

**GLEN RIDGE PUBLIC SCHOOLS**

**GLEN RIDGE, NEW JERSEY**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

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

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

**of the**

**Glen Ridge Public Schools**

**Glen Ridge, New Jersey**

**For The Fiscal Year Ended June 30, 2023**

**Prepared by**

**Business Office**

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**INTRODUCTORY SECTION**



**Glen Ridge Public Schools**  
**BOARD OF EDUCATION**

December 1, 2023

The Honorable President and Members of  
the Board of Education  
Borough of Glen Ridge School District  
County of Essex, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Borough of Glen Ridge School District (the "District") for the fiscal year ended June 30, 2023, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

1) **REPORTING ENTITY AND ITS SERVICES:** The Borough of Glen Ridge School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The Borough of Glen Ridge School District and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These services are provided for regular, vocational and special education students. The District completed the 2022-2023 fiscal year with an enrollment of 1,858 students, which is 44 students more the previous year's enrollment.



The Honorable President and Members of  
the Board of Education  
Borough of Glen Ridge School District  
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December 1, 2023

2) MAJOR INITIATIVES: In 2022-2023 the district has the Ridgewood Ave. School upper gym and lower gyms roofs replaced. The upgrading of HVAC systems at Glen Ridge High School continued throughout the school year, including the addition of air conditioning in 20 classrooms. In addition, an initiative to upgrade technology and security was completed.

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

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

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

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

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

5) ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles as promulgated by the GASB. The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Financial Statements", Note 1.

The Honorable President and Members of  
the Board of Education  
Borough of Glen Ridge School District  
Page 3  
December 1, 2023

6) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

7) RISK MANAGEMENT: The Board carries various forms of insurance, including, but not limited to, general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. Insurance coverage was carried in the amounts as detailed on Exhibit J-20, Insurance Schedule contained in the District's ACFR.

The Board is a member of the New Jersey State Insurance Group (NJSIG) and the School Alliance Insurance Fund (the "Fund"). The Group and the Fund are risk-sharing public entity risk pools that are insured and self-administered groups of school boards established for the purpose of providing low-cost insurance coverage for their respective members. Additional information on the Group and the Fund is included in Note 10 to the Basic Financial Statements.

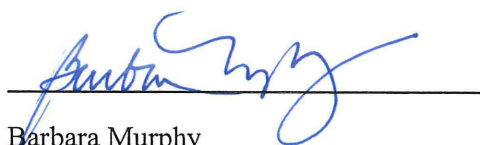
8) OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Lerch Vinci & Bliss LLP, was selected by the Board's audit committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), and New Jersey's OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit and Government Auditing Standards are included in the single audit section of this report.

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

Respectfully submitted,

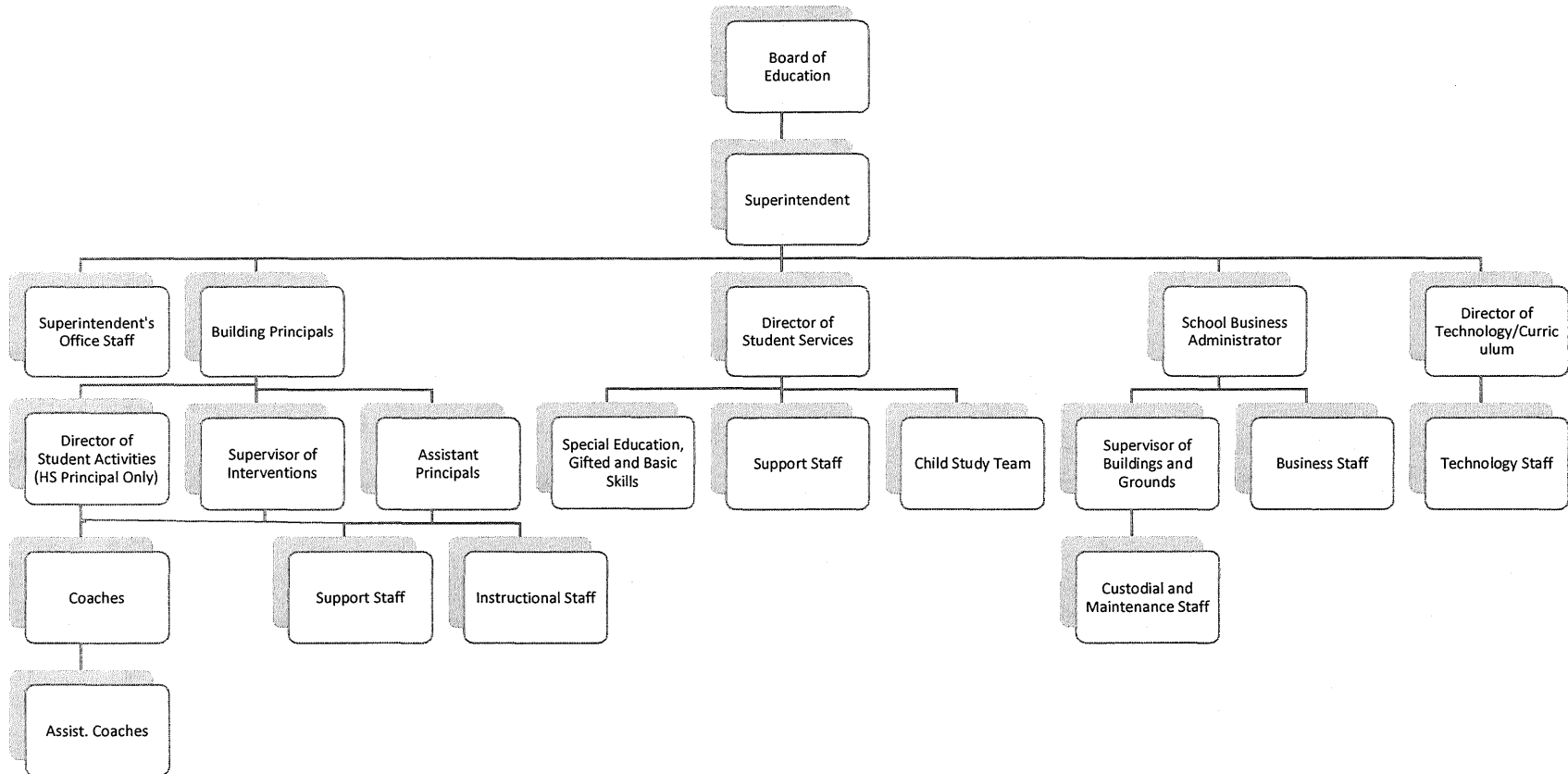


Dirk Phillips  
Superintendent of Schools



Barbara Murphy  
Board Secretary/Business Administrator

# Organizational Chart



**GLEN RIDGE PUBLIC SCHOOLS  
 ROSTER OF OFFICIALS  
 JUNE 30, 2023**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Mrs. Elisabeth Ginsburg, President	2025
Ms. Tracey St. Auburn, 1st Vice President	2023
Mr. David Campbell, 2nd Vice President	2024
Ms. Tricia Akinwande	2025
Mr. Anthony Bonnett	2024
Ms. Jocelyn Gottlieb	2023
Ms. Duval Graham	2023
Ms. Kristin O'Neil	2024
Dr. Heather Yaros-Ramos	2025

<u>Other Officials</u>	<u>Title</u>
Dirk Phillips	Superintendent of Schools
Barbara Murphy	School Business Administrator/Board Secretary
John Calavano	Treasurer of School Monies

**GLEN RIDGE PUBLIC SCHOOLS**  
**Consultants and Advisors**

**Architects**

Parette Somjen Architects LLC  
439 Route 46 East  
Rockaway, NJ 07866

**Audit Firms**

Lerch, Vinci & Bliss, LLP  
17-17 Route 208  
Fair Lawn, NJ 07410

**Attorneys**

Cornell, Merlino, McKeever and Osborne  
238 St. Paul Street  
Westfield, NJ 07090

Flanagan, Barone & O'Brien  
4 Essex Avenue, Suite 200  
PO Box 259  
Bernardsville, NJ 07924

**Official Depositories**

Citizens Bank  
347 Broad Street  
Bloomfield, NJ 07003

Investors Bank  
347 Broad Street  
Bloomfield, NJ 07003

PNC Bank  
975 Bloomfield Avenue  
Glen Ridge, NJ 07028

**FINANCIAL SECTION**



# LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
JULIUS B. CONSONI, CPA, PSA  
ANDREW D. PARENTE, CPA, RMA, PSA  
ELIZABETH A. SHICK, CPA, RMA, PSA  
ROBERT W. HAAG, CPA, RMA, PSA

DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA, PSA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA, PSA  
JOHN CUIFFO, CPA, PSA

## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Trustees  
Glen Ridge Public School District  
Glen Ridge, New Jersey

### **Report on the Financial Statements**

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Glen Ridge Public Schools, as of and for the fiscal year ended June 30, 2023 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities and each major fund of the Glen Ridge Public Schools as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

We conducted our audit 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 prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Glen Ridge Public Schools and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material 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 Glen Ridge Public Schools' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## ***Auditor's Responsibilities for the Audit of 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, Government Auditing Standards and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

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

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



### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Glen Ridge Public Schools' basic financial statements. The accompanying 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 schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Glen Ridge Public Schools. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

### ***Other Information***

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

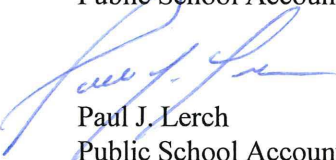
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If,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

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

In accordance with Government Auditing Standards, we have also issued our report dated December 1, 2023 on our consideration of the Glen Ridge Public Schools' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Glen Ridge Public Schools' 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 Glen Ridge Public Schools' internal control over financial reporting and compliance.



LERCH, VINCI & BLISS, LLP  
Certified Public Accountants  
Public School Accountants



Paul J. Lerch  
Public School Accountant  
PSA Number CS01118

Fair Lawn, New Jersey  
December 1, 2023

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# GLEN RIDGE PUBLIC SCHOOLS

## Management's Discussion and Analysis

This section of Glen Ridge Public Schools' annual comprehensive financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2023. The intent of this section is to look at the District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement. Certain comparative information between the current year (2022-2023) and the prior year (2021-2022) is required to be presented in the MD&A.

### FINANCIAL HIGHLIGHTS

Key financial highlights for the 2022-2023 fiscal year include the following:

- The assets and deferred outflows of resources of the Glen Ridge Public Schools exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$16,964,502 (net position).
- Overall District revenues were \$47,102,389. General revenues accounted for \$35,167,191 or 75% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$11,935,198 or 25% of total revenues.
- The School District had \$43,946,424 in expenses for governmental activities; only \$11,292,449 of these expenses were offset by program specific charges, grants or contributions. General revenues (predominantly property taxes and unrestricted State aid) of \$35,167,191 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 \$8,546,074 an increase of \$333,838 when compared to the ending fund balance at June 30, 2022 of \$8,212,236.
- The General Fund unassigned fund balance at June 30, 2023 was \$551,796, a decrease of \$1,058,869 when compared with the ending fund balance of \$1,610,665 at June 30, 2022.
- The General Fund unassigned budgetary fund balance at June 30, 2023 was \$1,201,719 which represents a decrease of \$564,998 when compared to the ending unassigned fund balance at June 30, 2022 of \$1,766,717.

# GLEN RIDGE PUBLIC SCHOOLS

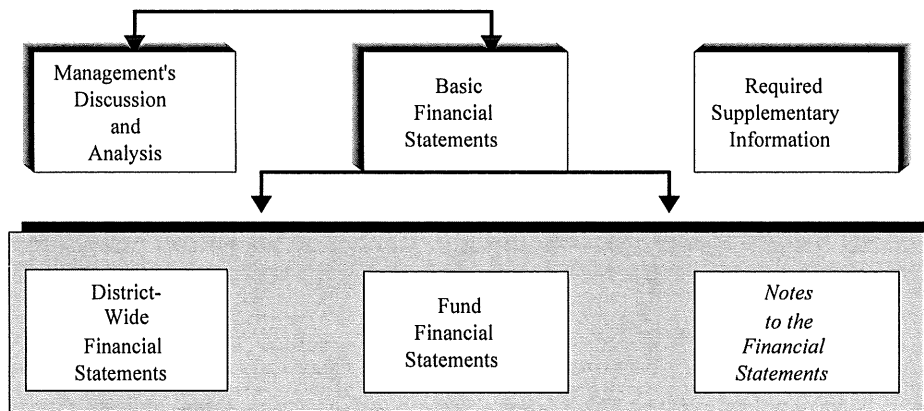
## Management's Discussion and Analysis

### 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 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.



# GLEN RIDGE PUBLIC SCHOOLS

## Management's Discussion and Analysis

### 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 summarized 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
Scope	Entire district	The activities of the district that are not proprietary or fiduciary, such as instruction, special education building maintenance, and community education	Activities the district operates similar to private businesses: Enterprise funds
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 Net Position Statement of Cash Flows
Accounting Basis and Measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets, deferred outflows, liabilities, deferred inflows, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets, deferred outflows, liabilities, deferred inflows, both financial and capital, and short-term and long-term
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.

# GLEN RIDGE PUBLIC SCHOOLS

## Management's Discussion and Analysis

### District-Wide Financial Statements

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

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

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

In the district-wide financial statements the District's activities are shown in two categories:

- *Governmental Activities* – Most of the District's basic services are included here, such as regular instruction and special education, transportation, administration, and plant operation and maintenance. State and Federal Aids and tuition charged to other school districts finance most of these activities.
- *Business Type Activities* – These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The District's Food Service Program is included here.

### Fund Financial Statements

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

- Some funds are required by State law and bond covenants.
- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state grants).

# GLEN RIDGE PUBLIC SCHOOLS

## Management's Discussion and Analysis

### Fund Financial Statements (Continued)

The District has two kinds of funds:

- *Governmental funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, we provide additional information at the bottom of the governmental funds statements that explains the relationship (or differences) between them.
- *Proprietary funds* – Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The District's Enterprise Fund is established to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

### 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. The notes to the financial statements can be found following the fund financial statements.

### Other Information

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for the general, special revenue and debt service funds. A budgetary comparison statement has been provided for these funds as required supplementary information. The required supplementary information can be found following the notes to the financial statements.

The District also presents required supplementary information regarding the accounting and reporting for pensions as required under GASB Statement No. 68 and post-retirement medical benefits as required under GASB Statement No. 75. The required supplementary information can be found following the notes to the financial statements.

Combining and individual financial schedules are presented immediately following the major budgetary comparisons if required.

# GLEN RIDGE PUBLIC SCHOOLS

## Management's Discussion and Analysis

### DISTRICT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of the District's financial position. The District's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$16,964,502 and \$14,459,540 as of June 30, 2023 and 2022 (restated), respectively, as shown below.

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and site improvements, buildings and improvements, vehicles, furniture and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

#### Net Position as of June 30, 2023 and 2022

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022 (Restated)	2023	2022 (Restated)
<b>Assets</b>						
Current and Other Assets	\$ 9,986,156	\$ 8,549,669	\$ 58,342	\$ 41,845	\$ 10,044,498	\$ 8,591,514
Capital Assets	<u>34,469,474</u>	<u>34,485,649</u>	<u>149,820</u>	<u>172,679</u>	<u>34,619,294</u>	<u>34,658,328</u>
<b>Total Assets</b>	<u>44,455,630</u>	<u>43,035,318</u>	<u>208,162</u>	<u>214,524</u>	<u>44,663,792</u>	<u>43,249,842</u>
<b>Deferred Outflows of Resources</b>						
Deferred Amounts on Net Pension Liability	<u>272,009</u>	<u>518,559</u>	<u>-</u>	<u>-</u>	<u>272,009</u>	<u>518,559</u>
<b>Total Deferred Outflows</b>	<u>272,009</u>	<u>518,559</u>	<u>-</u>	<u>-</u>	<u>272,009</u>	<u>518,559</u>
<b>Total Assets and Deferred Outflows</b>	<u>44,727,639</u>	<u>43,553,877</u>	<u>208,162</u>	<u>214,524</u>	<u>44,935,801</u>	<u>43,768,401</u>
<b>Liabilities</b>						
Long-Term Liabilities	24,942,313	25,720,218			24,942,313	25,720,218
Other Liabilities	<u>1,672,895</u>	<u>927,848</u>	<u>29,692</u>	<u>27,800</u>	<u>1,702,587</u>	<u>955,648</u>
<b>Total Liabilities</b>	<u>26,615,208</u>	<u>26,648,066</u>	<u>29,692</u>	<u>27,800</u>	<u>26,644,900</u>	<u>26,675,866</u>
<b>Deferred Inflows of Resources</b>						
Deferred Amounts on Net Pension Liability	<u>1,326,399</u>	<u>2,632,995</u>	<u>-</u>	<u>-</u>	<u>1,326,399</u>	<u>2,632,995</u>
<b>Total Deferred Inflows</b>	<u>1,326,399</u>	<u>2,632,995</u>	<u>-</u>	<u>-</u>	<u>1,326,399</u>	<u>2,632,995</u>
<b>Total Liabilities and Deferred Inflows</b>	<u>27,941,607</u>	<u>29,281,061</u>	<u>29,692</u>	<u>27,800</u>	<u>27,971,299</u>	<u>29,308,861</u>
<b>Net Position</b>						
Net Investment in Capital Assets	14,111,474	12,789,502	149,820	172,679	14,261,294	12,962,181
Restricted	3,456,525	5,661,786			3,456,525	5,661,786
Unrestricted	<u>(781,967)</u>	<u>(4,178,472)</u>	<u>28,650</u>	<u>14,045</u>	<u>(753,317)</u>	<u>(4,164,427)</u>
<b>Total Net Position</b>	<u>\$ 16,786,032</u>	<u>\$ 14,272,816</u>	<u>\$ 178,470</u>	<u>\$ 186,724</u>	<u>\$ 16,964,502</u>	<u>\$ 14,459,540</u>



# GLEN RIDGE PUBLIC SCHOOLS

## Management's Discussion and Analysis

The changes in net position for fiscal years ended 2023 and 2022 are as follows:

	<u>Governmental</u> <u>Activities</u>		<u>Business-Type</u> <u>Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u> <u>(Restated)</u>	<u>2023</u>	<u>2022</u> <u>(Restated)</u>
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$ 1,505,121	\$ 1,022,375	\$ 642,749	\$ 501,880	\$ 2,147,870	\$ 1,524,255
Operating Grants and Contributions	9,787,328	10,428,989			9,787,328	10,428,989
General Revenues						
Property Taxes	34,308,832	33,746,614			34,308,832	33,746,614
State Aid	310,090	250,225			310,090	250,225
Miscellaneous	548,269	566,495	-	-	548,269	566,495
<b>Total Revenues</b>	<u>46,459,640</u>	<u>46,014,698</u>	<u>642,749</u>	<u>501,880</u>	<u>47,102,389</u>	<u>46,516,578</u>
<b>Expenses</b>						
Instruction						
Regular	19,133,695	20,478,965			19,133,695	20,478,965
Special Education	6,014,234	3,770,558			6,014,234	3,770,558
Other Instruction	480,709	440,709			480,709	440,709
School Sponsored Activities and Athletics	1,820,847	1,232,965			1,820,847	1,232,965
Support Services						
Tuition		2,002,600			-	2,002,600
Student and Instruction Related Services	6,705,245	4,845,728			6,705,245	4,845,728
General Administration Services	983,744	1,102,028			983,744	1,102,028
School Administration Services	3,226,167	3,284,720			3,226,167	3,284,720
Plant Operation and Maintenance	3,129,952	3,030,343			3,129,952	3,030,343
Pupil Transportation	1,054,180	1,146,299			1,054,180	1,146,299
Central Services	771,716	557,043			771,716	557,043
Administration Information Technology		139,690			-	139,690
Interest and Other Chgs on Long-Term Debt	625,935	683,007			625,935	683,007
Capital Outlay		24,241				24,241
Food Service	-	-	651,003	489,609	651,003	489,609
<b>Total Expenses</b>	<u>43,946,424</u>	<u>42,738,896</u>	<u>651,003</u>	<u>489,609</u>	<u>44,597,427</u>	<u>43,228,505</u>
Change in Net Position	2,513,216	3,275,802	(8,254)	12,271	2,504,962	3,288,073
<b>Net Position, Beginning of Year</b>	14,272,816	10,997,014	186,724	64,216	14,459,540	11,061,230
<b>Prior Period Adjustment</b>	-	-	-	110,237	-	110,237
<b>Net Position, End of Year</b>	<u>\$ 16,786,032</u>	<u>\$ 14,272,816</u>	<u>\$ 178,470</u>	<u>\$ 186,724</u>	<u>\$ 16,964,502</u>	<u>\$ 14,459,540</u>

# GLEN RIDGE PUBLIC SCHOOLS

## Management’s Discussion and Analysis

### Governmental Activities

As discussed elsewhere in this commentary, the financial position of the District improved significantly. However, maintaining existing programs with decreased enrollment, the provision of a multitude of special programs/services for disabled pupils, and increases in District health benefits costs places a great demand on the District’s resources. As a result, careful management of expenses remains essential for the District to sustain its financial health.

