000	1,296,000	N/A	N/A
<b>OCEAN GATE</b>						
2023	\$ -	\$ -	\$ -	-	0.000%	N/A
2022	-	-	-	-	0.000%	N/A
2021	7,378	-	7,378	7,378	0.003%	N/A
2020	20,054	-	20,054	20,054	0.009%	N/A
2019	32,668	-	32,668	32,668	0.015%	N/A
2018	55,440	-	55,440	55,440	N/A	N/A
2017	77,940	-	77,940	77,940	N/A	N/A
2016	736,000	-	736,000	736,000	N/A	N/A
2015	866,000	-	866,000	866,000	N/A	N/A
2014	1,016,000	-	1,016,000	1,016,000	N/A	N/A
<b>SEASIDE HEIGHTS</b>						
2023	\$ -	\$ -	\$ -	-	0.000%	N/A
2022	-	-	-	-	0.000%	N/A
2021	17,267	-	17,267	17,267	0.003%	N/A
2020	52,514	-	52,514	52,514	0.008%	N/A
2019	91,940	-	91,940	91,940	0.014%	N/A
2018	129,360	-	129,360	129,360	N/A	N/A
2017	181,860	-	181,860	181,860	N/A	N/A
2016	-	-	-	-	N/A	N/A
2015	-	-	-	-	N/A	N/A
2014	-	-	-	-	N/A	N/A
<b>SEASIDE PARK</b>						
2023	\$ -	\$ -	\$ -	-	0.000%	N/A
2022	-	-	-	-	0.000%	N/A
2021	41,930	-	41,930	41,930	0.004%	N/A
2020	100,497	-	100,497	100,497	0.009%	N/A
2019	189,950	-	189,950	189,950	0.017%	N/A
2018	258,720	-	258,720	258,720	N/A	N/A
2017	363,720	-	363,720	363,720	N/A	N/A
2016	-	-	-	-	N/A	N/A
2015	-	-	-	-	N/A	N/A
2014	-	-	-	-	N/A	N/A

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

a Used Estimated County equalized value from J-6

b Population data can be founds in Exhibit J-14

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**AS OF JUNE 30, 2023**  
**UNAUDITED**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	PERCENTAGE APPLICABLE (a)	OVERLAPPING DEBT
<b>Berkeley</b>			
Debt Repaid With Property Taxes:			
Berkeley Township	\$ 56,124,923	69.740%	\$ 39,141,521
Berkeley Twp. Sewerage Authority	6,530,204	69.740%	4,554,164
Berkeley Township MUA	6,239,773	69.740%	4,351,618
Ocean County General Obligation Debt	450,942,968	5.480%	24,711,675
Local School Debt	5,520,000	69.740%	3,849,648
Subtotal, Overlapping Debt			76,608,626
Regional School Debt	-	69.740%	-
Total Direct & Overlapping Debt			<u>\$ 76,608,626</u>
<b>Island Heights</b>			
Debt Repaid With Property Taxes:			
Island Heights	\$1,805,816	3.940%	\$ 71,149
Ocean County General Obligation Debt	450,942,968	0.350%	1,578,300
Local School Debt	2,948,000	3.940%	116,151
Subtotal, Overlapping Debt			1,765,601
Regional School Debt	-	3.94%	-
Total Direct & Overlapping Debt			<u>\$ 1,765,601</u>
<b>Ocean Gate</b>			
Debt Repaid With Property Taxes:			
Ocean Gate	\$3,269,317	2.916%	\$ 95,333
Ocean County General Obligation Debt	450,942,968	0.230%	1,037,169
Local School Debt	241,000	2.92%	7,028
Subtotal, Overlapping Debt			1,139,530
Regional School Debt	-	2.92%	-
Total Direct & Overlapping Debt			<u>\$ 1,139,530</u>
<b>Seaside Heights</b>			
Debt Repaid With Property Taxes:			
Seaside Heights	\$15,098,483	6.824%	\$ 1,030,320
Ocean County General Obligation Debt	450,942,968	0.660%	2,976,224
Local School Debt	-	6.82%	-
Subtotal, Overlapping Debt			4,006,544.07
Regional School Debt	-	6.82%	-
Total Direct & Overlapping Debt			<u>\$ 4,006,544</u>
<b>Seaside Park</b>			
Debt Repaid With Property Taxes:			
Seaside Park	\$4,246,262	16.570%	\$ 703,606
Ocean County General Obligation Debt	450,942,968	1.190%	5,366,221
Local School Debt	-	16.570%	-
Subtotal, Overlapping Debt			6,069,827
Regional School Debt	-	16.57%	-
Total Direct & Overlapping Debt			<u>\$ 6,069,827</u>
<b>TOTAL ALL DEBT DIRECT &amp; OVERLAPPING</b>	<b>550,018,746</b>		<u><b>\$ 89,590,127</b></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Ocean County Board of Taxation.

