

**SCHOOL DISTRICT OF THE  
BOROUGH OF ENGLEWOOD CLIFFS  
COUNTY OF BERGEN, NEW JERSEY  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
JUNE 30, 2023**

School District  
of

# Englewood Cliffs

**ENGLEWOOD CLIFFS PUBLIC SCHOOLS**  
Englewood Cliffs, New Jersey

**Annual Comprehensive Financial Report**  
Year Ended June 30, 2023

# **Annual Comprehensive Financial Report**

**of the**

**ENGLEWOOD CLIFFS PUBLIC SCHOOLS  
Englewood Cliffs, New Jersey**

**Year Ended June 30, 2023**

**Prepared by**

**Julyana Ortiz  
Board Secretary/Business Administrator**

# OUTLINE OF ACFR

## INTRODUCTORY SECTION

Letter of Transmittal .....	1
Organizational Chart .....	4
Roster of Officials .....	5
Consultants and Advisors .....	6

## FINANCIAL SECTION

Independent Auditor's Report .....	7
Required Supplementary Information - Part I Management's Discussion and Analysis .....	12

### BASIC FINANCIAL STATEMENTS

#### A. District-wide Financial Statements:

A-1 Statement of Net Position .....	23
A-2 Statement of Activities .....	24

#### B. Fund Financial Statements:

##### Governmental Funds:

B-1 Balance Sheet .....	25
B-2 Statement of Revenues, Expenditures and Changes in Fund Balances .....	27
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	28

##### Proprietary Funds:

B-4 Statement of Net Position .....	29
B-5 Statement of Revenues, Expenses and Changes in Fund Net Position .....	30
B-6 Statement of Cash Flows .....	31

##### Fiduciary Funds:

Not Applicable

Notes to the Financial Statements .....	32
---	----

**OUTLINE OF ACFR**

Required Supplementary Information - Part II

C. Budgetary Comparison Schedules:

C-1 Budgetary Comparison Schedule - General Fund ..... 70  
C-1a Not Applicable  
C-2 Budgetary Comparison Schedule - Special Revenue Fund ..... 75  
  
Note to Required Supplementary Information - Part II  
C-3 Budgetary Comparison Schedule..... 76

Required Supplementary Information - Part III

L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)

L-1 Schedule of District's Share of Net Pension  
Liability – PERS ..... 77  
L-2 Schedule of District’s Contributions – PERS ..... 78  
L-3 Schedule of District's Share of Net Pension  
Liability – TPAF ..... 79  
L-4 Note to Required Schedules of Supplementary Information - Part III..... 80

M. Schedules Related to Accounting and Reporting for OPEB (GASB 75)

M-1 Schedule of Changes in the District's Proportionate Share of the State  
OPEB Liability ..... 81

Other Supplementary Information

D. School Level Schedules:

Not Applicable

E. Special Revenue Fund:

E-1 Combining Schedule of Program Revenues and Expenditures -  
Budgetary Basis..... 82  
E-1a Combining Schedule of Program Revenues and Expenditures -  
Budgetary Basis..... 83  
E-1b Combining Schedule of Program Revenues and Expenditures -  
Budgetary Basis..... 84  
E-1c Combining Schedule of Program Revenues and Expenditures -  
Budgetary Basis..... 85

F. Capital Projects Fund:

Not Applicable

## OUTLINE OF ACFR

### G. Proprietary Funds:

#### Enterprise Fund:

G-1	Combining Statement of Net Position . . . . .	86
G-2	Combining Statement of Revenues, Expenses and Changes in Fund Net Position . . . . .	87
G-3	Combining Statement of Cash Flows . . . . .	88

#### Internal Service Fund:

Not Applicable

### H. Fiduciary Funds:

Not Applicable

### I. Long-Term Debt:

I-1	Statement of Serial Bonds . . . . .	N/A
I-2	Schedule of Obligations Under Lease-Purchase Agreements . . . . .	89
I-3	Budgetary Comparison Schedule - Debt Service Fund . . . . .	90

### J. Statistical Section (Unaudited)

#### Financial Trends

##### Introduction to the Statistical Section

J-1	Net Assets/Position by Component . . . . .	91
J-2	Changes in Net Assets/Position . . . . .	92
J-3	Fund Balances - Governmental Funds . . . . .	94
J-4	Changes in Fund Balances - Governmental Funds . . . . .	95
J-5	General Fund - Other Local Revenue by Source . . . . .	97

#### Revenue Capacity

J-6	Assessed Value and Actual Value of Taxable Property . . . . .	98
J-7	Direct and Overlapping Property Tax Rates . . . . .	99
J-8	Principal Property Taxpayers . . . . .	100
J-9	Property Tax Levies and Collections . . . . .	101

## OUTLINE OF ACFR

### Debt Capacity

J-10	Ratios of Outstanding Debt by Type .....	102
J-11	Ratios of Net General Bonded Debt Outstanding .....	103
J-12	Direct and Overlapping Governmental Activities Debt.....	104
J-13	Legal Debt Margin Information.....	105

### Demographic and Economic Information

J-14	Demographic and Economic Statistics .....	106
J-15	Principal Employers.....	107

### Operating Information

J-16	Full-time Equivalent District Employees by Function/Program .....	108
J-17	Operating Statistics .....	109
J-18	School Building Information .....	110
J-19	Schedule of Required Maintenance.....	111
J-20	Insurance Schedule .....	112

## K. SINGLE AUDIT SECTION

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.....	115
K-2	Independent Auditor's Report on Compliance For Each Major Program and Report on Internal Control Over Compliance as Required By State of New Jersey OMB Circular Letter 15-08 .....	117
K-3	Schedule of Expenditures of Federal Awards - Schedule A .....	121
K-4	Schedule of Expenditures of State Financial Assistance - Schedule B .....	122
K-5	Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance.....	124
K-6	Schedule of Findings and Questioned Costs .....	127
K-7	Summary Schedule of Prior Audit Findings .....	129

## **INTRODUCTORY SECTION**



**ENGLEWOOD CLIFFS PUBLIC SCHOOLS**

143 Charlotte Place  
Englewood Cliffs, NJ 07632-2681  
Telephone (201) 567-7292 FAX: (201) 567-2738



**Jennifer Brower, Ed.D.**  
Superintendent of Schools

**Julyana Ortiz**  
Business Administrator/Board Secretary

---

December 4, 2023

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

Dear Board Members:

The annual comprehensive financial report of the Englewood Cliffs School District (District) for the fiscal year ending June 30, 2023 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentations, 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 respects and is reported in a manner designed to present fairly the financial position and 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 annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the district’s organizational chart and a list of principal officials. The financial section includes the basic financial statements, management’s discussion and analysis and the independent auditor’s report. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the schedule of expenditures of state financial assistance as required by NJ OMB 15-08

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 recommendations are included in the single audit section of the report.

1) Reporting Entity and Its Services: The Englewood Cliffs School District is an independent reporting entity with the criteria adopted by GASB as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The Englewood Cliffs Board of Education and all its schools constitute the District’s reporting entity. The District provides a full range of services appropriate to grade level Pre-K through 8. These programs include regular and inclusive special education services for handicapped children. The district completed the 2022-2023 fiscal year 417 students on roll as submitted for our Application for State School Aid, which represents 10 students below the previous year’s enrollment. The following details the changes in the student enrollment of the District over the last five years.

## **AVERAGE DAILY ENROLLMENT**

<b>Fiscal Year</b>	<b>Student Enrollment</b>	<b>Percent Change</b>
<b>2022-2023</b>	<b>417</b>	<b>-2.34</b>
<b>2021-2022</b>	<b>427</b>	<b>-11.59</b>
<b>2020-2021</b>	<b>483</b>	<b>-0.01</b>
<b>2019-2020</b>	<b>489</b>	<b>-0.0</b>
<b>2018-2019</b>	<b>489</b>	<b>-1.0</b>

2) Economic Conditions and Outlook: The tax revenue producing areas of Englewood Cliffs have limited growth. Given the current economic climate, it can be expected that this will continue to have an impact on the district's revenues for the foreseeable future.

3) Major Initiatives: We continue to increase the use of technology in our everyday curriculum and the use of Reading, Writing and Math Workshop in Grades K-8 is ongoing. We have professional development in responsive classrooms with the goal to build the capacity of teachers to utilize language to convey subtle and important messages to their students and to motivate them to complete all tasks even when the task is challenging.

With all of the initiatives, we continue to track the progress of these programs and to refine our current programs to ensure the success of each child in our school district. With all new and existing programs in place, the Englewood Cliffs School district is positioned to be a leader in the educational reform movement.

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 and misuse and to ensure that adequate accounting data are compiled to allow for the presentation 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 require estimate 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 related to those programs. This internal control structure is also subject to periodic evaluation by the District management.

As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to 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. Annual appropriated budgets are adopted for the general fund and the special revenue 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 purchasing commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be appropriated are reported as reservations of fund balance at June 30, 2023.

6) 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 2. The district has adopted a cash management plan which requires it to deposit public funds 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 loss of funds on deposit with failing banking institutions in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

7) Risk Management: The Board carries various forms of insurance, including but not limited to general liability, hazards and theft insurance on property and contents, fidelity bonds, and student accident. The Board participates in a self-insurance pool (43 school districts) for workers’ compensation as a member of the Northeast Bergen County School Board Insurance Group.

8) Other Information - Independent Audit: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Wielkott & Company LLC. was selected by the Board. In addition to meeting requirements set forth in state statutes, the audit also was designed to meet the requirements of the Title 2 U.S. Code of Federal Regulations, Part 2, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the schedule of expenditures of state financial assistance as required by NJ OMB 15-08. The auditor’s report on the general-purpose financial statements and combined and individual fund statement and schedules is included in the financial section of this report. The auditor’s report relates specifically to the single audits are included in the single audit section of this report.

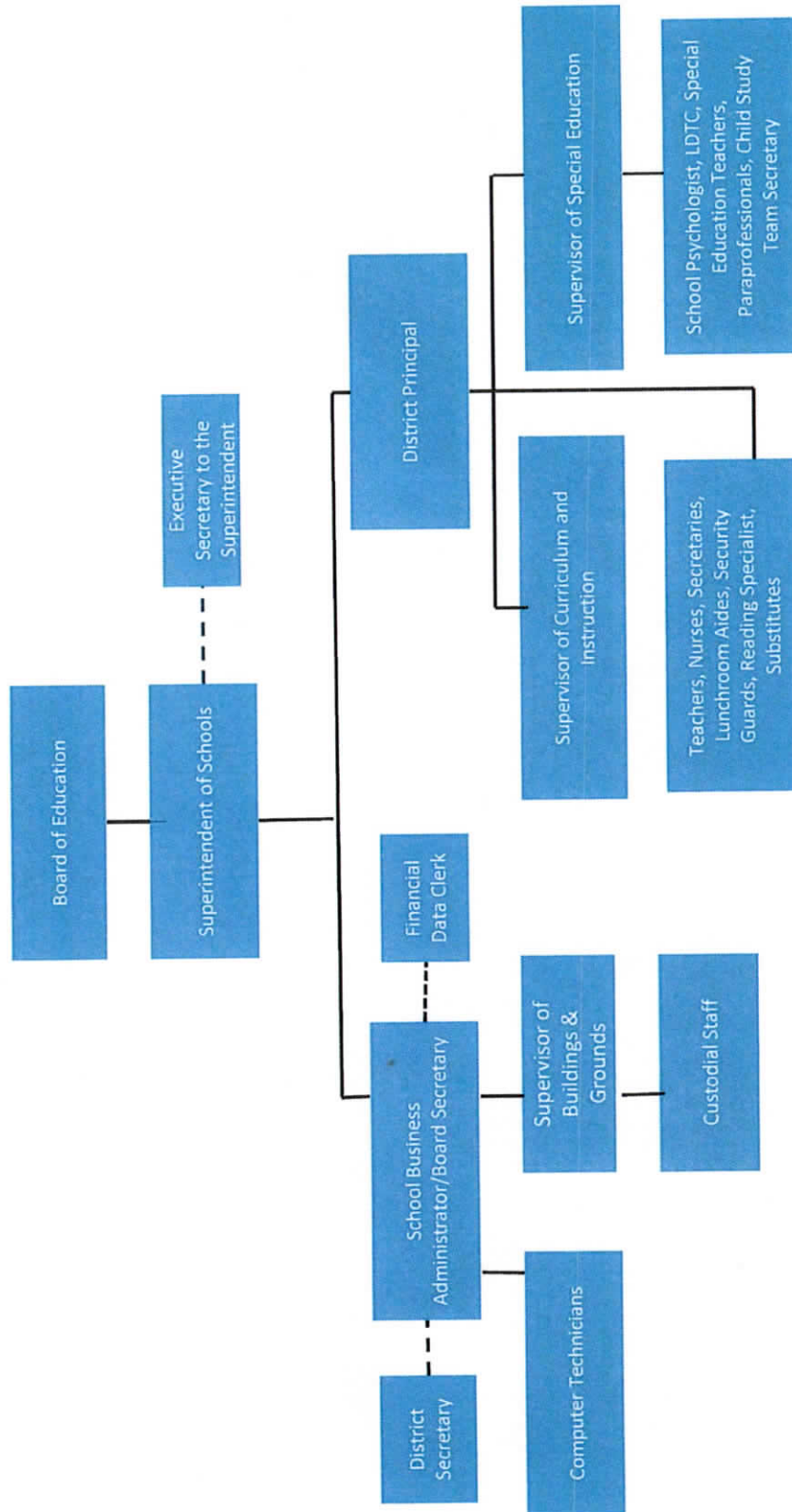
9) Acknowledgements: We would like to express our appreciation to the members of the Englewood Cliffs School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of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

Respectfully submitted,



Jennifer Brower  
Superintendent of Schools

# Englewood Cliffs School District Organizational Chart



**BOROUGH OF ENGLEWOOD CLIFFS SCHOOL DISTRICT**

**ROSTER OF OFFICIALS**

**JUNE 30, 2023**

<b><u>Members of the Board of Education</u></b>	<b><u>Term Expires</u></b>
Shanna Jafri, President	2024
Kevin Liao, Vice-President	2025
Philip K. Choi	2023
George Drimones	2024
Athena M. Lolis	2024
Aman Nahar	2023
Susan Pak	2025
Kimara Patton	2023
Andrew Keum	2025

**Other Officials**

Jennifer Brower, Ed. D., Superintendent of Schools  
Colin Winch, Principal  
Julyana Ortiz, Business Administrator/Board Secretary  
Charles A. Hangle, Treasurer of School Monies

**ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NEW JERSEY**

**CONSULTANTS AND ADVISORS**

**AUDIT FIRM**

Wielkocz & Co., LLC  
401 Wanaque Avenue  
Pompton Lakes, NJ 07442

**ATTORNEY**

Fogarty & Hara  
Attorneys at Law  
21-00 Route 208 South  
Fair Lawn, New Jersey 07410

**ARCHITECT**

Michael Bieri  
FKA Architects  
306 Ramapo Valley Rd #1  
Oakland, NJ 07436

**OFFICIAL DEPOSITORY**

Connect One Bank  
180 Sylvan Avenue  
Englewood Cliffs, New Jersey 07632

**FINANCIAL SECTION**



# WIELKOTZ & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

STEVEN D. WIELKOTZ, CPA, RMA, PSA  
MATTHEW B. WIELKOTZ, CPA, PSA  
PAUL J. CUVA, CPA, RMA, PSA  
JAMES J. CERULLO, CPA, RMA, PSA  
KARI FERGUSON, CPA, RMA, CMFO, PSA  
ROBERT C. MCNINCH, CPA, CFE, PSA  
KEVIN REEVES, CPA, PSA

401 WANAQUE AVENUE  
POMPTON LAKES, NEW JERSEY 07442  
PHONE: (973)-835-7900  
FAX: (973)-835-6631  
EMAIL: OFFICE@W-CPA.COM  
WWW.W-CPA.COM

## INDEPENDENT AUDITOR'S REPORT

Honorable President and  
Members of the Board of Education  
Borough of Englewood Cliffs School District  
County of Bergen, New Jersey

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

#### *Opinion*

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Board of Education of the Borough of Englewood Cliffs School District, in the County of Bergen, State of New Jersey, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the 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, business-type activities and each major fund of the Borough of Englewood Cliffs Board of Education, in the County of Bergen, State of New Jersey, 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, the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Englewood Cliffs Board of Education and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.





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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, 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 misstatements, whether due to fraud or error.

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

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

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

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

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



Honorable President and  
Members of the Board of Education  
Page 3.

- 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 Englewood Cliffs Board of Education's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Englewood Cliffs Board of Education's ability to continue as a going concern for a reasonable period of time.

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

### *Other Matters*

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Information, Schedules Related to Accounting and Reporting for Pensions, and Other Post Employment Benefits identified 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 the 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.



Honorable President and  
Members of the Board of Education  
Page 4.

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Englewood Cliffs Board of Education's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the schedule of expenditures of state financial assistance as required by NJ OMB 15-08 and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the schedule of expenditures of state financial assistance as required by NJ OMB 15-08 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 and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the schedule of expenditures of state financial assistance as required by NJ OMB 15-08 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical data section has not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



Honorable President and  
Members of the Board of Education  
Page 5.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 4, 2023 on our consideration of the Borough of Englewood Cliffs Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Englewood Cliffs Board of Education's internal control over financial reporting and compliance.

*Steven D. Wielkotz*

Steven D. Wielkotz, C.P.A.  
Licensed Public School Accountant  
No. 816

*Wielkotz & Company, LLC*

WIELKOTZ & COMPANY, LLC  
Certified Public Accountants  
Pompton Lakes, New Jersey

December 4, 2023



**REQUIRED SUPPLEMENTARY  
INFORMATION - PART I**

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NJ**

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

The discussion and analysis of the Borough of Englewood Cliffs Board of Education's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2023. The intent of this discussion and analysis is to look at the District's financial performance as a whole and should not be interpreted as a replacement for the audit which consists of the financial statements and other supplemental information that presents all the District's revenues and expenditures by program for the General Fund, Special Revenue Fund, Capital Projects Fund, Enterprise Fund.

**FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of resources of the Englewood Cliffs Board of Education exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$8,463,006. (Net Position)
- In total, net position increased by \$1,139,082. Net position of governmental activities increased by \$1,138,810 and net position of business-type activity increased by \$272.
- General revenues accounted for \$17,381,046 in revenue or 97 percent of all governmental and business-type activities revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$471,268 or 3 percent of total revenues of \$17,852,314.
- The School District had \$16,663,864 in expenses related to governmental activities; only \$421,628 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily grants, entitlements and property taxes) of \$17,381,046 were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$6,590,415.
- The General Fund fund balance at June 30, 2023 was \$6,551,083 an increase of \$805,506 compared to the ending fund balance at June 30, 2022 of \$5,745,577.
- The General Fund unassigned budgetary fund balance at June 30, 2023 was \$328,060 which represents a decrease of \$489,425 compared to the ending unassigned budgetary fund balance at June 30, 2022 of \$817,985. The decrease is primarily due to the state decreasing the maximum unassigned fund balance a school district may have from 4% of expenditures in 2022 back to a pre-pandemic maximum of 2% of expenditures.

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NJ**

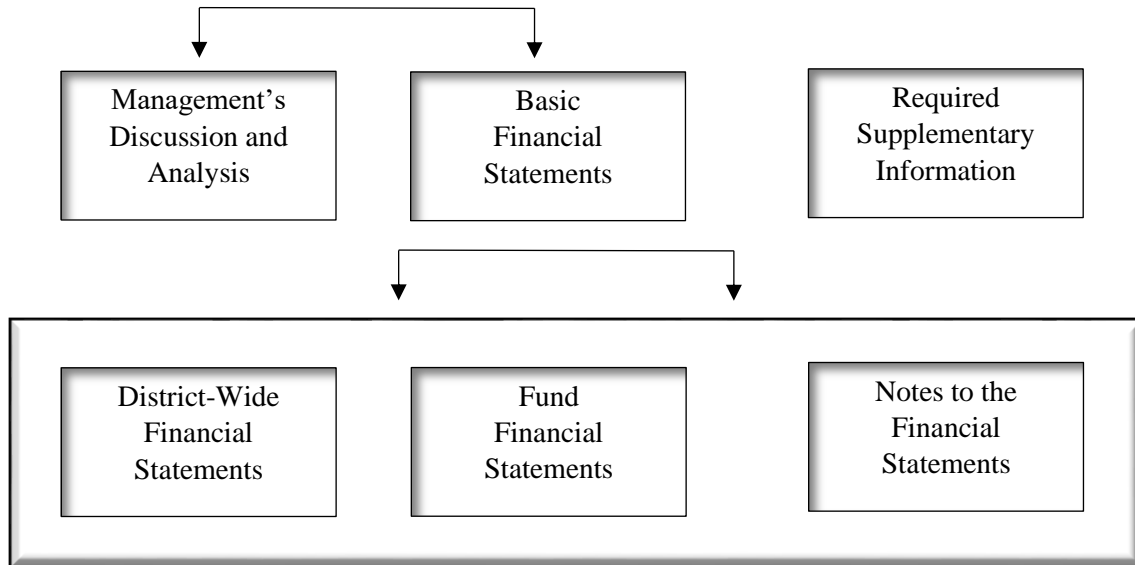
**MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**OVERVIEW OF THE FINANCIAL STATEMENTS**

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

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

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



**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NJ**

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

**OVERVIEW OF THE FINANCIAL STATEMENTS, (continued)**

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

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

	District-Wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as regular and special education and building maintenance	Activities the district operates similar to private businesses: Enterprise fund	Instances in which the district administers resources on behalf of someone else, such as custodial accounts
Required Financial Statements	Statements of Net Position Statement of Activities	Balance Sheet Statement of Revenues, Expenditures and Changes in Fund Balances	Statement of Net Position Statement of Revenues, Expenses, and Changes in Fund Net Position Statement of Cash Flows	Statements of Fiduciary Net Position Statement of Changes In Fiduciary Net Position
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of Asset/ Deferred Outflows/ Inflows of Resources/ Liability Information	All assets, deferred outflows/inflows of resources and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be utilized and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term funds do not currently contain capital assets
Type of Inflow/ Outflow Information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and dedications during the year, regardless of when cash is received or paid



**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
(CONTINUED)**

**USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements and notes to those statements. The statements are organized so the reader can understand the District as a whole (district-wide statements), and then proceed to provide an increasingly detailed look at specified financial activities.