**Total and Net Cost of Governmental Activities.** The following schedule presents the District’s total costs of services provided by major activity. After applying program revenues, derived from charges for services, operating grants and contributions and capital grants and contributions, the net cost of these services is presented. The following is a comparative analysis of the total and the net cost of governmental activities for the fiscal years ended June 30, 2023 and 2022.

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Instruction				
Regular	19,133,695	\$ 20,478,965	\$ 14,481,485	\$ 14,344,178
Special Education	6,014,234	3,770,558	3,229,194	1,099,189
Other Instruction	480,709	440,709	396,069	331,258
School Sponsored Activities and Athletics	1,820,847	1,232,965	1,024,220	972,563
Support Services				
Tuition		2,002,600		1,560,790
Student and Instruction Related Services	6,705,245	4,845,728	4,703,402	4,047,424
General Administration Services	983,744	1,102,028	902,000	1,102,028
School Administration Services	3,226,167	3,284,720	2,683,845	2,582,054
Plant Operation and Maintenance	3,129,952	3,030,343	2,932,459	2,820,877
Pupil Transportation	1,054,180	1,146,299	926,811	1,023,190
Central Services	771,716	557,043	748,555	557,043
Administration Information Technology		139,690		139,690
Interest and Other Charges on Long-Term Debt	625,935	683,007	625,935	683,007
Capital Outlay	-	24,241	-	24,241
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Total</b>	<b>\$ 43,946,424</b>	<b>\$ 42,738,896</b>	<b>\$ 32,653,975</b>	<b>\$ 31,287,532</b>

# GLEN RIDGE PUBLIC SCHOOLS

## Management's Discussion and Analysis

### FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

#### Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a combined fund balance of \$8,546,074, an increase of \$333,838 from last year's fund balance of \$8,212,236.

Revenues and other financing sources for the District's governmental funds were \$51,609,787 total expenditures were \$51,275,949.

**General Fund** - The General Fund is the chief operating fund of the District and includes the primary operations in providing educational services to students.

Revenues of the General Fund were \$44,359,960 for the fiscal year ended June 30, 2023. State sources amounts to \$10,304,316 and local sources amounts to \$34,055,644.

Expenditures and other financing uses of the General Fund were \$45,558,323. Instructional expenditures were \$27,405,270 for support services were \$15,231,499 and debt service were \$571,554 for the fiscal year ended June 30, 2023.

**Special Revenue Fund** - The Special Revenue Fund includes all restricted Federal and State sources utilized in the operations of the district in providing educational services to students with special needs.

Revenues of the Special Revenue Fund were \$2,900,362 for the fiscal year ended June 30, 2023. State sources amounts to \$43,554, federal sources amounts to \$2,007,120 and local sources amounts to \$849,688.

Expenditures of the Special Revenue Fund were \$2,914,079. Instructional expenditures were \$1,767,686 and for support services were \$1,146,393 for the fiscal year ended June 30, 2023.

**Capital Projects** - The capital projects revenues and other financing sources exceeded expenditures by \$1,547,688 increasing the fund balance from \$53,558 at June 30, 2022 to \$1,601,246 at June 30, 2023.

#### Proprietary Funds

The District maintains an Enterprise Fund to account for activities, which are supported in part through user fees.

**Enterprise Fund** - The District uses Enterprise Funds to report activities related to the Food Services program. The District's Enterprise Fund provides the same type of information found in the district-wide financial statements, business-type activities, but in more detail. Factors concerning the finances of this Fund have already been addressed in the discussion of the District's business-type activities.

# GLEN RIDGE PUBLIC SCHOOLS

## Management's Discussion and Analysis

### GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the annual operating budget several times. These budget amendments fall into the following categories

- Implementing budgets for specially funded projects, which include both federal and state grants.
- Reappropriation of June 30, 2022 encumbrances.
- Appropriation of capital reserve funds.

### CAPITAL ASSETS

The District's investment in capital assets for its governmental and business type activities as of June 30, 2023 and 2022 amounts to \$34,619,294 and \$34,658,128 (net of accumulated depreciation), respectively. The capital assets consist of land, construction in progress, site improvements, buildings, building improvements, specialized machinery and various other types of equipment. Depreciation charges for the fiscal year 2022-2023 amounted to \$1,390,041 for governmental activities and \$22,859 for the Business-Type activities.

The following is a comparative analysis of capital assets at June 30, 2023 and 2022.

	<b>Governmental</b>		<b>Business- Type</b>		<b>Total</b>	
	<b>Activities</b>		<b>Activities</b>			
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
				<b>(Restated)</b>		<b>(Restated)</b>
Land	\$ 736,853	\$ 736,853			\$ 736,853	\$ 736,853
Construction in Progress	908,204	105,892			908,204	105,892
Site Improvements	53,163	66,554			53,163	66,554
Buildings	31,891,209	32,717,712			31,891,209	32,717,712
Machinery and Equipment	<u>880,045</u>	<u>858,638</u>	<u>\$ 149,820</u>	<u>\$ 172,479</u>	<u>1,029,865</u>	<u>1,031,117</u>
<b>Total</b>	<u>\$ 34,469,474</u>	<u>\$ 34,485,649</u>	<u>\$ 149,820</u>	<u>\$ 172,479</u>	<u>\$ 34,619,294</u>	<u>\$ 34,658,128</u>

Additional information on the District's capital assets are presented in the Notes to the Financial Statements.

# **GLEN RIDGE PUBLIC SCHOOLS**

## **Management's Discussion and Analysis**

### **LONG TERM LIABILITIES**

At June 30, 2023, the District's long-term liabilities consisted of compensated absences payable of \$374,015, serial bonds of \$20,358,000 and net pension liability of \$4,210,298 totaling \$24,942,313. This is in comparison to long-term liabilities at June 30, 2022 of \$25,720,218 or a decrease of \$777,905.

Additional information on the District's long-term liabilities are presented in the Notes to the Financial Statements.

### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

Many factors were considered by the District's administration during the process of developing the fiscal year 2023-2024 budget. The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing labor and related employee benefit costs. Other budgetary increases are anticipated with special education, and utilizes the required investment to repair the District's aging facilities.

These expenditures are to be paid for by the mandated 2% CAP on the property tax levy with certain allowable adjustments to the tax levy. In the future, any such allowable adjustments may not be permitted.

### **CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information contact the Business Office, Glen Ridge Public Schools, 12 High Street, Glen Ridge, NJ 07028.

**BASIC FINANCIAL STATEMENTS**

**GLEN RIDGE PUBLIC SCHOOLS**  
**STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2023**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 8,920,232	\$ 42,243	\$ 8,962,475
Receivables, net	1,065,924		1,065,924
Inventory		16,099	16,099
Capital Assets, net			
Not Being Depreciated	1,645,057		1,645,057
Being Depreciated	<u>32,824,417</u>	<u>149,820</u>	<u>32,974,237</u>
Total Assets	<u>44,455,630</u>	<u>208,162</u>	<u>44,663,792</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Amounts on Net Pension Liability	<u>272,009</u>	-	<u>272,009</u>
Total Deferred Outflows of Resources	<u>272,009</u>	-	<u>272,009</u>
Total Assets and Deferred Outflows of Resources	<u>44,727,639</u>	<u>208,162</u>	<u>44,935,801</u>
<b>LIABILITIES</b>			
Accounts Payable and Other Liabilities	579,970		579,970
Unearned Revenue	860,112	29,692	889,804
Accrued Interest Payable	232,813		232,813
Noncurrent Liabilities			
Due Within One Year	1,385,000		1,385,000
Due Beyond One Year	<u>23,557,313</u>	-	<u>23,557,313</u>
Total Liabilities	<u>26,615,208</u>	<u>29,692</u>	<u>26,644,900</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Amounts on Net Pension Liability	<u>1,326,399</u>	-	<u>1,326,399</u>
Total Liabilities and Deferred Inflows of Resources	<u>27,941,607</u>	<u>29,692</u>	<u>27,971,299</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	14,111,474	149,820	14,261,294
Restricted for			
Capital Projects	3,150,627		3,150,627
Other Purposes	305,898		305,898
Unrestricted	<u>(781,967)</u>	<u>28,650</u>	<u>(753,317)</u>
Total Net Position	<u>\$ 16,786,032</u>	<u>\$ 178,470</u>	<u>\$ 16,964,502</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**GLEN RIDGE PUBLIC SCHOOLS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Functions/Programs	Expenses	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
<b>Governmental Activities</b>							
Instruction							
Regular	\$ 19,133,695	\$ 887,918	\$ 3,764,292		\$ (14,481,485)		\$ (14,481,485)
Special Education	6,014,234		2,785,040		(3,229,194)		(3,229,194)
Other Instruction	480,709		84,640		(396,069)		(396,069)
School Sponsored Activities and Athletics	1,820,847	617,203	179,424		(1,024,220)		(1,024,220)
Support Services							
Student and Instruction Related Services	6,705,245		2,001,843		(4,703,402)		(4,703,402)
General Administrative Services	983,744		81,744		(902,000)		(902,000)
School Administrative Services	3,226,167		542,322		(2,683,845)		(2,683,845)
Plant Operations and Maintenance	3,129,952		197,493		(2,932,459)		(2,932,459)
Pupil Transportation	1,054,180		127,369		(926,811)		(926,811)
Central Services	771,716		23,161		(748,555)		(748,555)
Interest on Long-Term Debt	625,935	-	-	-	(625,935)	-	(625,935)
Total Governmental Activities	43,946,424	1,505,121	9,787,328	-	(32,653,975)	-	(32,653,975)
<b>Business-Type Activities</b>							
Food Service	651,003	642,749	-	-	-	\$ (8,254)	(8,254)
Total Business-Type Activities	651,003	642,749	-	-	-	(8,254)	(8,254)
Total Primary Government	\$ 44,597,427	\$ 2,147,870	\$ 9,787,328	\$ -	(32,653,975)	(8,254)	(32,662,229)
<b>General Revenues and Transfers</b>							
Taxes:							
Property Taxes, Levied for General Purposes, Net					32,619,457		32,619,457
Property Taxes Levied for Debt Service					1,689,375		1,689,375
State Aid Restricted for Debt Service					310,090		310,090
Miscellaneous Income					548,269	-	548,269
Total General Revenues and Transfers					35,167,191	-	35,167,191
Change in Net Position					2,513,216	(8,254)	2,504,962
Net Position, Beginning of Year, Restated					14,272,816	186,724	14,459,540
Net Position, End of Year					\$ 16,786,032	\$ 178,470	\$ 16,964,502

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.



**FUND FINANCIAL STATEMENTS**

**GLEN RIDGE PUBLIC SCHOOLS**  
**GOVERNMENTAL FUNDS**  
**BALANCE SHEET**  
**AS OF JUNE 30, 2023**

	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Revenue</u> <u>Fund</u>	<u>Capital</u> <u>Projects</u> <u>Fund</u>	<u>Debt</u> <u>Service</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 6,943,527	\$ 158,123	\$ 1,818,516	\$ 66	\$ 8,920,232
Receivables from Other Governments	55	243,358	811,170		1,054,583
Other Accounts Receivable	11,341				11,341
Due from Other Funds	<u>195,968</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>195,968</u>
 Total Assets	 <u>\$ 7,150,891</u>	 <u>\$ 401,481</u>	 <u>\$ 2,629,686</u>	 <u>\$ 66</u>	 <u>\$ 10,182,124</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities					
Accounts Payable and Other Liabilities			\$ 217,270		\$ 217,270
Due to Other Funds		\$ 195,968			195,968
Payroll Deductions and Withholdings	\$ 362,700				362,700
Unearned Revenue	<u>1,552</u>	<u>47,390</u>	<u>811,170</u>	<u>-</u>	<u>860,112</u>
 Total Liabilities	 <u>364,252</u>	 <u>243,358</u>	 <u>1,028,440</u>	 <u>-</u>	 <u>1,636,050</u>
Fund Balances					
Restricted:					
Excess Surplus	2,038,806				2,038,806
Excess Surplus- Designated for Subsequent Year's Expenditures	1,394,588				1,394,588
Capital Reserve	1,003,381				1,003,381
Capital Reserve- Designated for Subsequent Year's Expenditures	546,000				546,000
Capital Projects			1,601,246		1,601,246
Debt Service				\$ 66	66
Unemployment Compensation Reserve	147,709				147,709
Student Activities/Athletics		158,123			158,123
Assigned:					
Year-End Encumbrances	119,786				119,786
Designated for Subsequent Years Expenditures	984,573				984,573
Unassigned:	<u>551,796</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>551,796</u>
 Total Fund Balances	 <u>6,786,639</u>	 <u>158,123</u>	 <u>1,601,246</u>	 <u>66</u>	 <u>8,546,074</u>
 Total Liabilities and Fund Balances	 <u>\$ 7,150,891</u>	 <u>\$ 401,481</u>	 <u>\$ 2,629,686</u>	 <u>\$ 66</u>	 <u>\$ 10,182,124</u>

GLEN RIDGE PUBLIC SCHOOLS  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
AS OF JUNE 30, 2023

**Total Government Fund Balances (B-1)** \$ 8,546,074

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$48,162,379 and the accumulated depreciation is \$13,692,905. 34,469,474

Certain amounts resulting from the measurement of the net pension liability are reported as either deferred outflows of resources or deferred inflows of resources on the statement of net position and deferred over future years.

Deferred Outflows of Resources	\$ 272,009	
Deferred Inflows of Resources	<u>(1,326,399)</u>	(1,054,390)

The District has financed capital assets through the issuance of serial bonds. The interest accrual at year end is: (232,813)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:

Bonds Payable	\$ (20,358,000)	
Net Pension Liability	(4,210,298)	
Compensated Absences	<u>(374,015)</u>	(24,942,313)

**Net Position of Governmental Activities (Exhibit A-1)** \$ 16,786,032

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
Local Sources					
Property Tax Levy	\$ 32,619,457			\$ 1,689,375	\$ 34,308,832
Miscellaneous	1,436,187	\$ 849,688	-	-	2,285,875
Total - Local Sources	<u>34,055,644</u>	<u>849,688</u>	<u>-</u>	<u>1,689,375</u>	<u>36,594,707</u>
State Sources	10,304,316	43,554		310,090	10,657,960
Federal Sources	-	2,007,120	-	-	2,007,120
Total Revenues	<u>44,359,960</u>	<u>2,900,362</u>	<u>-</u>	<u>1,999,465</u>	<u>49,259,787</u>
<b>EXPENDITURES</b>					
Current					
Regular Instruction	19,848,821	621,937			20,470,758
Special Education Instruction	5,771,399	514,829			6,286,228
Other Instruction	517,382				517,382
School Sponsored Activities and Athletics	1,267,668	630,920			1,898,588
Support Services					
Student and Instructional Related Services	5,922,843	1,146,393			7,069,236
General Administrative Services	1,018,525				1,018,525
School Administrative Services	3,456,925				3,456,925
Plant Operations and Maintenance	3,050,109				3,050,109
Pupil Transportation	1,048,448				1,048,448
Central Services	734,649				734,649
Debt Service					
Principal				1,360,000	1,360,000
Interest and Other Charges				641,235	641,235
Capital Outlay	571,554	-	\$ 802,312	-	1,373,866
Total Expenditures	<u>43,208,323</u>	<u>2,914,079</u>	<u>802,312</u>	<u>2,001,235</u>	<u>48,925,949</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	<u>1,151,637</u>	<u>(13,717)</u>	<u>(802,312)</u>	<u>(1,770)</u>	<u>333,838</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In			2,350,000	-	2,350,000
Transfers Out	(2,350,000)	-	-	-	(2,350,000)
Total Other Financing Sources and (Uses)	<u>(2,350,000)</u>	<u>-</u>	<u>2,350,000</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(1,198,363)	(13,717)	1,547,688	(1,770)	333,838
Fund Balance, Beginning of Year	<u>7,985,002</u>	<u>171,840</u>	<u>53,558</u>	<u>1,836</u>	<u>8,212,236</u>
Fund Balance, End of Year	<u>\$ 6,786,639</u>	<u>\$ 158,123</u>	<u>\$ 1,601,246</u>	<u>\$ 66</u>	<u>\$ 8,546,074</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**GLEN RIDGE PUBLIC SCHOOLS  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF  
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
WITH THE DISTRICT-WIDE STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Total net change in fund balances - governmental funds (Exhibit B-2)** **\$ 333,838**

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement and allocated over their estimated useful lives as annual depreciation expense. This is the amount by which depreciation exceeds capital capital outlay in the current period.

Capital Outlay	\$ 1,373,866	
Depreciation Expense	<u>(1,390,041)</u>	
		(16,175)

In the statement of activities, certain operating expenses - compensated absences and net pension liability are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (paid):

Increase Compensated Absences, Net	(44,535)	
Decrease in Net Pension Expense	<u>864,788</u>	
		820,253

The issuance of long-term debt (e.g. bonds, loans, and leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Payment of Bond Principal		1,360,000
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Decrease in Accrued Interest		<u>15,300</u>
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**Change in net position of governmental activities (Exhibit A-2)** **\$ 2,513,216**

**GLEN RIDGE PUBLIC SCHOOLS  
 PROPRIETARY FUNDS  
 FOOD SERVICE ENTERPRISE FUND  
 STATEMENT OF NET POSITION  
 AS OF JUNE 30, 2023**

**ASSETS**

## Current Assets:

Cash and Cash Equivalents	\$	42,243
Inventory		<u>16,099</u>

Total Current Assets		<u>58,342</u>
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## Capital Assets

Equipment		363,573
Less: Accumulated Depreciation		<u>(213,753)</u>

Total Capital Assets, Net		<u>149,820</u>
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Total Assets		<u>208,162</u>
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**LIABILITIES**

## Current Liabilities

Unearned Revenue		<u>29,692</u>
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Total Current Liabilities		<u>29,692</u>
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**NET POSITION**

Investment in Capital Assets		149,820
Unrestricted		<u>28,650</u>

Total Net Position	\$	<u><u>178,470</u></u>
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**GLEN RIDGE PUBLIC SCHOOLS  
 PROPRIETARY FUND  
 FOOD SERVICE ENTERPRISE FUND  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN NET POSITION  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**OPERATING REVENUES**

Charges for Services	
Daily Sales	\$ <u>642,749</u>
 Total Operating Revenues	 <u>642,749</u>

**OPERATING EXPENSES**

Salaries, Benefits and Payroll Taxes	226,181
Cost of Sales	293,879
Insurance	26,088
Purchased Services	37,469
Supplies and Materials	29,420
Miscellaneous Expenditures	15,107
Depreciation Expense	<u>22,859</u>
 Total Operating Expenses	 <u>651,003</u>
 Operating Income/(Loss)	 <u>(8,254)</u>
 Net Position, Beginning of Year, Restated	 <u>186,724</u>
 Net Position, End of Year	 <u>\$ 178,470</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**GLEN RIDGE PUBLIC SCHOOLS  
 PROPRIETARY FUNDS  
 FOOD SERVICE ENTERPRISE FUND  
 STATEMENT OF CASH FLOWS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from Customers	\$ 644,641
Payments for Employees	(226,181)
Payments to Suppliers	<u>(398,151)</u>
Net Cash Provided By (Used For) Operating Activities	<u>20,309</u>
Net Increase in Cash and Cash Equivalents	20,309
Cash and Cash Equivalents, Beginning of Year	<u>21,934</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 42,243</u></u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH    PROVIDED BY (USED FOR) OPERATING ACTIVITIES</b>	
Operating Income/(Loss)	<u>\$ (8,254)</u>
Adjustments to Reconcile Operating Income to Net Cash Provided By (Used For) Operating Activities	
Depreciation Expense	22,859
Changes in Assets and Liabilities:	
(Increase) Decrease in Inventories	3,812
Increase (Decrease) in Unearned Revenue	<u>1,892</u>
Total Adjustments	<u>28,563</u>
Net Cash Provided By (Used For) Operating Activities	<u><u>\$ 20,309</u></u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.