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

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

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

CENTRAL REGIONAL SCHOOL DISTRICT  
 LEGAL DEBT MARGIN INFORMATION  
 LAST TEN FISCAL YEARS  
*(Dollars in Thousands)*  
 UNAUDITED

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Debt Limit	\$ 331,922,271	\$ 301,830,085	\$ 287,550,439	\$ 281,008,832	\$ 274,149,391	\$ 268,081,788	\$ 268,081,788	\$ 267,342,416	\$ 280,926,611	\$ 280,926,611
Total Net Debt Applicable to Limit	-	-	253,000	653,000	1,173,000	1,848,000	2,598,000	3,448,000	4,728,000	5,973,000
Legal Debt Margin	\$ 331,922,271	\$ 301,830,085	\$ 287,297,439	\$ 280,355,832	\$ 272,976,391	\$ 266,233,788	\$ 265,483,788	\$ 263,894,416	\$ 276,198,611	\$ 274,953,611
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.08%	0.00%	0.42%	0.69%	0.69%	0.97%	2.97%	2.97%	2.97%

Legal Debt Margin Calculation for Fiscal Year 2022

	Equalized Valuation Basis				Total
	Berkeley	Island Heights	Ocean Gate	Seaside Hgts	
2022	\$ 7,584,861,592	\$ 480,699,582	\$ 337,036,758	\$ 931,471,403	\$ 10,828,051,305
2021	6,483,142,107	405,318,345	290,832,959	780,726,951	9,236,086,403
2020	5,887,501,508	378,158,463	258,527,633	678,767,882	8,386,342,633
					[A] \$ 28,450,480,341

Average Equalized Valuation of Taxable Property [A/3]

Debt Limit (3.5 % of Average Equalization Value) [B]

Net Bonded School Debt [C]

Legal Debt Margin [B-C]

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



### **Demographic and Economic Information**

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

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

FOR THE YEAR ENDED June 30,	POPULATION (a)	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
<b>Berkeley</b>			
2023	43,412	42,882	5.3%
2022	44,348	38,924	4.7%
2021	44,348	39,918	0.00%
2020	42,362	39,918	12.20%
2019	42,059	41,585	5.60%
2018	41,922	42,855	6.30%
2017	41,739	43,260	6.70%
2016	41,720	44,951	7.60%
2015	41,725	47,115	9.00%
2014	* 41,643	48,578	12.90%
<b>Island Heights</b>			
2023	1,714	51,744	4.1%
2022	1,646	49,899	5.9%
2021	1,646	39,918	5.9%
2020	1,692	39,918	9.20%
2019	1,677	41,585	3.70%
2018	1,671	42,855	4.40%
2017	1,656	43,260	4.60%
2016	1,641	44,951	5.40%
2015	1,636	47,115	N/A
2014	* 1,642	48,578	6.90%
<b>Ocean Gate</b>			
2023	2,019	46,791	6.0%
2022	1,968	34,041	6.0%
2021	1,968	39,918	6.0%
2020	2,055	39,918	10.20%
2019	2,037	41,585	5.20%
2018	2,022	42,855	6.40%
2017	2,009	43,260	6.70%
2016	2,000	44,951	6.60%
2015	1,989	47,115	7.80%
2014	* 1,991	48,578	7.80%
<b>Seaside Heights</b>			
2023	2,529	26,404	5.5%
2022	2,350	32,969	8.1%
2021	2,350	39,918	8.1%
2020	3,024	39,918	14.60%
2019	2,912	41,585	6.60%
2018	2,901	42,855	8.00%
2017	2,887	43,260	7.80%
2016	2,886	44,951	7.80%
2015	2,881	47,115	9.40%
2014	* 2,883	48,578	17.20%
<b>Seaside Park</b>			
2023	2,364	30,090	4.4%
2022	1,408	42,308	5.8%
2021	1,408	39,918	5.8%
2020	1,561	39,918	9.10%
2019	1,546	41,585	5.30%
2018	1,542	42,855	5.60%
2017	1,540	43,260	5.90%
2016	1,546	44,951	7.40%
2015	1,547	47,115	7.50%
2014	* 1,561	48,578	6.80%