**District-Wide Financial Statements**

The *statement of net position and statement of activities* reports information about the District as a whole and about its activities in a manner that helps answer the question, “Is the District better or worse off as a result of the year’s activities?” These statements include all assets and liabilities of the District using the accrual basis of accounting, similar to the accounting used by private sector corporations. All of the current year’s revenues and expenses are taken into consideration regardless of when cash is received or paid.

Both of the district-wide financial statements distinguish functions of the Borough of Englewood Cliffs Board of Education that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*).

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

- Governmental Activities – All of the school district’s programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-type Activity – This service is provided on a charge for goods and services basis to recover all the expenses of the goods or services provided. The Special Milk Fund, Invengineering Program and Enrichment Program are reported as business activities.

The two statements report the District’s net position and changes in them. The change in net position can be utilized by a reader to assist in determining whether the District’s financial health is improving or deteriorating. However, the reader should also consider non-financial factors such as property tax base, current New Jersey laws restricting revenue growth, student enrollment growth, facility conditions, required educational programs and other factors in determining the District’s overall financial health.

**Fund Financial Statements**

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Borough of Englewood Cliffs Board of Education, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the district’s funds 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 district-wide financial statements. However, unlike the district-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of *spendable resources* available at the end of the fiscal year. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash.

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
(CONTINUED)**

**USING THIS ANNUAL REPORT, (continued)**

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

The Borough of Englewood Cliffs Board of Education maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the general, special revenue, capital projects funds, and debt service funds, which are both considered to be major funds.

The Borough of Englewood Cliffs Board of Education adopts annual appropriated budgets for its governmental funds. A budgetary comparison statement has been provided for the general, special revenue, and debt service funds to demonstrate compliance with their budgets.

**Proprietary Funds**

Proprietary funds use the accrual basis of accounting, the same as on the district-wide statements, therefore the statements will essentially match the business-type activities portion of the district-wide statements. The Borough of Englewood Cliffs Board of Education uses proprietary funds to account for its special milk and enrichment programs.

**Fiduciary Funds**

Fiduciary Funds are used to account for resources held for the benefit of parties outside of the District. These activities are excluded from the District’s other financial statements because the assets cannot be utilized by the District to finance its operations.

**Notes to the Financial Statements**

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

**Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning budgetary information for the District’s major funds.

Our auditor has provided assurance in his independent auditor’s report, located immediately preceding this Management’s Discussion and Analysis, that the Basic Financial Statements are fairly stated. Varying degrees of assurance are being provided by the auditor regarding the Required Supplemental Information and the Supplemental Information identified above. A user of this report should read the independent auditor’s report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NJ**

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

**DISTRICT-WIDE FINANCIAL ANALYSIS**

The Statement of Net Position provides the perspective of the District as a whole. Net position may, over time, serve as a useful indicator of a government's financial position.

The District's financial position is the product of several 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.

The School District's net position was \$8,463,006 at June 30, 2023 and \$7,323,924 at June 30, 2022. Restricted net position is reported separately to show legal constraints that limit the School District's ability to use the net position for day-to-day operations. Our analysis below focuses on the net position (Table 1) and change in net position (Table 2) of the School District.

**Table 1**

**Net Position  
June 30,**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Assets</b>						
Current and Other Assets	7,118,873	5,978,450	40,861	40,589	7,159,734	6,019,039
Capital Assets	<u>5,119,203</u>	<u>5,112,551</u>	—	—	<u>5,119,203</u>	<u>5,112,551</u>
Total Assets	<u>12,238,076</u>	<u>11,091,001</u>	<u>40,861</u>	<u>40,589</u>	<u>12,278,937</u>	<u>11,131,590</u>
<b>Deferred Outflows:</b>						
Deferred Outflows of Resources						
Related to PERS	<u>389,259</u>	<u>325,139</u>	—	—	<u>389,259</u>	<u>325,139</u>
Total Deferred Outflows	<u>389,259</u>	<u>325,139</u>	—	—	<u>389,259</u>	<u>325,139</u>
<b>Liabilities</b>						
Other Liabilities	725,774	389,249	—	—	725,774	389,249
Noncurrent Liabilities	<u>2,867,460</u>	<u>2,244,336</u>	—	—	<u>2,867,460</u>	<u>2,244,336</u>
Total Liabilities	<u>3,593,234</u>	<u>2,633,585</u>	<u>—</u>	<u>0</u>	<u>3,593,234</u>	<u>2,633,585</u>
<b>Deferred Inflows:</b>						
Deferred Inflows of Resources						
Related to PERS	<u>611,956</u>	<u>1,499,220</u>	—	—	<u>611,956</u>	<u>1,499,220</u>
Total Deferred Inflows	<u>611,956</u>	<u>1,499,220</u>	—	—	<u>611,956</u>	<u>1,499,220</u>
<b>Net Position</b>						
Invested in Capital Assets, Net of Related Debt	5,075,391	5,047,346			5,075,391	5,047,346
Restricted	6,323,418	5,014,513			6,323,418	5,014,513
Unrestricted	<u>(2,976,664)</u>	<u>(2,778,524)</u>	<u>40,861</u>	<u>40,589</u>	<u>(2,935,803)</u>	<u>(2,737,935)</u>
Total Net Position	<u>8,422,145</u>	<u>7,283,335</u>	<u>40,861</u>	<u>40,589</u>	<u>8,463,006</u>	<u>7,323,924</u>

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NJ**

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

**DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)**

**Table 2**

**Changes in Net Position  
Year Ended June 30,**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Revenues</b>						
Program Revenues:						
Charges for Services and Sales	59,961	40,872	49,640	31,415	109,601	72,287
Operating Grants and Contributions	361,667	298,283			361,667	298,283
General Revenues:						
Taxes:						
Property taxes, levied for general purposes	14,425,686	14,142,829			14,425,686	14,142,829
Property taxes, levied for debt services		255,496			0	255,496
Federal and State Aid not Restricted	2,625,444	3,698,206			2,625,444	3,698,206
Federal and State Aid - Capital Outlay	38,362	15,380			38,362	15,380
Tuition Received	180,524	83,839			180,524	83,839
Miscellaneous Income	<u>111,030</u>	<u>47,902</u>			<u>111,030</u>	<u>47,902</u>
Total Revenues and Transfers	<u>17,802,674</u>	<u>18,582,807</u>	<u>49,640</u>	<u>31,415</u>	<u>17,852,314</u>	<u>18,614,222</u>

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NJ**

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

**DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Functions/Program Expenses</b>						
Instruction:						
Regular	4,137,921	3,703,201			4,137,921	3,703,201
Special Education	816,482	998,123			816,482	998,123
Other Special Instruction	372,111	428,757			372,111	428,757
Other Instruction	228,351				228,351	0
Support Services:						
Tuition	1,994,980	1,806,905			1,994,980	1,806,905
Student & Instruction Related Services	2,514,283	2,471,742			2,514,283	2,471,742
School Administrative Services	281,459	270,233			281,459	270,233
General Administrative Services	434,714	479,420			434,714	479,420
Central Administration	230,376	230,218			230,376	230,218
Administrative Information Technology	45,592	42,663			45,592	42,663
Plant Operations and Maintenance	1,181,292	1,052,553			1,181,292	1,052,553
Pupil Transportation	1,004,463	815,456			1,004,463	815,456
Unallocated Benefits	2,919,999	3,828,338			2,919,999	3,828,338
Capital Outlay - nondepreciable	75,147	222,487			75,147	222,487
Food Service				449	0	449
Invengineering Program			2,250	1,700	2,250	1,700
Enrichment Program			47,118	25,021	47,118	25,021
Debt Service:						
Interest and Other Charges		722			0	722
Unallocated Depreciation	<u>426,694</u>	<u>426,694</u>			<u>426,694</u>	<u>426,694</u>
Total Expenses	<u>16,663,864</u>	<u>16,777,512</u>	<u>49,368</u>	<u>27,170</u>	<u>16,713,232</u>	<u>16,804,682</u>
Increase or (Decrease) in						
Net Position	<u>1,138,810</u>	<u>1,805,295</u>	<u>272</u>	<u>4,245</u>	<u>1,139,082</u>	<u>1,809,540</u>

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NJ**

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

**DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)**

**Governmental and Business- Activities**

As reported in the Statement of Activities the cost of all of our governmental and business-type activities this year was \$16,713,232. However, the amount that our taxpayers ultimately financed for these activities through School District taxes was \$14,425,686 because some of the cost was paid by those who benefitted from the programs \$109,601 by other governments and organizations who subsidized certain programs with grants and contributions \$361,667, unrestricted federal and state aid \$2,625,444, restricted federal and state aid \$38,362 tuition \$180,524, and by miscellaneous sources of \$111,030.

Revenues for the District's business-type activities (Enrichment and Invenengineering programs) were comprised of charges for services and federal and state subsidy reimbursements. Significant financial results include the following:

- ✓ Enrichment and Invenengineering program revenue exceeded expenses by \$272.
- ✓ Charges for services provided totaled \$49,640. This represents amounts paid by consumers for tuition payments and program fees.

**MAJOR GOVERNMENTAL FUNDS BUDGETING AND OPERATING HIGHLIGHTS**

The School District's budgets are prepared according to New Jersey law, and are based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted funds are the general fund and the special revenue fund.

During the fiscal year ended June 30, 2023, the School District amended the budgets of these major governmental funds several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditure item to the district but is required to be reflected in the financial statements.
- The special revenue fund was increased by \$1,003,235 for increases in federal and state grant awards.

**General Fund**

The general fund actual revenue was \$18,253,520. That amount is \$2,839,289 above the final amended budget of \$15,414,231. The variance between the actual revenues and final budget was the result of non-budgeted on-behalf payments of \$267,0673 for TPAF social security reimbursements and on-behalf pension payments, \$32,760 of excess other unrestricted state aid, \$3,310 of excess of lead testing for school aid, \$17,933 of a deficit in extraordinary aid, and an excess in miscellaneous revenues of \$150,479.

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
(CONTINUED)**

**MAJOR GOVERNMENTAL FUNDS BUDGETING AND OPERATING HIGHLIGHTS, (continued)**

**General Fund, (continued)**

The actual expenditures of the general fund were \$17,435,674, which is \$950,569 below the final amended budget of \$18,386,243. The variance between the actual expenditures and final budget was due to non-budget on-behalf TPAF social security and pension payments of \$2,670,673 and \$3,621,242 of unexpended budgeted funds.

**Special Revenue Fund**

The special revenue fund actual revenue was \$454,403. That amount is above the original budget estimate of \$220,612 and below the final amended budget. The \$1,003,235 variance between the original and final budget was due to additional federal and state grant monies awarded to the District after the original budget was approved. The \$769,444 variance between the final amended budget and the June 30, 2023 actual results was due to the deferral of Federal grants received in the current fiscal year to be spent in the next fiscal year and the inclusion of student activity and student fee revenue.

The actual expenditures of the special revenue fund were \$451,001, which is above the original budget of \$220,612 and below the final amended budget. The \$983,116 variance between the original and final budget was due to additional expenditures related to the additional grants awarded to the District after the original budget was approved. The \$772,846 variance between the final amended budget and the June 30, 2023 actual results was due to the anticipation of fully expending federal grant programs and the inclusion of student activity and student fee expenses. Expenditures will be incurred in the next fiscal year.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of fiscal year 2023 the School District had \$13,693,551 invested in sites, construction in progress, buildings and building improvements, and equipment. Of this amount, \$8,574,348 in depreciation has been taken over the years. We currently have a net book value of \$5,119,203. Total additions for the year were \$548,041 for building improvements, machinery, equipment, and site improvements. Table 3 shows fiscal year 2023 balances compared to 2022.

Additional information about the District’s Capital Assets can be found in the notes to the basic financial statements.

**Table 3  
Capital Assets at June 30,  
(Net of Depreciation)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Site Improvements	571,513	609,794			571,513	609,794
Buildings and Building Improvements	3,671,280	4,059,693			3,671,280	4,059,693
Machinery and Equipment	504,321	443,064			504,321	443,064
Construction in Progress	<u>372,089</u>				<u>372,089</u>	<u>0</u>
	<u>5,119,203</u>	<u>5,112,551</u>			<u>5,119,203</u>	<u>5,112,551</u>

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION  
ENGLEWOOD CLIFFS, NJ**

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

**Debt Administration**

At June 30, 2023, the district had \$2,867,460 of outstanding debt. Of this amount, \$522,259 is for compensated absences, \$43,812 in lease-purchase financing agreements, and \$2,301,389 is for the net pension liability.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS**

The district continues to rely predominately upon local property taxes as its main source of funding. Therefore, in consideration of current economic conditions and the anticipation of continued flat state aid support, the Board of Education has sought to control budget expenses to minimize the impact on the local tax levy.

The following factors were considered in preparing the 2023-2024 fiscal year budget:

- Estimated Student Enrollment
- Sources of revenue
- Cost of negotiated salaries and benefits
- Cost of fixed charges
- Mandated Programs
- Requirements for health and safety issues

Prior to the end of fiscal 2004, S1701 was enacted. The law is meant to control public school district budgets by revising the calculation of budget caps and reducing surplus. Starting in 2005-06 the CAP will be set at 2.5% or the cost of living, whichever is greater. A number of other changes will affect the calculation of SGLA's and per pupil administrative costs. Any undesignated general fund balance in excess of 2% or \$250,000, whichever is greater must be appropriated for tax relief.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the Borough of Englewood Cliffs Board of Education's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Julyana Ortiz  
School Business Administrator/Board Secretary  
Borough of Englewood Cliffs Board of Education  
143 Charlotte Place  
Englewood Cliffs, New Jersey 07632



# **BASIC FINANCIAL STATEMENTS**

**DISTRICT-WIDE FINANCIAL STATEMENTS**

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Statement of Net Position**  
**June 30, 2023**

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and cash equivalents	2,349,079	40,861	2,389,940
Receivables, net	526,647	-	526,647
Restricted assets:			
Cash and cash equivalents	4,243,147		4,243,147
Capital assets, net:			
Other capital assets, net	<u>5,119,203</u>	<u>-</u>	<u>5,119,203</u>
Total Assets	<u>12,238,076</u>	<u>40,861</u>	<u>12,278,937</u>
Deferred Outflow of Resources:			
Deferred outflows of resources related to PERS	<u>389,259</u>		<u>389,259</u>
Total Deferred Outflows	<u>389,259</u>	<u>-</u>	<u>389,259</u>
<b>LIABILITIES</b>			
Accounts payable and accrued liabilities	496,603	-	496,603
Payable to state government	32,248		32,248
Unearned revenue	14,536		14,536
Payroll deductions and withholdings payable	182,387		182,387
Noncurrent liabilities:			
Due within one year	21,733		21,733
Due beyond one year	<u>2,845,727</u>		<u>2,845,727</u>
Total liabilities	<u>3,593,234</u>	<u>-</u>	<u>3,593,234</u>
Deferred Inflow of Resources:			
Deferred inflows of resources related to PERS	<u>611,956</u>		<u>611,956</u>
Total Deferred Inflows	<u>611,956</u>	<u>-</u>	<u>611,956</u>
<b>NET POSITION</b>			
Invested in capital assets	5,075,391		5,075,391
Restricted for:			
Capital Projects	3,585,969		3,585,969
Debt Service	17		17
Other Purposes	2,737,432		2,737,432
Unrestricted (Deficit)	<u>(2,976,664)</u>	<u>40,861</u>	<u>(2,935,803)</u>
Total net position	<u>8,422,145</u>	<u>40,861</u>	<u>8,463,006</u>

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

ENGLEWOOD CLIFFS BOARD OF EDUCATION  
Statement of Activities  
Fiscal Year Ended June 30, 2023

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:								
Instruction:								
Regular	3,562,141	575,780	13,150	168,678		(3,956,093)		(3,956,093)
Special education	697,807	118,675				(816,482)		(816,482)
Other special instruction	318,616	53,495				(372,111)		(372,111)
Other instruction	195,056	33,295				(228,351)		(228,351)
Support services:								
Tuition	1,994,980					(1,994,980)		(1,994,980)
Student & instruction related services	2,202,088	312,195	46,811	192,989		(2,274,483)		(2,274,483)
School administrative services	229,882	51,577				(281,459)		(281,459)
General administrative services	391,725	42,989				(434,714)		(434,714)
Central services	202,648	27,728				(230,376)		(230,376)
Administrative info. tech. services	45,592					(45,592)		(45,592)
Plant operations and maintenance	1,077,697	103,595				(1,181,292)		(1,181,292)
Pupil transportation	994,093	10,370				(1,004,463)		(1,004,463)
Unallocated benefits	2,919,999					(2,919,999)		(2,919,999)
Capital Outlay - non-depreciable	75,147					(75,147)		(75,147)
Unallocated depreciation		426,694				(426,694)		(426,694)
Total governmental activities	14,907,471	1,756,393	59,961	361,667		(16,242,236)		(16,242,236)
Business-type activities:								
Invencoring Program	2,250		2,250					
Enrichment Program	47,118		47,390					
Total business-type activities	49,368		49,640					
Total primary government	14,956,839		109,601	361,667		(16,242,236)		(16,241,964)
General revenues:								
Taxes:								
Property taxes, levied for general purposes						14,425,686		14,425,686
Federal and State aid not restricted						2,625,444		2,625,444
Federal and State aid - Capital Outlay						38,362		38,362
Tuition						180,524		180,524
Miscellaneous income						111,030		111,030
Total general revenues, special items, extraordinary items and transfers						17,381,046		17,381,046
Change in Net Position						1,138,810	272	1,139,082
Net Position - beginning						7,283,335	40,589	7,323,924
Net Position—ending						8,422,145	40,861	8,463,006

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

\* - Student Activity revenue is reported as "charges for services"; scholarship revenue is reported as "operating grants and contributions"

**FUND FINANCIAL STATEMENTS**

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2023**

	<b>General Fund</b>	<b>Special Revenue Fund</b>	<b>Debt Service Fund</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>				
Cash and cash equivalents	2,349,062		17	2,349,079
Receivables, interfund	208,952			208,952
Receivables, state	280,998	10,142		291,140
Receivables, federal		235,507		235,507
Restricted cash and cash equivalents				
Capital reserve	3,585,969			3,585,969
Emergency reserve	250,000			250,000
Maintenance reserve	185,256			185,256
Net payroll	2,153	*		2,153
Payroll deductions and withholdings	32,698	*		32,698
Flexible spending	3,906	*		3,906
Summer Pay	143,850	*		143,850
Student Activity Accounts		39,315	*	39,315
Total assets	<u>7,042,844</u>	<u>284,964</u>	<u>17</u>	<u>7,327,825</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	298,374	913		299,287
Interfund payable		208,952		208,952
Intergovernmental payable:				
State		32,248		32,248
Unearned revenue	11,000	3,536		14,536
Payroll deductions and withholdings payable	182,387	***		182,387
Total liabilities	<u>491,761</u>	<u>245,649</u>	<u>-</u>	<u>737,410</u>
Fund Balances:				
Restricted for:				
Maintenance reserve	185,256			185,256
Emergency reserve	250,000			250,000
Capital reserve account	2,695,969			2,695,969
Capital reserve - designated for subsequent years' budget	890,000			890,000
Student Groups		39,315		39,315
Debt service			17	17
Assigned to:				
Year End Encumbrances	1,798,268			1,798,268
Designated by the Board of Education for Subsequent years' expenditures	464,593			464,593
Unassigned:				
General fund	266,997			266,997
Total Fund balances	<u>6,551,083</u>	<u>39,315</u>	<u>17</u>	<u>6,590,415</u>
Total liabilities and fund balances	<u>7,042,844</u>	<u>284,964</u>	<u>17</u>	

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2023**

Amounts reported for *governmental activities* in the statement of net assets (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 \$13,691,551 and the accumulated depreciation is \$8,572,348	5,119,203
Accounts payable for subsequent Pension payment is not a payable in the funds	(197,316)
Deferred outflows and inflows of resources are applicable to future periods and therefore are not reported in the funds.	
Deferred outflows of resources related to PERS Pension Liability	389,259
Deferred inflows of resources related to PERS Pension Liability	(611,956)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 3)	<u>(2,867,460)</u>
Net assets of governmental activities	<u><u>8,422,145</u></u>

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

\* Include former fiduciary fund cash and cash equivalents

\*\*\* Include payroll deductions payable and flexible benefits liabilities (flex spending has no net position, only liabilities)

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**Fiscal Year Ended June 30, 2023**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Local sources:				
Local tax levy	14,425,686			14,425,686
Tuition	180,524			180,524
Miscellaneous	111,030			111,030
Student Fees		13,150	**	13,150
Student Group Receipts		43,409	**	43,409
Total - Local Sources	<u>14,717,240</u>	<u>56,559</u>	-	<u>14,773,799</u>
State sources	3,523,940	34,085	-	3,558,025
Federal sources		369,346		369,346
Total revenues	<u>18,241,180</u>	<u>459,990</u>	-	<u>18,701,170</u>
<b>EXPENDITURES</b>				
Current:				
Regular instruction	3,401,706	181,828		3,583,534
Special education instruction	697,807			697,807
Other special instruction	318,616			318,616
Other instruction	195,056			195,056
Support services and undistributed costs:				
Tuition	1,994,980			1,994,980
Student & instruction related services	1,965,690	236,398	***	2,202,088
School administrative services	229,882			229,882
General administrative services	391,725			391,725
Central Services	202,648			202,648
Administrative information tech. services	45,592			45,592
Plant operations and maintenance	1,077,697			1,077,697
Pupil transportation	994,093			994,093
Unallocated benefits	2,664,683			2,664,683
On-behalf contributions	2,670,673			2,670,673
Capital Outlay	584,826	38,362		623,188
Total expenditures	<u>17,435,674</u>	<u>456,588</u>	-	<u>17,892,262</u>
Excess (Deficiency) of revenues over expenditures	<u>805,506</u>	<u>3,402</u>	-	<u>808,908</u>
Net change in fund balances	805,506	3,402	-	808,908
Fund Balance - July 1	5,745,577	35,913	17	5,781,507
Fund balance—June 30	<u>6,551,083</u>	<u>39,315</u>	<u>17</u>	<u>6,590,415</u>

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

\*\* Special revenue fund now includes revenues from student activities  
\*\*\* Special revenue fund now includes expenditures from student activities



**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Reconciliation of the Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**Fiscal Year Ended June 30, 2023**

**Total net change in fund balances - governmental funds (from B-2)** 808,908

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

This is the amount by which capital outlays exceeded depreciation in the period.

	Depreciation expense	(541,389)	
	Construction in Progress	372,089	
	Depreciable Capital outlays - Fund 12	<u>175,952</u>	
			6,652

Repayment of long-term debt is reported as an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. In the current year, these amounts consist of:

Principal payment on capital leases	21,393
-------------------------------------	--------

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 (+).