**NOTES TO THE FINANCIAL STATEMENTS**

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The Glen Ridge Public Schools (the “Board” or the “District”) is an instrumentality of the State of New Jersey, established to function as an education institution. The Board consists of nine elected officials and is responsible for the fiscal control of the District. A Superintendent of Schools is appointed by the Board and is responsible for the administrative control of the District. A School Business Administrator/Board Secretary is also appointed by the Board and oversees the business functions 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 currently operates a Pre-Kindergarten through grade twelve (12) school district.

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 of Schools to the Board.

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Glen Ridge Public Schools this includes general operations, food service and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization’s governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization’s resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based on the foregoing criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity as a component unit.

**B. New Accounting Standards**

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

- GASB Statement No. 96, *Subscription – Based Information Technology Arrangements*. The objective of this Statement will be to improve 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 a 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.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. New Accounting Standards (Continued)**

- GASB Statement No. 99, *Omnibus 2022*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees.

Other accounting standards that the District is currently reviewing for applicability and potential impact on the financial statements include:

- GASB Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*, will be effective beginning with the fiscal year ending June 30, 2024. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.
- GASB Statement No. 101, *Compensated Absences*, will be effective beginning with the fiscal year ending June 30, 2025. 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.

**C. Basis of Presentation - Financial Statements**

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. Fiduciary funds are excluded from the district-wide financial statements. Currently the District has no 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.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation - Financial Statements (Continued)**

**Fund Financial Statements**

Separate fund financial statements are provided for governmental, proprietary, and fiduciary activities, even though the latter are excluded from the district-wide financial statements. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each reported as separate columns in the fund financial statements. The District considers all of its governmental and enterprise funds to be major funds.

The District reports the following major governmental funds:

The *general fund* is the School District's primary operating fund. It accounts for all financial resources of the District, except those to be accounted for in another fund.

The *special revenue fund* accounts for the proceeds of specific revenue sources legally restricted to expenditures for specified purposes. This fund accounts for federal, state and local financial programs, with the exception of grants for major capital projects and the child nutrition programs, student activity funds derived from athletic events or other activities of pupil organizations and private donations for scholarship awards.

The *capital projects fund* accounts for the proceeds from the sale of bonds, financing agreements, grants and other revenues used for the acquisition or construction of capital facilities and other capital assets, other than those financed by the proprietary funds.

The *debt service fund* accounts for the accumulation of resources that are restricted, committed or assigned for the payment of principal and interest on long-term general obligation debt of governmental funds.

The District reports the following major proprietary funds which are organized to be self-supporting through user charges:

The *food service fund* accounts for the activities of the school cafeteria, which provides food service to students as well as a la carte and catering services for administrators, teachers and special events.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the district-wide financial statements as "internal balances".

**Reclassifications**

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. All assets, all liabilities and all deferred outflows/inflows of resources associated with these operations are included on the Statement of Net Position. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Board considers revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt, acquisitions under financing agreements, leases payable for intangible right-to-use leased assets and subscription arrangements for intangible right-to-use information technology (IT) software assets are reported as other financing sources.

Property taxes, tuition, activity fees and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements (formula-type grants and aid) are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants and similar awards (reimbursement-type grants and awards) are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements imposed by the grantor or provider have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the District.

When both restricted and unrestricted resources are available for use, it is the Board's policy to use restricted resources first, then unrestricted resources as they are needed.

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

***1. Cash, Cash Equivalents and Investments***

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are reported at fair value and are limited by N.J.S.A. 18A:20-37.

***2. Receivables***

All receivables are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

***3. Inventories***

The cost of inventories of the governmental fund types are recorded as expenditures at the time individual inventory items are purchased.

**GLEN RIDGE PUBLIC SCHOOLS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**3. Inventories (Continued)**

Food Service Fund inventories, are valued at cost, using the first-in first-out (FIFO) method and consist of food and expendable supplies. The cost of such inventories is recorded as expenses when consumed rather than when purchased.

**4. Capital Assets**

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Land and construction in progress are not depreciated. The other property, plant, and equipment of the District is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Site Improvements	20
Buildings and Building Improvements	20-50
Machinery and Heavy Equipment	5-20

**5. 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. The Board has one item which arises only under the accrual basis of accounting that qualify for reporting in this category. The one item that qualifies for reporting in this category is the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; (4) changes in proportion and differences between employer contributions and proportionate share of contributions; and (5) contributions made subsequent to the measurement date. These amounts are deferred and amortized over future years.

In addition to liabilities, the statement of financial 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 Board has one type which arises only under the accrual basis of accounting that qualifies for reporting in this category. The item that qualifies for reporting in this category are the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; and (4) changes in proportion and differences between employer contributions and proportionate share of contributions. These amounts are deferred and amortized over future years.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**6. *Compensated Absences***

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused sick leave benefits. A long-term liability of accumulated sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations.

**7. *Pensions***

In the district-wide financial statements and proprietary fund types in the fund financial statements, for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the retirement systems sponsored and administered by the State of New Jersey and additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they are reported by the retirement systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

In the governmental fund financial statements, net pension liabilities represent amounts normally expected to be liquidated with expendable available financial resources for required pension contributions that are due and payable at year end. Pension expenditures are recognized based on contractual pension contributions that are required to be made to the pension plan during the fiscal year.

**8. *Long-Term Obligations***

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Differences resulting from debt refundings are classified as deferred inflows of resources or as deferred outflows of resources. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Differences resulting from debt refundings are also deferred and amortized over the life of the refunded bonds or new bonds whichever is less using the effective interest method. Bonds payable are reported with the unamortized bond premium or discount. Bond issuance costs (other than for prepaid insurance) are treated as an expense.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**9. *Net Position/Fund Balance***

**District-Wide Statements**

In the district-wide statements, there are three classes of net position:

- **Net Investment in Capital Assets** – consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources attributable to the acquisition, construction or improvement of those assets or related debt also should be included.
- **Restricted Net Position** – reports net position when constraints placed on the residual amount of noncapital assets are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted Net Position** – any portion of net position not already classified as either net investment in capital assets or net position – restricted is classified as net position – unrestricted.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**9. Net Position/Fund Balance (Continued)**

**Governmental Fund Statements**

Fund balance categories are designed to make the nature and extent of the constraints placed on the District's fund balance more transparent. These categories are comprised of a hierarchy based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

**Restricted Fund Balance** – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

*Excess Surplus* – This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2023 audited excess surplus that is required to be appropriated in the 2024/2025 original budget certified for taxes.

*Excess Surplus – Designated for Subsequent Year's Expenditures* - This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2022 audited excess surplus that was appropriated in the 2023/2024 original budget certified for taxes.

*Capital Reserve* – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 2).

*Capital Reserve - Designated for Subsequent Year's Expenditures* – This designation was created to dedicate the portion of capital reserve fund balance appropriated in the adopted 2023/2024 District budget certified for taxes.

*Capital Projects* – Represents fund balance restricted specifically for capital acquisitions and improvements in the Capital Projects Fund.

*Debt Service* – Represents fund balance restricted specifically for the repayment of long-term debt principal and interest in the Debt Service Fund.

*Unemployment Compensation Reserve* – This restriction was created in accordance with R.S. 43:21-7.3 to reserve funds for unemployment compensation claims reimbursable to the State under the District's election for payment in lieu of contributions (benefit reimbursement method).

*Student Activities/Athletics* – This restriction was created in accordance with NJAC 6A:23A-16.12 to represent the accumulation of funds derived from athletic events and other student organizations reserved for the payment of student group activities.

**Assigned Fund Balance** – Amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

*Year-End Encumbrances* – Represent outstanding purchase orders for goods or services approved by management for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

*Designated for Subsequent Year's Expenditures* – This designation was created to dedicate the portion of fund balance appropriated in the adopted 2023/2024 District budget certified for taxes.

**Unassigned Fund Balance** – Represents fund balance that has not been restricted, committed or assigned to specific purposes within the governmental funds.

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.



**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**10. *Fund Balance Policies***

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Board of Education itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the school district that can, by adoption of a resolution or formal Board action prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation. The District has no committed fund balances at year end.

Amounts in the assigned fund balance classification are intended to be used by the Board of Education for specific purposes but do not meet the criteria to be classified as committed. The Board has authorized the School Business Administrator/Board Secretary to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

**F. Revenues and Expenditures/Expenses**

**1. *Program Revenues***

Amounts reported as program revenues in the district-wide statement of activities include 1) charges to customers or applicants for goods or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, unrestricted state aid, investment earnings and miscellaneous revenues.

**2. *Property Taxes***

Property taxes are levied pursuant to law and are collected by the municipality and are transferred to the District as requested. Property tax revenues are recognized in the year they are levied and become available. Property taxes collected in advance of the year-end for which they are levied and transferred to the District are reported as deferred inflows of resources. The tax bills are mailed annually in June by the municipal tax collector and are levied and due in four quarterly installments on August 1, November 1, February 1 and May 1 of the fiscal year. When unpaid, taxes or any other municipal lien, or part thereof, on real property, remains in arrears on April 1<sup>st</sup> in the year following the calendar year levy when the same became in arrears, the tax collector of the municipality shall, subject to the provisions of New Jersey Statute, enforce the lien by placing the property on a tax sale. The municipality may institute annual "in rem" tax foreclosure proceedings to enforce the tax collection or acquisition of title to the property.

**3. *Tuition Revenues and Expenditures***

Tuition Revenues - Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs are determined and certified by the State Department of Education.

Tuition Expenditures - Tuition charges for the fiscal years 2021-2022 and 2022-2023 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Revenues and Expenditures/Expenses (Continued)**

**4. *Proprietary Funds, Operating and Nonoperating Revenues and Expenses***

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the food service enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

In accordance with the requirements of the New Jersey Department of Education ("the Department"), the District annually prepares its operating budget for the forthcoming year. The budget, except for the general fund and special revenue fund, which is more fully explained below and in the notes to the required supplementary information, is prepared in accordance with accounting principles generally accepted in the United States of America and serves as a formal plan for expenditures and the proposed means for financing them.

The District must prepare its budget in compliance with applicable laws limiting the amount by which the general fund property tax levy can increase in the annual school budget. The 2010 Tax Levy CAP Law is calculated using the formulas and provisions of NJSA 18A:7F-38. The law was originally adopted in 2007 and was most recently amended in 2018. The core of the tax-levy cap calculation is a 2% increase to the previous budget year's general fund tax levy with exceptions only for enrollment increases, increases for certain pension contributions in excess of 2%, certain healthcare increases, and amounts approved by a simple majority of voters at a special election. Additionally, school districts can bank the unused tax levy for use in any of the next three (3) succeeding budget years if they were not granted approval to exceed the tax levy cap by the voters. The restrictions are solely on the tax levy for the general fund and are not applicable to the debt service fund.

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and approval prior to adoption. Districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. The Board adopted a resolution to move its annual election to the date of the general elections in accordance with the law; therefore voter approval of the annual budget is not required.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2022/2023. Also, during 2022/2023 the Board increased the original budget of the General Fund by \$1,088,599 and the Special Revenue Fund by \$1,241,386. The increase was funded by the additional appropriation of capital reserve, grant awards, student activity revenues and the reappropriation of prior year general fund encumbrances. During the fiscal year the Board authorized and approved additional fund balance appropriations of capital reserve of \$350,000 from the general fund.

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 certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**A. Budgetary Information (Continued)**

Encumbrance accounting is employed in the governmental funds. 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 committed and/or assigned fund balances at fiscal year end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services which are reappropriated and honored during the subsequent fiscal year.

**B. Capital Reserve**

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

Funds placed in the capital reserve are restricted to capital projects in the district’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the Department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-14.1(g), the balance in the reserve 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 fiscal year ended June 30, 2023 is as follows:

Balance, July 1, 2022		\$ 2,246,381
Increased by		
Interest Earnings	\$ 3,000	
Deposits Approved by Board Resolution	<u>1,000,000</u>	
Total Increases		<u>1,003,000</u>
Decreased by		
Withdrawals Approved in District Budget	1,350,000	
Withdrawals Approved by Board Resolution	<u>350,000</u>	
Total Decreases		<u>1,700,000</u>
Balance, June 30, 2023		<u>\$ 1,549,381</u>

The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the district’s Long Range Facilities Plan. \$546,000 of the capital reserve balance at June 30, 2023 was designated and appropriated for use in the 2023/2024 original budget certified for taxes.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**C. Calculation of Excess Surplus**

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance in excess of 2% of budget expenditures at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year’s budget. The excess fund balance at June 30, 2023 is \$3,433,394. Of this amount, \$1,394,588 was designated and appropriated in the 2023/2024 original budget certified for taxes and the remaining amount of \$2,038,806 will be appropriated in the 2024/2025 original budget certified for taxes.

**NOTE 3 DETAILED NOTES ON ALL FUNDS**

**A. Cash Deposits and Investments**

**Cash Deposits**

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for deposits in excess of the FDIC and NCUSIF insured amounts. GUDPA does not protect intermingled trust funds, withholdings from an employee’s salary or funds which may pass to the local government upon the happening of a future condition.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2023, the book value of the Board's deposits was \$8,962,475 and bank and brokerage firm balances of the Board’s deposits amounted to \$10,081,324. The Board's deposits which are displayed on the various fund balance sheets as “cash and cash equivalents” are categorized as:

**Depository Account**

Insured	\$ 9,559,228
Uninsured and Collateralized	<u>522,096</u>
	<u>\$ 10,081,324</u>

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**A. Cash Deposits and Investments (Continued)**

**Cash Deposits (Continued)**

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 Board does not have a policy for custodial credit risk. As of June 30, 2023 the Board’s bank balance of \$522,096 was exposed to custodial credit risk as follows:

**Depository Account**

Uninsured and Collateralized

Collateral held by pledging financial institution's trust department not in  
the Board's name

\$ 522,096

**Investments**

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America; Government Money Market Mutual Funds; any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor; bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located; Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the “Local Authorities Fiscal Control Law,” (C.40A:5A-1 et seq.); Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by school districts; Local Government investment pools; deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

As of June 30, 2023, the Board had no outstanding investments.

Interest Rate Risk – Interest rate risk is the risk that changes in the market interest rate will adversely affect the fair value of an investment. The Board 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.

Credit Risk – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments as noted above (N.J.S.A. 18A:20-37). The District does not have an investment policy that would further limit its investment choices.

Concentration of Credit Risk – The concentration of credit risk is the risk of loss that may be caused by the Board’s investment in a single issuer. The Board places no limit in the amount the District may invest in any one issuer. More than five (5) percent of the Board’s investments are in New Jersey Cash Management Fund. These investments are 100% of the District’s total investments.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**B. Receivables**

Receivables as of June 30, 2023 for the district’s individual major funds are as follows:

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Total</u>
Receivables:				
Accounts	\$ 11,341			\$ 11,341
Intergovernmental				
Federal		\$ 243,358		243,358
State	<u>55</u>	<u>-</u>	<u>\$ 811,170</u>	<u>811,225</u>
Net Total Receivables	<u>\$ 11,396</u>	<u>\$ 243,358</u>	<u>\$ 811,170</u>	<u>\$ 1,065,924</u>

**C. Unearned Revenue**

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

General Fund	
Prepaid Tuition/Fees	\$ 1,552
Special Revenue Fund	
Unencumbered Grant Draw Downs	47,390
Capital Projects Fund	
Unrealized School Facilities Grants	<u>811,170</u>
 Total Unearned Revenue for Governmental Funds	 <u>\$ 860,112</u>

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets**

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

	<u>Balance</u> <u>July 1, 2022</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2023</u>
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 736,853			\$ 736,853
Construction in Progress	<u>105,892</u>	<u>\$ 802,312</u>	<u>-</u>	<u>908,204</u>
Total capital assets, not being depreciated	<u>842,745</u>	<u>802,312</u>	<u>-</u>	<u>1,645,057</u>
Capital assets, being depreciated:				
Site Improvements	457,271			457,271
Buildings and Building Improvements	42,350,372	350,619		42,700,991
Machinery and Equipment	<u>3,174,760</u>	<u>220,935</u>	<u>\$ (36,635)</u>	<u>3,359,060</u>
Total capital assets being depreciated	<u>45,982,403</u>	<u>571,554</u>	<u>(36,635)</u>	<u>46,517,322</u>
Less accumulated depreciation for:				
Land Improvements	(390,717)	(13,391)		(404,108)
Buildings and Building Improvements	(9,632,660)	(1,177,122)		(10,809,782)
Machinery and Equipment	<u>(2,316,122)</u>	<u>(199,528)</u>	<u>36,635</u>	<u>(2,479,015)</u>
Total accumulated depreciation	<u>(12,339,499)</u>	<u>(1,390,041)</u>	<u>36,635</u>	<u>(13,692,905)</u>
Total capital assets, being depreciated, net	<u>33,642,904</u>	<u>(818,487)</u>	<u>-</u>	<u>32,824,417</u>
Governmental activities capital assets, net	<u>\$ 34,485,649</u>	<u>\$ (16,175)</u>	<u>\$ -</u>	<u>\$ 34,469,474</u>

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

	Balance <u>July 1, 2022</u> <u>(Restated)</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>June 30, 2023</u>
<b>Business-Type activities:</b>				
Capital assets, being depreciated:				
Machinery and Equipment	\$ 363,573	-	-	\$ 363,573
Less accumulated depreciation for:				
Machinery and Equipment	(190,894)	\$ (22,859)	-	(213,753)
Business-type activities capital assets, net	<u>\$ 172,679</u>	<u>\$ (22,859)</u>	<u>-</u>	<u>\$ 149,820</u>

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

<b>Governmental activities:</b>	
Instruction	
Regular	\$ 726,885
Special Education	147,867
Other Instruction	19,579
School-Sponsored Activities and Athletics	<u>41,504</u>
Total Instruction	<u>935,835</u>
Support Services	
Student and Instructional Related Services	197,882
General Administrative Services	18,909
School Administrative Services	125,449
Plant Operations and Maintenance	72,786
Pupil Transportation	5,390
Central Services	<u>33,790</u>
Total Support Services	<u>454,206</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,390,041</u>
<b>Business-Type Activities</b>	
Food Service Fund	<u>\$ 22,859</u>



**GLEN RIDGE PUBLIC SCHOOLS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

**Construction and Other Significant Commitments**

The District has the following active construction projects as of June 30, 2023:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
High School HVAC Improvements	\$ 324,376	<u>\$ 1,495,624</u>
		<u><u>\$ 1,495,624</u></u>

**E. Interfund Receivables, Payables, and Transfers**

The composition of interfund balances as of June 30, 2023, is as follows:

**Due To/From Other Funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue	<u>\$ 195,968</u>
Total		<u><u>\$ 195,968</u></u>

The above balance is to cover cash balances which were in an overdraft position.

The District expects the interfund balance to be liquidated within one year.