**Sources:**

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

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

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

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

\* 2010 Census

**CENTRAL REGIONAL SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED**

2023			2014		
EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT

DATA NOT AVAILABLE

DATA NOT AVAILABLE

0	0.00%	0	0.00%
0		0	

Source: Municipal Tax Collector

N/A - Information was not available at reporting time

CENTRAL REGIONAL SCHOOL DISTRICT  
 FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION/PROGRAM  
 LAST TEN FISCAL YEARS  
 UNAUDITED

Function/Program	FISCAL YEAR END JUNE 30, 2023									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Instruction:										
Regular	177	126	130	122	118	111	111	108	109	109
Special Education	103	85	79	82	77	72	67	78	62	62
Vocational and Other Instructional	7	4	7	7	7	7	2	1	1	1
Support Services:										
Student & Instruction Related Services	63	63	60	59	58	59	60	42	35	35
General Administration	3	3	3	3	3	3	3	3.1	5	5
School Administration Services	20	12	16	16	13	13	12	12	11	11
Central Service	7	6	6	6	6	6	6	6	6	6
Administrative Information Technology	3	3	3	2	2	2	2	2	3	3
Plant Operations & Maintenance	38	35	33	33	33	33	33	34.4	32	32
Pupil Transportation	29	31	31	31	27	28	28	27	32	32
Other Support Services	0	0	0	0	0	0	3	6	3	3
<b>Total</b>	<b>450</b>	<b>368</b>	<b>368</b>	<b>361</b>	<b>344</b>	<b>334</b>	<b>327</b>	<b>319.5</b>	<b>299</b>	<b>299</b>

Source: District Personnel Records

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### **Operating Information**

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

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CENTRAL REGIONAL SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO		AVERAGE DAILY ENROLLMENT (ADE)	AVERAGE DAILY ATTENDANCE (ADA)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						MIDDLE SCHOOL	HIGH SCHOOL				
2023	2280	\$ 51,010,513	\$ 22,373	19.93%	222	14.94	11.22	2,020	1,848	-11.56%	91.47%
2022	2321	43,297,578	18,655	8.86%	187	15.4	9.7	2,260	2,036	2.86%	90.08%
2021	2380	40,786,212	17,137	-9.62%	196	15.4	9.7	2,367	2,174	11.93%	91.85%
2020	2317	43,933,601	18,961	-0.72%	206	15.4	9.7	2,284	2,189	12.46%	95.82%
2019	2220	42,399,652	19,099	0.95%	197	15.5	9.8	2,197	2,057	8.18%	93.61%
2018	2134	40,362,701	18,919	1.58%	186	15.6	13.6	2,114	1,974	9.94%	93.39%
2017	2059	38,348,324	18,625	0.64%	175	16.5	12.9	2,031	1,901	5.61%	93.60%
2016	1989	36,807,779	18,506	1.66%	167	14.4	10.7	1,923	1,824	0.00%	94.85%
2015	1966	35,451,044	18,204	-0.93%	161	14.4	10.7	1,923	1,824	1.47%	94.85%
2014	1895	34,489,996	18,201	7.11%	162	14.4	10.7	1,895	1,789	0.00%	94.38%

Sources: District records

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

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

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

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

CENTRAL REGIONAL SCHOOL DISTRICT  
 SCHOOL BUILDING INFORMATION  
 LAST TEN FISCAL YEARS  
 UNAUDITED

	FISCAL YEAR END JUNE 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>DISTRICT BUILDINGS:</b>										
Middle School: (1981)										
Middle School:										
Square Feet	141,478	141,478	141,478	141,478	141,478	141,478	141,478	141,478	141,478	141,478
Capacity (Students)	812	812	812	812	812	812	812	812	812	812
Enrollment	719	721	776	776	776	667	667	667	667	680
High School: (1956)										
High School:										
Square Feet	272,420	272,420	272,420	272,420	272,420	272,420	272,420	272,420	272,420	272,420
Capacity (Students)	1,465	1,465	1,465	1,465	1,465	1,465	1,465	1,465	1,465	1,465
Enrollment	1,561	1,593	1,444	1,444	1,444	1,256	1,256	1,256	1,256	1,266
Other:										
Superintendent Office: (1972)										
Square Feet	1,122	1,122	1,122	1,122	1,122	1,122	1,122	1,122	1,122	1,122
Board Office: (1972)										
Square Feet	1,699	1,699	1,699	1,699	1,699	1,699	1,699	1,699	1,699	1,699