Increase in compensated absences payable	(140,218)
--	-----------

District pension contributions are reported as expenditures in the governmental funds when made.

However, per GASB No. 68 they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.

	District Pension Contributions	192,306	
	Less: Pension Expense	<u>249,769</u>	
	(Increase)/Decrease in Pension Expense		442,075

Per GASB No. 68, Non-employer contributing entities are required to record any increases in revenue and expense for On-behalf TPAF pension payments paid by the State of New Jersey on the Statement of Activities that are in excess of those amounts reported in the fund financial statements.

Increase/(Decrease) in On-behalf State Aid TPAF Pension	(1,192,124)
Decrease in On-behalf TPAF Pension Expense	1,192,124

Per GASB No. 75 Non-employer contributing entities are required to record an increases in revenue and expense for On-behalf TPAF post employment medical payments paid by the State of New Jersey on the Statement of Activities that are in excess of those amounts reported in the fund financial statements

Increase in On-behalf State Aid TPAF Post Employment Medical Revenue	293,628
Increase in On-behalf State Aid TPAF Post Employment Medical Expense	(293,628)

	<u><u>1,138,810</u></u>
--	-------------------------

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

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Proprietary Funds**  
**Fiscal Year Ended June 30, 2023**

	<u>Special Milk Program</u>	<u>Enrichment Program</u>	<u>Invengineering Program</u>	<u>Totals</u>
Operating revenues:				
Charges for services:				
Tuition Charges		47,390	2,250	49,640
Total operating revenues	-	47,390	2,250	49,640
Operating expenses:				
Salaries and wages		33,080	2,250	35,330
Supplies and materials	-	14,038	-	14,038
Total Operating Expenses	-	47,118	2,250	49,368
Operating income (loss)	-	272	-	272
Change in net position	-	272	-	272
Total net position-beginning	1,002	39,587	-	40,589
Total net position—ending	1,002	39,859	-	40,861

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

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2023**

	<u>Special Milk Program</u>	<u>Enrichment Program</u>	<u>Invengineering Program</u>	<u>Totals</u>
<b><u>ASSETS</u></b>				
Current assets:				
Cash and cash equivalents	1,002	39,859	-	40,861
Total current assets	<u>1,002</u>	<u>39,859</u>	<u>-</u>	<u>40,861</u>
Noncurrent assets:				
Capital assets:				
Equipment	2,000			2,000
Less accumulated depreciation	<u>(2,000)</u>			<u>(2,000)</u>
Total capital assets (net of accumulated depreciation)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u><u>1,002</u></u>	<u><u>39,859</u></u>	<u><u>-</u></u>	<u><u>40,861</u></u>
<b><u>NET POSITION</u></b>				
Unrestricted	<u>1,002</u>	<u>39,859</u>	<u>-</u>	<u>40,861</u>
Total net position	<u><u>1,002</u></u>	<u><u>39,859</u></u>	<u><u>-</u></u>	<u><u>40,861</u></u>

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

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**Fiscal Year Ended June 30, 2023**

	<u>Special Milk Program</u>	<u>Enrichment Program</u>	<u>Invengineering Program</u>	<u>Totals</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers	-	47,390	2,250	49,640
Payments for salaries and wagers	-	(33,080)	(2,250)	(35,330)
Payments for supplies	-	(14,038)	-	(14,038)
Net cash provided by (used for) operating activities	<u>-</u>	<u>272</u>	<u>-</u>	<u>272</u>
Net increase (decrease) in cash and cash equivalents	-	272	-	272
Balances—beginning of year	<u>1,002</u>	<u>39,587</u>	<u>-</u>	<u>40,589</u>
Balances—end of year	<u><u>1,002</u></u>	<u><u>39,859</u></u>	<u><u>-</u></u>	<u><u>40,861</u></u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>				
Operating income (loss)	-	272	-	272
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities	-	-	-	-
Total adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net cash provided by (used for) operating activities	<u><u>-</u></u>	<u><u>272</u></u>	<u><u>-</u></u>	<u><u>272</u></u>

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

**NOTES TO THE FINANCIAL STATEMENTS**

**Borough of Englewood Cliffs School District**  
**Notes to the Basic Financial Statements**  
**for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**A. Description of the School District and Reporting Entity:**

The Board of Education ("Board") of the Borough of Englewood Cliffs School District ("District") is an instrumentality of the State of New Jersey, established to function as an educational institution. The Borough of Englewood Cliffs School District is a Type II district located in the County of Bergen, 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 elected to three-year terms. The purpose of the District is to educate students in grades K-8. A superintendent is appointed by the Board and is responsible for the administrative control of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property.

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

Governmental Accounting Standards Board publication, Codification of Governmental Accounting and Financial Reporting Standards, Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. The basic criterion for inclusion or exclusion from the financial reporting entity is the exercise of oversight responsibility over agencies, boards and commissions by the primary government. The exercise of oversight responsibility includes financial interdependency and a resulting financial benefit or burden relationship, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters. In addition, certain legally separate, tax-exempt entities that meet specific criteria (i.e. benefit of economic resources, access/entitlement to economic resources, and significance) should be included in the financial reporting entity. The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include elementary schools and a middle school, located in the Borough of Englewood Cliffs. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

**Borough of Englewood Cliffs School District**  
**Notes to the Basic Financial Statements**  
**for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**B. Basis of Presentation:**

The financial statements include both district-wide financial statements (based on the District as a whole) and fund financial statements (based on specific District activities or objectives). Both the district-wide and fund financial statements categorize activities as either governmental activities or business-type activities. While separate district-wide and fund financial statements are presented, they are interrelated. In the district-wide financial statements, the governmental activities column incorporates data from governmental funds while business-type activities incorporate data from the District's enterprise funds. Currently the District does not have any fiduciary funds.

**District-wide Financial Statements:**

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

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

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

**Borough of Englewood Cliffs School District**  
**Notes to the Basic Financial Statements**  
**for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**Fund Financial Statements:**

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

**GOVERNMENTAL FUNDS**

Governmental funds are those through which most governmental functions of the Board are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the Board's governmental funds:

**General Fund** - The General Fund is the general operating fund of the Board. It 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 subfund.

As required by the New Jersey State Department of Education, the Board includes budgeted Capital Outlay in this fund. Accounting principles generally accepted in the United States of America 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, District taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

**Special Revenue Fund** - The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.



**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**GOVERNMENTAL FUNDS, (continued)**

**Capital Projects Fund** - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds. The financial resources are derived from grants, temporary notes, serial bonds which are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, or from the general fund by way of transfers from capital outlay or the capital reserve account.

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

**PROPRIETARY FUNDS**

The focus of Proprietary Fund measurement is upon determination of net income, changes in net position, financial position and cash flows. The accounting principles generally accepted in the United States of America applicable are those similar to businesses in the private sector. Proprietary funds are classified as enterprise or internal service; the Board has no internal service funds. The following is a description of the Proprietary Funds of the Board:

**Enterprise Funds** - The Enterprise Funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises -- where the intent of the Board is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the Board has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The Board's Enterprise Fund is comprised of the Enrichment and Invenengineering Programs.

**FIDUCIARY FUNDS**

**Fiduciary Fund** - Fiduciary Fund reporting focuses on net position and changes in net position. The Fiduciary Funds are used to account for assets held by the Board on behalf of individuals, private organizations, other governments and/or other funds. The District does not have any activities that are required to be included in the Fiduciary Fund.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**C. Measurement Focus:**

**District-wide Financial Statements**

The District-wide statements (i.e., the statement of net position and the statement of activities) are prepared using the economic resources measurements focus and the accrual basis of accounting. All assets and liabilities associated with the operation of the Board are included on the statement of net position, except for fiduciary funds.

**Fund Financial Statements**

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the District-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the District-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the Board finances and meets the cash flow needs of its proprietary activities.

**Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The District-wide financial statements and the financial statements of the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

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

**Revenues - Exchange and Non-exchange Transactions**

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

Nonexchange transactions, in which the Board receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the Board must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Board on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under GAAP, in accordance with GASB No. 33, Accounting and Financial Reporting for Nonexchange Transactions, the last state aid payment is not considered revenue to the school district if the state has not recorded the corresponding expenditure, even though state law dictates recording the revenue.

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

**Expenses/Expenditures**

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

The measurement of focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

**Budgets/Budgetary Control**

Annual appropriated budgets are adopted in the spring of the preceding year for the general, and special revenue funds. The budgets are submitted to the county superintendents office for approval. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**Budgets/Budgetary Control (continued)**

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(g)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and 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.

**Encumbrances**

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

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

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

**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 stated at cost. All other investments are stated at fair value.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**Cash, Cash Equivalents and Investments (continued)**

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

Additionally, the Board has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value 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.

**Tuition Revenues/Receivable**

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

**Inventories**

On District-wide financial statements, inventories are presented at cost, which approximates market on a first-in, first-out basis and are expensed when used.

On fund financial statements inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Inventories of proprietary funds consist of food and goods held for resale, as well as supplies, and are expensed when used.

**Lease Receivable**

Lease receivables recorded on the government-wide financial statement, in the governmental funds, and in the proprietary fund types represents a contract that conveys control of the right to use the School District's (lessor) nonfinancial asset. At the commencement of the lease term, the lessor recognizes a lease receivable and a deferred inflow of resources. The lease receivable is measured at the present value of the lease payments expected to be received during the lease term. The School District was not a lessor during the fiscal year ended June 30, 2023.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**Prepaid Items**

Payments made to vendors for services that will benefit periods beyond June 30, 2023, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

**Short-Term Interfund Receivables/Payables**

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables.” These amounts are eliminated in the governmental and business-type activities 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.

**Capital Assets**

General capital assets are those assets not specifically related to activities reported in the enterprise fund. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the district -wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the enterprise fund are reported both in the business-type activity column of the District-wide statement of net position and in the fund.

All capital assets acquired or constructed during the year are recorded at actual cost. Donated fixed assets are valued at their estimated fair market value on the date received. The capital assets acquired or constructed prior to June 30, 1993 are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Donated capital assets are valued at their estimated fair market value on the date received. The Board maintains a capitalization threshold of \$2,000. The Board does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are not.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	Governmental Activities <u>Estimated Lives</u>	Business-Type Activity <u>Estimated Lives</u>
Sites and Improvements	20 years	N/A
Buildings and Improvements	7-50 years	N/A
Furniture, Equipment and Vehicles	5-20 years	5-20 years

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**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 Board 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 Board and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

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

**Unearned Revenue**

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

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

**Accrued Liabilities and Long-term Obligations**

All payables, accrued liabilities and long-term obligations are reported in the District-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgements, 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 due for payment in the current year. Bonds, long-term obligations, and lease purchase financing agreements that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

**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.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**Accounting and Financial Reporting for Pensions**

In fiscal year 2015, the District implemented GASB 68. This Statement amends GASB Statement No. 27. It improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local government employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement replaces the requirement of Statement No. 27, *Accounting for Pension by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement.

The District has also implemented GASB Statement 71, Pension Transition for Contributions made Subsequent to the Measurement Date-an amendment to GASB No. 68. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

Statement 68 requires a state or local government employer (or nonemployer contributing entity in a special funding situation) to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or nonemployer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or nonemployer contributing entity that arise from other types of events. At transition to Statement 68, if it is not practical for an employer or nonemployer contributing entity to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, paragraph 137 of Statement 68 required that beginning balances for deferred outflows of resources and deferred inflows of resources not be reported. Consequently, if it is not practical to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, contributions made after the measurement date of the beginning net pension liability could not have been reported as deferred outflows of resources at transition. This could have resulted in a significant understatement of an employer or nonemployer contributing entity's beginning net position and expense in the initial period of implementation.



**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**Accounting and Financial Reporting for Pensions, (continued)**

This Statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts.

**Bond Discounts/Premiums**

Bond discounts/premiums arising from the issuance of long-term debt (bonds) are amortized over the life of the bonds, in systematic and rational method, as a component of interest expense. Bond discounts/premiums are presented as an adjustment of the face amount of the bonds on the government-wide statement of net position and on the proprietary fund statement of net position.

**Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has only one item that qualifies for reporting in this category, deferred amounts related to pension.

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 period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies in this category, deferred amounts related to pension.

**Financing Agreements**

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

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

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**Right to Use Assets**

Under GASB 87, the right to use 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 plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related issue. The District did not have any right to use leased assets that rose to an amount that required disclosure.

**Fund Balances**

Fund balance is divided into five classifications based primarily on the extent to which the Board is bound to observe constraints imposed upon the resources in the governmental funds. The classifications are as follows:

- **Nonspendable** fund balance includes amounts that are not in a spendable form (inventory, for example) or are required to be maintained intact (the principal of an endowment fund, for example).
- **Restricted** fund balance includes amounts that can be spent only for the specific purposes stipulated by external resource providers (for example, grant providers), constitutionally, or through enabling legislation (that is, legislation that creates a new revenue source and restricts its use). Effectively, restrictions may be changed or lifted only with the consent of resource providers.
- **Committed** fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the Board's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.
- **Assigned** fund balance comprises amounts *intended* to be used by the Board for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.
- **Unassigned** fund balance is the residual classification for the general fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. If another governmental fund has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund. Positive unassigned amounts will be reported only in the general fund.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**Fund Balances, (continued)**

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

**Net Position**

Net position represent the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Board or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

The Board applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

**Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Board, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

**Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during the fiscal year.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)**

**Allocation of Indirect Expenses**

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of that program. TPAF on-behalf contributions and changes in compensated absences have not been allocated and have been reported as unallocated benefits on the Statement of Activities. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities as unallocated depreciation. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

**Use of Estimates**

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that effect certain reports, amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Impact of Recently Issued Accounting Principles**

During fiscal year 2023, the District adopted the following GASB Statement:

GASB Statement No. 96, *Subscription-Based Information Technology*, which improves financial reporting by establishing a definition for subscription-based information technology arrangements (SBITAs) and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs. The District did not have any subscription-based information technology arrangements that rose to an amount that required disclosure. The District will review new SBITA's annually to determine proper disclosure.

**Recently Issued Accounting Pronouncements**

The GASB has issued the following Statement that will become effective for the School District for fiscal years ending June 30, 2024 or 2025:

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)**

**Recently Issued Accounting Pronouncements, (continued)**

Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The Statement will become effective for the School District in the fiscal year ending June 30, 2025 although earlier application is encouraged. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements of the School District.

**NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS**

**Cash**

**Custodial Credit Risk - Deposits**

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2023, \$-0- of the District's bank balance of \$8,364,768 was exposed to custodial credit.

**Investments**

**Investment Rate Risk**

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 18A:20-37 limits the length of time for most investments to 397 days.

**Credit Risk**

New Jersey Statutes 18A:20-37 limits school district investments to those specified in the Statutes. The type of allowable investments are Bonds of the United States of America, bonds or other obligations of the school districts or bonds or other obligations of the local unit or units within which the school district is located; obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS, (continued)**

**Concentration of Credit Risk**

The District places no limit on the amount the District may invest in any one issuer.

**NOTE 3. RECEIVABLES**

Receivables at June 30, 2023, consisted of accounts and intergovernmental. All receivables are considered collectible in full. A summary of the principal items of receivables follows:

	<u>Governmental Fund Financial Statements</u>	<u>Business- Type Activities</u>	<u>District Wide Financial Statements</u>
State Aid	\$291,140		\$291,140
Federal Aid	235,507		235,507
Interfund Receivables	<u>208,952</u>	<u>      </u>	<u>      </u>
Gross Receivables	735,599	0	526,647
Less: Allowance for Uncollectibles	<u>      </u>	<u>      </u>	<u>      </u>
Total Receivables, Net	<u>\$735,599</u>	<u>\$0</u>	<u>\$526,647</u>

**NOTE 4. INTERFUND BALANCES AND ACTIVITY**

Interfund balances for the year end June 30, 2023, consisted of the following:

\$208,952 Due to the general fund from the special revenue fund to reimburse for short term loans.

\$208,952

*[THIS AREA INTENTIONALLY LEFT BLANK]*

**Borough of Englewood Cliffs School District**  
**Notes to the Basic Financial Statements**  
**for the fiscal year ended June 30, 2023**

**NOTE 5. CAPITAL ASSETS**

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

	<u>Balance</u> <u>6/30/22</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>6/30/23</u>
<b>Governmental Activities</b>				
Capital Assets that are not being Depreciated:				
Land	\$	\$	\$	\$
Construction in Progress		<u>372,089</u>		<u>372,089</u>
Total Capital Assets not being Depreciated	<u>0</u>	<u>372,089</u>	<u>0</u>	<u>372,089</u>
Capital Assets Being Depreciated				
Site Improvements	1,088,460			1,088,460
Buildings and Building Improvements	10,847,804			10,847,804
Machinery and Equipment	<u>1,207,246</u>	<u>175,952</u>		<u>1,383,198</u>
Totals at Historical Cost	<u>13,143,510</u>	<u>175,952</u>		<u>13,319,462</u>
Less Accumulated Depreciation:				
Site Improvements	(478,666)	(38,281)		(516,947)
Buildings and Improvements	(6,788,111)	(388,413)		(7,176,524)
Equipment	<u>(764,182)</u>	<u>(114,695)</u>		<u>(878,877)</u>
Total Accumulated Depreciation	<u>(8,030,959)</u>	<u>(541,389)</u>		<u>(8,572,348)</u>
Total Capital Assets, Being Depreciated, Net of Accumulated Depreciation	<u>5,112,551</u>	<u>(365,437)</u>		<u>4,747,114</u>
<b>Governmental Activities Capital Assets, Net</b>	<u><u>\$5,112,551</u></u>	<u><u>\$6,652</u></u>	<u><u>\$0</u></u>	<u><u>\$5,119,203</u></u>

	<u>Balance</u> <u>6/30/22</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>6/30/23</u>
<b>Business-Type Activity</b>				
Equipment	\$2,000	\$	\$	\$2,000
Less Accumulated Depreciation for:				
Equipment	<u>(2,000)</u>			<u>(2,000)</u>
Business-Type Activity Capital Assets, Net	<u><u>\$</u></u>	<u><u>\$</u></u>	<u><u>\$</u></u>	<u><u>\$</u></u>

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 5. CAPITAL ASSETS, (continued)**

Depreciation expense was charged to governmental functions as follows:

Instruction	\$36,438
Support Services:	
Instruction	52,676
School Administration	13,567
Operations & Maintenance	12,014
Building Improvements	388,413
Land Improvements	<u>38,281</u>
Total Depreciation Expense	<u>\$541,389</u>

**NOTE 6. LONG-TERM OBLIGATION ACTIVITY**

Changes in long-term obligations for the year ended June 30, 2023 were as follows:

	<u>Balance June 30, 2022</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 2023</u>	<u>Amount Due Within One Year</u>	<u>Long-Term Portion</u>
Other Liabilities:						
Compensated Absences Payable	\$382,041	\$168,109	(\$27,891)	\$522,259		\$522,259
Obligations Under Lease						
Purchase Agreements	65,205		(21,393)	43,812	21,733	22,079
Net Pension Liability PERS	<u>1,797,090</u>	<u>504,299</u>	<u>          </u>	<u>2,301,389</u>	<u>          </u>	<u>2,301,389</u>
Total Other Liabilities	<u>\$2,244,336</u>	<u>\$672,408</u>	<u>(\$49,284)</u>	<u>\$2,867,460</u>	<u>\$21,733</u>	<u>\$2,845,727</u>

Bonds payable are generally liquidated by the debt service fund, while compensated absences, lease purchase agreements, leases and net position liability are liquidated by the general fund.



**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 6. LONG-TERM OBLIGATION ACTIVITY, (continued)**

Bonds and Loans Payable

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

The District has no outstanding serial bonds payable at June 30, 2023.

Bonds Authorized But Not Issued

As of June 30, 2023 the Board has no authorized but not issued bonds.

Lease Purchase Agreements

The District has entered into a lease purchase agreement for various MacBooks and related instructional computer equipment in the amount of \$87,635. The lease is for 4 years at a rate of 1.59%.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2023, were as follows:

<u>Fiscal Year Ending June 30</u>	<u>Governmental Activities</u>
2024	\$22,430
2025	<u>22,430</u>
Total Minimum Lease Payment	44,860
Less: Amount Representing Interest	<u>(1,048)</u>
Present Value of Minimum Lease Payments	<u>\$43,812</u>

Compensated Absences

Compensated Absences will be paid from the fund which the employees' salaries are paid.

Net Pension Liability

For details on the net pension liability, refer to Note 7. The District's annual required contribution to the Public Employees' Retirement System is budgeted and paid from the general fund on an annual basis.

**Borough of Englewood Cliffs School District**  
**Notes to the Basic Financial Statements**  
**for the fiscal year ended June 30, 2023**

**NOTE 6. LONG-TERM OBLIGATION ACTIVITY, (continued)**

Leases

The District had no right to use leased assets that qualify under GASB 87.

**NOTE 7. PENSION PLANS**

**Description of Plans** - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or reports can be accessed on the internet at: [http://www.state.nj.us/treasury/pensions/annrpts\\_archive.htm](http://www.state.nj.us/treasury/pensions/annrpts_archive.htm).

**Teachers' Pension and Annuity Fund (TPAF)** - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. Members are 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.

*[THIS AREA INTENTIONALLY LEFT BLANK]*

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 7. PENSION PLANS, (continued)**

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 to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 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.

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

**Benefits Provided**

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

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 7. PENSION PLANS, (continued)**

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 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.

Defined Contribution Retirement Program

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

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

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

Contributions Requirements Fund Based Statements

The Board's contribution to PERS and DCRP, equal to the required contributions for each year as reported in the fund based statements, were as follows:

<u>Year</u>	<u>PERS</u>	<u>DCRP</u>
<u>Ending</u> 6/30/23	\$192,306	\$753
6/30/22	177,656	4,490
6/30/21	163,378	4,336

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 7. PENSION PLANS, (continued)**

The State of New Jersey contribution to TPAF (paid on-behalf of the District) for normal and post retirement benefits have been included in the fund-based statements as revenues and expenditures in accordance with GASB 24, paragraphs 7 through 13, as follows:

Year	Pension	Post-Retirement	NCGI	Long-Term
<u>Ending</u>	<u>Contributions</u>	<u>Medical</u>	<u>Premium</u>	<u>Disability</u>
		<u>Contributions</u>		<u>Insurance</u>
6/30/23	\$1,792,711	\$477,475	\$24,872	\$642
6/30/22	1,854,308	439,354	26,162	799
6/30/21	1,352,360	431,872	25,730	1,008

In addition, the post-retirement medical benefits are included in the district-wide financial statements.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$374,973 during the year ended June 30, 2023 for the employer’s share of social security contributions for TPAF members as calculated on their base salaries. This amount has been included in the fund-based statements as revenues and expenditures in accordance with GASB 24, paragraphs 7 through 13.