**Interfund Transfers**

	<u>Transfer In:</u>	
	<u>Capital Projects</u>	<u>Total</u>
Transfer Out:		
General Fund	<u>\$ 2,350,000</u>	<u>\$ 2,350,000</u>
Total Transfers	<u><u>\$ 2,350,000</u></u>	<u><u>\$ 2,350,000</u></u>

The above transfers are the result of revenues earned and/or other financing sources received in one fund to finance expenditures in another fund.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**F. Long-Term Debt**

**General Obligation Bonds**

The Board issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities and other capital assets or other purposes permitted by statute. The full faith and credit of the Board are irrevocably pledged for the payment of the principal of the bonds and the interest thereon.

Bonds payable at June 30, 2023 are comprised of the following issues:

\$23,758,000 2018 School Bonds, due in annual installments of \$1,318,000 to \$1,360,000 through August 15, 2037, interest at 3.000% to 3.250% \$ 20,358,000

The Board's schedule of principal and interest for long-term debt issued and outstanding is as follows:

**Governmental Activities:**

Year Ending <u>June 30,</u>	<u>Serial Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2024	\$ 1,360,000	\$ 600,435	\$ 1,960,435
2025	1,360,000	559,635	1,919,635
2026	1,360,000	518,835	1,878,835
2027	1,360,000	478,035	1,838,035
2028	1,360,000	437,235	1,797,235
2029-2033	6,800,000	1,574,175	8,374,175
2034-2038	<u>6,758,000</u>	<u>537,858</u>	<u>7,295,858</u>
Total	<u>\$ 20,358,000</u>	<u>\$ 4,706,208</u>	<u>\$ 25,064,208</u>

**Statutory Borrowing Power**

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2023 was as follows:

4% of Equalized Valuation Basis (Municipal)	\$ 82,645,551
Less: Net Debt Issued and Authorized But Not Issued	<u>20,358,000</u>
Remaining Borrowing Power	<u>\$ 62,287,551</u>

**GLEN RIDGE PUBLIC SCHOOLS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**G. Other Long-Term Liabilities**

**Changes in Long-Term Liabilities**

Long-term liability activity for the fiscal year ended June 30, 2023, was as follows:

	Balance, <u>July 1, 2022</u>	<u>Additions</u>	<u>Reductions</u>	Balance, <u>June 30, 2023</u>	Due Within <u>One Year</u>
<b>Governmental activities:</b>					
Bonds Payable	\$ 21,718,000		\$ 1,360,000	\$ 20,358,000	\$ 1,360,000
Net Pension Liability	3,672,738	\$ 889,376	351,816	4,210,298	
Compensated Absences	<u>329,480</u>	<u>69,473</u>	<u>24,938</u>	<u>374,015</u>	<u>25,000</u>
Governmental Activity Long-Term Liabilities	<u>\$ 25,720,218</u>	<u>\$ 958,849</u>	<u>\$ 1,736,754</u>	<u>\$ 24,942,313</u>	<u>\$ 1,385,000</u>

For the governmental activities, the liabilities for compensated absences and net pension liability are generally liquidated by the general fund.

**NOTE 4 OTHER INFORMATION**

**A. Risk Management**

The District is exposed to various risks of loss related to property, general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; student accident; termination of employees and natural disasters. The Board has obtained insurance coverage to guard against these events to minimize the exposure to the District should they occur. A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report.

The District provided traditional health coverage with the State Employee Health Benefit Programs.

The District is a member of the Morris Essex Insurance Group (the “Group”) and the School Alliance Insurance Fund (the “Fund”). The Group is a risk sharing public entity pool, established for the purpose of insuring against worker's compensation claims. The Fund provides general liability, property and automobile coverage for its members.

The relationship between the Board and the insurance funds is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Board is contractually obligated to make all annual and supplementary contributions to the funds, to report claims on a timely basis, cooperate with the management of the funds, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the funds. Members have a contractual obligation to fund any deficit of the funds attributable to a membership year during which they were a member.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**A. Risk Management (Continued)**

The Group provides its members with risk management services, including the defense of and settlement of claims and to establish reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the respective insurance funds are on file with the School's Business Administrator.

There has been no significant reduction in Group coverage from the previous year nor have there been any settlements in excess of insurance coverage's in any of the prior three years.

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of District contributions, employee contributions, interest earnings, reimbursements to the State for benefits paid and the ending balance of the District's restricted fund balance for unemployment compensation claims in the General Fund for the current and previous two years:

<u>Year Ended</u> <u>June 30,</u>	<u>Employee</u> <u>Contributions</u>	<u>Amount</u> <u>Reimbursed</u>	<u>Interest</u> <u>Earnings</u>	<u>Ending</u> <u>Balance</u>
2023	\$ 36,676	\$ 69,484	\$ 1,757	\$ 147,709
2022	64,839	31,439	202	215,436
2021	30,811	24,188	273	181,834

**B. Contingent Liabilities**

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.

**Federal and State Awards** – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2023, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

**C. Federal Arbitrage Regulations**

The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2023, the District has not estimated its arbitrage earnings due to the IRS, if any.

**GLEN RIDGE PUBLIC SCHOOLS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans**

**Plan Descriptions and Benefits Provided**

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all Board employees who are eligible for pension coverage:

**Public Employees’ Retirement System (PERS)** – Established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees. PERS is a cost sharing multiple employer defined benefit pension plan. For additional information about PERS, please refer to the State Division of Pension and Benefits (Division’s) Annual Comprehensive Financial Report (ACFR) which can be found at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

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

The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to tier 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 reached age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier 1 and 2 members before reaching age 60, tier 3 and 4 members with 25 or more years of service credit before age 62, and tier 5 members 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 ten years of service credit and have not reached the service retirement age for the respective tier.

**Teachers’ Pension and Annuity Fund (TPAF)** – Established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage to substantially all full time certified teachers or professional staff of the public school systems in the State. Membership is mandatory for such employees. TPAF is a cost sharing multiple- employer defined benefit pension plan with a special funding situation, which the State is responsible to fund 100% of local employer contributions, excluding any local employer early retirement incentive (ERI) contributions. For additional information about TPAF, please refer to the State Division of Pension and Benefits (Division’s) Annual Comprehensive Financial Report (ACFR) which can be found at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

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

**GLEN RIDGE PUBLIC SCHOOLS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

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

The following represent the membership tiers for TPAF:

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

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to tier 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier 1 and 2 members before reaching age 60, tier 3 and 4 members with 25 or more years of service credit before age 62, and tier 5 members 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 retirement for his/her respective tier. Deferred retirement is available to members who have at least ten years of service credit and have not reached the service retirement age for the respective tier.

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Board employees who are eligible for pension coverage.

**Defined Contribution Retirement Program (DCRP)** – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007 and employees enrolled in PERS or TPAF on or after July 1, 2007 who earn in excess of established annual maximum compensation limits (equivalent to annual maximum wage for social security deductions). This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PFRS and new employees who would otherwise be eligible to participate in PERS or TPAF on or after November 2, 2008 and do not earn the minimum salary required for tier 3 enrollment or do not work the minimum required hours for tier 4 and tier 5 enrollments but earn a base salary of at least \$5,000 are eligible for participation in the DCRP. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. DCRP is a defined contribution pension plan.

**Other Pension Funds**

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local government employers do not appropriate funds to SACT.

The cost of living increase for PERS and TPAF, are funded directly by each of the respective systems but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits (“Division”), issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Plan Amendments**

The authority to amend the provisions of the above plans rests with legislation passed by the State of New Jersey. Pension reforms enacted pursuant to Chapter 78, P.L. 2011 included provisions creating special Pension Plan Design Committees for TPAF and PERS, once a Target Funded Ratio (TFR) is met. The Pension Plan Design Committees will have the discretionary authority to modify certain plan design features, including member contribution rate; formula for calculation of final compensation of final salary; fraction used to calculate a retirement allowance; age at which a member may be eligible and the benefits for service or early retirement; and benefits provided for disability retirement. The committees will also have the authority to reactivate the cost of living adjustment (COLA) on pensions. However, modifications can only be made to the extent that the resulting impact does not cause the funded ratio to drop below the TFR in any one year of a 30-year projection period.

**Measurement Focus and Basis of Accounting**

The financial statements of the retirement systems are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the pension trust funds. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

**Investment Valuation**

The Division of Investment, Department of the Treasury, State of New Jersey (Division of Investment) manages and invests certain assets of the retirement systems. Prudential retirement is the third-party administrator for the DCRP and provides record keeping, administrative services and investment options. Investment transactions are accounted for on a trade or investment date basis. Interest and dividend income is recorded on the accrual basis, with dividends accruing on the ex-dividend date. The net increase or decrease in the fair value of investments includes the net realized and unrealized gains or losses on investments.

The State of New Jersey, Department of the Treasury, Division of Investment issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial reports may be obtained in writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290 or at [www.state.nj.us/treasury/doinvest](http://www.state.nj.us/treasury/doinvest).

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Collective Net Pension Liability**

The collective net pension liability of the participating employers for local PERS at June 30, 2022 is \$15.2 billion and the plan fiduciary net position as a percentage of the total pension liability is 62.91% . The collective net pension liability of the State funded TPAF at June 30, 2022 is \$51.7 billion and the plan fiduciary net position as a percentage of total pension liability is 32.29%.

The total pension liabilities were determined based on actuarial valuations as of July 1, 2021 which were rolled forward to June 30, 2022.

**Actuarial Methods and Assumptions**

In the July 1, 2021 PERS and TPAF actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary’s report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**Employer and Employee Pension Contributions**

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 7.50% for PERS, 7.50% for TPAF and 5.50% for DCRP of the employee’s annual compensation for fiscal year 2023.

PERS employers’ and TPAF State’s nonemployer contributions are based on actuarially determined amounts, which include the normal cost and unfunded accrued liability. For the fiscal year ended June 30, 2023 for TPAF, which is a cost sharing multiple employer defined benefit pension plan with a special funding situation, the State’s annual pension contribution was more than the actuarial determined amount. For local PERS, which is a cost sharing multiple employer defined benefit pension plan, the annual pension contributions were equal to the actuarial determined amounts. TPAF nonemployer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All PERS and DCRP contributions made by the Board for fiscal years 2023, 2022 and 2021 were equal to the required contributions.

During the fiscal years ended June 30, 2023, 2022 and 2021 the Board was required to contribute for PERS and DCRP and the State of New Jersey, as a nonemployer contributing entity, contributed for TPAF, respectively for normal cost pension and unfunded accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

Year Ended <u>June 30,</u>	<u>PERS</u>	On-behalf <u>TPAF</u>	<u>DCRP</u>
2023	\$ 351,816	\$ 5,649,298	\$ 51,962
2022	363,078	5,701,514	48,242
2021	342,270	4,108,268	52,733



**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Employer and Employee Pension Contributions (Continued)**

In addition for fiscal years 2023, 2022 and 2021 the State contributed \$2,076, \$1,962 and \$2,170, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

The PERS contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure. The on-behalf TPAF contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB Statement No. 85, *Omnibus 2017* (GASB No. 85). The DCRP contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure, as well as, the district-wide financial statements (accrual basis) as an expense.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$1,266,632 during the fiscal 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 recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

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

**Public Employees Retirement System (PERS)**

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, (GASB No. 68) requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the measurement period July 1, 2021 through June 30, 2022. Employer allocation percentages have been rounded for presentation purposes.

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

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

At June 30, 2023, the District reported in the statement of net position (accrual basis) a liability of \$4,210,298 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2022 and was determined by an actuarial valuation as of July 1, 2021. The District's proportionate share of the net pension liability was based on the ratio of the District's share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2022. At June 30, 2022, the District's proportionate share was .02790 percent, which was a decrease of .00310 percent from its proportionate share measured as of June 30, 2021 of .03100 percent.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

For the fiscal year ended June 30, 2023, the District recognized in the district-wide statement of activities (accrual basis) pension (benefit) of (\$512,972) for PERS. The pension contribution made by the District during the current 2022/2023 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2023 with a measurement date of the prior fiscal year end of June 30, 2022. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2023 for contributions made subsequent to the measurement date. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Difference Between Expected and Actual Experience	\$ 30,388	\$ 26,798
Changes of Assumptions	13,045	630,448
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	174,260	
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	<u>54,316</u>	<u>669,153</u>
Total	<u>\$ 272,009</u>	<u>\$ 1,326,399</u>

At June 30, 2023, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense/(benefit) as follows:

<b><u>Year Ending June 30,</u></b>	<b><u>Total</u></b>
2023	\$ (260,555)
2024	(260,555)
2025	(260,555)
2026	(260,555)
2027	(12,170)
Thereafter	<u>-</u>
	<u>\$ (1,054,390)</u>

**GLEN RIDGE PUBLIC SCHOOLS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

*Actuarial Assumptions*

The District's 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:	2.75-6.55%
	Based on Years of Service
Investment Rate of Return	7.00%

*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 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.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

***Long-Term Expected Rate of Return***

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans 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 the 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>
Risk Mitigation Strategies	3.00%	4.91%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Investment Grade Credit	7.00%	3.38%
US Equity	27.00%	8.12%
Non-US Developed Markets Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
High Yield	4.00%	4.95%
Real Assets	3.00%	7.60%
Private Credit	8.00%	8.10%
Real Estate	8.00%	11.19%
Private Equity	13.00%	11.80%

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

***Discount Rate***

The discount rate used to measure the total pension liability for PERS 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 in determining the total pension liability.

***Sensitivity of Net Pension Liability***

The following presents the District’s proportionate share of the PERS net pension liability calculated using the discount rate of 7.00, as well as what the District’s proportionate share of the PERS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	<b>1% Decrease <u>6.00%</u></b>	<b>Current Discount Rate <u>7.00%</u></b>	<b>1% Increase <u>8.00%</u></b>
District's Proportionate Share of the PERS Net Pension Liability	\$ <u>5,409,000</u>	\$ <u>4,210,298</u>	\$ <u>3,190,155</u>

The sensitivity analysis was based on the proportionate share of the District’s net pension liability at as of the measurement date of June 30, 2022. A sensitivity analysis specific to the District’s net pension liability at June 30, 2022 was not provided by the pension system.

***Pension Plan Fiduciary Net Position***

Detailed information about the PERS pension plan’s fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

GASB No. 68, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The non-employer allocation percentages presented are based on the ratio of the State's contributions made as an employee and non-employer adjusted for unpaid early retirement incentives to total contributions to TPAF during the measurement period July 1, 2021 through June 30, 2022. Non-employer allocation percentages have been rounded for presentation purposes.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and non-employer contributions by the State. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For the fiscal year ended June 30, 2022, the State's pension contribution was more than the actuarial determined amount.

In accordance with GASB No. 68, the District is not required to recognize a net pension liability for TPAF. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to TPAF on behalf of the District. Accordingly, the District's proportionate share percentage determined under Statement No. 68 is zero percent and the State's proportionate share is 100% of the net pension liability attributable to the District for TPAF. Therefore, in addition, the District does not recognize any portion of the TPAF collective deferred outflows of resources and deferred inflows of resources.

For the fiscal year ended June 30, 2023, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$1,896,368 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2023 the State's proportionate share of the net pension liability attributable to the District is \$70,463,446. The net pension liability was measured as of June 30, 2022 and was determined by an actuarial valuation as of July 1, 2021. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2022. At June 30, 2022, the State's share of the net pension liability attributable to the District was .13657 percent, which was a decrease of .00212 percent from its proportionate share measured as of June 30, 2021 of .13869 percent.

**GLEN RIDGE PUBLIC SCHOOLS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

**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%

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

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

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

**Long-Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans 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 the 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>
Risk Mitigation Strategies	3.00%	4.91%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Investment Grade Credit	7.00%	3.38%
US Equity	27.00%	8.12%
Non-US Developed Markets Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
High Yield	4.00%	4.95%
Real Assets	3.00%	7.60%
Private Credit	8.00%	8.10%
Real Estate	8.00%	11.19%
Private Equity	13.00%	11.80%

***Discount Rate***

The discount rate used to measure the total pension liability for TPAF 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 in determining the total pension liability.



**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

***Sensitivity of Net Pension Liability***

The following presents the State’s proportionate share of the TPAF net pension liability attributable to the District calculated using the discount rate of 7.00%, as well as what the State’s proportionate share of the TPAF net pension liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00% percent) or 1-percentage-point higher (8.00% percent) than the current rate:

	<b>1% Decrease <u>(6.00%)</u></b>	<b>Current Discount Rate <u>(7.00%)</u></b>	<b>1% Increase <u>(8.00%)</u></b>
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	<u>\$ 82,619,888</u>	<u>\$ 70,463,446</u>	<u>\$ 60,223,171</u>

The sensitivity analysis was based on the State’s proportionate share of the net pension liability attributable to the District at as of the measurement date of June 30, 2022. A sensitivity analysis specific to the State’s proportionate share of the net pension liability attributable to the District at June 30, 2022 was not provided by the pension system.

***Pension Plan Fiduciary Net Position***

Detailed information about the TPAF pension plan’s fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**E. Post-Retirement Medical Benefits**

The State of New Jersey sponsors and administers the post-retirement health benefit program plan for school districts.

As a result of implementing GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, the post-retirement health benefit program plan is reported in a Custodial Fund in the New Jersey Annual Comprehensive Financial Report for the fiscal year ended June 30, 2022. In addition, the plan is administered on a pay-as-you-go basis. Therefore, the plan has no assets accumulated in a qualified trust. In accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pension* (GASB No. 75), the plan is classified as a multiple-employer defined benefit OPEB plan with a special funding situation that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75.

**Plan Description and Benefits Provided**

The State of New Jersey sponsors and administers the following post-retirement health benefit program plan covering certain local school district employees, including those Board employees and retirees eligible for coverage.

**GLEN RIDGE PUBLIC SCHOOLS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

**State Health Benefit Program Fund – Local Education Retired Employees Plan** (including Prescription Drug Program Fund) – N.J.S.A. 52:14-17.32f provides medical coverage, prescription drug benefits and Medicare Part B reimbursement to qualified retired education employees and their covered dependents. The State of New Jersey provides employer-paid coverage to members of the TPAF who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of Chapter 126, P.L. 1992, the State also provides employer-paid coverage to members of the PERS, the Police and Firemen Retirement System (PFRS) or Alternate Benefits Program (ABP) who retire from a board of education or county college with 25 years of service or on a disability retirement. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents.

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

The 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 above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**Plan Membership**

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2021:

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

**Measurement Focus and Basis of Accounting**

The financial statements of the post-employment health benefit plans are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the post-employment health benefit plan. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

**Collective Net OPEB Liability**

The collective net OPEB liability of the State, as the non-employer contributing entity, of the plan at June 30, 2022 is \$50.6 billion, and the plan fiduciary net position as a percentage of the total OPEB liability is zero percent.

The total OPEB liabilities at June 30, 2022 were determined based on actuarial valuations as of June 30, 2021 which were rolled forward to June 30, 2022.

**Actuarial Methods and Assumptions**

In the June 30, 2021 OPEB actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The Plan selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 75. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**Post-Retirement Medical Benefits Contributions**

The funding policy of the OPEB plan is pay as you go basis; therefore, there is no prefunding of the liability. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are made by the State, as a non-employer contributing entity, under a special funding situation in accordance with State statutes as previously disclosed. The State as a non-employer contributing entity made contributions of \$1.33 billion to the OPEB plan in fiscal year 2022.

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution an amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2023, 2022 and 2021 were \$1,484,057, \$1,332,104 and \$1,287,467, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

**OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

GASB Statement No. 75 requires participating employers in the State Health Benefit Program Fund – Local Education Retired Employees Plan to recognize their proportionate share of the collective OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources and collective OPEB expense. The nonemployer allocation percentages presented are based on the ratio of the State's contributions made as a nonemployer toward the actuarially determined contribution amount to total contributions to the plan during the measurement period July 1, 2021 through June 30, 2022. Nonemployer allocation percentages have been rounded for presentation purposes.