Number of Schools at June 30, 2023:

- Middle School = 1
- Senior High School = 1
- Other = 0

Source: District Business Office

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
LAST TEN FISCAL YEARS  
UNAUDITED**

FOR THE YEAR ENDED June 30, 2023	* SCHOOL FACILITIES PROJECT #(s)	CENTRAL REGIONAL		TOTAL
		HIGH SCHOOL	MIDDLE SCHOOL	
2014	-	\$ 460,265	\$ 175,303	\$ 635,568
2015	-	517,192	176,392	693,584
2016	-	581,760	210,118	791,878
2017	-	607,497	215,598	823,095
2018	-	584,902	224,739	809,641
2019	-	597,973	262,932	860,905
2020	-	701,614	254,665	956,279
2021	-	535,955	228,857	764,812
2022	-	759,096	344,770	1,103,866
2023	-	648,234	238,584	886,818

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

**Source:** District records

**CENTRAL REGIONAL SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2023  
UNAUDITED**

	<b>Coverage</b>	<b>Deductible</b>
<b>School Package Policy (1):</b>		
General Liability	\$ 5,000,000	\$ 2,500
Property & Physical Damage	83,466,245	2,500
General Automobile Liability	5,000,000	10,000
Workers' Compensation	5,000,000	Per State Law
<b>Student Accident Insurance (2):</b>		
	None	None
<b>Surety Bonds (3):</b>		
Treasurer	\$ 255,000	Per State Law
Board Secretary/Business Administrator	50,000	Per State Law

**Source:** District Records

- (1) School Alliance Insurance Fund - Commercial Package Policy
- (2) Bob McClosky Insurance
- (3) Liberty Mutual

Source: District records

**SINGLE AUDIT SECTION**

Fourth Section

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Certified Public Accountants + Advisors

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## EXHIBIT K-1

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

Honorable President and Members  
of the Board of Education  
Central Regional School District  
County of Ocean  
Bayville, New Jersey 08721

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Central Regional School District (School District) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated January 19, 2024.

#### **Report On Internal Control Over Financial Reporting**

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

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

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

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

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

### **Purpose of This Report**

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

Respectfully Submitted,  
HOLMAN FRENIA ALLISON, P.C.

Jerry W. Conaty  
Certified Public Accountant  
Public School Accountant, No. 2470

Lakewood, New Jersey  
January 19, 2024



EXHIBIT K-2

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

Honorable President and Members  
of the Board of Education  
Central Regional School District  
County of Ocean  
Bayville, New Jersey 08721

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

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

We have audited Central Regional School District's compliance with types of compliance requirements identified as subject to audit in the OMB Compliance Supplement and the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2023. The Central Regional School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Central Regional School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2023.

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

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

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

***Responsibilities of Management for Compliance***

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

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

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

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

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

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

### **Report on Internal Control Over Compliance**

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

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

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

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

Respectfully Submitted,  
HOLMAN FRENIA ALLISON, P.C.

Jerry W. Conaty  
Certified Public Accountant  
Public School Accountant, No. 2470

Lakewood, New Jersey  
January 19, 2024

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CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