**ACCOUNTING AND FINANCIAL REPORTING FOR PENSION IN THE DISTRICT-WIDE STATEMENTS PER - GASB NO. 68**

**Public Employees Retirement System (PERS)**

At June 30, 2023, the District had a liability of \$2,301,389 for its proportionate share of the PERS net pension liability. 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 that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating governmental entities, actuarially determined. At June 30, 2022, the District's proportion was .015246968 percent, which was an increase of .000079896 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the District recognized pension expense of \$(249,769). At June 30, 2023, deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 7. PENSION PLANS, (continued)**

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference in actual and expected experience	\$16,610	\$14,648
Changes of assumptions	7,130	344,609
Net difference between projected and actual earnings on pension plan investments	95,252	
Changes in proportion and differences between District contributions and proportionate share of contributions	72,951	252,699
District contributions subsequent to the measurement date	<u>197,316</u>	<u>          </u>
Total	<u>\$389,259</u>	<u>\$611,956</u>

The \$197,316 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2023, the plan measurement date is June 30, 2022) will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding changes in proportion) will be recognized in pension expense as follows:

Year ended June 30:	
2023	\$(197,411)
2024	(100,574)
2025	(49,048)
2026	107,004
2027	(236)

**Changes in Proportion**

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.04, 5.13, 5.16, 5.21, 5.63 and 5.48 years for 2022, 2021, 2020, 2019, 2018 and 2017 amounts, respectively.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 7. PENSION PLANS, (continued)**

**Additional Information**

Local Group Collective balances net of nonemployer (State of New Jersey) balances at June 30, 2022 and June 30, 2021 are as follows:

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
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
District's Proportion	.0152496968%	.0151698009%

**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 rolled forward to June 30, 2022. This actuarial valuation used the following assumptions, applied to all periods in the measurement.

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 Percent

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021. It is likely that future experience will not exactly conform to these assumptions.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 7. PENSION PLANS, (continued)**

**Mortality Rates**

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

**Long-Term 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 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 Market Equity	13.50%	8.38%
Emerging Market 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%



**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 7. 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 all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

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

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

	June 30, 2022		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's proportionate share of the pension liability	\$2,962,160	\$2,301,389	\$1,739,047

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan’s fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The financial report may be accessed at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

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

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 7. PENSION PLANS, (continued)**

contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer.

The portion of the TPAF Net Pension Liability that was associated with the District recognized at June 30, 2023 was as follows:

Net Pension Liability:	
District's proportionate share	\$ -0-
State's proportionate share associated with the District	<u>23,240,212</u>
	<u>\$23,240,212</u>

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 June 30, 2021 rolled forward to June 30, 2022. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2022, the proportion of the TPAF net pension liability associated with the District was .0450440459%.

For the year ended June 30, 2023, the District recognized on-behalf pension expense and revenue of \$625,459 for contributions provided by the State in the District-Wide Financial Statements.

**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:

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%

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 7. PENSION PLANS, (continued)**

**Mortality Rates**

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Health Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with a 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 Market Equity	13.50%	8.38%
Emerging Market 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%

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 7. 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 based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

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

Because the District's proportionate share of the net pension liability is zero, consideration of potential changes in the discount rate is not applicable to the District.

**NOTE 8. POST-RETIREMENT BENEFITS**

**General Information about the OPEB Plan**

**State Health Benefit State Retired Employees Plan**

Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2022 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2021, which is required to be recorded on the financial statements, is \$75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of \$6.8 billion represents 104 percent of the actuarially determined contribution. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2022, the State paid PRM benefits for 161,238 State and local retirees. The State funds post-retirement medical benefits on a "pay-as-you-go" basis,

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 8. POST-RETIREMENT BENEFITS, (continued)**

**General Information about the OPEB Plan, (continued)**

**State Health Benefit State Retired Employees Plan, (continued)**

which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2022, the State contributed \$1.9 billion to pay for "pay-as-you-go" PRM benefit costs incurred by covered populations, a slight increase from \$1.8 billion in Fiscal Year 2021. The State has appropriated \$2.1 billion in Fiscal Year 2023 as the State's contribution to fund increases in prescription drugs and medical claims costs. In accordance with the provisions of GASB Statement NO. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

**Total OPEB Liability**

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

The portion of the OPEB Liability that was associated with the District recognized at June 30, 2023 was as follows:

OPEB Liability:	
District's proportionate share	\$ -0-
State's proportionate share associated with the District	<u>22,189,738</u>
	<u>\$22,189,738</u>

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 8. POST-RETIREMENT BENEFITS, (continued)**

*Actual Assumptions and Other Imputes*

The total OPEB liability in the June 30, 2022 actuarial valuation reported by the State in the State's Report of Total Nonemployer OPEB Liability for the State Health Benefit Local Education Retired Employee's Plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

**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>
Salary increases	2.75 - 4.25%	2.75 - 6.55%
	based on service years	based on service years

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

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

**(a) Health Care Trend Assumptions**

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

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 8. POST-RETIREMENT BENEFITS, (continued)**

**Total Nonemployer OPEB Liability, (continued)**

**(b) *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.

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

Because the District's proportionate share of the OPEB liability is zero, consideration of potential changes in the discount rate is not applicable to the District.

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

Because the District's proportionate share of the OPEB liability is zero, consideration of potential changes in the healthcare cost trend rates is not applicable to the District.

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

For the year ended June 30, 2023, the board of education/board of trustees recognized on-behalf OPEB expense of \$771,103 in the district-wide financial statements as determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75 and in which there is a special funding situation.

In accordance with GASB No. 75, the Borough of Englewood Cliffs School District's proportionate share of school retirees OPEB is zero; therefore, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 9. DEFERRED COMPENSATION**

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by the entities listed below, 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:

AXA Equitable	Invesco
AIG Valic	Security Financial Resources

**NOTE 10. RISK MANAGEMENT**

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

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

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverages.

**New Jersey Unemployment Compensation Insurance** - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Contributory Method”. Under this plan, the District remits contributions directly to the New Jersey Unemployment Trust Fund.

*[THIS AREA INTENTIONALLY LEFT BLANK]*



**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 11. CAPITAL RESERVE ACCOUNT**

A capital reserve account was established by the Borough of Englewood Cliffs Board of Education by inclusion of \$1.00 on October 2, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district’s approved Long Range Facilities Plan (LRFP). A district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A.* 19:60-2. Pursuant to *N.J.A.C.* 6A: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	\$3,919,484
Increased by:	
Interest Earnings	1,361
Board Transfer - June 29, 2023	<u>2,015,507</u>
	5,936,352
Budgeted Withdrawal	<u>(2,350,383)</u>
Ending balance, June 30, 2023	<u>\$3,585,969</u>

The Board designated and appropriated \$890,000 in the 2023/2024 original budget certified for taxes.

**NOTE 12. MAINTENANCE RESERVE ACCOUNT**

The maintenance reserve account is used to accumulate funds for the required maintenance of a facility in accordance with the EFCRA (*N.J.A.A.* 18A:7G-9). EFCFA requires that upon district completion of a school facilities project, the district must submit a plan for the maintenance of that facility. All such plans must include a provision for a maintenance reserve fund.

Section 6 of *N.J.S.A.* 18A:7F-41(a) and 41(b) provides that a district may supplement a maintenance reserve account by board resolution at year end for any unanticipated revenue and/or unexpended line item appropriations.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 12. MAINTENANCE RESERVE ACCOUNT, (continued)**

The activity of the Maintenance Reserve Account for July 1, 2022 to June 30, 2023 fiscal year is as follows:

Beginning balance, July 1, 2022	\$260,126
Increased by:	
Interest Earnings	<u>130</u>
	260,256
Decreased by:	
Budgeted Withdrawal	<u>75,000</u>
Ending balance, June 30, 2023	<u>\$185,256</u>

**NOTE 13. EMERGENCY RESERVE ACCOUNT**

The emergency reserve is used to accumulate funds in accordance with N.J.S.A. 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1% of the general fund budget not to exceed one million dollars. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both. Withdrawals from the reserve require the approval of the commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent.

The activity of the Emergency Reserve Account for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

Beginning balance, July 1, 2022	<u>\$250,000</u>
Ending balance, June 30, 2023	<u>\$250,000</u>

**NOTE 14. FUND BALANCE APPROPRIATED**

**General Fund [Exhibit B-1]** - Of the \$6,551,083 General Fund fund balance at June 30, 2023, \$1,798,268 is reserved for encumbrances; \$464,593 has been appropriated and included as anticipated revenue for the year ended June 30, 2024; \$3,585,969 has been reserved in the Capital Reserve Account; \$185,256 has been reserved in the Maintenance Reserve Account; \$250,000 has been reserved in the Emergency Reserve Account; and \$266,997 is unreserved and undesignated.

**Borough of Englewood Cliffs School District  
Notes to the Basic Financial Statements  
for the fiscal year ended June 30, 2023**

**NOTE 14. FUND BALANCE APPROPRIATED, (continued)**

**Special Revenue Fund** - Of the \$39,315 Special Revenue Fund Balance at June 30, 2023, \$39,315 is reserved for student groups.

**NOTE 15. CALCULATION OF EXCESS SURPLUS**

In accordance with N.J.S.A. 18A:7F-7 as amended, the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance for the year ended June 30, 2023 is \$-0- of which \$-0- is the result of current year's operations and \$-0- is prior year excess surplus.

**NOTE 16. CONTINGENT LIABILITIES**

**Grant Programs** - The school district participates in federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The school district is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

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

**NOTE 17. SUBSEQUENT EVENTS**

The District has evaluated subsequent events through December 4, 2023, the date which the financial statements were available to be issued and no additional items were noted for disclosure.

**REQUIRED SUPPLEMENTARY  
INFORMATION - PART II**

**BUDGETARY COMPARISON SCHEDULES**

**ENGLEWOOD CLIFFS BOARD OF EDUCATION  
Budgetary Comparison Schedule  
General Fund  
Fiscal Year Ended June 30, 2023**

	<u>Original Budget</u>	<u>Budget Transfers/ Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<b>REVENUES:</b>					
<b>General Fund:</b>					
Revenues from Local Sources:					
Local Tax Levy	14,425,686		14,425,686	14,425,686	
Tuition	126,000		126,000	180,524	54,524
Unrestricted Miscellaneous Revenues	15,000		15,000	109,539	94,539
Interest Earned on Maintenance Reserve	25		25	130	105
Interest Earned on Capital Reserve Funds	50		50	1,361	1,311
<b>Total - Local Sources</b>	<u>14,566,761</u>		<u>14,566,761</u>	<u>14,717,240</u>	<u>150,479</u>
Revenues from State Sources:					
Categorical Special Education Aid	438,260		438,260	438,260	
Categorical Security Aid	36,698		36,698	36,698	
Categorical Transportation Aid	141,297		141,297	141,297	
Extraordinary Aid	231,215		231,215	213,282	(17,933)
Lead Testing for Schools Aid				3,310	3,310
Other Unrestricted State Aid - NonPublic Transportation Aid				32,760	32,760
On-behalf TPAF Post-Retirement Medical (non-budgeted)				477,475	477,475
On-behalf TPAF Pensi (non-budgeted)				1,792,711	1,792,711
On-behalf TPAF NCGI Premium (non-budgeted)				24,872	24,872
On-behalf TPAF - LTDI				642	642
Reimbursed TPAF Social Security Contributions (non-budgeted)				374,973	374,973
<b>Total - State Sources</b>	<u>847,470</u>		<u>847,470</u>	<u>3,536,280</u>	<u>2,688,810</u>
<b>TOTAL REVENUES</b>	<u>15,414,231</u>		<u>15,414,231</u>	<u>18,253,520</u>	<u>2,839,289</u>
<b>EXPENDITURES:</b>					
<b>Current Expense:</b>					
<b>Regular Programs - Instruction</b>					
Preschool - Salaries of Teachers	131,672	1,616	133,288	132,663	625
Kindergarten - Salaries of Teachers	263,256	112	263,368	256,975	6,393
Grades 1-5 - Salaries of Teachers	1,549,757	40,959	1,590,716	1,590,264	452
Grades 6-8 - Salaries of Teachers	1,190,552	(13,564)	1,176,988	1,079,903	97,085
<b>Regular Programs - Home Instruction:</b>					
Salaries of Teachers		1,125	1,125	1,125	
<b>Regular Programs - Undistributed Instruction</b>					
Other Salaries for Instruction	31,691	44,039	75,730	74,271	1,459
Purchased Professional-Educational Services	32,994	(2,683)	30,311	23,082	7,229
Purchased Technical Services	20,336	(3,200)	17,136	15,045	2,091
Other Purchased Services (400-500 series)	81,935		81,935	80,496	16,119
General Supplies	161,601	(28,204)	133,397	112,813	20,584
Textbooks	26,561	2,676	29,237	16,099	13,138
Other Objects	18,539	7,161	25,700	18,970	6,730
<b>TOTAL REGULAR PROGRAMS - INSTRUCTION</b>	<u>3,508,894</u>	<u>64,717</u>	<u>3,573,611</u>	<u>3,401,706</u>	<u>171,905</u>
<b>SPECIAL EDUCATION - INSTRUCTION</b>					
<b>Resource Room/Resource Center:</b>					
Salaries of Teachers	646,311	(12,876)	633,435	624,778	8,657
Purchased Professional-Educational Services	1,000	40	1,040	1,040	
General Supplies	12,616	(3,043)	9,573	6,633	2,940
Textbooks	193		193	183	10
<b>Total Resource Room/Resource Center</b>	<u>660,120</u>	<u>(15,879)</u>	<u>644,241</u>	<u>632,634</u>	<u>11,607</u>
<b>Preschool Disabilities- Full-Time:</b>					
Salaries of Teachers	50,806	1,827	52,633	51,133	1,500
Other Salaries for Instruction	48,136	(4,882)	43,254	13,950	29,304
General Supplies	3,329	(1,500)	1,829	90	1,739
<b>Total Preschool Disabilities - Full-Time</b>	<u>102,271</u>	<u>(4,555)</u>	<u>97,716</u>	<u>65,173</u>	<u>32,543</u>
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	<u>762,391</u>	<u>(20,434)</u>	<u>741,957</u>	<u>697,807</u>	<u>44,150</u>
<b>Basic Skills/Remedial - Instruction</b>					
Salaries of Teachers	162,681	8,559	171,240	171,238	2
General Supplies	363	561	924	909	15
<b>Total Basic Skills/Remedial - Instruction</b>	<u>163,044</u>	<u>9,120</u>	<u>172,164</u>	<u>172,147</u>	<u>17</u>

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Fiscal Year Ended June 30, 2023**

	<b>Original Budget</b>	<b>Budget Transfers/ Adjustments</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual</b>
<b>Bilingual Education - Instruction</b>					
Salaries of Teachers	142,532	(800)	141,732	139,731	2,001
Purchased Professional-Educational Services	410	(410)			
General Supplies	2,046	4,735	6,781	6,738	43
Other Objects	380	(380)			
<b>Total Bilingual Education - Instruction</b>	<b>145,368</b>	<b>3,145</b>	<b>148,513</b>	<b>146,469</b>	<b>2,044</b>
<b>School-Sponsored Cocurricular Activities - Instruction</b>					
Salaries	38,952	(15,910)	23,042	9,243	13,799
Purchased Services (300-500 series)	598	1,600	2,198	1,167	1,031
Supplies and Materials	4,000	(740)	3,260		3,260
<b>Total School-Sponsored Cocurricular Activities - Instruction</b>	<b>43,550</b>	<b>(15,050)</b>	<b>28,500</b>	<b>10,410</b>	<b>18,090</b>
<b>Other Supplemental/At Risk Prog-Inst</b>					
Salaries of Reading Specialist	179,864	4,438	184,302	184,302	
General Supplies	3,000	(550)	2,450	344	2,106
<b>Total Other Supplemental/At Risk Prog-Inst</b>	<b>182,864</b>	<b>3,888</b>	<b>186,752</b>	<b>184,646</b>	<b>2,106</b>
<b>TOTAL INSTRUCTION</b>	<b>4,806,111</b>	<b>45,386</b>	<b>4,851,497</b>	<b>4,613,185</b>	<b>238,312</b>
<b>Undistributed Expenditures - Instruction:</b>					
Tuition to Other LEAs Within the State - Regular	703,000	77,028	780,028	615,580	164,448
Tuition to Other LEAs Within the State - Special	483,409	(128,405)	355,004	285,813	69,191
Tuition to County Voc. School Dist. - Regular	557,424		557,424	553,384	4,040
Tuition to County Voc. School Dist. - Special	76,410	5,940	82,350	78,892	3,458
Tuition to CSSD & Regional Day Schools		4,000	4,000	4,000	
Tuition to Private Schools for the Disabled - Within State	489,175	(9,338)	479,837	457,311	22,526
<b>Total Undistributed Expenditures - Instruction:</b>	<b>2,309,418</b>	<b>(50,775)</b>	<b>2,258,643</b>	<b>1,994,980</b>	<b>263,663</b>
<b>Undistributed Expend. - Attend. &amp; Social Work</b>					
Salaries		4,250	4,250		4,250
<b>Total Undistributed Expend. - Attend. &amp; Social Work</b>		<b>4,250</b>	<b>4,250</b>		<b>4,250</b>
<b>Undist. Expend. - Health Services</b>					
Salaries	168,164	(9,925)	158,239	153,919	4,320
Purchased Professional and Technical Services	400	5,125	5,525	2,958	2,567
Other Purchased Services (400-500 series)	2,200	25,975	28,175	22,318	5,857
Supplies and Materials	11,901	(429)	11,472	9,814	1,658
Other Objects		470	470	465	5
<b>Total Undistributed Expenditures - Health Services</b>	<b>182,665</b>	<b>21,216</b>	<b>203,881</b>	<b>189,474</b>	<b>14,407</b>
<b>Undist. Expend. - Speech, OT, PT &amp; Related Services</b>					
Salaries	125,365	(59,491)	65,874	63,702	2,172
Purchased Prof. Services-Educational Services	198,694	33,765	232,459	193,780	38,679
Supplies and Materials	6,000		6,000	5,860	140
<b>Total Undist. Expend. - Speech, OT, PT &amp; Related Serv.</b>	<b>330,059</b>	<b>(25,726)</b>	<b>304,333</b>	<b>263,342</b>	<b>40,991</b>
<b>Undist. Expend. - Other Supp. Serv. Students-Extra. Serv.</b>					
Salaries	270,690	62,189	332,879	232,578	100,301
Purchased Prof. Services-Educational Services	87,000	(72,400)	14,600	5,459	9,141
Supplies and Materials		820	820	820	
Other Objects	2,000	(820)	1,180		1,180
<b>Total Undist. Expend. -Other Supp. Serv. Students-Extra. Serv.</b>	<b>359,690</b>	<b>(10,211)</b>	<b>349,479</b>	<b>238,857</b>	<b>110,622</b>
<b>Undist. Expend. - Guidance</b>					
Salaries of Other Professional Staff	69,360	13,442	82,802	82,752	50
Salaries of Secretarial and Clerical Assistants	28,993	(5,356)	23,637	23,574	63
Other Purchased Services (400-500 series)	400		400		400
Supplies and Materials	13,388	(10,443)	2,945	2,442	503
Other Objects	205		205		205
<b>Total Undist. Expend. - Guidance</b>	<b>112,346</b>	<b>(2,357)</b>	<b>109,989</b>	<b>108,768</b>	<b>1,221</b>
<b>Undist. Expend. - Child Study Teams</b>					
Salaries of Other Professional Staff	367,561	47,550	415,111	374,008	41,103
Salaries of Secretarial and Clerical Assistants	63,372	(3,102)	60,270	60,270	
Purchased Prof. Services-Educational Services	1,300	3,128	4,428	1,536	2,892
Other Purchased Prof. and Tech Services	28,025		28,025	17,023	11,002
Misc. Pur Services (400-500 Series O/than Resid Costs)	55,780	(5,310)	50,470	34,486	15,984
Supplies and Materials	13,450	(26)	13,424	10,844	2,580
<b>Total Undist. Expend. - Child Study Teams</b>	<b>529,488</b>	<b>42,240</b>	<b>571,728</b>	<b>498,167</b>	<b>73,561</b>