**GLEN RIDGE PUBLIC SCHOOLS  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

**OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

In accordance with GASB No. 75, the District is not required to recognize an OPEB liability for the post-employment health benefit plan. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to the plan on behalf of the District. Accordingly, the District’s proportionate share percentage determined under Statement No. 75 is zero percent and the State’s proportionate share is 100% of the OPEB liability attributable to the District. Therefore, in addition, the District does not recognize any portion of the collective deferred outflows of resources and deferred inflows of resources related to the plan.

For the fiscal year ended June 30, 2023, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$2,436,840. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2023 the State’s proportionate share of the OPEB liability attributable to the District is \$56,190,506. The nonemployer allocation percentages are based on the ratio of the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2022 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2022. At June 30, 2022, the state’s share of the OPEB liability attributable to the District was .11095 percent, which was an increase of .00071 from its proportionate share measured as of June 30, 2021 of .11024 percent.

**Actuarial Assumptions**

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

	<u>PERS</u>	<u>TPAF</u>
Salary Increases	2.75% to 6.55%	2.75% to 4.25%
	Based on Years of Service	Based on Years of Service

Preretirement mortality rates were based on the Pub-2010 Health “Teachers” (TPAF) and “General” (PERS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disabled retirees. Future disabled retirees was based on the Pub-2010 “General” (PERS) and “Teachers” (TPAF) 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 and PERS actuarial experience studies for the period July 1, 2018 to June 30, 2021.

100% of active members are considered to participate in the plan upon retirement.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

**OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

**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 4.5% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

**Discount Rate**

The discount rate for June 30, 2022 was 3.54%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

**Changes in the Total OPEB Liability**

The change in the State's proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2023 (measurement date June 30, 2022) is as follows:

	Total OPEB Liability (State Share 100%)
Balance, June 30, 2021 Measurement Date	\$ <u>66,155,153</u>
Changes Recognized for the Fiscal Year:	
Service Cost	3,140,632
Interest on the Total OPEB Liability	1,489,110
Differences Between Expected and Actual Experience	1,906,907
Changes of Assumptions	(15,073,607)
Gross Benefit Payments	(1,475,008)
Contributions from the Member	<u>47,319</u>
Net Changes	\$ <u>(9,964,647)</u>
Balance, June 30, 2022 Measurement Date	\$ <u><u>56,190,506</u></u>

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

The change in the total OPEB liability was based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2022.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022.**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

**OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

**Sensitivity of OPEB Liability**

*Sensitivity of the total OPEB liability to changes in the discount rate.* The following presents the State’s proportionate share of the OPEB liability attributable to the District calculated using the discount rate of 3.54%, as well as what the State’s proportionate share of the OPEB liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (2.54% percent) or 1-percentage-point higher (4.54% percent) than the current rate:

	<b>1% Decrease <u>(2.54%)</u></b>	<b>Current Discount Rate <u>(3.54%)</u></b>	<b>1% Increase <u>(4.54%)</u></b>
State's Proportionate Share of the OPEB Liability Attributable to the District	<u>\$ 66,046,029</u>	<u>\$ 56,190,506</u>	<u>\$ 48,291,797</u>

*Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.* The following presents the State’s proportionate share of the OPEB liability attributable to the District calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<b>1% <u>Decrease</u></b>	<b>Healthcare Cost Trend <u>Rates</u></b>	<b>1% <u>Increase</u></b>
State's Proportionate Share of the OPEB Liability Attributable to the District	<u>\$ 46,444,888</u>	<u>\$ 56,190,506</u>	<u>\$ 68,991,967</u>

The sensitivity analyses were based on the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2022. Sensitivity analyses specific to the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2022 were not provided by the pension system.

**F. Tax Abatements**

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential school tax revenue must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district’s local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

For Glen Ridge Public Schools, the District’s share of abated taxes resulting from the municipality having entered into a tax abatement agreement is indeterminate.

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 RECENT HEALTHCARE DEVELOPMENTS**

In early March of 2020, the World Health Organization declared a pandemic following the global outbreak of COVID-19, a respiratory disease caused by a newly discovered strain of coronavirus. On March 13, 2020, the President of the United States declared a national public health emergency to unlock federal funds and assistance to help states and local governments fight the pandemic. The Governor of the State declared a state of emergency and a public health emergency on March 9, 2020. In response to the COVID-19 pandemic, federal and State legislation and executive orders were implemented to mitigate the spread of the disease and provide relief to State and local governments. The pandemic and certain mitigation measures altered the behavior of businesses and people with negative impacts on regional, State and local economies. The national public health emergency and the State public health emergency have since ended, while the state of emergency declared by the State and several executive orders signed by the Governor remain to manage COVID-19 on an endemic level. Depending on future circumstances, ongoing actions could be taken by State, federal and local governments and private entities to mitigate the spread and impacts of COVID-19, its variants or other critical health care challenges.

To date, the overall finances and operations of the Board have not been materially adversely affected by the COVID-19 pandemic. Nonetheless, the degree of any future impact to the Board's operations and finances is difficult to predict due to the dynamic nature of the COVID-19 pandemic and any additional actions that may be taken by governmental and other health care authorities to manage the COVID-19 pandemic.

The American Rescue Plan Act of 2021, H.R. 1319 (the "Plan"), signed into law by the President of the United States on March 11, 2021, provided \$1.9 trillion in relief designed to provide funding to address the COVID-19 pandemic and alleviate the economic and health effects of the COVID-19 pandemic. The Plan, in part, provides funding for State and local governments to offset costs to safely reopen schools during the COVID-19 pandemic and to subsidize COVID-19 testing and vaccination programs. In addition, the Plan includes \$350 billion in relief funds to public entities, such as the Board.

The Board has been awarded a total of \$2,380,984 in federal aid to address the effects of the COVID-19 pandemic.

**NOTE 6 RESTATEMENT**

**Business-Type Activities and Enterprise Funds**

The financial statements of the Business-Type Activities and Enterprise Funds as of June 30, 2022 have been restated to reflect certain activities related to capital assets. The effect of this restatement is to increase total Business-Type Activities and Enterprise Funds net position by \$110,237 from \$62,442 as previously reported to \$172,679 as of June 30, 2022. More specifically the effective of this restatement is to increase Enterprise Fund net position by \$110,237 from \$62,442 as previously reported to \$172,679 as of June 30, 2022.

**BUDGETARY COMPARISON SCHEDULES**



**GLEN RIDGE PUBLIC SCHOOLS  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>REVENUES</b>					
Local Sources					
Local Tax Levy	\$ 32,619,457		\$ 32,619,457	\$ 32,619,457	
Tuition from Individuals	845,380		845,380	887,918	\$ 42,538
Rents and Royalties	80,000		80,000	87,900	7,900
Interest Earned on Capital Reserve Funds	3,000		3,000	3,000	-
Unrestricted Miscellaneous	142,500	-	142,500	457,369	314,869
<b>Total Revenues - Local Sources</b>	<b>33,690,337</b>	<b>-</b>	<b>33,690,337</b>	<b>34,055,644</b>	<b>365,307</b>
State Sources					
Transportation Aid	123,908		123,908	123,908	
Special Education Aid	1,665,741		1,665,741	1,665,741	
Security Aid	147,881		147,881	147,881	
Extraordinary Aid				458,594	458,594
On Behalf TPAF Pension System Contributions- (Non-Budgeted)- Normal				5,571,993	5,571,993
(Non-Budgeted)- NCGI Premium				77,305	77,305
(Non-Budgeted)-Post Retirement Medical Contribution				1,484,057	1,484,057
(Non-Budgeted)-Long Term Disability				2,076	2,076
Reimbursed TPAF Social Security Contributions- (Non-Budgeted)	-	-	-	1,266,632	1,266,632
<b>Total State Sources</b>	<b>1,937,530</b>	<b>-</b>	<b>1,937,530</b>	<b>10,798,187</b>	<b>8,860,657</b>
<b>Total Revenues</b>	<b>35,627,867</b>	<b>-</b>	<b>35,627,867</b>	<b>44,853,831</b>	<b>9,225,964</b>
<b>CURRENT EXPENDITURES</b>					
Instruction - Regular Programs					
Salaries of Teachers:					
Preschool	354,734	\$ 30,400	385,134	367,789	17,345
Kindergarten	718,031	(28,399)	689,632	628,951	60,681
Grades 1 - 5	3,278,900	53,673	3,332,573	3,258,218	74,355
Grades 6 - 8	2,894,862	(62,832)	2,832,030	2,736,002	96,028
Grades 9 - 12	4,399,830	(20,000)	4,379,830	4,264,161	115,669
Regular Programs - Home Instruction					
Salaries of Teachers	500	5,000	5,500	3,878	1,622
Purchased Professional-Educational Services	24,150	14,300	38,450	38,396	54
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	730,071	(50,877)	679,194	658,522	20,672
Purchased Technical Services	138,675	2,850	141,525	139,214	2,311
Other Purchased Services	10,000	90,394	100,394	85,139	15,255
General Supplies	544,122	103,042	647,164	477,799	169,365
Textbooks	166,735	192	166,927	82,448	84,479
Other Objects	7,229	-	7,229	2,042	5,187
<b>Total Instruction Regular Programs</b>	<b>13,267,839</b>	<b>137,743</b>	<b>13,405,582</b>	<b>12,742,559</b>	<b>663,023</b>
Special Education					
Learning/Language Disabilities					
Salaries of Teachers	248,407	7,500	255,907	248,303	7,604
Other Salaries for Instruction	50,744	(15,300)	35,444	34,235	1,209
General Supplies	4,000	-	4,000	2,554	1,446
<b>Total Learning/Language Disabilities</b>	<b>303,151</b>	<b>(7,800)</b>	<b>295,351</b>	<b>285,092</b>	<b>10,259</b>
Resource Room/Resource Center					
Salaries of Teachers	1,822,655	24,156	1,846,811	1,843,600	3,211
General Supplies	20,190	-	20,190	15,488	4,702
Textbooks	12,150	(861)	11,289	5,715	5,574
<b>Total Resource Room/Resource Center</b>	<b>1,854,995</b>	<b>23,295</b>	<b>1,878,290</b>	<b>1,864,803</b>	<b>13,487</b>

**GLEN RIDGE PUBLIC SCHOOLS  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>CURRENT EXPENDITURES (Continued)</b>					
Autism					
Salaries of Teachers	\$ 140,820	\$ 33,000	\$ 173,820	\$ 172,853	\$ 967
Other Salaries for Instruction	93,016	(49,128)	43,888	43,659	229
General Supplies	9,000	50	9,050	8,746	304
Total Autism	<u>242,836</u>	<u>(16,078)</u>	<u>226,758</u>	<u>225,258</u>	<u>1,500</u>
Preschool Disabilities - Full Time					
Salaries of Teachers	60,935	1,392	62,327	62,124	203
Other Salaries for Instruction	47,032	(20,200)	26,832	19,555	7,277
Purchased Professional/Educational Services	-	20,675	20,675	20,622	53
Total Preschool Disabilities - Full Time	<u>107,967</u>	<u>1,867</u>	<u>109,834</u>	<u>102,301</u>	<u>7,533</u>
Total Special Education	<u>2,508,949</u>	<u>1,284</u>	<u>2,510,233</u>	<u>2,477,454</u>	<u>32,779</u>
Basic Skills/Remedial					
Salaries of Teachers	322,375	983	323,358	321,000	2,358
General Supplies	3,800	1,080	4,880	4,880	-
Total Basic Skills/Remedial	<u>326,175</u>	<u>2,063</u>	<u>328,238</u>	<u>325,880</u>	<u>2,358</u>
Bilingual Education					
General Supplies	1,500	(990)	510	498	12
Total Bilingual Education	<u>1,500</u>	<u>(990)</u>	<u>510</u>	<u>498</u>	<u>12</u>
School Sponsored Co/Extra Curricular Activities					
Salaries	270,815	360	271,175	187,995	83,180
Purchased Services	3,000	(360)	2,640	1,763	877
Supplies and Materials	52,698	(9,000)	43,698	30,108	13,590
Total School-Sponsored Co/Extra Curricular Activities	<u>326,513</u>	<u>(9,000)</u>	<u>317,513</u>	<u>219,866</u>	<u>97,647</u>
School Sponsored Athletics					
Salaries	478,138	15,000	493,138	492,479	659
Purchased Services	87,694	-	87,694	71,511	16,183
Supplies and Materials	39,245	5,171	44,416	43,764	652
Transfers to Cover Deficit	67,000	-	67,000	30,000	37,000
Other Objects	6,525	-	6,525	6,460	65
Total School Sponsored Athletics	<u>678,602</u>	<u>20,171</u>	<u>698,773</u>	<u>644,214</u>	<u>54,559</u>
Total Instruction	<u>17,109,578</u>	<u>151,271</u>	<u>17,260,849</u>	<u>16,410,471</u>	<u>850,378</u>
Undistributed Expenditures					
Instruction					
Tuition to Other LEAs Within the State-Special	200,264	(7,000)	193,264	182,127	11,137
Tuition to County Vocational School District - Regular	6,148	8,867	15,015	15,015	-
Tuition to County Vocational School District - Special	58,206	-	58,206	24,723	33,483
Tuition to CSSD & Reg. Day Schools	-	165	165	165	-
Tuition to APSSD Within State	1,906,517	(177,632)	1,728,885	1,644,389	84,496
Total Instruction	<u>2,171,135</u>	<u>(175,600)</u>	<u>1,995,535</u>	<u>1,866,419</u>	<u>129,116</u>

GLEN RIDGE PUBLIC SCHOOLS  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>CURRENT EXPENDITURES (Continued)</b>					
Health Services					
Salaries	\$ 335,905	\$ 12,444	\$ 348,349	\$ 347,251	\$ 1,098
Purchased Professional and Technical Services	53,475	(4,287)	49,188	33,887	15,301
Supplies and Materials	36,700	(4,502)	32,198	17,795	14,403
<b>Total Health Services</b>	<b>426,080</b>	<b>3,655</b>	<b>429,735</b>	<b>398,933</b>	<b>30,802</b>
Speech, OT/PT and Related Services					
Salaries	521,858	(8,875)	512,983	506,886	6,097
Purchased Professional/Educational Services	164,548	(7,300)	157,248	104,359	52,889
Supplies and Materials	4,150	-	4,150	973	3,177
<b>Total Speech OT/PT and Related Services</b>	<b>690,556</b>	<b>(16,175)</b>	<b>674,381</b>	<b>612,218</b>	<b>62,163</b>
Other Supp. Svcs.-Extraord. Serv.					
Salaries	394,882	500	395,382	344,524	50,858
Purchased Professional-Educational Services	143,780	160,900	304,680	264,879	39,801
Supplies and Materials	6,240	(550)	5,690	1,908	3,782
<b>Total Other Support/Extraordinary Services</b>	<b>544,902</b>	<b>160,850</b>	<b>705,752</b>	<b>611,311</b>	<b>94,441</b>
Guidance					
Salaries of Other Professional Staff	599,948	(7,632)	592,316	576,353	15,963
Salaries of Secretarial and Clerical Assistants	101,334	700	102,034	101,664	370
Other Purchased Professional/Technical Services	31,397	400	31,797	31,791	6
Supplies and Materials	14,294	(200)	14,094	8,019	6,075
<b>Total Guidance</b>	<b>746,973</b>	<b>(6,732)</b>	<b>740,241</b>	<b>717,827</b>	<b>22,414</b>
Child Study Team					
Salaries of Other Professional Staff	756,854	(10,139)	746,715	745,186	1,529
Salaries of Secretarial and Clerical Assistants	73,196	1,510	74,706	73,158	1,548
Purchased Professional-Educational Services	-	22,249	22,249	20,510	1,739
Other Purchased Professional and Technical Services	33,271	-	33,271	30,510	2,761
Other Purchased Services	4,200	-	4,200	1,203	2,997
Supplies and Materials	17,538	-	17,538	15,222	2,316
<b>Total Child Study Team</b>	<b>885,059</b>	<b>13,620</b>	<b>898,679</b>	<b>885,789</b>	<b>12,890</b>
Improvement of Instruction Services					
Salaries of Other Professional Staff	35,000	-	35,000	22,825	12,175
Supplies and Materials	1,200	-	1,200	-	1,200
<b>Total Improvement of Instruction Services</b>	<b>36,200</b>	<b>-</b>	<b>36,200</b>	<b>22,825</b>	<b>13,375</b>
Educational Media Services/ School Library					
Salaries	235,256	-	235,256	218,863	16,393
Salaries of Technology Coordinators	313,485	-	313,485	307,623	5,862
Supplies and Materials	54,112	(400)	53,712	35,962	17,750
<b>Total Educational Media Services/ School Library</b>	<b>602,853</b>	<b>(400)</b>	<b>602,453</b>	<b>562,448</b>	<b>40,005</b>

**GLEN RIDGE PUBLIC SCHOOLS  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>CURRENT EXPENDITURES (Continued)</b>					
Instructional Staff Training Services					
Purchased Professional Educational Services	\$ -	\$ 1,500	\$ 1,500	\$ 578	\$ 922
Other Purchased Services	23,195	500	23,695	7,326	16,369
Supplies and Materials	500	-	500	-	500
Total Instructional Staff Training Services	<u>23,695</u>	<u>2,000</u>	<u>25,695</u>	<u>7,904</u>	<u>17,791</u>
Support Services General Administration					
Salaries	310,620	-	310,620	310,015	605
Legal Services	157,819	(35,000)	122,819	93,236	29,583
Audit Fees	52,875	-	52,875	52,875	-
Architectural/Engineering Services	10,000	(6,000)	4,000	3,573	427
Other Purchased Professional Services	12,100	-	12,100	10,534	1,566
Purchased Technical Services	21,368	-	21,368	21,368	-
Communications/Telephone	279,889	17,000	296,889	205,925	90,964
BOE Other Purchased Services	2,000	-	2,000	1,447	553
Miscellaneous Purchased Services	70,369	(2,000)	68,369	58,634	9,735
General Supplies	20,250	(2,000)	18,250	15,450	2,800
Judgements Against the School District	60,000	37,000	97,000	-	97,000
Miscellaneous Expenditures	9,574	-	9,574	8,315	1,259
BOE Membership Dues and Fees	16,000	-	16,000	12,500	3,500
Total Support Services General Administration	<u>1,022,864</u>	<u>9,000</u>	<u>1,031,864</u>	<u>793,872</u>	<u>237,992</u>
Undistributed Expenditures					
Support Services School Administration					
Salaries of Principals/Asst. Principals/Prog. Dir.	1,833,338	4,263	1,837,601	1,736,569	101,032
Salaries of Secretarial and Clerical Assistants	322,573	-	322,573	320,214	2,359
Other Purchased Services	61,600	(7,007)	54,593	31,658	22,935
Supplies and Materials	27,651	550	28,201	26,399	1,802
Other Objects	14,631	194	14,825	8,490	6,335
Total Support Services School Administration	<u>2,259,793</u>	<u>(2,000)</u>	<u>2,257,793</u>	<u>2,123,330</u>	<u>134,463</u>
Central Services					
Salaries	457,566	900	458,466	458,420	46
Purchased Technical Services	36,102	(4,500)	31,602	28,651	2,951
Miscellaneous Purchased Services	15,539	(4,500)	11,039	2,987	8,052
Supplies and Materials	15,000	2,410	17,410	9,659	7,751
Miscellaneous Expenditures	1,590	-	1,590	1,290	300
Total Undistributed Expenditures - Central Services	<u>525,797</u>	<u>(5,690)</u>	<u>520,107</u>	<u>501,007</u>	<u>19,100</u>
Admin. Info. Tech.					
Salaries	101,673	-	101,673	95,587	6,086
Supplies and Materials	2,300	12	2,312	1,206	1,106
Other Objects	1,740	-	1,740	845	895
Total Undistributed Expenditures - Admin. Info. Technology	<u>105,713</u>	<u>12</u>	<u>105,725</u>	<u>97,638</u>	<u>8,087</u>
Required Maintenance for School Facilities					
Salaries	247,009	4,788	251,797	216,225	35,572
Cleaning, Repair and Maintenance Services	336,063	102,186	438,249	424,281	13,968
Lead Testing of Drinking Water		7,422	7,422	-	7,422
General Supplies	73,542	39,507	113,049	98,531	14,518
Total Required Maint for School Facilities	<u>656,614</u>	<u>153,903</u>	<u>810,517</u>	<u>739,037</u>	<u>71,480</u>