STATE GRANTOR/PROGRAM TITLE OR CLUSTER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2022	CASH RECEIVED	BUDGETARY EXPENDITURES	(ACCOUNTS RECEIVABLE AT JUNE 30, 2023)	MEMO	
								BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
<b>New Jersey Department of Education:</b>									
General Fund:									
State Aid - Public:									
Categorical Special Education Aid	495-034-5120-089	\$ 2,311,580	7/1/22-6/30/23	\$ -	\$ 2,311,580	\$ (2,311,580)	\$ -	\$ 222,494	\$ 2,311,580
Adjustment Aid	495-034-5120-085	55,587	7/1/22-6/30/23	-	55,587	(55,587)	-	5,350	55,587
Categorical Security Aid	495-034-5120-084	295,909	7/1/22-6/30/23	-	295,909	(295,909)	-	28,482	295,909
School Choice Aid	495-034-5120-068	1,422,078	7/1/22-6/30/23	-	1,422,078	(1,422,078)	-	136,878	1,422,078
Total State Aid - Public				-	4,085,154	(4,085,154)	-	393,204	4,085,154
Transportation Aid	495-034-5120-014	1,325,310	7/1/22-6/30/23	-	1,325,310	(1,325,310)	-	127,563	1,325,310
Lead Based Testing	495-034-5120-104	3,165	7/1/22-6/30/23	-	3,165	(3,165)	-	-	3,165
Additional Nonpublic School Transportation Aid	495-034-5120-014	21,857	7/1/21-6/30/22	(21,857)	-	(13,259)	-	-	13,259
Additional Nonpublic School Transportation Aid	495-034-5120-014	13,259	7/1/22-6/30/23	(323,036)	-	-	(13,259)	-	-
Extraordinary Aid	495-034-5120-044	262,774	7/1/21-6/30/22	-	323,036	-	-	-	-
Extraordinary Aid	495-034-5120-044	277,752	7/1/22-6/30/23	-	-	(277,752)	-	-	277,752
Reimbursed TPAF Social Security Contributions	495-034-5094-003	1,310,207	7/1/21-6/30/22	(60,742)	60,742	-	-	-	-
Reimbursed TPAF Social Security Contributions	495-034-5094-003		7/1/22-6/30/23	-	1,246,221	(1,310,207)	(63,986)	-	1,310,207
Medical (Noncash Assistance)	495-034-5094-001	1,538,852	7/1/22-6/30/23	-	1,538,852	(1,538,852)	-	-	1,538,852
TPAF - Pension	495-034-5094-002	5,857,886	7/1/22-6/30/23	-	5,857,886	(5,857,886)	-	-	5,857,886
TPAF - Long-Term Disability	495-034-5094-004	1,810	7/1/22-6/30/23	-	1,810	(1,810)	-	-	1,810
Insurance (Noncash Assistance)	Unavailable	139,152	7/1/19-6/30/20	(31,321)	31,321	-	-	-	-
Securing our Children's Future Bond Act (Alyssa's Law)									
Total General Fund				(436,956)	14,495,354	(14,413,395)	(354,997)	520,767	14,413,395
Special Revenue Fund:									
Emergent and Capital Maintenance Needs	Unavailable	63,344	7/1/22-6/30/23	-	63,344	(63,344)	-	-	63,344
Total Special Revenue Fund				-	63,344	(63,344)	-	-	63,344
<b>Total New Jersey Department of Education</b>				(436,956)	14,558,698	(14,476,739)	(354,997)	520,767	14,476,739
<b>State Department of Agriculture:</b>									
Enterprise Fund:									
National School Lunch Program	100-010-3360-067	17,486	7/1/21-6/30/22	(453)	453	-	-	-	-
National School Lunch Program	100-010-3360-067	14,056	7/1/22-6/30/23	-	13,486	(14,056)	(570)	-	14,056
School Breakfast Program	100-010-3360-067	752	7/1/22-6/30/23	-	717	(752)	(35)	-	752
Total State Department of Agriculture				(453)	14,656	(14,808)	(605)	-	14,808
<b>State Department of Children and Families:</b>									
Enterprise Fund:									
SSB-NPFA	Unavailable	49,244	7/1/22-6/30/23	-	49,244	(49,244)	-	-	49,244
Total State Department of Children and Families				-	49,244	(49,244)	-	-	49,244
<b>Total State Financial Assistance</b>				(437,409)	14,622,598	(14,540,791)	(355,602)	520,767	14,540,791
State Financial Assistance Programs not subject to Calculation for Major Program Determination:									
TPAF - Pension	495-034-5094-002	\$ 5,857,886	7/1/22-6/30/23			\$		\$ 5,857,886	
Contributions (Noncash Assistance)									
TPAF - Long-Term Disability	495-034-5094-004	1,810	7/1/22-6/30/23					1,810	
Insurance (Noncash Assistance)									
TPAF - Post Retirement	495-034-5094-001	1,538,852	7/1/22-6/30/23					1,538,852	
Medical (Noncash Assistance)									
<b>Total State Financial Assistance subject to Calculation for Major Program Determination</b>								<del>(7,142,243)</del>	

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

**CENTRAL REGIONAL SCHOOL DISTRICT  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE  
FINANCIAL ASSISTANCE  
YEAR ENDED JUNE 30, 2023**

**Note 1. Basis of Presentation**

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

**Note 2. Summary of Significant Accounting Policies**

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

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

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as Teacher's Pension and Annuity Fund (TPAF) Pension Contributions represents the amount paid by the state on behalf of the School 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.