**ENGLEWOOD CLIFFS BOARD OF EDUCATION  
Budgetary Comparison Schedule  
General Fund  
Fiscal Year Ended June 30, 2023**

	<u>Original Budget</u>	<u>Budget Transfers/ Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<b>Undist. Expend. - Improvement of Instructional Services</b>					
Salaries of Supervisors of Instruction	129,449	(16,130)	113,319	89,254	24,065
Salaries of Other Professional Staff	52,840	(26,278)	26,562	17,119	9,443
Other Purch Services (400-500)	3,500	(200)	3,300	970	2,330
Supplies and Materials	3,037	(125)	2,912	1,441	1,471
Other Objects		325	325	325	
<b>Total Undist. Expend. - Improvement of Inst. Services</b>	<u>188,826</u>	<u>(42,408)</u>	<u>146,418</u>	<u>109,109</u>	<u>37,309</u>
<b>Undist. Expend. - Educational Media Serv./Sch. Library</b>					
Salaries	200,892	(17,796)	183,096	178,381	4,715
Salaries of Technology Coordinators	155,375	14,531	169,906	169,905	1
Purchased Professional and Technical Services	156,391	(12,714)	143,677	124,126	19,551
Other Purch Services (400-500)	600	3,818	4,418	2,600	1,818
Supplies and Materials	23,769	(196)	23,573	16,043	7,530
Other Objects	1,085		1,085		1,085
<b>Total Undist. Expend. - Educational Media Serv./Sch. Library</b>	<u>538,112</u>	<u>(12,357)</u>	<u>525,755</u>	<u>491,055</u>	<u>34,700</u>
<b>Undist. Expend. - Instructional Staff Training Serv.</b>					
Salaries Supervisor of Instruction		70,438	70,438	63,125	7,313
Purchased Professional - Educational Services	26,200	(9,183)	17,017	400	16,617
Other Purchased Services (400-500 series)	6,153		6,153	1,986	4,167
Supplies and Materials		1,507	1,507	1,407	100
<b>Total Undist. Expend. - Instructional Staff Training Serv.</b>	<u>32,353</u>	<u>62,762</u>	<u>95,115</u>	<u>66,918</u>	<u>28,197</u>
<b>Undist. Expend. - Supp. Serv. - General Administration</b>					
Salaries	256,869	(6,698)	250,171	249,898	273
Legal Services	30,000	(2,809)	27,191	26,613	578
Audit Fees	45,000	30,000	75,000	22,500	52,500
Architectural/Engineering Services	6,750	7,479	14,229	14,228	1
Other Purchased Professional Services	950		950	950	
Purchased Technical Services	300	(50)	250	105	145
Communications/Telephone	21,000	(2,545)	18,455	15,508	2,947
Travel - All Other		352	352	349	3
BOE Other Purchased Services	3,000	(2,973)	27		27
Misc. Purch Services (400-500 Series)	41,678	5,468	47,146	47,146	
General Supplies	1,263	800	2,063	1,273	790
BOE In House Training/Meeting Supplies	500		500	204	296
Misc. Expenditures		3,000	3,000	2,968	32
BOE Membership Dues and Fees	13,100	(3,000)	10,100	9,983	117
<b>Total Undist. Expend. - Supp. Serv. - General Administration</b>	<u>420,410</u>	<u>29,024</u>	<u>449,434</u>	<u>391,725</u>	<u>57,709</u>
<b>Undist. Expend. - Support Serv. - School Administration</b>					
Salaries of Principals/Assistant Principals	103,303	1,281	104,584	104,297	287
Salaries of Secretarial and Clerical Assistants	120,493	(3,834)	116,659	116,658	1
Purchased Prof & Technical Services	2,422		2,422	2,367	55
Other Purchased Services (400-500 series)	4,600	(150)	4,450	3,637	813
Supplies and Materials	6,004	(4,100)	1,904	1,819	85
Other Objects		1,104	1,104	1,104	
<b>Total Undist. Expend. - Support Serv. - School Administration</b>	<u>236,822</u>	<u>(5,699)</u>	<u>231,123</u>	<u>229,882</u>	<u>1,241</u>
<b>Undist. Expend. - Support Serv. - Central Services</b>					
Salaries	185,537	(22,455)	163,082	161,180	1,902
Purchased Professional Services		16,564	16,564	12,290	4,274
Purchased Technical Services	15,373	242	15,615	15,615	
Misc. Pur Services (400-500 Series)	6,722	(772)	5,950	5,067	883
Supplies and Materials	6,047	711	6,758	6,758	
Miscellaneous Expenditures	3,610	(1,800)	1,810	1,738	72
<b>Total Undist. Expend. - Support Serv. - Central Services</b>	<u>217,289</u>	<u>(7,510)</u>	<u>209,779</u>	<u>202,648</u>	<u>7,131</u>
<b>Undist. Expend. -Admin. Info. Tech</b>					
Salaries					
Purchased Professional Services	7,500	1,941	9,441	9,441	
Purchased Technical Services	36,013	914	36,927	35,964	963
Other Purchased Services (400-500 series)		141	141	140	1
Supplies and Materials		47	47	47	
<b>Total Undist. Expend. - Admin. Info. Tech</b>	<u>43,513</u>	<u>3,043</u>	<u>46,556</u>	<u>45,592</u>	<u>964</u>
<b>Undist. Expend. - Required Maint. for School Facilities (261)</b>					
Salaries	180,864	(8,687)	172,177	121,454	50,723
Cleaning, Repair and Maintenance Services	203,655	15,747	219,402	126,613	92,789
Lead Testing of Drinking Water	8,000	(7,949)	51		51
General Supplies	43,865	(17,288)	26,577	10,439	16,138
Other Objects	1,325	1,761	3,086	3,085	1
<b>Total Undist. Expend. - Required Maint. for School Facilities</b>	<u>437,709</u>	<u>(16,416)</u>	<u>421,293</u>	<u>261,591</u>	<u>159,702</u>



**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Budgetary Comparison Schedule**  
**General Fund**  
**Fiscal Year Ended June 30, 2023**

	<b>Original Budget</b>	<b>Budget Transfers/ Adjustments</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual</b>
<b>Undist. Expend. - Custodial Services (262)</b>					
Salaries	229,771	36,098	265,869	225,300	40,569
Salaries of Non-Instructional Aides	15,000	3,580	18,580	18,580	
Purchased Professional and Technical Services		2,046	2,046	2,045	1
Cleaning, Repair and Maintenance Services	34,171	(16,094)	18,077	9,484	8,593
Other Purchased Property Services	41,950	(8,747)	33,203	14,131	19,072
Insurance	102,890	(11,827)	91,063	91,063	
General Supplies	43,290	(5,200)	38,090	36,149	1,941
Energy (Natural Gas)	66,895	19,797	86,692	66,596	20,096
Energy (Electricity)	88,000	30,500	118,500	99,806	18,694
<b>Total Undist. Expend. - Custodial Services (262)</b>	<b>621,967</b>	<b>50,153</b>	<b>672,120</b>	<b>563,154</b>	<b>108,966</b>
<b>Undist. Expend. - Care &amp; Upkeep of Grounds</b>					
Salaries	10,320	(2,426)	7,894	4,000	3,894
Cleaning, Repair and Maintenance Services	33,214	3,470	36,684	35,242	1,442
General Supplies	5,957	(2,204)	3,753	3,752	1
<b>Total Undist. Expend. - Care &amp; Upkeep of Grounds</b>	<b>49,491</b>	<b>(1,160)</b>	<b>48,331</b>	<b>42,994</b>	<b>5,337</b>
<b>Undist. Expend. - Security</b>					
Salaries	129,412	34,223	163,635	163,025	610
Cleaning, Repair and Maintenance Services	24,356	10,143	34,499	33,357	1,142
General Supplies	23,135	(9,729)	13,406	13,390	16
Other Objects	250		250	186	64
<b>Total Undist. Expend. - Security</b>	<b>177,153</b>	<b>34,637</b>	<b>211,790</b>	<b>209,958</b>	<b>1,832</b>
<b>Undist. Expend. - Student Transportation Services (270)</b>					
Salaries of Non-Instructional Aides	54,500	(17,450)	37,050	35,680	1,370
Sal. For Pupil Trans (Bet Home & Sch)-Reg	33,300	(8,050)	25,250	24,593	657
Contract Serv.-Aid in Lieu Pymts-NonPub Sch	130,001	(24,000)	106,001	105,777	224
Contr Serv. (Bet. Home and Sch) Vendors	8,300	4,300	12,600	5,325	7,275
Contr Serv. (Oth than Bet. Home and Sch)-Vendors	250	(250)			
Contr Serv. (Bet. Home & Sch) Joint Agrmnts	427,000	(9,200)	417,800	417,204	596
Contract Serv. (Sp Ed Stds)-Joint Agrmnts	404,600	41,370	445,970	405,514	40,456
<b>Total Undist. Expend. - Student Transportation Services</b>	<b>1,057,951</b>	<b>(13,280)</b>	<b>1,044,671</b>	<b>994,093</b>	<b>50,578</b>
<b>UNALLOCATED BENEFITS</b>					
Social Security Contributions	150,001	(1)	150,000	144,753	5,247
Other Retirement Contributions-PERS	175,000	17,306	192,306	192,306	
Other Retirement Contributions-Regular	6,001		6,001	753	5,248
Unemployment Compensation	38,185	1,533	39,718	49,363	(9,645)
Workmen's Compensation	55,972	(10,301)	45,671	30,066	15,605
Health Benefits	2,357,315	(133,657)	2,223,658	2,182,946	40,712
Tuition Reimbursement	20,000		20,000	5,210	14,790
Other Employee Benefits	44,902	4,622	49,524	37,533	11,991
Unused Sick Payment to Term/Retired Staff	100,000	(19,052)	80,948	21,753	59,195
<b>TOTAL UNALLOCATED BENEFITS</b>	<b>2,947,376</b>	<b>(139,550)</b>	<b>2,807,826</b>	<b>2,664,683</b>	<b>143,143</b>
On-behalf TPAF Post-Retirement Medical (non-budgeted)				477,475	477,475
On-behalf TPAF Pension (non-budgeted)				1,792,711	1,792,711
On-behalf TPAF NCGI Premium (non-budgeted)				24,872	24,872
On-behalf TPAF - LTDI				642	642
Reimbursed TPAF Social Security Contributions (non-budgeted)				374,973	374,973
<b>TOTAL ON-BEHALF CONTRIBUTIONS</b>				<b>2,670,673</b>	<b>(2,670,673)</b>
<b>TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS</b>	<b>2,947,376</b>	<b>(139,550)</b>	<b>2,807,826</b>	<b>5,335,356</b>	<b>(2,527,530)</b>
<b>TOTAL UNDISTRIBUTED EXPENDITURES</b>	<b>10,792,638</b>	<b>(80,124)</b>	<b>10,712,514</b>	<b>12,237,663</b>	<b>(1,525,149)</b>
<b>TOTAL GENERAL CURRENT EXPENSE</b>	<b>15,598,749</b>	<b>(34,738)</b>	<b>15,564,011</b>	<b>16,850,848</b>	<b>(1,286,837)</b>
<b>Equipment</b>					
<b>Regular Programs - Instruction:</b>					
Grades 1-5	19,759	(19,759)			
<b>Total Equipment</b>	<b>19,759</b>	<b>(19,759)</b>			

**ENGLEWOOD CLIFFS BOARD OF EDUCATION  
Budgetary Comparison Schedule  
General Fund  
Fiscal Year Ended June 30, 2023**

	<u>Original Budget</u>	<u>Budget Transfers/ Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<b>Undist. Expenditures:</b>					
Instruction	2,050	74,552	76,602	8,090	68,512
Support Serv. Inst. Staff	98,401		98,401	98,401	
Admin Info Tech	5,168		5,168	5,168	
Custodial Services		8,928	8,928	8,928	
Security	46,178		46,178	46,178	
Care & Upkeep of Grounds	39,137		39,137	39,137	
<b>Total Undist. Expend.</b>	<u>190,934</u>	<u>83,480</u>	<u>274,414</u>	<u>205,902</u>	<u>68,512</u>
<b>Facilities Acquisition and Construction Services</b>					
Architectural/Engineering Services	132,846	(550)	132,296	76,012	56,284
Other Purchased Prof. & Tech. Services		19,271	19,271	1,210	18,061
Construction Services	2,268,330	75,914	2,344,244	296,077	2,048,167
Supplies & Materials		46,382	46,382		46,382
Assessment for Debt Service on SDA Funding	5,625		5,625	5,625	
<b>Total Facilities Acquisition and Construction Services</b>	<u>2,406,801</u>	<u>141,017</u>	<u>2,547,818</u>	<u>378,924</u>	<u>2,168,894</u>
<b>TOTAL CAPITAL OUTLAY</b>	<u>2,617,494</u>	<u>204,738</u>	<u>2,822,232</u>	<u>584,826</u>	<u>2,237,406</u>
<b>TOTAL EXPENDITURES</b>	<u>18,216,243</u>	<u>170,000</u>	<u>18,386,243</u>	<u>17,435,674</u>	<u>950,569</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(2,802,012)</u>	<u>(170,000)</u>	<u>(2,972,012)</u>	<u>817,846</u>	<u>3,789,858</u>
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<u>(2,802,012)</u>	<u>(170,000)</u>	<u>(2,972,012)</u>	<u>817,846</u>	<u>3,789,858</u>
<b>Fund Balance, July 1</b>	5,794,300		5,794,300	5,794,300	
<b>Fund Balance, June 30</b>	<u>2,992,288</u>	<u>(170,000)</u>	<u>2,822,288</u>	<u>6,612,146</u>	<u>3,789,858</u>
<b>Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures</b>					
Adjustment for Prior Year Encumbrances	(546,704)		(546,704)	(546,704)	
Increase:					
Capital Reserve - Principal				2,015,507	2,015,507
Capital Reserve - Interest	50		50	1,361	1,311
Maintenance Reserve - Interest	25		25	130	105
Withdrawal from Maintenance Reserve	(75,000)		(75,000)	(75,000)	
Withdrawal from Capital Reserve	(2,180,383)	(170,000)	(2,350,383)	(2,350,383)	
Budgeted Fund Balance				1,772,935	1,772,935
	<u>(2,802,012)</u>	<u>(170,000)</u>	<u>(2,972,012)</u>	<u>817,846</u>	<u>3,789,858</u>
<b>Recapitulation:</b>					
<b>Restricted Fund Balance:</b>					
Capital Reserve designated for Subsequent Years' Expenditures				890,000	
Capital Reserve				2,695,969	
Maintenance Reserve				185,256	
Emergency Reserve				250,000	
<b>Assigned Fund Balance:</b>					
Designated for Subsequent Years' Expenditures				464,593	
Year-End Encumbrances				1,798,268	
<b>Unassigned Fund Balance:</b>				328,060	
				<u>6,612,146</u>	
<b>Recapitulation to Governmental Fund Statement (GAAP):</b>					
Less: Last State Aid Payment not Recognized GAAP Basis				(61,063)	
<b>Total Fund Balance per Governmental Funds (GAAP)</b>				<u>6,551,083</u>	

**ENGLEWOOD CLIFFS BOARD OF EDUCATION  
Budgetary Comparison Schedule  
Special Revenue Fund  
Fiscal Year Ended June 30, 2023**

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources		-		56,559	56,559 (1)
State Sources	38,480	33,255	71,735	38,554	(33,181)
Federal Sources	182,132	969,980	1,152,112	359,290	(792,822)
<b>Total Revenues</b>	<b>220,612</b>	<b>1,003,235</b>	<b>1,223,847</b>	<b>454,403</b>	<b>(769,444)</b>
<b>EXPENDITURES:</b>					
<b>Instruction:</b>					
Salaries		102,859	102,859	64,369	38,490
Other Purchased Services (400-500 Series)	182,132	(61,620)	120,512	97,242	23,270
General Supplies		177,975	177,975	25,195	152,780
Textbooks	5,762	(86)	5,676	-	5,676
<b>Total instruction</b>	<b>187,894</b>	<b>219,128</b>	<b>407,022</b>	<b>186,806</b>	<b>220,216</b>
<b>Support services:</b>					
Salaries		79,990	79,990	59,637	20,353
Personal Services - Employee Benefits		10,507	10,507	-	10,507
Purchased Professional and Technical Services	12,768	134,773	147,541	97,977	49,564
Cleaning, Repair & Maintenance Services			20,119	20,119	-
Other Purchased Services (400-500 Series)		109,700	109,700	11,438	98,262
Supplies and Materials	19,950	39,184	59,134	4,759	54,375
Student Activities				41,959	(41,959)
<b>Total support services</b>	<b>32,718</b>	<b>374,154</b>	<b>426,991</b>	<b>235,889</b>	<b>191,102</b>
<b>Facilities acquisition and constuction services:</b>					
Building/Renovation		369,538	369,538	28,306	341,232
Instructional Equipment		13,796	13,796	-	13,796
Non - Instructional Equipment		6,500	6,500	-	6,500
<b>Total facilities acquisition and constuction services</b>	<b>-</b>	<b>389,834</b>	<b>389,834</b>	<b>28,306</b>	<b>361,528</b>
<b>Total Expenditures</b>	<b>220,612</b>	<b>983,116</b>	<b>1,223,847</b>	<b>451,001</b>	<b>772,846</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>-</b>	<b>20,119</b>	<b>-</b>	<b>3,402</b>	<b>3,402</b>
<b>Fund Balance, July 1</b>				<b>35,913</b>	
<b>Fund Balance, June 30</b>				<b>39,315</b>	
<b>Recapitulation:</b>					
<b>Restricted</b>					
<b>Student Activities</b>				<b>39,315</b>	
<b>Total Fund Balance</b>				<b>39,315</b>	

(1) - Not required to budget for these funds

**ENGLEWOOD CLIFFS BOARD OF EDUCATION  
Required Supplementary Information  
Budgetary Comparison Schedule  
Note to Required Supplementary Information - Part II  
Fiscal Year Ended June 30, 2023**

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

		General Fund	Special Revenue Fund
<b>Sources/inflows of resources</b>			
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1],[C-2]	18,253,520	454,403
Difference - budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.			
Prior Year			10,565
Current Year			(4,978)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.		48,723	
The last state aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33)		(61,063)	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	18,241,180	459,990
<b>Uses/outflows of resources</b>			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1],[C-2]	17,435,674	451,001
Differences - budget to GAAP			
Encumbrances for supplies and equipment ordered but received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.			
Prior Year			10,565
Current Year			(4,978)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	17,435,674	456,588

**REQUIRED SUPPLEMENTARY  
INFORMATION - PART III**

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Schedules of Required Supplementary Information**  
**Schedule of District's Share of Net Pension Liability - PERS**  
*Last 10 Fiscal Years\**

Fiscal Year Ending June 30,	District's Proportion of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	District's Covered Payroll - PERS Employee's	District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its' Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.0152065979%	\$ 2,847,091	\$ 1,080,524	263.49%	52.08%
2016	0.0142095476%	3,189,759	1,180,020	270.31%	47.93%
2017	0.0171520092%	3,847,422	1,182,605	325.33%	59.86%
2018	0.0171392665%	3,963,132	1,213,811	326.50%	48.10%
2019	0.0170249300%	3,462,475	1,062,985	325.73%	53.60%
2020	0.0175853854%	2,691,005	1,119,093	240.46%	56.27%
2021	0.0149346922%	2,473,798	1,043,745	237.01%	58.32%
2022	0.0151698009%	1,797,090	1,115,659	161.08%	70.33%
2023	0.0152496968%	2,301,389	1,163,547	197.79%	62.91%

\* GASB requires that ten years of information be presented. However, since fiscal year 2015 was the first year of GASB 68 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Schedules of Required Supplementary Information**  
**Schedule of District's Contributions - PERS**  
*Last 10 Fiscal Years\**

Fiscal Year Ending June 30,	Contractually Required Contribution	Contributions in Relations to the Contractually Required Contributions	Contribution Deficiency (Excess)	District's PERS Covered- Employee Payroll	Contributions as a Percentage of PERS Covered- Employee Payroll
2015	\$ 125,361	\$ 125,361	\$ -	\$ 1,080,524	11.60%
2016	122,164	122,164	-	1,180,020	10.35%
2017	152,376	152,376	-	1,182,605	12.88%
2018	158,777	158,777	-	1,213,811	13.08%
2019	169,343	169,343	-	1,062,985	15.93%
2020	171,054	171,054	-	1,119,093	15.29%
2021	163,378	163,378	-	1,043,745	15.65%
2022	177,656	177,656	-	1,115,659	15.92%
2023	192,306	192,306	-	1,163,547	16.53%

\* GASB requires that ten years of information be presented. However, since fiscal year 2015 was the first year of GASB 68 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Schedules of Required Supplementary Information**  
**Schedule of District's Share of Net Pension Liability - TPAF**  
*Last 10 Fiscal Years\**

Fiscal Year Ending June 30,	District's Proportion of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	State's Proportionate Share of the Net Pension Liability Associated with the District (Asset)	District's Covered Payroll - TPAF Employee's	District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its' Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.0360689950%	\$ -	\$ 19,277,704	\$ 4,335,126	0.00%	33.64%
2016	0.0380913907%	-	24,075,386	4,393,888	0.00%	28.71%
2017	0.0419659794%	-	33,013,111	4,507,810	0.00%	22.33%
2018	0.0448742572%	-	30,255,842	4,680,802	0.00%	25.41%
2019	0.0452932148%	-	28,814,570	5,036,691	0.00%	26.49%
2020	0.0434329796%	-	26,655,230	5,022,930	0.00%	26.95%
2021	0.0430927241%	-	28,376,040	4,867,908	0.00%	24.60%
2022	0.0465227221%	-	22,365,886	5,089,160	0.00%	35.52%
2023	0.0450440459%	-	23,240,212	5,111,546	0.00%	32.29%

\* GASB requires that ten years of information be presented. However, since fiscal year 2015 was the first year of GASB 68 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.



**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Note to Required Schedules of Supplementary Information - Part III**  
**Fiscal Year Ended June 30, 2023**

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms

None

Change in assumptions

None

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms

None

Change in assumptions

None

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Schedule of Required Supplementary Information**  
**Schedule of Changes in the District's Proportionate Share of the State OPEB Liability**  
*Last 10 Fiscal Years\**

	2023	2022	2021	2020	2019	2018
<b>Total OPEB Liability</b>						
Service Costs	\$ 1,281,980	\$ 1,430,356	\$ 775,568	\$ 797,503	\$ 879,761	\$ 1,063,587
Interest on Total OPEB Liability	588,053	717,107	640,427	818,080	859,013	740,889
Changes of Benefit Terms		(29,423)				
Difference between Expected and Actual Experience	(807,596)	(4,090,899)	5,949,272	(4,180,365)	(1,617,406)	
Changes in Assumptions	(5,952,596)	27,273	5,504,780	265,020	(2,364,381)	(3,095,742)
Gross Benefit Payments	(582,483)	(564,879)	(524,640)	(545,625)	(550,936)	(541,499)
Contribution from the Member	18,686	18,333	15,902	16,174	19,041	19,939
<b>Net Changes in total Share of OPEB Liability</b>	<u>(5,453,956)</u>	<u>(2,492,132)</u>	<u>12,361,309</u>	<u>(2,829,213)</u>	<u>(2,774,908)</u>	<u>(1,812,826)</u>
<b>Total OPEB Liability - Beginning</b>	<u>27,643,694</u>	<u>30,135,826</u>	<u>17,774,517</u>	<u>20,603,730</u>	<u>23,378,638</u>	<u>25,191,464</u>
<b>Total OPEB Liability - Ending</b>	<u>\$ 22,189,738</u>	<u>\$ 27,643,694</u>	<u>\$ 30,135,826</u>	<u>\$ 17,774,517</u>	<u>\$ 20,603,730</u>	<u>\$ 23,378,638</u>
District's Proportionate Share of OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of OPEB Liability	22,189,738	27,643,694	30,135,826	17,774,517	20,603,730	23,378,638
Total OPEB Liability - Ending	<u>\$ 22,189,738</u>	<u>\$ 27,643,694</u>	<u>\$ 30,135,826</u>	<u>\$ 17,774,517</u>	<u>\$ 20,603,730</u>	<u>\$ 23,378,638</u>
District's Covered Employee Payroll	<u>\$ 6,275,093</u>	<u>\$ 6,204,819</u>	<u>\$ 5,987,001</u>	<u>\$ 6,085,915</u>	<u>\$ 6,250,502</u>	<u>\$ 5,894,613</u>
Districts' Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%

**Notes to Schedule:**

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

Change in benefit terms                      Decrease in liability due to employers adopting provisions of Chapter 44.

Change in assumptions                      Assumptions used in calculating the OPEB liability are presented  
in Note 8.