**GLEN RIDGE PUBLIC SCHOOLS  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>CURRENT EXPENDITURES (Continued)</b>					
Custodial Services					
Salaries	\$ 1,072,011	\$ (30,946)	\$ 1,041,065	\$ 977,118	\$ 63,947
Unused Vacation Payment to Terminated/Retired Staff	39,011	-	39,011	5,606	33,405
Purchased Professional and Technical Services	27,855	12,110	39,965	32,466	7,499
Cleaning, Repair and Maintenance Services	10,000	(1,161)	8,839	3,917	4,922
Rental of Land & Bldg Other Than Lease Purch Agrmt	75,000	-	75,000	75,000	-
Other Purchased Property Services	33,400	(1,600)	31,800	23,472	8,328
Insurance	184,043	4,361	188,404	188,402	2
Miscellaneous Purchased Services	5,400	-	5,400	395	5,005
General Supplies	132,150	(6,328)	125,822	106,410	19,412
Energy (Natural Gas)	180,250	43,000	223,250	210,099	13,151
Energy (Electricity)	360,000	(43,000)	317,000	302,558	14,442
Energy (Gasoline)	11,500	-	11,500	10,769	731
Other Objects	1,700	-	1,700	125	1,575
	<u>2,132,320</u>	<u>(23,564)</u>	<u>2,108,756</u>	<u>1,936,337</u>	<u>172,419</u>
Undistributed Expenditures					
Care and Upkeep of Grounds					
Salaries	10,000	-	10,000	-	10,000
Purchased Professional and Technical Services	5,000	-	5,000	2,300	2,700
Cleaning, Repair and Maintenance Services	35,500	(13,300)	22,200	6,650	15,550
General Supplies	18,900	-	18,900	4,415	14,485
Total Care and Upkeep of Grounds	<u>69,400</u>	<u>(13,300)</u>	<u>56,100</u>	<u>13,365</u>	<u>42,735</u>
Security					
Purchased Professional and Technical Services	17,695	28,265	45,960	45,960	-
General Supplies	4,000	78,640	82,640	22,454	60,186
Total Security	<u>21,695</u>	<u>106,905</u>	<u>128,600</u>	<u>68,414</u>	<u>60,186</u>
Student Transportation Services					
Salaries of Non-Instructional Aides	22,019	-	22,019	21,261	758
Salaries for Pupil Trans (Bet Home & Sch)-Regular		13,655	13,655	13,299	356
Salaries for Pupil Trans (Bet Home & Sch)-Sp. Ed.	61,486	2,625	64,111	53,811	10,300
Management Fee - ESC & CTSA Trans. Program	600	160	760	760	
Cleaning, Repair and Maintenance Services	16,580	1,461	18,041	17,769	272
Contr Services - Aid in Lieu Payments Non Public	30,000	(7,697)	22,303		22,303
Contr Serv(Oth. Than Bet Home & Sch)-Vend	189,260	24,301	213,561	209,810	3,751
Contr Serv(Sp. Ed. Stdts)-Vendors	10,000	34,839	44,839	36,225	8,614
Contr Serv(Sp. Ed. Stdts)-ESCs & CTSA	827,431	(74,064)	753,367	673,819	79,548
Total Student Transportation Services	<u>1,157,376</u>	<u>(4,720)</u>	<u>1,152,656</u>	<u>1,026,754</u>	<u>125,902</u>
Unallocated Employee Benefits					
Social Security Contributions	419,746	-	419,746	418,256	1,490
Other Retirement Contributions - PERS	374,878	-	374,878	345,413	29,465
Other Retirement Contributions - Regular	65,193	-	65,193	51,962	13,231
Unemployment Compensation (Non-Budgeted)				69,484	(69,484)
Workmen's Compensation	200,687	(4,361)	196,326	186,114	10,212
Health Benefits	4,210,493	(183,012)	4,027,481	3,606,492	420,989
Tuition Reimbursements	42,000	-	42,000	38,508	3,492
Other Employee Benefits	94,600	-	94,600	79,005	15,595
Unused Sick Payment to Terminated/Retired Staff	20,000	-	20,000	19,332	668
Total Unallocated Employee Benefits	<u>5,427,597</u>	<u>(187,373)</u>	<u>5,240,224</u>	<u>4,814,566</u>	<u>425,658</u>
On Behalf TPAF Pension System Contributions-					
(Non-Budgeted)- Normal				5,571,993	(5,571,993)
(Non-Budgeted)- NCGI Premium				77,305	(77,305)
(Non-Budgeted) Post Retirement and Medical Contribution				1,484,057	(1,484,057)
(Non-Budgeted) Long Term Disability				2,076	(2,076)
Reimbursed TPAF Social Security Contributions (Non-Budgeted)	-	-	-	1,266,632	(1,266,632)
Total TPAF Pension and Social Security Contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,402,063</u>	<u>(8,402,063)</u>
Total Undistributed Expenditures	<u>19,506,622</u>	<u>14,391</u>	<u>19,521,013</u>	<u>26,202,057</u>	<u>(6,681,044)</u>
Total Current Expenditures	<u>36,616,200</u>	<u>165,662</u>	<u>36,781,862</u>	<u>42,612,528</u>	<u>(5,830,666)</u>

(Continued)

**GLEN RIDGE PUBLIC SCHOOLS  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>CAPITAL OUTLAY</b>					
Equipment					
Instruction					
Grade 1-5	\$ 48,000	\$ (2,622)	\$ 45,378	\$ 33,607	11,771
Grade 9-12	24,000	58,308	82,308	80,305	2,003
Undistributed					
General Administration		4,774	4,774	4,774	-
School Administration		8,970	8,970	8,970	-
Care and Upkeep of Grounds		49,896	49,896	49,896	-
Transportation	-	43,381	43,381	43,381	-
Total Equipment	72,000	162,707	234,707	220,933	13,774
Facilities Acquisition and Construction Services					
Legal Services		2,500	2,500	2,091	409
Architectural/Engineering Services	147,000	(140,411)	6,589	5,717	872
Construction Services	1,894,759	(1,451,859)	442,900	342,813	100,087
Assessment for Debt Service on SDA funding	24,241	-	24,241	24,241	-
Total Facilities Acquisition and Construction Services	2,066,000	(1,589,770)	476,230	374,862	101,368
Interest Deposit to Capital Reserve	3,000	-	3,000	-	3,000
Total Expenditures - Capital Outlay	2,141,000	(1,427,063)	713,937	595,795	118,142
Total Expenditures - General Fund	38,757,200	(1,261,401)	37,495,799	43,208,323	(5,712,524)
Excess (Deficiency) of Revenues					
Over/(Under) Expenditures	(3,129,333)	1,261,401	(1,867,932)	1,645,508	3,513,440
Other Financing Sources/Uses					
Transfer to Capital Projects Fund- Capital Outlay		(650,000)	(650,000)	(650,000)	-
Transfer to Capital Projects Fund- Capital Reserve	-	(1,700,000)	(1,700,000)	(1,700,000)	-
Total Other Financing Sources/Uses	-	(2,350,000)	(2,350,000)	(2,350,000)	-
Net Change in Fund Balance	(3,129,333)	(1,088,599)	(4,217,932)	(704,492)	3,513,440
Fund Balance, Beginning of Year	8,141,054	-	8,141,054	8,141,054	-
Fund Balance, End of Year	\$ 5,011,721	\$ (1,088,599)	\$ 3,923,122	\$ 7,436,562	\$ 3,513,440
<b>Recapitulation of Fund Balance</b>					
<b>Restricted:</b>					
Excess Surplus				\$ 2,038,806	
Excess Surplus- Designated for Subsequent Year's Expenditures				1,394,588	
Capital Reserve				1,003,381	
Capital Reserve- Designated for Subsequent Year's Expenditures				546,000	
Unemployment Reserve				147,709	
<b>Assigned:</b>					
Year-End Encumbrances				119,786	
Designated for Subsequent Year's Expenditures				984,573	
<b>Unassigned:</b>				1,201,719	
Fund Balance (Budgetary Basis)				7,436,562	
<b>Reconciliation to Governmental Fund Statements (GAAP)</b>					
State Aid Payments Not Recognized on a GAAP Basis				649,923	
Fund Balance per Governmental Funds (GAAP Basis)				\$ 6,786,639	

**GLEN RIDGE PUBLIC SCHOOLS  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
BUDGET (NON-GAAP) AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<b>REVENUES</b>					
Intergovernmental					
State Sources		\$ 43,554	\$ 43,554	\$ 43,554	
Federal Sources	\$ 1,471,418	882,047	2,353,465	1,867,230	\$ (486,235)
Local Sources					
Miscellaneous (Non-Budget)	-	315,785	315,785	849,688	533,903
Total Revenues	<u>1,471,418</u>	<u>1,241,386</u>	<u>2,712,804</u>	<u>2,760,472</u>	<u>47,668</u>
<b>EXPENDITURES</b>					
Instruction					
Salaries	208,265	264,810	473,075	406,585	66,490
Purchased Professional/Technical Services		900	900	900	-
Miscellaneous Purchased Services		33,079	33,079	31,497	1,582
Tuition	309,071	192,349	501,420	501,420	-
General Supplies	21,915	269,856	291,771	194,455	97,316
Student Activities/Athletics (Non-Budget)	-	-	-	630,920	(630,920)
Total Instruction	<u>539,251</u>	<u>760,994</u>	<u>1,300,245</u>	<u>1,765,777</u>	<u>(465,532)</u>
Support Services					
Salaries	239,904	-	239,904	170,276	69,628
Personnel Services - Employee Benefits	284,292	132,263	416,555	204,767	211,788
Purchased Professional & Technical Services	382,196	198,707	580,903	504,014	76,889
Purchased Professional - Educational Services	9,000	(9,000)			-
Transportation		55,000	55,000	55,000	-
Miscellaneous Purchased Services	12,500	42,855	55,355	55,355	-
General Supplies	2,862	61,980	64,842	19,000	45,842
Total Support Services	<u>930,754</u>	<u>481,805</u>	<u>1,412,559</u>	<u>1,008,412</u>	<u>404,147</u>
Facilities Acquisition and Construction					
Instructional Equipment	1,413	(1,413)	-	-	-
Total Facilities Acquisition and Construction	<u>1,413</u>	<u>(1,413)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>1,471,418</u>	<u>1,241,386</u>	<u>2,712,804</u>	<u>2,774,189</u>	<u>(61,385)</u>
Net Change in Fund Balance	-	-	-	(13,717)	(13,717)
Fund Balances, Beginning of Year	<u>171,840</u>	<u>-</u>	<u>171,840</u>	<u>171,840</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ 171,840</u>	<u>\$ -</u>	<u>\$ 171,840</u>	<u>\$ 158,123</u>	<u>\$ (13,717)</u>
Restricted Fund Balances:					
Student Activities and Athletics				<u>\$ 158,123</u>	
				<u>\$ 158,123</u>	

**GLEN RIDGE PUBLIC SCHOOLS  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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 certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration of the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

The following presents a reconciliation of the General and Special Revenue Funds from the budgetary basis of accounting as presented in the Budgetary Comparison Schedule - General Fund and Special Revenue Fund to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds.

	<b>General Fund</b>		<b>Special Revenue Fund</b>
<b>Sources/inflows of resources</b>			
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedules	C-1 \$ 44,853,831	C-2	\$ 2,760,472
Difference - Budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized			
Encumbrances, June 30, 2022			139,890
Encumbrances, June 30, 2023			
State Aid and Extraordinary payment recognized for GAAP purposes, not recognized for Budgetary statements (2021/2022 State Aids).	156,052		
State Aid and Extraordinary payment not recognized for GAAP purposes, recognized for Budgetary statements (2022/2023 State Aids).	<u>(649,923)</u>		<u>-</u>
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	B-2 \$ <u>44,359,960</u>	B-2	\$ <u>2,900,362</u>
<b>Uses/outflows of resources</b>			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	C-1 \$ <u>43,208,323</u>	C-2	\$ <u>2,774,189</u>
Difference - Budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized			
Encumbrances, June 30, 2022			139,890
Encumbrances, June 30, 2023	<u>-</u>		<u>-</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	B-2 \$ <u>43,208,323</u>	B-2	\$ <u>2,914,079</u>



**SCHOOL LEVEL SCHEDULES**

**(General Fund)**

**NOT APPLICABLE**

**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

**PENSION INFORMATION**

**AND**

**OTHER POST-EMPLOYMENT BENEFITS INFORMATION**

**GLEN RIDGE PUBLIC SCHOOLS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

**Public Employees Retirement System**

**Last Nine Fiscal Years\***

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's Proportion of the Net Position Liability (Asset)	0.02790 %	0.03100 %	0.03129 %	0.03269 %	0.03166 %	0.03267 %	0.03382 %	0.03500 %	0.03474 %
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 4,210,298	\$ 3,672,738	\$ 5,102,166	\$ 5,890,698	\$ 6,233,702	\$ 7,605,816	\$ 10,015,045	\$ 7,857,448	\$ 6,503,743
District's Covered Employee Payroll	\$ 2,254,527	\$ 2,171,218	\$ 2,194,445	\$ 2,229,536	\$ 2,244,228	\$ 2,152,424	\$ 2,211,007	\$ 2,288,641	\$ 2,279,187
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	186.75%	169.16%	232.50%	264.21%	277.77%	353.36%	452.96%	343.32%	285.35%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%

\* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**GLEN RIDGE PUBLIC SCHOOLS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF DISTRICT CONTRIBUTIONS**

**Public Employees Retirement System**

**Last Nine Fiscal Years**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually Required Contribution	\$ 351,816	\$ 363,078	\$ 341,418	\$ 300,464	\$ 297,089	\$ 309,864	\$ 306,778	\$ 300,931	\$ 286,368
Contributions in Relation to the Contractually Required Contribution	<u>351,816</u>	<u>363,078</u>	<u>341,418</u>	<u>300,464</u>	<u>297,089</u>	<u>309,864</u>	<u>306,778</u>	<u>300,931</u>	<u>286,368</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 2,245,770	\$ 2,254,527	\$ 2,171,218	\$ 2,194,445	\$ 2,229,536	\$ 2,244,228	\$ 2,152,424	\$ 2,211,007	\$ 2,288,641
Contributions as a Percentage of Covered Payroll	15.67%	16.10%	15.72%	13.69%	13.33%	13.81%	14.25%	13.61%	12.51%

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is completed, the District will only present information for those years for which information is available.

**GLEN RIDGE PUBLIC SCHOOLS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

**Teachers Pension and Annuity Fund**

Last Nine Fiscal Years\*

	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's Proportion of the Net Pension Liability (Asset)	0%	0%	0%	0%	0%	0%	0%	0%	0%
District's Proportionate Share of the Net Pension Liability (Asset)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
State's proportionate share of the net pension liability attributable to the District	\$ 70,463,446	\$ 66,675,679	\$ 91,594,121	\$ 83,931,930	\$ 86,554,209	\$ 89,915,433	\$ 104,008,738	\$ 84,117,248	\$ 71,785,249
District's Covered Employee Payroll	\$ 17,388,445	\$ 15,655,047	\$ 15,110,332	\$ 15,242,476	\$ 14,746,103	\$ 13,989,917	\$ 13,887,854	\$ 13,573,769	\$ 13,351,970
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Employee Payroll	24.68% %	425.91 %	606.17 %	550.64 %	586.96 %	642.72 %	748.92 %	619.70 %	537.64 %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	32.29%	35.52%	24.60%	26.95%	26.49%	36.44%	22.33%	28.71%	33.64%

\* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**GLEN RIDGE PUBLIC SCHOOLS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY  
AND SCHEDULE OF DISTRICT CONTRIBUTIONS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Change of Benefit Terms:**                      None.

**Change of Assumptions:**                      Assumptions use in calculating the net pension liability and statutorily required employer contribution presented in Note 4D.

**GLEN RIDGE PUBLIC SCHOOLS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF  
TOTAL OPEB LIABILITY**

**POSTEMPLOYMENT HEALTH BENEFIT PLAN**

Last Six Fiscal Years\*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Total OPEB Liability</b>						
Service Cost	\$ 3,140,632	\$ 3,632,354	\$ 2,046,422	\$ 1,960,006	\$ 2,195,728	\$ 2,653,584
Interest on OPEB Liability	1,489,110	1,716,134	1,640,389	1,951,501	2,014,130	1,735,371
Changes of Benefit Terms		(70,414)				
Differences Between Expected and Actual Experience	1,906,907	(10,926,582)	11,816,520	(6,939,127)	(2,859,623)	
Changes of Assumptions	(15,073,607)	65,267	13,343,059	677,411	(5,638,674)	(7,317,655)
Gross Benefit Payments	(1,475,008)	(1,351,833)	(1,271,677)	(1,394,661)	(1,313,896)	(1,266,819)
Contribution from the Member	47,319	43,873	38,544	41,342	45,410	46,647
<b>Net Change in Total OPEB Liability</b>	(9,964,647)	(6,891,201)	27,613,257	(3,703,528)	(5,556,925)	(4,148,872)
<b>Total OPEB Liability - Beginning</b>	<u>66,155,153</u>	<u>73,046,354</u>	<u>45,433,097</u>	<u>49,136,625</u>	<u>54,693,550</u>	<u>58,842,422</u>
<b>Total OPEB Liability - Ending</b>	<u>\$ 56,190,506</u>	<u>\$ 66,155,153</u>	<u>\$ 73,046,354</u>	<u>\$ 45,433,097</u>	<u>\$ 49,136,625</u>	<u>\$ 54,693,550</u>
District's Proportionate Share of OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of OPEB Liability	<u>56,190,506</u>	<u>66,155,153</u>	<u>73,046,354</u>	<u>45,433,097</u>	<u>49,136,625</u>	<u>54,693,550</u>
<b>Total OPEB Liability - Ending</b>	<u>\$ 56,190,506</u>	<u>\$ 66,155,153</u>	<u>\$ 73,046,354</u>	<u>\$ 45,433,097</u>	<u>\$ 49,136,625</u>	<u>\$ 54,693,550</u>
District's Covered Payroll	<u>\$ 19,642,972</u>	<u>\$ 17,826,265</u>	<u>\$ 17,304,777</u>	<u>\$ 17,472,012</u>	<u>\$ 16,990,331</u>	<u>\$ 16,142,341</u>
District's Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	286.06%	371.11%	422.12%	260.03%	289.20%	338.82%

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

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

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 75. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**GLEN RIDGE PUBLIC SCHOOLS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY  
AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Changes in Benefit Terms:**

None.

**Changes of Assumptions**

Assumptions used in calculating the OPEB liability are presented in Note 4E.