**CENTRAL REGIONAL SCHOOL DISTRICT**  
**NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE**  
**FINANCIAL ASSISTANCE**  
**YEAR ENDED JUNE 30, 2023 (Continued)**

**Note 3. Relationship to Basic Financial Statements**

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$60,141 and \$1,987,025 for the General Fund and Special Revenue Fund, respectively. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 58,036	\$ 14,353,254	\$ 14,411,290
Special Revenue Fund	3,825,659	63,344	3,889,003
Food Service Fund	535,448	64,052	599,500
Total Awards & Financial Assistance	<u>\$ 4,419,143</u>	<u>\$ 14,480,650</u>	<u>\$ 18,899,793</u>

**Note 4. Relationship to Federal and State Financial Reports**

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

**Note 5. Federal and State Loans Outstanding**

At June 30, 2023, the School District is not the guarantor of any loans outstanding.



**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2023**

**Section I - Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued	<u>Unmodified</u>	
Internal control over financial reporting:		
1) Material weakness(es) identified?	<u>          </u> Yes	<u>    X    </u> No
2) Significant deficiency(ies) identified?	<u>          </u> Yes	<u>    X    </u> No
Noncompliance material to financial statements Noted?	<u>          </u> Yes	<u>    X    </u> None reported

**Federal Awards**

Internal control over major programs:		
1) Material weakness(es) identified?	<u>          </u> Yes	<u>    X    </u> No
2) Significant deficiency(ies) identified?	<u>          </u> Yes	<u>    X    </u> No

Type of auditor's report issued on compliance for major programs	<u>Unmodified</u>	
--	-------------------	--

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

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.425D</u>	<u>S425D210027</u>	
<u>84.425D</u>	<u>S425D210027</u>	
<u>84.425D</u>	<u>S425D210027</u>	
<u>84.425U</u>	<u>S425D210027</u>	
<u>84.425U</u>	<u>S425U210027</u>	Education Stabilization Fund
<u>84.425U</u>	<u>S425U210027</u>	
<u>84.425U</u>	<u>S425U210027</u>	
<u>84.425U</u>	<u>S425U210027</u>	

Dollar threshold used to determine Type A programs	\$	<u>750,000</u>
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Auditee qualified as low-risk auditee?	<u>    X    </u> Yes	<u>          </u> No
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**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2023**

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

**State Financial Assistance**

Dollar threshold used to determine Type A programs	\$	750,000
Auditee qualified as low-risk auditee?	<u>  X  </u> Yes	<u>      </u> No
Internal control over major programs:		
1) Material weakness(es) identified?	<u>      </u> Yes	<u>  X  </u> No
2) Significant deficiency(ies) identified?	<u>      </u> Yes	<u>  X  </u> No
Type of auditor's report issued on compliance for major programs		Unmodified
Any audit findings disclosed that are required to be reported in accordance with New Jersey OMB's Circular 15-08?	<u>      </u> Yes	<u>  X  </u> No

Identification of major programs:

<b>State Grant/Project Number(s)</b>	<b>Name of State Program</b>
495-034-5120-089	Categorical Special Education Aid
495-034-5120-085	Adjustment Aid
495-034-5120-084	Categorical Security Aid
495-034-5120-068	School Choice Aid

**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2023**

**Section II - Financial Statement Findings**

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

None.

**CENTRAL REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2023**

**Section III - Federal Awards & State Financial Assistance Findings & Questioned Costs**

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

**FEDERAL AWARDS**

None.

**STATE FINANCIAL ASSISTANCE**

None.

**CENTRAL REGIONAL SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
YEAR ENDED JUNE 30, 2023**

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

**Financial Statement Findings**

No Prior Year Findings.

**Federal Awards**

No Prior Year Findings.

**State Financial Assistance**

No Prior Year Findings.