\* GASB requires that ten years of information be presented. However, since fiscal year 2018 was the first year of GASB 75 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

**Other Supplementary Information**

**SPECIAL REVENUE FUND**

ENGLEWOOD CLIFFS BOARD OF EDUCATION

Special Revenue Fund

Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
Fiscal Year Ended June 30, 2023

	Total Brought Forward (Ex. E-1a)	Title I, Improving Basic Programs	Title II, Teacher/Principal Training & Recruiting	Title III, English Language Acquisition & Enhancement	Title IV, Student Support & Academic Enrichment	Totals 2023
<b>REVENUES</b>						
Local Sources	56,559					56,559
State Sources	38,554					38,554
Federal Sources	277,962	59,864	13,200	1,764	6,500	359,290
<b>Total Revenues</b>	<b>373,075</b>	<b>59,864</b>	<b>13,200</b>	<b>1,764</b>	<b>6,500</b>	<b>454,403</b>
<b>EXPENDITURES:</b>						
<b>Instruction:</b>						
Salaries of Teachers	64,369					64,369
Other Purchased Services (400-500 series)	97,242					97,242
General Supplies	24,805			390		25,195
<b>Total instruction</b>	<b>186,416</b>	<b>-</b>	<b>-</b>	<b>390</b>	<b>-</b>	<b>186,806</b>
<b>Support Services:</b>						
Salaries	59,637					59,637
Purchased Professional and Technical Services	28,477	48,426	13,200	1,374	6,500	97,977
Cleaning, Repair & Maintenance Services	20,119					20,119
Other Purchased Services (400-500 series)	-	11,438				11,438
Supplies and Materials	4,759					4,759
Student Activities	41,959					41,959
<b>Total support services</b>	<b>154,951</b>	<b>59,864</b>	<b>13,200</b>	<b>1,374</b>	<b>6,500</b>	<b>235,889</b>
<b>Facilities acquisition and const. serv.:</b>						
Building/Renovation	28,306					28,306
<b>Total facilities acquisition and const. serv.</b>	<b>28,306</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28,306</b>
<b>Total Expenditures</b>	<b>369,673</b>	<b>59,864</b>	<b>13,200</b>	<b>1,764</b>	<b>6,500</b>	<b>451,001</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>3,402</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,402</b>
<b>Fund Balance, July 1</b>	<b>35,913</b>					<b>35,913</b>
<b>Fund Balance, June 30</b>	<b>39,315</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39,315</b>

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
Special Revenue Fund

Combining Schedule of Program Revenues and Expenditures - Budgetary Basis  
Fiscal Year Ended June 30, 2023

	Total Brought Forward (Ex. E-1d)	IDEA Part B, Basic	IDEA Part B Preschool	CRRSA ESSER II	ARP ESSER III	Totals 2023
<b>REVENUES</b>						
Local Sources	56,559					56,559
State Sources	38,554					38,554
Federal Sources	76,404	92,205	5,037	79,301	25,015	277,962
<b>Total Revenues</b>	<b>171,517</b>	<b>92,205</b>	<b>5,037</b>	<b>79,301</b>	<b>25,015</b>	<b>373,075</b>
<b>EXPENDITURES:</b>						
<b>Instruction:</b>						
Salaries of Teachers	55,984			7,995	390	64,369
Other Purchased Services (400-500 series)	-	92,205	5,037			97,242
General Supplies	21,576				3,229	24,805
<b>Total instruction</b>	<b>77,560</b>	<b>92,205</b>	<b>5,037</b>	<b>7,995</b>	<b>3,619</b>	<b>186,416</b>
<b>Support Services:</b>						
Salaries	-			59,637		59,637
Personal Services - Employee Benefits	-					-
Purchased Professional and Technical Services	28,477					28,477
Cleaning, Repair & Maintenance Services	20,119					20,119
Other Purchased Services (400-500 series)	-					-
Supplies and Materials	-			4,759		4,759
Student Fees/Activities	41,959					41,959
<b>Total support services</b>	<b>90,555</b>	<b>-</b>	<b>-</b>	<b>64,396</b>	<b>-</b>	<b>154,951</b>
<b>Facilities acquisition and const. serv.:</b>						
Building/Renovation	-			6,910	21,396	28,306
<b>Total facilities acquisition and const. serv.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,910</b>	<b>21,396</b>	<b>28,306</b>
<b>Total Expenditures</b>	<b>168,115</b>	<b>92,205</b>	<b>5,037</b>	<b>79,301</b>	<b>25,015</b>	<b>369,673</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>3,402</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,402</b>
<b>Fund Balance, July 1</b>	<b>35,913</b>					<b>35,913</b>
<b>Fund Balance, June 30</b>	<b>39,315</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39,315</b>

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**Fiscal Year Ended June 30, 2023**

	<b>Total Brought Forward (Ex. E-1c)</b>	<b>ARP ESSER Accelerated Learning Coach &amp; Educator Support</b>	<b>ARP ESSER Evidence Based Learning &amp; Enrichment</b>	<b>ARP ESSER Evidence Based Comprehension Beyond the School Day</b>	<b>N.J. Nonpublic Nursing Services Aid</b>	<b>SDA Emergent Capital Needs Grant</b>	<b>Totals 2023</b>
<b>REVENUES</b>							
Local Sources	56,559						56,559
State Sources	5,891				12,544	20,119	38,554
Federal Sources	-	15,933	23,070	37,401			76,404
<b>Total Revenues</b>	<b>62,450</b>	<b>15,933</b>	<b>23,070</b>	<b>37,401</b>	<b>12,544</b>	<b>20,119</b>	<b>171,517</b>
<b>EXPENDITURES:</b>							
<b>Instruction:</b>							
Salaries of Teachers	-		23,070	32,914			55,984
Other Purchased Services (400-500 series)	-			4,487			-
General Supplies	17,089						21,576
<b>Total instruction</b>	<b>17,089</b>	<b>-</b>	<b>23,070</b>	<b>37,401</b>	<b>-</b>	<b>-</b>	<b>77,560</b>
<b>Support Services:</b>							
Salaries	-						-
Personal Services - Employee Benefits	-						-
Purchased Professional and Technical Services	-	15,933			12,544		28,477
Cleaning, Repair & Maintenance Services	-					20,119	20,119
Other Purchased Services (400-500 series)	-						-
Supplies and Materials	-						-
Student Fees/Activities	41,959						41,959
<b>Total support services</b>	<b>41,959</b>	<b>15,933</b>	<b>-</b>	<b>-</b>	<b>12,544</b>	<b>20,119</b>	<b>90,555</b>
<b>Facilities acquisition and const. serv.:</b>							
Building/Renovation	-						-
<b>Total facilities acquisition and const. serv.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>59,048</b>	<b>15,933</b>	<b>23,070</b>	<b>37,401</b>	<b>12,544</b>	<b>20,119</b>	<b>168,115</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>3,402</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,402</b>
<b>Fund Balance, July 1</b>	<b>35,913</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35,913</b>
<b>Fund Balance, June 30</b>	<b>39,315</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39,315</b>

ENGLEWOOD CLIFFS BOARD OF EDUCATION

Special Revenue Fund

Combining Schedule of Program Revenues and Expenditures - Budgetary Basis

Fiscal Year Ended June 30, 2023

	Climate Awareness Education Grant	Student Activity Account	Student Fee Account	Totals 2023
<b>REVENUES</b>				
Local Sources		43,409	13,150	56,559
State Sources	5,891			5,891
Federal Sources				-
<b>Total Revenues</b>	<b>5,891</b>	<b>43,409</b>	<b>13,150</b>	<b>62,450</b>
<b>EXPENDITURES:</b>				
<b>Instruction:</b>				
Salaries of Teachers				-
Other Purchased Services (400-500 series)				-
General Supplies	5,891		11,198	17,089
<b>Total instruction</b>	<b>5,891</b>	<b>-</b>	<b>11,198</b>	<b>17,089</b>
<b>Support Services:</b>				
Salaries				-
Personal Services - Employee Benefits				-
Purchased Professional and Technical Services				-
Cleaning, Repair & Maintenance Services				-
Other Purchased Services (400-500 series)				-
Supplies and Materials				-
Student Fees/Activities		41,959		41,959
<b>Total support services</b>	<b>-</b>	<b>41,959</b>	<b>-</b>	<b>41,959</b>
<b>Facilities acquisition and const. serv.:</b>				
Building/Renovation				-
<b>Total facilities acquisition and const. serv.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>5,891</b>	<b>41,959</b>	<b>11,198</b>	<b>59,048</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>-</b>	<b>1,450</b>	<b>1,952</b>	<b>3,402</b>
<b>Fund Balance, July 1</b>	<b>-</b>	<b>8,060</b>	<b>27,853</b>	<b>35,913</b>
<b>Fund Balance, June 30</b>	<b>-</b>	<b>9,510</b>	<b>29,805</b>	<b>39,315</b>



**PROPRIETARY FUNDS**

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Combining Statement of Net Position**  
**Enterprise Funds**  
**June 30, 2023**

	<u>Special Milk Program</u>	<u>Enrichment Program</u>	<u>Invengineering Program</u>	<u>Totals</u>
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	1,002	39,859		40,861
Total current assets	<u>1,002</u>	<u>39,859</u>		<u>40,861</u>
Noncurrent assets:				
Capital assets:				
Equipment	2,000			2,000
Less accumulated depreciation	<u>(2,000)</u>			<u>(2,000)</u>
Total capital assets (net of accumulated depreciation)				
Total assets	<u>1,002</u>	<u>39,859</u>		<u>40,861</u>
<b>NET POSITION</b>				
Unrestricted	<u>1,002</u>	<u>39,859</u>		<u>40,861</u>
Total net position	<u>1,002</u>	<u>39,859</u>		<u>40,861</u>



**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Combining Statement of Cash Flows**  
**Enterprise Funds**  
**Fiscal Year Ended June 30, 2023**

	<u>Special Milk Program</u>	<u>Enrichment Program</u>	<u>Invengineering Program</u>	<u>Totals</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers	-	47,390	2,250	49,640
Payments for salaries and wages	-	(33,080)	(2,250)	(35,330)
Payments for supplies	-	(14,038)		(14,038)
Net cash provided by (used for) operating activities	<u>-</u>	<u>272</u>	<u>-</u>	<u>272</u>
Net increase (decrease) in cash and cash equivalents	-	272	-	272
Balances—beginning of year	1,002	39,587		40,589
Balances—end of year	<u>1,002</u>	<u>39,859</u>	<u>-</u>	<u>40,861</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>				
Operating income (loss)	-	272	-	272
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities				
Total adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net cash provided by (used for) operating activities	<u>-</u>	<u>272</u>	<u>-</u>	<u>272</u>

**LONG-TERM DEBT**

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**General Long Term Debt Account Group**  
**Schedule of Obligations Under Lease-Purchase Agreements**  
**June 30, 2023**

Description	Issued	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Increased	Decreased	Balance June 30, 2023
Macbook Computers & Related Equipment	7/9/2021	87,635	8/15/2023 8/15/2024	21,733 22,079	1.59% \$	65,205	21,393	43,812
					\$	<u>65,205</u>	<u>21,393</u>	<u>43,812</u>

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Budgetary Comparison Schedule**  
**Debt Service Fund**  
**Fiscal Year Ended June 30, 2023**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy			-		-
State Sources:					
Debt Service Aid Type II			-		-
Total - State Sources	-	-	-	-	-
<b>Total Revenues</b>	-	-	-	-	-
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest			-		-
Redemption of Principal			-		-
Total Regular Debt Service	-	-	-	-	-
<b>Total expenditures</b>	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	17	17
Fund Balance, June 30	-	-	-	17	17
<b>Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures</b>					
Budgeted Fund Balance	-	-	-	-	-

**STATISTICAL SECTION**



## STATISTICAL SECTION (UNAUDITED)

### Introduction to the Statistical Section

#### Financial Trends

- J-1 Net Assets/Position by Component
- J-2 Changes in Net Assets/Position
- J-3 Fund Balances - Governmental Funds
- J-4 Changes in Fund Balances - Governmental Funds
- J-5 General Fund Other Local Revenue by Source

#### Revenue Capacity

- J-6 Assessed Value and Estimated Actual Value of Taxable Property
- J-7 Direct and Overlapping Property Tax Rates
- J-8 Principal Property Taxpayers
- J-9 Property Tax Levies and Collections

#### Debt Capacity

- J-10 Ratios of Outstanding Debt by Type
- J-11 Ratios of General Bonded Debt Outstanding
- J-12 Direct and Overlapping Governmental Activities Debt
- J-13 Legal Debt Margin Information

#### Demographic and Economic Information

- J-14 Demographic and Economic Statistics
- J-15 Principal Employers

#### Operating Information

- J-16 Full-time Equivalent District Employees by Function/Program
- J-17 Operating Statistics
- J-18 School Building Information\*
- J-19 Schedule of Allowable Maintenance Expenditures by School Facility
- J-20 Insurance Schedule

# STATISTICAL SECTION (UNAUDITED) - INTRODUCTION

## J SERIES

<u>Contents</u>	<u>Page</u>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the district's financial performance and well-being have changes over time.	<b>J-1 to J-5</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the district's most significant local revenue sources, the property tax.	<b>J-6 to J-9</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	<b>J-10 to J-13</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	<b>J-14 to J-15</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	<b>J-16 to J-20</b>
<b>Sources:</b> Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports (ACFR) for the relevant year.	

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Net Assets/Position\* by Component,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Governmental activities</b>										
Invested in capital assets, net of related debt	1,773,540	1,837,957	1,794,548	1,766,991	2,697,226	3,457,521	4,276,537	4,940,129	5,047,346	5,075,391
Restricted	2,461,642	2,418,546	2,670,011	3,506,024	3,058,563	2,901,400	2,900,783	3,893,644	5,014,513	6,323,418
Unrestricted	203,416	(2,540,549)	(2,609,582)	(3,348,512)	(3,639,213)	(3,671,393)	(3,799,832)	(3,355,733)	(2,778,524)	(2,976,664)
<b>Total governmental activities net assets/position</b>	<b>\$ 4,438,598</b>	<b>\$ 1,715,954</b>	<b>\$ 1,854,977</b>	<b>\$ 1,924,503</b>	<b>\$ 2,116,576</b>	<b>\$ 2,687,528</b>	<b>\$ 3,377,488</b>	<b>\$ 5,478,040</b>	<b>\$ 7,283,335</b>	<b>\$ 8,422,145</b>
<b>Business-type activities</b>										
Invested in capital assets, net of related debt										
Restricted										
Unrestricted	734	818	1,648	20,577	26,092	36,479	38,343	36,344	40,589	40,861
<b>Total business-type activities net assets/position</b>	<b>\$ 734</b>	<b>\$ 818</b>	<b>\$ 1,648</b>	<b>\$ 20,577</b>	<b>\$ 26,092</b>	<b>\$ 36,479</b>	<b>\$ 38,343</b>	<b>\$ 36,344</b>	<b>\$ 40,589</b>	<b>\$ 40,861</b>
<b>District-wide</b>										
Invested in capital assets	\$ 1,773,540	\$ 1,837,957	\$ 1,794,548	\$ 1,766,991	\$ 2,697,226	\$ 3,457,521	\$ 4,276,537	\$ 4,940,129	\$ 5,047,346	\$ 5,075,391
Restricted	2,461,642	2,418,546	2,670,011	3,506,024	3,058,563	2,901,400	2,900,783	3,893,644	5,014,513	6,323,418
Unrestricted	204,150	(2,539,731)	(2,607,934)	(3,327,935)	(3,613,121)	(3,634,914)	(3,761,489)	(3,319,389)	(2,737,935)	(2,935,803)
<b>Total district net assets/position</b>	<b>\$ 4,439,332</b>	<b>\$ 1,716,772</b>	<b>\$ 1,856,625</b>	<b>\$ 1,945,080</b>	<b>\$ 2,142,668</b>	<b>\$ 2,724,007</b>	<b>\$ 3,415,831</b>	<b>\$ 5,514,384</b>	<b>\$ 7,323,924</b>	<b>\$ 8,463,006</b>

Source: ACFR Schedule A-1

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Changes in Net Assets/Position\***  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Expenses</b>										
<b>Governmental activities</b>										
<b>Instruction</b>										
Regular	\$ 4,024,684	\$ 4,327,314	\$ 4,799,343	\$ 4,543,476	\$ 4,750,188	4,547,331	4,807,167	4,249,864	3,703,201	4,137,921
Special education	1,109,731	1,438,502	1,463,516	1,468,399	1,118,449	968,844	1,179,033	1,140,300	998,123	816,482
Other special education	311,881	285,924	261,988	182,652	170,063	235,177	275,553	509,154	428,757	372,111
Other instruction	4,758	9,440		24,292	14,891	107,589	207,633	-	-	228,351
<b>Support Services:</b>										
Tuition	669,693	717,668	977,564	1,973,131	2,021,273	2,034,033	2,132,895	1,990,856	1,806,905	1,994,980
Student & instruction related services	2,471,219	2,430,735	2,349,989	2,225,026	2,211,348	2,259,228	2,428,109	2,670,587	2,471,742	2,514,283
School Administrative Services	157,084	158,185	156,652	207,811	230,683	244,410	258,999	306,922	270,233	281,459
General administration	349,291	409,541	412,375	456,753	471,737	491,682	565,231	510,078	479,420	434,714
Central Services	317,435	334,589	271,986	347,766	264,369	292,529	276,884	274,617	230,218	230,376
Administrative information technology	81,329	181,306	225,784	157,717	172,582	177,500	137,500	51,730	42,663	45,592
Plant Operations and Maintenance	1,134,175	1,237,537	1,155,542	1,038,254	1,051,907	1,075,936	1,114,295	941,212	1,052,553	1,181,292
Pupil transportation	691,206	755,696	798,155	906,858	928,621	969,830	844,437	660,720	815,456	1,004,463
Unallocated benefits	762,093	959,116	311,338	1,205,340	2,998,814	2,010,545	2,097,983	2,454,316	3,828,338	2,919,999
On-behalf Contributions										
Capital Outlay - non-depreciable	322,369	95,291	195,212	5,993	202,379	21,025	32,919	8,918	222,487	75,147
<b>Debt Services:</b>										
Interest and other charges	100,548	93,510	78,190	66,864	4,771	18,042	12,357	6,497	722	
Bond Issuance Costs				49,000						
Unallocated depreciation				302,877	320,396	367,788	404,031	404,024	426,694	426,694
<b>Total governmental activities expenses</b>	<b>12,507,496</b>	<b>13,454,354</b>	<b>13,457,634</b>	<b>15,162,209</b>	<b>16,932,471</b>	<b>15,731,720</b>	<b>16,775,028</b>	<b>16,179,795</b>	<b>16,777,512</b>	<b>16,663,864</b>
<b>Business-type activities:</b>										
Special Milk Fund	5,882	6,789	5,090	6,141	3,815	3,916	2,956	1,403	449	2,250
Inventories Program					3,150	3,150	2,554	1,446	1,700	47,118
Enrichment Program				26,842	37,392	34,298	15,334	-	25,021	
<b>Total business-type activities expense</b>	<b>5,882</b>	<b>6,789</b>	<b>5,090</b>	<b>32,983</b>	<b>44,357</b>	<b>41,364</b>	<b>20,844</b>	<b>2,849</b>	<b>27,170</b>	<b>49,368</b>
<b>Total district expenses</b>	<b>12,513,378</b>	<b>13,461,143</b>	<b>13,462,724</b>	<b>15,195,192</b>	<b>16,976,828</b>	<b>15,773,084</b>	<b>16,795,872</b>	<b>16,182,644</b>	<b>16,804,682</b>	<b>16,713,232</b>
<b>Program Revenues</b>										
<b>Governmental activities:</b>										
<b>Charges for services:</b>										
Instruction (tuition)										
Student & instruction related services										
Central and other support services										
<b>Operating grants and contributions</b>	243,862	251,809	294,852	269,287	315,064	223,490	233,593	350,436	40,872	13,150
<b>Capital grants and contributions</b>										46,811
<b>Total governmental activities program revenues</b>	<b>243,862</b>	<b>251,809</b>	<b>294,852</b>	<b>269,287</b>	<b>315,064</b>	<b>223,490</b>	<b>233,593</b>	<b>393,837</b>	<b>339,155</b>	<b>421,628</b>
<b>Business-type activities:</b>										
<b>Charges for services</b>	2,631	3,105	2,658	2,094	2,158	2,393	2,251	-	1,700	2,250
Special Milk Fund					3,150	3,150	3,150	850	29,715	47,390
Inventories Program				46,935	42,095	43,829	15,900	-	-	
Enrichment Program	3,115	3,768	3,262	2,883	2,469	2,379	1,407	-	-	
<b>Operating grants and contributions</b>	5,746	6,873	5,920	51,912	49,872	51,751	22,708	850	31,415	49,640
<b>Total business-type activities program revenues</b>	<b>249,608</b>	<b>258,682</b>	<b>300,772</b>	<b>321,199</b>	<b>364,936</b>	<b>275,241</b>	<b>256,301</b>	<b>394,687</b>	<b>370,570</b>	<b>471,268</b>

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Changes in Net Assets/Position\***  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (12,263,634)	\$ (13,202,545)	\$ (13,162,782)	\$ (14,892,922)	\$ (16,617,407)	\$ (15,508,230)	\$ (16,541,435)	\$ (15,785,958)	\$ (16,438,357)	\$ (16,242,236)
Business-type activities	(136)	84	830	18,929	5,515	10,387	1,864	(1,999)	4,245	272
Total district-wide net expense	\$ (12,263,770)	\$ (13,202,461)	\$ (13,161,952)	\$ (14,873,993)	\$ (16,611,892)	\$ (15,497,843)	\$ (16,539,571)	\$ (15,787,957)	\$ (16,434,112)	\$ (16,241,964)
<b>General Revenues and Other Changes in Net Assets/Position</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 10,076,190	\$ 10,277,713	\$ 10,963,918	\$ 12,421,223	\$ 12,963,634	\$ 13,222,907	\$ 13,487,365	\$ 13,865,519	\$ 14,142,829	\$ 14,425,686
Taxes levied for debt service	258,547	262,668	262,463	265,370	267,829	72,961	252,337	263,561	255,496	255,496
Federal and state aid not restricted	1,307,200	2,228,154	1,598,074	1,877,119	3,120,148	2,409,518	3,132,391	3,603,926	3,698,206	2,625,444
Federal and state aid - Capital Outlay						16,900	10,785		15,380	38,362
Tuition Received	91,083	268,450	397,699	300,427	230,500	281,823	277,000	126,750	83,839	180,524
Investment earnings						6,112	4,859	1,816		
Miscellaneous income	5,488	12,438	79,651	98,309	227,369	68,961	66,658	12,607	47,902	111,030
Total governmental activities	\$ 11,738,508	\$ 13,336,723	\$ 13,301,805	\$ 14,962,448	\$ 16,809,480	\$ 16,079,182	\$ 17,231,395	\$ 17,874,179	\$ 18,243,652	\$ 17,381,046
Business-type activities:										
Liabilities canceled	-	-	-	-	-	-	-	-	-	-
Total business-type activities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total district-wide	\$ 11,738,508	\$ 13,336,723	\$ 13,301,805	\$ 14,962,448	\$ 16,809,480	\$ 16,079,182	\$ 17,231,395	\$ 17,874,179	\$ 18,243,652	\$ 17,381,046
<b>Change in Net Assets/Position</b>										
Governmental activities	\$ (525,126)	\$ 134,178	\$ 139,023	\$ 69,526	\$ 192,073	\$ 570,952	\$ 689,960	\$ 2,088,221	\$ 1,805,295	\$ 1,138,810
Business-type activities	(136)	84	830	18,929	5,515	10,387	1,864	(1,999)	4,245	272
Total district	\$ (525,262)	\$ 134,262	\$ 139,853	\$ 88,455	\$ 197,588	\$ 581,339	\$ 691,824	\$ 2,086,222	\$ 1,809,540	\$ 1,139,082