**SPECIAL REVENUE FUND**

GLEN RIDGE PUBLIC SCHOOLS  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ESEA			IDEA		CRRSA - ESSER II			Totals Page 2	Grand Totals
	Title IA	Title IIA	Title IV	Part B Basic	Part B Pre-School	ESSER II	Learning Acceleration	Mental Health		
<b>REVENUES</b>										
Intergovernmental										
State Sources									\$ 43,554	\$ 43,554
Federal Sources	\$ 192,491	\$ 32,634	\$ 16,391	\$ 370,138	\$ 14,435	\$ 283,660	\$ 18,204	\$ 22,500	916,777	1,867,230
Local Sources										
Miscellaneous	-	-	-	-	-	-	-	-	849,688	849,688
Total Revenues	\$ 192,491	\$ 32,634	\$ 16,391	\$ 370,138	\$ 14,435	\$ 283,660	\$ 18,204	\$ 22,500	\$ 1,810,019	\$ 2,760,472
<b>EXPENDITURES</b>										
Instruction:										
Salaries	\$ 135,041				\$ 13,409		\$ 18,204		\$ 239,931	\$ 406,585
Tuition				\$ 370,138					131,282	501,420
Purchased Prof. Tech Service									900	900
Miscellaneous Purchased Services									31,497	31,497
General Supplies									194,455	194,455
Student Activities/Athletics	-	-	-	-	-	-	-	-	630,920	630,920
Total Instruction	135,041	-	-	370,138	13,409	-	18,204	-	1,228,985	1,765,777
Support Services										
Salaries									170,276	170,276
Personnel Services - Employee Benefits	57,450				1,026				146,291	204,767
Purchased Professional and Technical Services		\$ 1,960	\$ 16,391			\$ 283,660		\$ 22,500	179,503	504,014
Transportation									55,000	55,000
Miscellaneous Purchased Services		11,801							43,554	55,355
General Supplies	-	18,873	-	-	-	-	-	-	127	19,000
Total Support Services	57,450	32,634	16,391	-	1,026	283,660	-	22,500	594,751	1,008,412
Total Expenditures	192,491	32,634	16,391	370,138	14,435	283,660	18,204	22,500	1,823,736	2,774,189
Net Change in Fund Balance	-	-	-	-	-	-	-	-	(13,717)	(13,717)
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	-	171,840	171,840
Fund Balance, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 158,123	\$ 158,123

GLEN RIDGE PUBLIC SCHOOLS  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	SDA Emergent Capital Maintenance Aid	ARP - ESSER III					ACSERS Aid	Local	Student Activities/ Athletics	Totals Pg 2
		ESSER III	Accelerated Learning Coach and Educator	Evidence Based Summer Learning	Evidence Based Comprehensive Beyond	NJTSS Mental Health Support				
<b>REVENUES</b>										
Intergovernmental										
State Sources	\$ 43,554									\$ 43,554
Federal Sources		\$ 570,207	\$ 138,814	\$ 6,000	\$ 7,775	\$ 7,699	\$ 186,282			\$ 916,777
Local Sources										
Miscellaneous	-	-	-	-	-	-	-	\$ 232,485	\$ 617,203	\$ 849,688
<b>Total Revenues</b>	<b>\$ 43,554</b>	<b>\$ 570,207</b>	<b>\$ 138,814</b>	<b>\$ 6,000</b>	<b>\$ 7,775</b>	<b>\$ 7,699</b>	<b>\$ 186,282</b>	<b>\$ 232,485</b>	<b>\$ 617,203</b>	<b>\$ 1,810,019</b>
<b>EXPENDITURES</b>										
Instruction:										
Salaries		\$ 222,823		\$ 6,000	\$ 5,475			\$ 5,633		\$ 239,931
Tuition							\$ 131,282			\$ 131,282
Purchased Prof. Tech Service								900		900
Miscellaneous Purchased Services								31,497		31,497
General Supplies								194,455		194,455
Student Activities/Athletics									\$ 630,920	\$ 630,920
<b>Total Instruction</b>	<b>-</b>	<b>222,823</b>	<b>-</b>	<b>6,000</b>	<b>5,475</b>	<b>-</b>	<b>131,282</b>	<b>232,485</b>	<b>630,920</b>	<b>1,228,985</b>
Support Services										
Salaries		170,276								170,276
Personnel Services - Employee Benefits		146,291								146,291
Purchased Professional and Technical Services		30,690	\$ 138,814			2,300	\$ 7,699			179,503
Transportation							55,000			55,000
Miscellaneous Purchased Services	\$ 43,554									43,554
General Supplies	-	127								127
<b>Total Support Services</b>	<b>43,554</b>	<b>347,384</b>	<b>138,814</b>	<b>-</b>	<b>2,300</b>	<b>7,699</b>	<b>55,000</b>	<b>-</b>	<b>-</b>	<b>594,751</b>
<b>Total Expenditures</b>	<b>43,554</b>	<b>570,207</b>	<b>138,814</b>	<b>6,000</b>	<b>7,775</b>	<b>7,699</b>	<b>186,282</b>	<b>232,485</b>	<b>630,920</b>	<b>1,823,736</b>
Net Change in Fund Balance	-	-	-	-	-	-	-	-	(13,717)	(13,717)
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	-	171,840	171,840
<b>Fund Balance, End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 158,123</b>	<b>\$ 158,123</b>

GLEN RIDGE PUBLIC SCHOOLS  
SPECIAL REVENUE FUND  
SCHEDULE OF PRESCHOOL EDUCATION AID EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOT APPLICABLE

**GLEN RIDGE PUBLIC SCHOOLS  
SPECIAL REVENUE FUND  
SCHEDULE OF STUDENT ACTIVITY RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<b>Balance, July 1, <u>2022</u></b>	<b>Cash <u>Receipts</u></b>	<b>Cash <u>Disbursements</u></b>	<b>Balance, June 30, <u>2023</u></b>
Elementary Schools	\$ 39,291	\$ 105,517	\$ 109,396	\$ 35,412
Middle/High School	104,791	435,752	432,080	108,463
Athletics	<u>27,758</u>	<u>75,934</u>	<u>89,444</u>	<u>14,248</u>
 Total All Schools	 <u>\$ 171,840</u>	 <u>\$ 617,203</u>	 <u>\$ 630,920</u>	 <u>\$ 158,123</u>

**CAPITAL PROJECTS FUND**

**GLEN RIDGE PUBLIC SCHOOLS  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES-BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

<u>Issue/Project Title</u>	<u>Appropriation</u>	<u>Expenditures to Date</u>		<u>Balance, June 30, 2023</u>
		<u>Prior Years</u>	<u>Current Year</u>	
High School HVAC Upgrades	\$ 3,320,620	\$ 105,892	\$ 802,312	\$ 2,412,416
	<u>\$ 3,320,620</u>	<u>\$ 105,892</u>	<u>\$ 802,312</u>	<u>\$ 2,412,416</u>
 <b><u>Reconciliation of Fund Balance - GAAP</u></b>				
Project Balances				\$ 2,412,416
Less - Unencumbered Grant				<u>(811,170)</u>
Fund Balance, GAAP				<u>\$ 1,601,246</u>
 <b><u>Recapitulation of Fund Balance - GAAP</u></b>				
Year End Encumbrances				\$ 1,299,961
Available for Capital Projects				<u>1,112,455</u>
Total Fund Balance Restricted for Capital Projects - Budgetary Basis				<u>\$ 2,412,416</u>

**GLEN RIDGE PUBLIC SCHOOLS**  
**SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGETARY BASIS**  
**CAPITAL PROJECTS FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**EXHIBIT F-2**

**Revenues and Other Financing Sources**

Transfer from General Fund - Capital Reserve	\$ 1,700,000
Transfer from General Fund - Capital Outlay	650,000
SSB-VEEVR Grant	<u>811,170</u>
 Total Revenues and Other Financing Sources	 <u>3,161,170</u>

**Expenditures and Other Financing Uses**

Purchased Prof/Tech Services	123,131
Construction Services	<u>679,181</u>
 Total Expenditures and Other Financing Uses	 <u>802,312</u>

Net Change in Fund Balance	2,358,858
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Fund Balance, Beginning of Year	<u>53,558</u>
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Fund Balance, End of Year - Budgetary Basis	<u>\$ 2,412,416</u>
---	---------------------

**Reconciliation to GAAP:**

Less: Unearned Revenue	<u>811,170</u>
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Fund Balance, End of Year - GAAP Basis	<u>\$ 1,601,246</u>
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**GLEN RIDGE PUBLIC SCHOOLS  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND  
PROJECT STATUS - BUDGETARY BASIS  
HIGH SCHOOL HVAC UPGRADES  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
<b>Revenues and Other Financing Sources</b>				
Transfer From Capital Reserve		\$ 1,700,000	\$ 1,700,000	\$ 1,700,000
SSB-VEEVR Grant		811,170	811,170	811,170
Transfer From Capital Outlay	\$ 159,450	650,000	809,450	809,450
	<u>159,450</u>	<u>3,161,170</u>	<u>3,320,620</u>	<u>3,320,620</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased Professional and Technical services	105,892	123,131	229,023	617,620
Construction Services	-	679,181	679,181	2,703,000
	<u>105,892</u>	<u>802,312</u>	<u>908,204</u>	<u>3,320,620</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>\$ 53,558</u>	<u>\$ 2,358,858</u>	<u>\$ 2,412,416</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	750-050-22-1000
Grant Date	N/A
Bonds Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$3,320,620
Change Orders	-
Revised Authorized Cost	\$3,320,620
Change Order Percentage	0.00%
Percentage Completion	27.35%
Original Target Completion Date	6/30/2024
Revised Target Completion Date	6/30/2024

**PROPRIETARY FUND**

**GLEN RIDGE PUBLIC SCHOOLS  
PROPRIETARY FUND  
COMBINING STATEMENT OF NET POSITION  
AS OF JUNE 30, 2023**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-4

**COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-5

**COMBINING STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-6

**FIDUCIARY FUNDS**

**NOT APPLICABLE**

**LONG-TERM DEBT**



**GLEN RIDGE PUBLIC SCHOOLS  
LONG-TERM DEBT  
SCHEDULE OF CAPITAL & OTHER FINANCING AGREEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOT APPLICABLE**

**GLEN RIDGE PUBLIC SCHOOLS  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<b>REVENUES</b>					
Local Sources					
Local Tax Levy	\$ 1,689,375		\$ 1,689,375	\$ 1,689,375	
State Sources					
State Aid	<u>310,090</u>	<u>-</u>	<u>310,090</u>	<u>310,090</u>	<u>-</u>
 Total Revenues	 <u>1,999,465</u>	 <u>-</u>	 <u>1,999,465</u>	 <u>1,999,465</u>	 <u>-</u>
<b>EXPENDITURES</b>					
Regular Debt Service					
Redemption of Principal	1,360,000		1,360,000	1,360,000	
Interest	<u>641,235</u>	<u>-</u>	<u>641,235</u>	<u>641,235</u>	<u>-</u>
 Total Expenditures	 <u>2,001,235</u>	 <u>-</u>	 <u>2,001,235</u>	 <u>2,001,235</u>	 <u>-</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	 <u>(1,770)</u>	 <u>-</u>	 <u>(1,770)</u>	 <u>(1,770)</u>	 <u>-</u>
Other Financing Sources/(Uses)					
Transfer In	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balance	 <u>(1,770)</u>	 <u>-</u>	 <u>(1,770)</u>	 <u>(1,770)</u>	 <u>-</u>
 Fund Balance, Beginning of Year	 <u>1,836</u>	 <u>-</u>	 <u>1,836</u>	 <u>1,836</u>	 <u>-</u>
Fund Balance, End of Year	<u>\$ 66</u>	<u>\$ -</u>	<u>\$ 66</u>	<u>\$ 66</u>	<u>\$ -</u>

Analysis of Balance

Designated for Subsequent Year's Expenditures \$ 66



## STATISTICAL SECTION

This part of the Glen Ridge Public Schools annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the district's overall financial health.

### Contents

### Exhibits

#### **Financial Trends**

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

J-1 to J-5

#### **Revenue Capacity**

These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.

J-6 to J-9

#### **Debt Capacity**

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

J-10 to J-13

#### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.

J-14 and J-15

#### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.

J-16 to J-20

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

**GLEN RIDGE PUBLIC SCHOOLS**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
*(accrual basis of accounting)*

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
									(Restated)	
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 7,583,315	\$ 9,067,199	\$ 9,229,068	\$ 9,435,185	\$ 9,914,865	\$ 9,889,635	\$ 11,185,197	\$ 11,752,446	\$ 12,789,502	\$ 14,111,474
Restricted	2,829,301	3,292,295	3,451,188	3,891,683	4,342,022	4,473,560	4,968,877	5,173,091	5,661,786	3,456,525
Unrestricted	(6,232,267)	(6,726,293)	(6,884,950)	(7,366,537)	(7,652,142)	(7,602,761)	(6,975,759)	(5,928,523)	(4,178,472)	(781,967)
<b>Total Governmental Activities Net Position</b>	<u>\$ 4,180,349</u>	<u>\$ 5,633,201</u>	<u>\$ 5,795,306</u>	<u>\$ 5,960,331</u>	<u>\$ 6,604,745</u>	<u>\$ 6,760,434</u>	<u>\$ 9,178,315</u>	<u>\$ 10,997,014</u>	<u>\$ 14,272,816</u>	<u>\$ 16,786,032</u>
<b>Business-type activities</b>										
Net Investment in Capital Assets	\$ 22,977	\$ 20,888	\$ 18,799	\$ 23,327	\$ 51,247	\$ 61,693	\$ 74,904	\$ 68,673	\$ 172,679	\$ 149,820
Unrestricted	108,218	180,228	176,359	191,913	263,159	312,380	188,158	(4,457)	14,045	28,650
<b>Total Business-Type Activities Net Position</b>	<u>\$ 131,195</u>	<u>\$ 201,116</u>	<u>\$ 195,158</u>	<u>\$ 215,240</u>	<u>\$ 314,406</u>	<u>\$ 374,073</u>	<u>\$ 263,062</u>	<u>\$ 64,216</u>	<u>\$ 186,724</u>	<u>178,470</u>
<b>District-wide</b>										
Net Investment in Capital Assets	\$ 7,606,292	\$ 9,088,087	\$ 9,247,867	\$ 9,458,512	\$ 9,966,112	\$ 9,951,328	\$ 11,260,101	\$ 11,821,119	\$ 12,962,181	\$ 14,261,294
Restricted	2,829,301	3,292,295	3,451,188	3,891,683	4,342,022	4,473,560	4,968,877	5,173,091	5,661,786	3,456,525
Unrestricted	(6,124,049)	(6,546,065)	(6,708,591)	(7,174,624)	(7,388,983)	(7,290,381)	(6,787,601)	(5,932,980)	(4,164,427)	(753,317)
<b>Total District Net Position</b>	<u>\$ 4,311,544</u>	<u>\$ 5,834,317</u>	<u>\$ 5,990,464</u>	<u>\$ 6,175,571</u>	<u>\$ 6,919,151</u>	<u>\$ 7,134,507</u>	<u>\$ 9,441,377</u>	<u>\$ 11,061,230</u>	<u>\$ 14,459,540</u>	<u>\$ 16,964,502</u>

Source: District Financial Records

Note 1 - Net Position at June 30, 2014 has been restated to reflect the implementation of GASB Statement No. 68, "Accounting and Financial Reporting for Pensions" and for corrections of the capital assets.

Note 2 - Net Position at June 30, 2020 is restated to reflect the implementation of GASB Statement No. 84, "Fiduciary Activities".

**GLEN RIDGE PUBLIC SCHOOLS**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
*(accrual basis of accounting)*

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Expenses</b>										
Governmental activities										
Instruction										
Regular	\$ 14,352,234	\$ 15,125,388	\$ 17,750,208	\$ 20,234,338	\$ 20,536,521	\$ 20,681,342	\$ 20,237,496	\$ 21,127,241	\$ 20,478,965	\$ 19,133,695
Special Education	3,665,019	3,984,945	4,404,819	4,953,818	5,121,929	4,311,492	3,691,673	3,918,634	3,770,558	6,014,234
Other Instruction	419,442	596,961	518,273	578,737	542,403	467,985	420,619	579,173	440,709	480,709
School Sponsored Activities and Athletics	1,012,092	1,223,311	1,315,308	1,402,423	1,472,476	1,378,436	1,382,165	1,308,079	1,232,965	1,820,847
Support Services:										
Tuition	1,241,988	1,774,916	1,841,300	1,521,161	1,920,100	1,942,207	2,037,656	1,869,060	2,002,600	
Student & Instruction Related Services	3,667,139	3,764,773	3,874,442	4,226,341	4,094,385	4,702,890	4,744,435	5,109,558	4,845,728	6,705,245
General Administration	792,211	754,711	932,265	1,298,154	872,772	1,063,107	1,047,344	1,126,323	1,102,028	983,744
School Administrative Services	2,209,187	2,653,631	2,695,662	2,852,837	2,832,803	2,959,766	3,219,098	3,326,704	3,284,720	3,226,167
Plant Operations and Maintenance	2,680,745	2,758,792	2,670,572	2,440,698	2,645,234	2,824,818	2,789,690	3,022,478	3,030,343	3,129,952
Pupil Transportation	622,782	568,312	625,130	660,513	767,666	998,388	701,285	602,463	1,146,299	1,054,180
Administration Information Technology	327,750	337,399	342,441	360,708	355,584	253,769	210,126	205,785	139,690	
Central Services	538,581	574,446	654,400	638,095	675,714	615,130	558,295	556,453	557,043	771,716
Capital Outlay	49,140							877,323	24,241	
Interest on Long-Term Debt	174,649	159,524	144,038	124,724	437,392	777,616	772,489	728,498	683,007	625,935
<b>Total Governmental Activities Expenses</b>	<b>31,703,819</b>	<b>34,326,249</b>	<b>37,768,858</b>	<b>41,292,547</b>	<b>42,274,979</b>	<b>42,976,946</b>	<b>41,812,371</b>	<b>44,357,772</b>	<b>42,738,896</b>	<b>43,946,424</b>
Business-Type Activities:										
Food Service	372,782	339,945	368,247	387,669	434,418	509,155	382,874	55,358	489,609	651,003
After School and Summer Programs	272,912	305,125	291,103	299,673	323,626	440,804	436,625	233,247		
<b>Total Business-Type Activities Expense</b>	<b>645,694</b>	<b>645,070</b>	<b>659,350</b>	<b>687,342</b>	<b>758,044</b>	<b>949,959</b>	<b>819,499</b>	<b>288,605</b>	<b>489,609</b>	<b>651,003</b>
<b>Total District Expenses</b>	<b>\$ 32,349,513</b>	<b>\$ 34,971,319</b>	<b>\$ 38,428,208</b>	<b>\$ 41,979,889</b>	<b>\$ 43,033,023</b>	<b>\$ 43,926,905</b>	<b>\$ 42,631,870</b>	<b>\$ 44,646,377</b>	<b>\$ 43,228,505</b>	<b>\$ 44,597,427</b>
<b>Program Revenues</b>										
Governmental Activities:										
Charges for Services:										
Regular	\$ 488,530	\$ 473,942	\$ 574,555	\$ 528,379	\$ 564,119	\$ 635,198	\$ 396,975	\$ 547,115	\$ 1,022,375	\$ 887,918
School Sponsored Activities and Athletics										617,203
Operating Grants and Contributions	3,786,877	7,183,317	8,694,591	11,584,083	11,961,284	10,885,068	10,969,962	11,959,139	10,428,989	9,787,328
<b>Total Governmental Activities Program Revenues</b>	<b>4,275,407</b>	<b>7,657,259</b>	<b>9,269,146</b>	<b>12,112,462</b>	<b>12,525,403</b>	<b>11,520,266</b>	<b>11,366,937</b>	<b>12,506,254</b>	<b>11,451,364</b>	<b>11,292,449</b>
Business-Type Activities:										
Charges for Services										
Food Service	350,555	332,243	350,186	396,109	502,565	563,719	405,338	2,398	501,880	642,749
After School and Summer Programs	280,242	382,748	303,206	313,247	354,104	450,152	303,150	87,361		
<b>Total Business Type Activities Program Revenues</b>	<b>630,797</b>	<b>714,991</b>	<b>653,392</b>	<b>709,356</b>	<b>856,669</b>	<b>1,013,871</b>	<b>708,488</b>	<b>89,759</b>	<b>501,880</b>	<b>642,749</b>
<b>Total District Program Revenues</b>	<b>\$ 4,906,204</b>	<b>\$ 8,372,250</b>	<b>\$ 9,922,538</b>	<b>\$ 12,821,818</b>	<b>\$ 13,382,072</b>	<b>\$ 12,534,137</b>	<b>\$ 12,075,425</b>	<b>\$ 12,596,013</b>	<b>\$ 11,953,244</b>	<b>\$ 11,935,198</b>
<b>Net (Expense)/Revenue</b>										
Governmental Activities	\$ (27,428,412)	\$ (26,668,990)	\$ (28,499,712)	\$ (29,180,085)	\$ (29,749,576)	\$ (31,456,680)	\$ (30,445,434)	\$ (31,851,518)	\$ (31,287,532)	\$ (32,653,975)
Business-Type Activities	(14,897)	69,921	(5,958)	22,014	98,625	63,912	(111,011)	(198,846)	12,271	(8,254)
<b>Total District-Wide Net Expense</b>	<b>\$ (27,443,309)</b>	<b>\$ (26,599,069)</b>	<b>\$ (28,505,670)</b>	<b>\$ (29,158,071)</b>	<b>\$ (29,650,951)</b>	<b>\$ (31,392,768)</b>	<b>\$ (30,556,445)</b>	<b>\$ (32,050,364)</b>	<b>\$ (31,275,261)</b>	<b>\$ (32,662,229)</b>