Source: ACFR Schedule A-2



**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues</b>										
Tax levy	\$ 10,334,737	\$ 10,540,381	\$ 11,226,381	\$ 12,686,593	\$ 13,231,463	13,295,868	13,739,702	14,129,080	14,398,325	14,425,686
Tuition charges	91,083	268,450	397,699	300,427	230,500	281,823	277,000	126,750	83,839	180,524
Interest earnings										
Miscellaneous	5,488	12,438	79,651	98,309	227,369	75,073	71,517	67,958	67,788	111,030
Student Fees								41,700	10,838	13,150
Student Group Receipts								1,701	30,034	43,409
State sources	1,407,599	1,501,628	1,704,858	1,982,996	2,183,344	2,436,832	2,485,118	3,162,021	3,839,434	3,558,025
Federal sources	143,463	148,106	188,068	163,410	211,294	213,076	213,484	284,253	264,360	369,346
Total revenue	11,982,370	12,471,003	13,596,657	15,231,735	16,083,970	16,302,672	16,786,821	17,813,463	18,694,618	18,701,170
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	3,229,683	3,213,930	3,465,168	3,454,283	3,864,884	3,623,370	3,608,466	3,164,920	3,374,289	3,583,534
Special education instruction	857,586	1,017,441	1,003,994	1,055,704	867,661	748,234	847,986	820,578	892,260	697,807
Other special instruction	239,511	199,161	178,451	131,222	129,158	181,856	197,916	366,447	383,096	318,616
Other Instruction	4,758	9,440	-	18,769	14,891	83,740	149,086			193,056
Support Services:										
Tuition	669,693	717,668	977,564	1,973,131	2,021,273	2,034,033	2,132,895	1,990,856	1,806,905	1,994,980
Student & inst. related services	2,001,914	1,860,860	1,705,509	1,678,622	1,793,804	1,825,205	1,829,374	2,031,856	2,212,751	2,202,088
School administrative services	115,084	111,846	106,622	149,606	179,587	190,974	189,075	214,245	229,986	229,882
General administration	307,513	339,030	329,097	381,901	400,529	424,898	474,494	415,409	447,830	391,725
Central services	254,243	264,287	200,595	260,806	211,287	233,045	212,163	209,210	209,888	202,648
Admin. information technology	81,329	181,306	169,503	129,484	152,526	86,241	121,326	50,129	42,663	45,592
Plant operations and maintenance	746,890	783,542	699,856	909,505	914,308	930,044	914,431	790,161	986,740	1,077,697
Pupil transportation	673,338	730,494	765,909	879,621	908,488	950,484	825,060	645,728	808,479	994,093
Employee benefits	1,813,073	1,715,804	2,112,378	2,059,585	2,170,566	2,275,727	2,308,440	2,412,599	2,547,468	2,664,683
On behalf contributions	709,128	864,275	1,056,737	1,245,974	1,458,172	1,613,450	1,679,755	2,159,933	2,688,748	2,670,673
Prior year encumbrances										

**ENGLEWOOD CLIFFS BOARD OF EDUCATION**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Special Schools										
Charter Schools										
Capital outlay	562,897	229,951	208,667	38,361	1,136,667	817,494	968,965	810,585	574,188	623,188
Debt service:										
Principal	245,000	260,000	270,000	285,000	335,000	330,000	335,000	345,000	340,000	
Interest and other charges	101,984	92,515	82,240	71,140	20,705	20,145	14,493	8,696	2,890	
Total expenditures	12,613,624	12,591,550	13,332,290	14,722,714	16,579,506	16,368,940	16,808,925	16,436,352	17,548,181	17,892,262
Excess (Deficiency) of revenues over (under) expenditures	(631,254)	(120,547)	264,367	509,021	(495,536)	(66,268)	(22,104)	1,377,111	1,146,437	808,908
<b>Other Financing sources (uses)</b>										
Proceeds from borrowing										
Lease-Purchase									87,635	
Agreements (non-budgeted)										
Transfers in	42,861	448	472	474	189,043					
Transfers out	(42,861)	(448)	(472)	(474)	(189,043)					
Capital Reserve - Capital Outlay		287,300								
Total other financing sources (uses)	-	287,300	-	-	-	-	-	-	87,635	-
Net change in fund balances	\$ (631,254)	\$ 166,753	\$ 264,367	\$ 509,021	\$ (495,536)	\$ (66,268)	\$ (22,104)	\$ 1,377,111	\$ 1,234,072	\$ 808,908
Debt service as a percentage of noncapital expenditures	2.88%	2.85%	2.68%	2.43%	2.30%	2.25%	2.21%	2.26%	2.02%	0.00%

**Source: District records**

Note: Capital Projects Fund is not included as these expenditures vary substantially from year to year. The financial data presented would not be meaningful for comparative purposes if these were included.

Source: ACFR, Schedule B-2



**Englewood Cliffs Board of Education  
General Fund - Other Local Revenue by Source  
Last Ten Fiscal Years  
(modified accrual basis of accounting)**

Fiscal Year Ending June 30,	Tuition	PTA Donations	Interest	Refunds	Settlements	Prior Year Voided Checks	Balance of Unemployment Closed to General Fund	Technology Fees	Subscription Busing Fees	Proceeds from Sale of Technology	Miscellaneous	Annual Totals
2014	91,083		1,828								3,212	96,123
2015	268,450		1,055	984		4,983					5,416	280,888
2016	397,699		3,065		62,160						13,952	476,876
2017	300,427		10,546								66,003	398,587
2018	230,500	43,420	17,551			1,326	21,611				43,135	453,524
2019	281,823	21,000	8,177	21,599		500		16,125		101,467	6,352	356,896
2020	277,000		6,347	26,232		2,500		17,445			10,551	348,517
2021	126,750		5,914					25,887			8,509	141,173
2022	83,839		2,979	3,418		967			39,173		1,365	131,741
2023	173,868		3,306	57,227		377			37,800		8,976	281,554

Source: District records

Englewood Cliffs Board of Education  
Assessed Value and Actual Value of Taxable Property,  
Last Ten Fiscal Years

Year Ended December 31,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Less : Tax Exempt Property	Public Utilities <sup>a</sup>	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized) Value	% of Net Assessed to Estimated Full Cash Valuations
2014	44,036,500	2,432,909,900	884,930,300	-	1,750,000	3,563,626,700	917,566,200	1,270,044	2,447,330,544	0.313	3,108,990,336	78.72%
2015	40,944,400	2,445,230,900	878,792,500	-	1,750,000	3,366,717,800	921,055,400	1,270,044	2,446,932,444	0.333	3,221,160,824	75.96%
2016	37,470,700	2,459,596,200	871,371,200	-	1,750,000	3,370,188,100	917,566,200	1,344,390	2,453,966,290	0.376	3,254,751,471	75.40%
2017	38,144,100	2,485,809,000	838,910,300	-	1,750,000	3,364,613,400	917,566,200	1,334,262	2,448,381,462	0.393	3,287,713,364	74.47%
2018	93,718,400	2,520,047,800	783,649,800	-	1,750,000	3,399,166,000	917,566,200	-	2,481,599,800	0.391	3,523,223,281	70.44%
2019	89,466,900	2,528,668,000	776,952,800	-	1,750,000	3,396,837,700	917,566,200	1,296,492	2,480,567,992	0.405	3,770,912,189	65.78%
2020	105,814,100	2,520,641,200	773,795,200	-	1,750,000	3,402,000,500	920,081,200	1,273,132	2,483,192,432	0.423	3,473,555,748	71.49%
2021	53,533,400	2,521,655,900	944,312,500	-	1,750,000	3,521,251,600	919,026,100	1,621,675	2,603,847,175	0.401	3,465,798,819	75.13%
2022	57,828,900	2,529,953,500	944,895,400	-	1,750,000	3,534,427,800	919,026,100	1,745,565	2,617,147,265	0.407	3,895,115,495	67.19%
2023	65,534,400	2,528,769,800	945,304,100	-	1,750,000	3,541,358,300	919,026,100	1,626,359	2,623,958,559	0.415	3,896,861,060	67.34%

Source: Municipal Tax Assessor

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment

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

<sup>b</sup> Tax rates are per \$100

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

**Englewood Cliffs Board of Education  
Direct and Overlapping Property Tax Rates  
Last Ten Fiscal Years**  
*(rate per \$100 of assessed value)*

Year Ended Dec. 31,	Englewood Cliffs Board of Education			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	(From J-6) Total Direct School Tax Rate	Borough of Englewood Cliffs	Bergen County	
2014	0.305	0.008	0.313	0.339	0.218	0.870
2015	0.325	0.008	0.333	0.370	0.227	0.930
2016	0.368	0.008	0.376	0.368	0.235	0.979
2017	0.385	0.008	0.393	0.373	0.232	0.998
2018	0.386	0.005	0.391	0.401	0.251	1.043
2019	0.398	0.007	0.405	0.418	0.258	1.081
2020	0.415	0.008	0.423	0.894	0.257	1.574
2021	0.381	0.020	0.401	0.464	0.259	1.124
2022	0.387	0.020	0.407	0.476	0.240	1.123
2023	0.415	-	0.415	0.461	0.265	1.141

**Source: Municipal Tax Collector**

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

Exhibit J-8

Englewood Cliffs Board of Education  
Principal Property Taxpayers,  
Current Year and Nine Years Ago

	2023			2013		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Taxpayer 1	\$ 186,017,000	1	7.09%	\$ 109,310,000	1	4.47%
Taxpayer 2	82,500,000	2	3.14%	82,500,000	2	3.37%
Taxpayer 3	62,327,400	3	2.38%	89,145,700	3	3.64%
Taxpayer 4	61,831,600	4	2.36%	72,100,000	4	2.95%
Taxpayer 5	47,223,300	5	1.80%	37,194,600	5	1.52%
Taxpayer 6	35,500,000	6	1.35%	35,719,500	6	1.46%
Taxpayer 7	35,544,600	7	1.35%	35,500,000	7	1.45%
Taxpayer 8	32,700,000	8	1.25%	25,125,000	8	1.03%
Taxpayer 9	20,588,300	9	0.78%	17,780,600	9	0.73%
Taxpayer 10	18,173,200	10	0.69%	14,624,800	10	0.60%
Total	\$ 582,405,400		22.20%	\$ 519,000,200		21.21%

Total Net Assessed Value 2,623,958,559

2,447,330,544

Source: Municipal Tax Assessor

**Englewood Cliffs Board of Education  
Property Tax Levies and Collections,  
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2014	10,334,737	10,334,737	100.00%	-
2015	10,540,381	10,540,381	100.00%	-
2016	11,226,381	11,226,381	100.00%	-
2017	12,686,593	12,686,593	100.00%	-
2018	13,231,463	13,231,463	100.00%	-
2019	13,295,868	13,295,868	100.00%	-
2020	13,739,702	13,739,702	100.00%	-
2021	14,129,080	14,129,080	100.00%	-
2022	14,398,325	14,398,325	100.00%	-
2023	14,425,686	14,425,686	100.00%	-

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

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

**Englewood Cliffs Board of Education  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Governmental Activities			Bond		Business-Type Activities		Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds <sup>b</sup>	Certificates of Participation	Lease Purchase Agreements	Lease Purchase Agreements	Anticipation Notes (BANs)	Lease Purchase Agreements				
2014	2,696,000	-	-	-	-	-	-	2,696,000	2.76%	\$ 74,480.00
2015	2,451,000	-	-	-	-	-	-	2,451,000	3.17%	\$ 77,767.00
2016	2,191,000	-	-	-	-	-	-	2,191,000	3.62%	\$ 79,407.00
2017	1,921,000	-	-	-	-	-	-	1,921,000	4.25%	\$ 81,676.00
2018	1,685,000	-	-	-	-	-	-	1,685,000	5.13%	\$ 86,404.00
2019	685,000	-	-	-	-	-	-	685,000	13.06%	\$ 89,456.00
2020	685,000	-	-	-	-	-	-	685,000	13.43%	\$ 91,972.00
2021	340,000	-	-	-	-	-	-	340,000	28.63%	\$ 97,343.00
2022	-	-	-	-	-	65,205	-	65,205	Not Available	Not Available
2023	-	-	-	-	-	43,812	-	43,812	Not Available	Not Available

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

**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

**Englewood Cliffs Board of Education**  
**Ratios of Net General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2014	2,451,000	-	2,451,000	0.10%	74,480
2015	2,191,000	-	2,191,000	0.09%	77,767
2016	1,921,000	-	1,921,000	0.08%	79,407
2017	1,685,000	-	1,685,000	0.07%	81,676
2018	1,350,000	-	1,350,000	0.05%	86,404
2019	1,020,000	-	1,020,000	0.04%	89,456
2020	685,000	-	685,000	0.03%	91,972
2021	340,000	-	340,000	0.01%	97,343
2022	-	-	-	0.00%	Not Available
2023	-	-	-	0.00%	Not Available

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

**a** See Exhibit NJ J-6 for property tax data.

**b** Population data can be found in Exhibit NJ J-14.

**Englewood Cliffs Board of Education  
Direct and Overlapping Governmental Activities Debt  
As of June 30, 2023**

<u>Governmental Unit</u>	<u>Estimated Percentage Applicable <sup>a</sup></u>	<u>Debt Outstanding</u>	<u>Estimated Share of Overlapping Debt</u>
Direct Debt of School District as of June 30, 2022			\$ -
Debt repaid with property taxes			
Borough of Englewood Cliffs	100.00%	\$ 94,741,957	
County of Bergen - Borough's Share	1.957%	19,092,154	
Bergen County Utilities Authority - Borough's Share	1.285%	1,111,229	
Subtotal, overlapping debt			<u>114,945,341</u>
<b>Total direct and overlapping debt</b>			<u>\$ 114,945,341</u>

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

**Note:** Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Englewood Cliffs. 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.

For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property value. 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.



Englewood Cliffs Board of Education  
 Legal Debt Margin Information,  
 Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt limit	\$ 95,577,452	\$ 95,621,040	\$ 94,786,098	\$ 95,967,744	\$ 99,403,549	\$ 100,656,881	\$ 105,831,453	\$ 107,702,608	\$ 73,609,143	\$ 112,577,754
Total net debt applicable to limit	2,451,000	2,191,000	1,921,000	1,685,000	1,350,000	1,020,000	685,000	340,000	-	-
Legal debt margin	\$ 93,126,452	\$ 93,430,040	\$ 92,865,098	\$ 94,282,744	\$ 98,053,549	\$ 99,636,881	\$ 105,146,453	\$ 107,362,608	\$ 73,609,143	\$ 112,577,754
Total net debt applicable to the limit as a percentage of debt limit	2.56%	2.29%	2.03%	1.76%	1.36%	1.01%	0.65%	0.32%	0.00%	0.00%

Average equalized valuation of taxable property	
[A]	\$ 11,257,775,374
[A/3]	\$ 3,752,591,791

Debt limit (3% of average equalization value)	
[B]	112,577,754 <sup>a</sup>
[C]	-
[B-C]	\$ 112,577,754

Equalized valuation basis	
2022	\$ 3,896,861,060
2021	\$ 3,895,115,495
2020	\$ 3,465,798,819
[A]	\$ 11,257,775,374

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

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

Englewood Cliffs Board of Education  
Principal Employers,  
Current Year and Ten Years Ago

	2023			2014			
	Employer	Employees	Rank [Optional]	Percentage of Total Municipal Employment	Employees	Rank [Optional]	Percentage of Total Municipal Employment

THE NEW JERSEY DEPARTMENT OF LABOR AND AREA EMPLOYERS REFUSED TO RELEASE INFORMATION NEEDED TO COMPLETE THIS SCHEDULE DUE TO PRIVACY CONCERNS.

**Englewood Cliffs Board of Education  
Demographic and Economic Statistics  
Last Ten Fiscal Years**

Year	Population <sup>a</sup>	Personal Income <sup>o</sup>	Per Capita Personal Income <sup>c</sup>	Unemployment Rate <sup>a</sup>
2014	5,370	399,957,600	74,480	4.40%
2015	5,363	417,064,421	77,767	3.40%
2016	5,346	424,509,822	79,407	3.60%
2017	5,364	438,110,064	81,676	3.10%
2018	5,366	463,643,864	86,404	2.60%
2019	5,354	478,947,424	89,456	2.20%
2020	5,320	489,291,040	91,972	8.30%
2021	5,342	520,006,306	97,343	5.50%
2022	5,313	Not Available	Not Available	3.00%
2023	Not Available	Not Available	Not Available	Not Available

**Source:**

- <sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development
- <sup>b</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented.
- <sup>c</sup> Per Capita Personal Income - Bergen County - provided by NJ Dept of Labor and Workforce Development.
- <sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

**Englewood Cliffs Board of Education  
Full-time Equivalent District Employees by Function/Program,  
Last Ten Fiscal Years**

<u>Function/Program</u>	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Instruction										
Regular	38.5	40.9	40.5	38.5	42.7	49.8	46.0	42.3	40.3	38.4
Special education	11.5	10.9	12.0	11.5	11.0	13.0	16.0	14.3	16.7	16.6
Other special education	2.0	2.0	3.0	3.5	1.9	-				
Vocational										
Other instruction	2.0	2.3	2.0							
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Student & instruction related services	25.7	25.7	25.5	24.5	23.0	11.2	23.0	22.5	19.6	22.2
General administration	1.6	1.7	1.9	2.1	2.1	2.1	2.1	2.1	2.1	2.1
School administrative services	2.5	2.0	2.0	2.7	3.0	2.5	3.0	3.0	3.0	2.7
Other administrative services						7.0				
Central services	2.3	2.3	2.3	2.3	2.3	1.8	1.3	1.3	1.3	1.2
Administrative Information Technology		2.5	1.5	1.0	1.0	2.5	1.0			-
Plant operations and maintenance	7.5	8.0	7.6	7.5	7.6	6.0	5.5	5.5	7.0	8.5
Pupil transportation		0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.45
Other support services	0.3					2.0			2.3	2.3
Special Schools										
Food Service										
Child Care										
<b>Total</b>	<b>93.8</b>	<b>98.6</b>	<b>98.4</b>	<b>93.8</b>	<b>94.9</b>	<b>98.2</b>	<b>98.1</b>	<b>91.3</b>	<b>92.6</b>	<b>94.4</b>

**Source:** District Personnel Records

Englewood Cliffs Board of Education  
Operating Statistics,  
Last Ten Fiscal Years

Pupil/Teacher Ratio

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>			Pupil/Teacher Ratio			Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
					Elementary	Middle School	Senior High School	Elementary	Middle School	Senior High School			
2014	496	11,703,743	23,596	7.56%	52.00	1:10.0	1:10.0	523.03	506.08	5.03%	96.76%		
2015	567	12,009,084	21,180	-10.24%	56.00	1:10.0	1:10.0	540.00	523.00	3.24%	96.85%		
2016	584	12,771,383	21,869	3.25%	54.60	1:10.7	1:10.7	546.25	528.65	1.16%	96.78%		
2017	547	14,328,213	26,194	19.78%	53.50	1:10.23	1:10.23	524.76	506.53	-3.93%	96.53%		
2018	495	15,087,134	30,479	16.36%	55.60	1:8.91	1:8.91	494.36	486.29	-5.79%	98.37%		
2019	489	15,201,301	31,087	1.99%	54.50	1:8.98	1:8.98	489.48	478.78	-0.99%	97.81%		
2020	489	15,490,467	31,678	1.90%	55.65	1:8.61	1:9.17	486.44	474.21	-0.62%	97.49%		
2021	483	15,272,071	31,721	0.14%	56.60	1:10.47	1:6.62	432.78	425.46	-11.03%	98.31%		
2022	427	13,593,479	31,835	0.36%	57.00	1:6.73	1:9.70	409.69	392.39	-5.34%	95.78%		
2023	417	14,312,550	34,323	7.81%	55.00	1:9.24	1:6.48	389.29	370.72	-4.98%	95.23%		

Sources: District records

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures less debt service and capital outlay.

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

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

Englewood Cliffs Board of Education  
 School Building Information  
 Last Ten Fiscal Years

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>District Building</b>										
<u>Elementary</u>										
Northcliff School	24,971	24,971	24,971	24,971	24,971	24,971	24,971	24,971	24,971	24,971
Square Feet GSF	16,036	16,036	16,036	16,036	16,036	16,036	16,036	16,036	16,036	16,036
Square Feet NSF	230	230	230	230	230	230	230	230	230	230
Capacity (students)	201	224	230	230	166	163		184	142	128
Enrollment										
Upper School										
Square Feet GSF	76,050	76,050	76,050	76,050	76,050	76,050	76,050	76,050	76,050	76,050
Square Feet NSF	51,531	51,531	51,531	51,531	51,531	51,531	51,531	51,531	51,531	51,531
Capacity (students)	349	349	349	349	349	349	349	349	349	349
Enrollment	295	343	354	354	329	326	315	307	285	262

Number of Schools at June 30, 2023  
 Elementary = 2

Source: District Facilities Office

Englewood Cliffs Board of Education  
 Schedule of Required Maintenance  
 Last Ten Fiscal Years

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
 11-000-261-XXX

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
School Facilities										
Northcliff School	74,335	78,169	39,162	26,960	39,786	59,964	59,738	15,324	14,054	14,890
Upper School	187,256	178,681	102,201	69,944	98,221	104,981	79,787	61,793	48,237	48,357
Grand Total	<u>\$ 261,591</u>	<u>\$ 256,850</u>	<u>\$ 141,363</u>	<u>\$ 96,904</u>	<u>\$ 138,007</u>	<u>\$ 164,945</u>	<u>\$ 139,525</u>	<u>\$ 77,117</u>	<u>\$ 62,291</u>	<u>\$ 63,247</u>

Source: District records

**Englewood Cliffs Board of Education  
Insurance Schedule  
June 30, 2023**

Company	Type of Coverage	Coverage	Deductible
National Union Fire	Flood & Earthquake	5,000,000/occurrence 5,000,000 aggregate	\$50k/\$100k
	Flood: Within Special Flood "A"	2,000,000/occurrence 2,000,000 aggregate	500,000
	Extra Expense	5,000,000	Loss of Income Limit \$250,000
	Building Ord Demolition Cost	1,000,000	
	Building Ord Increased Cost of Construction	1,000,000	
	Pollution - Clean Up & Removal	250,000	
	Broadened Water - Loss of Income Planned Events and Tuition Fees	100,000	
	Claim Data Expenses	25,000	
	Fire Dept Service Charge	50,000	
	Fire Extinguisher Recharge Expense	5,000	
	Food Contamination Shutdown	10,000	
	Newly Acquired or Constructed Property - Building	1,000,000	
	Newly Acquired Personal Property	500,000	
	Non-Owned Detached Trailers per occurrence	50,000	
	Outdoor Property	150,000	
	Outdoor Signs	100,000	
	Pollutant Cleanup and Removal - Planned Events	10,000	
	Property Off Premises	100,000	
	Refridgerated Property	50,000	
	Roof Protection	1,000	
	Transportation	100,000	
	Tuition and Fees	20,000	
	Utility Services Direct Damage	50,000	
	Utility Services Planned Events	25,000	
	Valuable Papers & Records	5,000,000	
	Accts Receivable	250,000	
	Fine Arts	50,000	
	Musical Instruments	250,000	
	Cameras, Audio/Video Equip	250,000	
	Misc School Property	100,000	
	Contractors Equipment	250,000	
	Reward - Arson, Theft or Vandalism	250,000	
	Underground Fiber Optic Cable	100,000	
Violent Event Extra Expense	50,000		
Expediting Expenses	250,000		
Hazardous Substances	250,000		
Theft of Money & Securities-Inside Premises	50,000	1,000	
Theft of Money & Securities-Outside Premises	50,000	1,000	
Computer Fraud	50,000	1,000	
General Liability			
General Aggregate	1,000,000		
Products & Completed Operations	1,000,000		
Each Occurrence	1,000,000		
Personal & Advertising Injury	1,000,000		
Fire Damage Legal Liability	1,000,000		
Medical Expense Limit	10,000		
Pesticide or Herbicide Applicator	1,000,000	1,000	
Employee Benefits Liability: Claims Made	1,000,000/2,000,000 aggregate	1,000	
Sexual Abuse & Molestation	1,000,000 occ/ 2,000,000 agg		



**Englewood Cliffs Board of Education  
Insurance Schedule  
June 30, 2023**

Company	Type of Coverage	Coverage	Deductible
	Inline Marine (Commercial)		
	Contractors Equipment Leased/ Rented Unscheduled Miscellaneous Property Coverage: outdoor fences, lighting, radio & TV antennas, satellite dishes, signs, guardrails, portable bleachers under 100 capacity, playground equip., bicycle racks, outdoor benches & flagpoles: 10,000 max per items	350,000	
	EDP Equipment	150,000	
	Accounts Receivable	5,000,000	
	Camera & Audio Equipment Max 10,000 per item	250,000	
	Musical Instruments, Band Uniforms and Theatrical Equipment 10,000 max per item	5,000,000	
	Valuable Papers Coverage	250,000	
	Installation Floater	5,000,000	
	Contractor's Equipment Leased/ Rented	500,000	
	Contractor's Equipment Leased/ Rented	250,000	
National Union Fire	<b>Automobile Coverages</b>		
	Liability Limit	1,000,000	
	Uninsured Motorist	1,000,000	
	Underinsured Motorist	1,000,000	
	Auto Medical Payment	10,000	
	AL Deductible - 10,000 2,500 member/ 7,500 Fund		
Nathional Union Fire	<b>Crime</b>		Deductible
	Employee Theft - Incl. Faithful Performance	500,000	5,000
	Forgery or Alteration	250,000	5,000
	Inside the Premises – Theft of Money & Securities	250,000	5,000
	Inside the Premises – Robbery/Safe Burglary	100,000	5,000
	Outside the Premises	250,000	5,000
	Computer and Funds Transfer Fraud	250,000	5,000
	Money Orders	250,000	5,000
	Fraudulent Impersonation	250,000	5,000
Markel Ins Co	<b>Pollution Liability/ Environmental Impairment</b>		25,000
	Aggregate Limit per Name Insured	4,000,000	50,000 Mold
	Fund Aggregate Limit	20,000,000	
Greenwich Insurance Co.	<b>School Board E &amp; O</b>		
	Educator's Legal Liability/ Employment Practices Liability	1,000,000	
	Acts of School Violence Crisis Management	250,000	
	Amendment of Exclusion B Endorsement: defense of non-monetary claims	500,000	
	Harassment/ Bullying, Defense Only	100,000	
	Prevailing Party Fees for IEP Claims	250,000	
Zurich American	<b>Accident Coverage</b>		
	Accidental Death, Dismemberment & Paralysis	100,000	
	Total Limit of Liability per Accident	500,000	
	Total Limit of Liability per All Other Accidents	500,000	
Safety National	<b>Excess Worker's Comp</b>		
	Each Accident- Bodily Injury by Accident	1,000,000	
	Policy Limit- Bodily Injury by Disease	1,000,000	
	Each Employee - Bodily Injury by Disease	1,000,000	
Coalition	<b>Cyber Liability</b>		Retention
	Network and Information Secutiy Liability	1,000,000	25,000
	Regulatory Defense and Penalties	1,000,000	25,000
	Multimedia Content Liability	1,000,000	25,000
	PCI Fines and Assessments	1,000,000	25,000
	Breach Response	1,000,000	25,000

**Englewood Cliffs Board of Education  
Insurance Schedule  
June 30, 2023**

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage</u>	<u>Deductible</u>
	Crisis Management and Public Relations	1,000,000	25,000
	Cyber Extortion	1,000,000	25,000
	Business Interruption and Extra Expenses	1,000,000	25,000
	Digital Asset Restoration	1,000,000	25,000
	Funds Transfer Fraud	250,000	25,000

Source: District Records

**SINGLE AUDIT SECTION**



# WIELKOTZ & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

STEVEN D. WIELKOTZ, CPA, RMA, PSA  
MATTHEW B. WIELKOTZ, CPA, PSA  
PAUL J. CUVA, CPA, RMA, PSA  
JAMES J. CERULLO, CPA, RMA, PSA  
KARI FERGUSON, CPA, RMA, CMFO, PSA  
ROBERT C. MCNINCH, CPA, CFE, PSA  
KEVIN REEVES, CPA, PSA

401 WANAQUE AVENUE  
POMPTON LAKES, NEW JERSEY 07442  
PHONE: (973)-835-7900  
FAX: (973)-835-6631  
EMAIL: OFFICE@W-CPA.COM  
WWW.W-CPA.COM

**K-1**  
**Page 1 of 2**

**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  
Borough of Englewood Cliffs School District  
County of Bergen New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Board of Education of the Borough of Englewood Cliffs School District, in the County of Bergen, New Jersey, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 4, 2023.

***Internal Control Over Financial Reporting***

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



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

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

### ***Compliance and Other Matters***

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

We noted certain matters that were required to be reported to the Board of Education of the Englewood Cliffs Borough School District in the separate Auditors' Management Report on Administrative Findings - Financial, Compliance and Performance dated December 4, 2023.

### ***Purpose of this Report***

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

*Steven D. Wielkotz*

Steven D. Wielkotz, C.P.A.  
Licensed Public School Accountant  
No. 816

*Wielkotz & Company, LLC*

WIELKOTZ & COMPANY, LLC  
Certified Public Accountants  
Pompton Lakes, New Jersey

December 4, 2023





# WIELKOTZ & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

STEVEN D. WIELKOTZ, CPA, RMA, PSA  
MATTHEW B. WIELKOTZ, CPA, PSA  
PAUL J. CUVA, CPA, RMA, PSA  
JAMES J. CERULLO, CPA, RMA, PSA  
KARI FERGUSON, CPA, RMA, CMFO, PSA  
ROBERT C. MCNINCH, CPA, CFE, PSA  
KEVIN REEVES, CPA, PSA

401 WANAQUE AVENUE  
POMPTON LAKES, NEW JERSEY 07442  
PHONE: (973)-835-7900  
FAX: (973)-835-6631  
EMAIL: OFFICE@W-CPA.COM  
WWW.W-CPA.COM

K-2  
Page 1 of 4

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE AS REQUIRED BY STATE OF NEW JERSEY OMB CIRCULAR 15-08**

Honorable President and  
Members of the Board of Education  
Borough of Englewood Cliffs School District  
County of Bergen, New Jersey

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

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

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

In our opinion, the Borough of Englewood Cliffs Board of Education complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major 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; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and N.J. OMB Circular 15-08. Our



responsibilities under those standards and the Uniform Guidance and N.J. 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 Borough of Englewood Cliffs Board of Education and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of Borough of Englewood Cliffs Board of Education's compliance with the compliance requirements referred to above.

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

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

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

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

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and N.J. OMB Circular 15-08, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Borough of Englewood Cliffs Board of Education's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.



- Obtain an understanding of Borough of Englewood Cliffs Board of Education's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and N.J. OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of Borough of Englewood Cliffs Board of Education's internal control over compliance. Accordingly, no such opinion is expressed.

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

#### **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 and 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 and 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 and 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.





Honorable President and  
Members of the Board of Education

K-2  
Page 4 of 4

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 N.J. OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

*Steven D. Wielkocz*

Steven D. Wielkocz, C.P.A.  
Licensed Public School Accountant  
No. 816

*Wielkocz & Company, LLC*

WIELKOTZ & COMPANY, LLC  
Certified Public Accountants  
Pompton Lakes, New Jersey

December 4, 2023

ENGLEWOOD CLIFFS BOARD OF EDUCATION

Schedule of Expenditures of Federal Awards

Year ended June 30, 2023

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal FAIN Number	Grant Period	Award Amount	Balance at June 30, 2022	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustment	(Accounts Receivable) at June 30, 2023
<b>Special Revenue Fund:</b>										
U.S. Department of Education										
Passed-through State Department of Education										
Special Revenue Fund:										
Title I, Part A	84.010	S010A210030	7/1/21-9/30/22	28,037	(23,235)	23,235				
Title I, Part A	84.010	S010A200030	7/1/22-9/30/23	84,752		(23,235)	27,848	59,864		(55,251)
Title II, Part A	84.367A	S367A210029	7/1/21-9/30/22	11,661	(6,850)	6,850				
Title II, Part A	84.367A	S367A200029	7/1/22-9/30/23	16,772		(6,850)	18,052	13,200	(302)	(2,300)
Title III, English and Language Acquisition and Language Enhancement	84.365A	S365A180030	7/1/22-9/30/23	23,714			300	1,764		(1,464)
Title III, Immigrant	84.365A	S365A210030	7/1/21-9/30/22		(674)	674				
Title III, Immigrant	84.365A	S365A200030	7/1/22-9/30/23	17,115		(674)	674			
Title IV	84.424	S424A210030	7/1/21-9/30/22	10,000	(5,185)	5,185				
Title IV	84.424	S424A200030	7/1/22-9/30/23	10,000		(5,185)	6,100	6,500	(915)	(6,500)
I.D.E.A. Part B, Basic	84.027A	H027A210100	7/1/21-9/30/22	117,695	(1,200)	1,200				
I.D.E.A. Part B, Basic	84.027A	H027A210100	7/1/22-9/30/23	115,475		(1,200)	1,200	92,205		(92,205)
I.D.E.A. Part B, Preschool	84.173A	H173A200114	7/1/22-9/30/23	5,037				5,037		(5,037)
CARES Emergency Relief Act	84.425D	S425D200027	3/13/20-10/15/22	63,463	(495)					
CARES Act 2020/ESSER II	84.425D	S425D200027	3/13/20-10/15/22	271,690	(18,539)		46,742	79,301	495	(51,098)
ARP - ESSER III	84.425D	S425U210027	3/13/20-09/30/24	453,285			21,776	25,015		(3,239)
ARP - Accelerated Learning Coach & Educator Support	84.425U	S425U210027	3/13/20-09/30/24	50,000			14,633	15,933		(1,300)
ARP - Evidence Based Summer Learning & Enrichment	84.425U	S425U210027	3/13/20-09/30/24	40,000			21,970	23,070		(1,100)
ARP - Evidence Based Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20-09/30/24	40,000			25,287	37,401		(12,114)
ARP - NJTSS Mental Health Support Staffing	84.425U	S425U210027	3/13/20-09/30/24	45,000	(3,899)					(3,899)
ARP - IDEA, Part B	84.027X	H027X210100	7/1/21-9/30/22	24,614	(24,614)		24,614			
ARP - IDEA, PSH	84.173X	H173X210114	7/1/21-9/30/22	2,103	(150)		150			
Total U.S. Department of Education					(84,841)		209,346	359,290	(722)	(235,507)
Total Federal Financial Assistance				\$ (84,841)			209,346	359,290	(722)	(235,507)

Note: This schedule was not subject to an audit in accordance with the Uniform Guidance.

ENGLEWOOD CLIFFS BOARD OF EDUCATION  
Schedule of Expenditures of State Financial Assistance

Year ended June 30, 2023

State Grantor/Program Title	Grant or State Project Numbers	Grant Period	Program or Award Amount	Balance at June 30, 2022		Balance at June 30, 2023				MEMO			
				Deferred Revenue (Accounts Receivable)	Program Revenue (Accounts Receivable)	Cash Received	Budgetary Expenditures Pass through Funds	Repayment of Prior Years' Balances	(Accounts Receivable)	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
<b>State Department of Education:</b>													
<b>General Fund:</b>													
Special Education Aid	495-034-5120-089	7/1/22-6/30/23	\$ 438,260		394,834	438,260							438,260
Transportation Aid	495-034-5120-014	7/1/22-6/30/23	141,297		127,296	141,297							141,297
Security Aid	495-034-5120-084	7/1/22-6/30/23	36,698		33,062	36,698							36,698
Securing our Children's Future Bond Act (Alyssa's Law)		7/1/20-6/30/22	25,434		25,434								25,434
Reimbursed Non-Public Transportation Aid	495-034-5120-014	7/1/21-6/30/22	36,540		36,540								36,540
Reimbursed Non-Public Transportation Aid	495-034-5120-014	7/1/22-6/30/23	32,760			32,760			(32,760)				32,760
Extraordinary Aid	495-034-5120-044	7/1/21-6/30/22	450,005		450,005								450,005
Extraordinary Aid	495-034-5120-044	7/1/22-6/30/23	213,282			213,282			(213,282)				213,282
Lead Testing for Schools Aid	495-034-5120-104	7/1/22-6/30/23	3,313		3,310		3,310						3,310
TPAF Social Security	495-034-5094-003	7/1/21-6/30/22	368,125		18,240								368,125
TPAF Social Security	495-034-5094-003	7/1/22-6/30/23	374,973		340,017		374,973						374,973
On-behalf TPAF Postretirement Medical Cont.	495-034-5094-001	7/1/22-6/30/23	477,475		477,475		477,475		(34,956)				477,475
On-behalf TPAF Pension	495-034-5094-002	7/1/22-6/30/23	1,792,711		1,792,711		1,792,711						1,792,711
On-behalf TPAF NCGI Premium	495-034-5094-004	7/1/22-6/30/23	24,872		24,872		24,872						24,872
On-behalf TPAF - LTDI	495-034-5094-004	7/1/22-6/30/23	642		642		642						642
Total General Fund			6,544	(6,530,219)	3,724,438	3,536,280			(280,998)				4,416,384
<b>Special Revenue Fund:</b>													
N.J. Nonpublic Aid:													
Security Aid	100-034-5120-509	7/1/21-6/30/22	19,950		6,544			6,544					13,406
Security Aid	100-034-5120-509	7/1/22-6/30/23	22,960		22,960					22,960			22,960
Textbook Aid	100-034-5120-064	7/1/21-6/30/22	5,762		5,762			5,762					5,762
Textbook Aid	100-034-5120-064	7/1/22-6/30/23	5,676		5,676					5,676			5,676
Nursing Services	100-034-5120-070	7/1/22-6/30/23	12,544		12,544		12,544						12,544
Technology Aid	100-034-5120-373	7/1/21-6/30/22	4,032		280			280					3,752
Technology Aid	100-034-5120-373	7/1/22-6/30/23	3,612		3,612					3,612			3,612
Climate Awareness Grant		7/1/22-6/30/23	6,660			5,891			(5,891)				5,891
SDA Emergent & Capital Maintenance Needs Grant	22-495-034-5120-128	7/1/21-6/30/22	10,890		10,890		10,890						10,890
SDA Emergent & Capital Maintenance Needs Grant	22-495-034-5120-128	7/1/22-6/30/23	9,229			9,229			(9,229)				9,229
Total Special Revenue Fund			12,586	12,586	55,682	38,554		12,586	(15,120)	32,248			55,712
Total State Financial Assistance			(517,653)		3,780,120	3,574,834		12,586	(296,118)	32,248			4,472,096

ENGLEWOOD CLIFFS BOARD OF EDUCATION

Schedule of Expenditures of State Financial Assistance

Year ended June 30, 2023

State Grantor/Program Title	Grant or State Project Numbers	Grant Period	Program or Award Amount	Balance at June 30, 2022		Cash Received	Budgetary Expenditures Pass through Funds	Repayment of Prior Years' Balances	Balance at June 30, 2023			MEMO	
				Deferred Revenue (Accounts Receivable)	Program or Award Amount				(Accounts Receivable)	Deferred Revenue	Due to Grantor		Budgetary Receivable
Other Financial Assistance													
<b>Special Revenue Fund:</b>													
Donation - PTA - COVID 19 Supplies			16,000	335								15,665	
ECEF Music Play Donation			1,341	1,341									
Read-a-thon Proceeds			5,962	1,741								4,221	
American Online Giving Proceeds			119	119								19,886	
			3,536	3,536									
Total State and Other Financial Assistance				(514,097)		3,780,120	3,574,834	12,586		3,536	32,248	(61,063)	4,491,982
<b>Less: On-Behalf TPAF Pension System Contributions</b>													
On-Behalf TPAF Pension - Contribution	495-034-5094-002	7/1/22-6/30/23	1,792,711				1,792,711						
On-Behalf TPAF Pension - Post Retirement	495-034-5094-001	7/1/22-6/30/23	477,475				477,475						
On-Behalf TPAF NCGI Premium	495-034-5094-004	7/1/22-6/30/23	24,872				24,872						
On-Behalf TPAF LTDI	495-034-5094-004	7/1/22-6/30/23	642				642						
							2,295,700						
Total for State Financial Assistance-Major Program Determination							1,279,134						

See accompanying notes to schedules of expenditures for federal and state awards.

**NOTE 1. GENERAL**

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance include the activity of all federal and state award programs of the Board of Education, Borough of Englewood Cliffs School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies is included on the Schedules of Expenditures of Federal Awards and State Financial Assistance.

**NOTE 2. BASIS OF ACCOUNTING**

The accompanying Schedules of Expenditures of Awards and Financial Assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1(D) and 1(E) to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of *2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

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

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

**NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS, (continued)**

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(12,340) for the General Fund and \$5,587 for the Special Revenue Fund. See Notes to Required Supplemental Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board’s financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$	\$3,523,940	\$3,523,940
Special Revenue Fund	<u>369,346</u>	<u>34,085</u>	<u>403,431</u>
Total Awards and Financial	<u>\$369,346</u>	<u>\$3,558,025</u>	<u>\$3,927,371</u>

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

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

**NOTE 5. OTHER**

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions, respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2023. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer’s share of social security contributions for TPAF members for the year ended June 30, 2023.

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

On-behalf State Programs for TPAF Pension and Post-Retirement Medical Benefits Contributions are not subject to a State single audit and, therefore, the amount of \$2,255,700 of on-behalf payments is excluded from major program determination.

**NOTE 8. SCHOOLWIDE PROGRAM FUNDS**

Schoolwide programs are not separate federal programs as defined in *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Grant Guidance); amounts used in schoolwide programs are included in the total expenditures of the program contributing the funds in the Schedule of Expenditures of Federal Awards. The following funds by program are included in schoolwide programs in the school district:

<u>Program</u>	<u>Total</u>
Title I, Part A: <i>Grants to Local Educational Agencies</i>	\$59,864
Title II, Part A: <i>Improving Teacher Quality State Grants</i>	13,200
Title III: <i>Immigrant</i>	1,764
Title IV: <i>Student Support and Academic Enrichment</i>	<u>6,500</u>
Total	<u>\$81,328</u>

**BOROUGH OF ENGLEWOOD CLIFFS SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

*Section I - Summary of Auditor's Results*

**Financial Statements**

Type of auditor's report issued: unmodified

Internal control over financial reporting:

1. Material weakness(es) identified? \_\_\_\_\_ yes  X  no

2. Significant deficiencies identified that are not considered to be material weaknesses? \_\_\_\_\_ yes  X  none reported

Noncompliance material to basic financial statements noted? \_\_\_\_\_ yes  X  no

**Federal Awards**

Not Applicable

**State Awards**

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

Auditee qualified as low-risk auditee?  X  yes \_\_\_\_\_ no

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

Internal Control over major programs:

1. Material weakness(es) identified? \_\_\_\_\_ yes  X  no

2. Significant deficiencies identified that are not considered to be material weaknesses? \_\_\_\_\_ yes  X  none reported

Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 15-08 as applicable?? \_\_\_\_\_ yes  X  no

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
<u>495-034-5054</u> (B)	<u>Reimbursed TPAF Social Security Contribution</u>

Note: (B) – Tested as Major Type B Program.



**BOROUGH OF ENGLEWOOD CLIFFS SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
(continued)**

*Section II - Financial Statement Findings*

None

*Section III - State Financial Assistance Findings and Questioned Costs*

None

**BOROUGH OF ENGLEWOOD CLIFFS SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Status of Prior Year Findings**

There were no prior year findings.