**GLEN RIDGE PUBLIC SCHOOLS**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
(Unaudited)  
*(accrual basis of accounting)*

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property Taxes Levied for General Purposes, net	\$ 26,180,515	\$ 27,169,504	\$ 27,712,894	\$ 28,371,002	\$ 29,069,101	\$ 29,650,483	\$ 30,391,745	\$ 31,352,804	\$ 31,979,860	\$ 32,619,457
Taxes Levied for Debt Service	677,137	672,138	671,838	671,087	824,788	1,270,959	1,608,785	1,644,384	1,766,754	1,689,375
Unrestricted Grants and Contributions		60,874	67,198	88,121	89,413	143,112	147,767	147,750	250,225	
State Aid Restricted for Debt Service										310,090
Investment Earnings		83	268	831	174,303	321,560	141,782	1,770	66	
Miscellaneous Income	169,066	219,243	209,619	214,069	236,385	222,010	222,894	523,509	566,429	548,269
Transfers						4,245			-	
<b>Total Governmental Activities</b>	<b>27,026,718</b>	<b>28,121,842</b>	<b>28,661,817</b>	<b>29,345,110</b>	<b>30,393,990</b>	<b>31,612,369</b>	<b>32,512,973</b>	<b>33,670,217</b>	<b>34,563,334</b>	<b>35,167,191</b>
Business-Type Activities:										
Capital (Disposals)-Special Item	(914)			(1,932)						
Miscellaneous Income/(Expenses)					541					
Transfers						(4,245)				
<b>Total Business-Type Activities</b>	<b>(914)</b>	<b>-</b>	<b>-</b>	<b>(1,932)</b>	<b>541</b>	<b>(4,245)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total District-Wide</b>	<b>\$ 27,025,804</b>	<b>\$ 28,121,842</b>	<b>\$ 28,661,817</b>	<b>\$ 29,343,178</b>	<b>\$ 30,394,531</b>	<b>\$ 31,608,124</b>	<b>\$ 32,512,973</b>	<b>\$ 33,670,217</b>	<b>\$ 34,563,334</b>	<b>\$ 35,167,191</b>
<b>Change in Net Position</b>										
Governmental Activities	\$ (401,694)	\$ 1,452,852	\$ 162,105	\$ 165,025	\$ 644,414	\$ 155,689	\$ 2,067,539	\$ 1,818,699	\$ 3,275,802	\$ 2,513,216
Business-Type Activities	(15,811)	69,921	(5,958)	20,082	99,166	59,667	(111,011)	(198,846)	12,271	(8,254)
<b>Total District</b>	<b>\$ (417,505)</b>	<b>\$ 1,522,773</b>	<b>\$ 156,147</b>	<b>\$ 185,107</b>	<b>\$ 743,580</b>	<b>\$ 215,356</b>	<b>\$ 1,956,528</b>	<b>\$ 1,619,853</b>	<b>\$ 3,288,073</b>	<b>\$ 2,504,962</b>

Source: District Financial Records

**GLEN RIDGE PUBLIC SCHOOLS**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
*(modified accrual basis of accounting)*

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Restricted	\$ 2,829,301	\$ 3,292,294	\$ 3,451,187	\$ 3,891,682	\$ 4,201,637	\$ 4,062,310	\$ 4,584,404	\$ 4,927,320	\$ 5,456,405	\$ 5,130,484
Assigned	494,599	170,718	150,945	367,715	256,736	63,300	585,235	150,741	917,932	1,104,359
Unassigned	587,957	591,418	652,509	583,349	691,996	811,633	796,289	1,532,562	1,610,665	551,796
<b>Total General Fund</b>	<b>\$ 3,911,857</b>	<b>\$ 4,054,430</b>	<b>\$ 4,254,641</b>	<b>\$ 4,842,746</b>	<b>\$ 5,150,369</b>	<b>\$ 4,937,243</b>	<b>\$ 5,965,928</b>	<b>\$ 6,610,623</b>	<b>\$ 7,985,002</b>	<b>\$ 6,786,639</b>
All Other Governmental Funds										
Restricted		\$ 1	\$ 1	\$ 1	\$ 18,068,742	\$ 8,296,314	\$ 837,925	\$ 469,454	\$ 173,676	1,759,435
Committed					74,840				53,558	
Unassigned/(Deficit)	\$ (147,338)	(147,338)	(147,338)	(237,579)						
<b>Total All Other Governmental Funds/(deficit)</b>	<b>\$ (147,338)</b>	<b>\$ (147,337)</b>	<b>\$ (147,337)</b>	<b>\$ (237,578)</b>	<b>\$ 18,143,582</b>	<b>\$ 8,296,314</b>	<b>\$ 837,925</b>	<b>\$ 469,454</b>	<b>\$ 227,234</b>	<b>\$ 1,759,435</b>
<b>Total All Government Funds:</b>										
Restricted	\$ 2,829,301	\$ 3,292,295	\$ 3,451,188	\$ 3,891,683	\$ 22,270,379	\$ 12,358,624	\$ 5,422,329	\$ 5,396,774	\$ 5,630,081	6,889,919
Committed					74,840				53,558	
Assigned	494,599	170,718	150,945	367,715	256,736	63,300	585,235	150,741	917,932	1,104,359
Unassigned	440,619	444,080	505,171	345,770	691,996	811,633	796,289	1,532,562	1,610,665	551,796
<b>Total All Governmental Funds</b>	<b>\$ 3,764,519</b>	<b>\$ 3,907,093</b>	<b>\$ 4,107,304</b>	<b>\$ 4,605,168</b>	<b>\$ 23,293,951</b>	<b>\$ 13,233,557</b>	<b>\$ 6,803,853</b>	<b>\$ 7,080,077</b>	<b>\$ 8,212,236</b>	<b>\$ 8,546,074</b>

Source: District Financial Records

**GLEN RIDGE PUBLIC SCHOOLS**  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(Unaudited)  
*(modified accrual basis of accounting)*

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues</b>										
Tax Levy	\$ 26,857,652	\$ 27,841,642	\$ 28,384,732	\$ 29,042,089	\$ 29,893,889	\$ 30,921,442	\$ 32,000,530	\$ 32,997,188	\$ 33,746,614	\$ 34,308,832
Tuition Charges	488,530	473,942	574,555	528,379	564,119	635,198	396,975	296,098	614,356	887,918
Interest Earnings						9,000	9,000	3,175		
Miscellaneous	276,299	238,363	247,036	230,276	461,631	701,396	488,113	773,121	972,605	1,397,957
State Sources	3,318,029	3,699,357	4,254,750	4,628,708	5,695,277	6,524,384	7,044,547	8,318,192	10,575,380	10,657,960
Federal Sources	361,615	382,599	393,153	457,162	539,416	574,691	541,434	760,157	1,400,526	2,007,120
<b>Total Revenues</b>	<b>31,302,125</b>	<b>32,635,903</b>	<b>33,854,226</b>	<b>34,886,614</b>	<b>37,154,332</b>	<b>39,366,111</b>	<b>40,480,599</b>	<b>43,147,931</b>	<b>47,309,481</b>	<b>49,259,787</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	9,862,163	9,989,967	10,424,610	10,675,337	11,087,149	11,850,986	11,911,034	12,417,226	13,395,450	20,470,758
Special Education Instruction	2,679,951	2,423,779	2,498,702	2,508,164	2,692,415	2,378,560	2,104,914	2,201,960	2,404,405	6,286,228
Other Instruction	299,820	364,839	292,955	297,392	284,398	258,267	239,086	323,922	280,555	517,382
School Sponsored Activities and Athletics	776,961	829,078	840,692	815,605	874,560	848,254	848,357	804,836	851,932	1,898,588
<b>Support Services:</b>										
Tuition	1,241,988	1,774,916	1,841,300	1,521,161	1,920,100	1,942,207	2,037,656	1,869,060	2,002,600	
Student & Inst. Related Services	2,873,593	2,861,735	2,824,295	2,920,170	2,914,900	3,443,274	3,500,310	3,748,316	3,765,563	7,069,236
General Administration	685,365	712,547	804,247	1,008,324	785,045	961,582	873,082	925,998	911,435	1,018,525
School Administrative Services	1,643,665	1,709,929	1,679,582	1,583,245	1,612,473	1,748,336	1,907,842	1,936,893	2,151,412	3,456,925
Administration Information Technology	290,598	301,449	301,189	318,258	313,113	221,942	181,440	181,497	121,348	
Plant Operations and Maintenance	2,342,941	2,470,637	2,315,107	2,388,180	2,341,187	2,373,202	2,349,944	2,859,240	2,708,828	3,050,109
Pupil Transportation	575,069	535,573	574,498	575,194	713,266	905,365	647,044	555,503	1,098,300	1,048,448
Central Services	449,354	481,746	549,443	527,194	567,321	509,814	462,768	464,889	475,413	734,649
Unallocated Benefits	6,536,657	7,010,082	7,940,695	8,050,391	9,265,515	10,516,944	10,098,713	11,467,764	13,310,536	
Capital Outlay	1,099,318	354,915	94,862	979,358	6,148,432	10,084,333	8,025,547	1,094,941	676,910	1,373,866
<b>Debt Service:</b>										
Principal	500,000	510,000	525,000	540,000	565,000	575,000	1,270,000	1,295,000	1,325,000	1,360,000
Interest and Other Charges	177,137	162,137	146,838	131,087	138,675	812,684	784,935	742,635	697,635	641,235
<b>Total Expenditures</b>	<b>32,034,580</b>	<b>32,493,329</b>	<b>33,654,015</b>	<b>34,839,060</b>	<b>42,223,549</b>	<b>49,430,750</b>	<b>47,242,672</b>	<b>42,889,680</b>	<b>46,177,322</b>	<b>48,925,949</b>
<b>Excess (Deficiency) of Revenues over (under) Expenditures</b>	<b>(732,455)</b>	<b>142,574</b>	<b>200,211</b>	<b>47,554</b>	<b>(5,069,217)</b>	<b>(10,064,639)</b>	<b>(6,762,073)</b>	<b>258,251</b>	<b>1,132,159</b>	<b>333,838</b>
<b>Other Financing sources (uses)</b>										
Capital Leases (non-budgeted)				450,310						
Serial Bonds Issued					23,758,000					
Transfers in					109,512	259,709	46,415	1,770	160,370	2,350,000
Transfers out					(109,512)	(255,464)	(46,415)	(1,770)	(160,370)	(2,350,000)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>450,310</b>	<b>23,758,000</b>	<b>4,245</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (732,455)</b>	<b>\$ 142,574</b>	<b>\$ 200,211</b>	<b>\$ 497,864</b>	<b>\$ 18,688,783</b>	<b>\$ (10,060,394)</b>	<b>\$ (6,762,073)</b>	<b>\$ 258,251</b>	<b>\$ 1,132,159</b>	<b>\$ 333,838</b>

Debt service as a percentage of noncapital expenditures	2.24%	2.14%	2.04%	2.02%	1.99%	3.66%	5.53%	5.13%	4.65%	4.39%
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\* Noncapital expenditures are total expenditures less capital outlay.

Source: District Financial Records

**GLEN RIDGE PUBLIC SCHOOLS  
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE  
LAST TEN YEARS  
(Unaudited)**

<b>Fiscal Year Ended June 30,</b>	<b>Interest Earned</b>	<b>Tuition</b>	<b>Rentals - Use of Facilities</b>	<b>Prior Year Refunds</b>	<b>Miscellaneous</b>	<b>Total</b>
2014	\$ 75	488,530	6,213	52,282	110,496	657,596
2015	83	473,942	21,145	14,010	184,088	693,268
2016	268	574,555	25,227	89,825	94,567	784,442
2017	831	528,379	7,368	61,608	145,093	743,279
2018	64,791	564,119	11,284	73,362	151,739	865,295
2019	131,936	635,198	18,374	7,464	205,172	998,144
2020	95,367	396,975	9,578	6,780	206,536	715,236
2021	15,876	295,598	500	100	351,036	663,110
2022	11,267	614,356	88,251		379,038	1,092,912
2023	103,318	887,918	87,900		357,051	1,436,187

Source: Borough of Glen Ridge School District Records

**GLEN RIDGE PUBLIC SCHOOLS  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN YEARS  
 (Unaudited)**

Fiscal Year Ended December 31,	Vacant Land	Residential	Commercial	Apartment	Total Assessed Value	Add: Public Utilities (a)	Net Valuation Taxable	Total Direct School Tax Rate (b)	Estimated Actual (County Equalized Value)
2014	\$ 448,900	\$ 1,238,234,100	\$ 111,891,000	\$ 20,266,700	\$ 1,370,840,700	\$ 507,600	\$ 1,371,348,300	\$ 2.030	\$ 1,484,045,317
2015	448,900	1,243,644,600	111,891,000	20,266,700	1,376,251,200	494,800	1,376,746,000	2.062	1,508,576,458
2016	950,600	1,246,910,800	111,891,000	20,266,700	1,380,019,100	490,800	1,380,509,900	2.104	1,565,063,528
2017	448,900	1,251,573,300	109,920,600	20,266,700	1,382,209,500	473,400	1,382,682,900	2.162	1,646,340,765
2018	1,296,400	1,257,012,800	109,920,600	20,266,700	1,388,496,500	493,900	1,388,990,400	2.226	1,712,272,606
2019 *	4,015,400	1,522,034,400	147,990,000	26,179,900	1,700,219,700	850,500	1,701,070,200	1.881	1,776,643,142
2020	949,700	1,525,311,800	151,980,900	24,279,900	1,702,522,300	843,800	1,703,366,100	1.937	1,860,100,398
2021	949,700	1,527,804,100	158,264,800	24,279,900	1,711,298,500	844,700	1,712,143,200	1.971	1,912,641,595
2022	949,700	1,534,093,500	158,264,800	24,279,900	1,717,587,900	799,427	1,718,387,327	1.997	2,044,318,678
2023	949,700	1,535,873,500	158,264,800	24,279,900	1,719,367,900	747,900	1,720,115,800	2.038	2,267,870,730

\* - Revaluation Year

a - Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies.

b - Tax rates are per \$100 of assisted valuations

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

Source: Municipal Tax Assessor.



**GLEN RIDGE PUBLIC SCHOOLS**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**LAST TEN YEARS**  
**(Unaudited)**  
*(rate per \$100 of assessed value)*

Calendar Year	Total Direct School Tax Rate	Overlapping Rates		Total Direct and Overlapping Tax Rate
		Municipality	County	
2014	\$ 2.030	\$ 0.777	\$ 0.566	\$ 3.373
2015	2.062	0.793	0.571	3.426
2016	2.104	0.809	0.591	3.504
2017	2.162	0.827	0.618	3.607
2018	2.226	0.841	0.622	3.689
2019	1.881	0.702	0.508	3.091
2020	1.937	0.718	0.531	3.186
2021	1.971	0.737	0.537	3.245
2022	1.997	0.748	0.548	3.293
2023	2.038	0.770	0.566	3.374

Source: County Abstract of Ratables

**GLEN RIDGE PUBLIC SCHOOLS  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND TEN YEARS AGO  
(Unaudited)**

Taxpayer	2023		Taxpayer	2014	
	Taxable Assessed Value	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
MPT Legacy	\$ 104,721,900	6.09%			
Parkway of Glen Ridge LTD	17,000,000	0.99%			
Glen Ridge Country Club	10,711,000	0.62%			
One Bay Urban Renewal LLC	10,274,800	0.60%		Not Available	
Glen Ridge Manor LLC	7,279,900	0.42%			
Ko & Ko Investments, LLC	5,838,200	0.34%			
Domus Agusta Family LP	5,411,100	0.31%			
Rey Associates	3,938,900	0.23%			
855 Bloomfield LLC	3,129,500	0.18%			
Sanzone, Michael & Robertson, Mark	2,677,600	0.16%			
<b>Total</b>	<b>\$ 170,982,900</b>	<b>9.94%</b>			

Source: Municipal Tax Assessor

**GLEN RIDGE PUBLIC SCHOOLS**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2014	\$ 26,857,652	\$ 26,857,652	100.00%	N/A
2015	27,841,642	27,841,642	100.00%	N/A
2016	28,384,732	28,384,732	100.00%	N/A
2017	29,042,089	29,042,089	100.00%	N/A
2018	29,893,889	29,893,889	100.00%	N/A
2019	30,921,442	30,921,442	100.00%	N/A
2020	32,000,530	32,000,530	100.00%	N/A
2021	32,997,188	32,997,530	100.00%	N/A
2022	33,746,614	33,746,614	100.00%	N/A
2023	34,308,832	34,308,832	100.00%	N/A

Source: District financial records

**GLEN RIDGE PUBLIC SCHOOLS  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
(Unaudited)**

Fiscal Year Ended June 30,	Governmental Activities			Total District	Population	Per Capita
	General Obligation Bonds	Intergovernmental Loans	Capital Financing Agreements			
2014	\$ 4,565,000		\$ 154,780	\$ 4,719,780	7,562	\$ 624
2015	4,055,000		77,077	4,132,077	7,570	546
2016	3,530,000		6,032	3,536,032	7,590	466
2017	2,990,000		349,319	3,339,319	7,589	440
2018	26,183,000		200,453	26,383,453	7,603	3,470
2019	25,608,000		47,122	25,655,122	7,606	3,373
2020	24,338,000			24,338,000	7,570	3,215
2021	23,043,000			23,043,000	7,709	2,989
2022	21,718,000			21,718,000	7,969	2,725
2023	20,358,000			20,358,000	7,969 *	2,555

Source: District financial records

\*Estimated

**GLEN RIDGE PUBLIC SCHOOLS**  
**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

General Bonded Debt Outstanding					
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
2014	\$ 4,565,000	-	\$ 4,565,000	0.33%	\$ 624
2015	4,055,000	-	4,055,000	0.29%	546
2016	3,530,000	-	3,530,000	0.26%	466
2017	2,990,000	-	2,990,000	0.22%	440
2018	26,183,000	-	26,183,000	1.89%	3,470
2019	25,608,000	-	25,608,000	1.51%	3,373
2020	24,338,000	-	24,338,000	1.43%	3,215
2021	23,043,000	-	23,043,000	1.35%	2,989
2022	21,718,000	-	21,718,000	1.26%	2,725
2023	20,358,000	-	20,358,000	1.18%	2,555

Source: District Financial Records, NJ Dept. of Education and Tax Assessor

Notes:

a See Exhibit J-6 for property tax data.

b See Exhibit J-14 for population data.

**GLEN RIDGE PUBLIC SCHOOLS**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**DECEMBER 31, 2022**  
**(Unaudited)**

	<u>Total</u>
Net Direct Debt of School District	\$ <u>20,358,000</u>
Municipal Debt: (1)	
Borough of Glen Ridge	<u>8,296,092</u>
Overlapping Debt Apportioned to the Municipality:	
Essex County:	
County of Essex (A)	19,965,349
Passaic Valley Sewerage Commission (B)	<u>2,172,749</u>
	<u>22,138,098</u>
Total Direct and Overlapping Debt	<u>\$ 50,792,190</u>

## Source:

(1) Glen Ridge's 2022 Annual Debt Statement

(A) The debt for this entity was apportioned to Glen Ridge by dividing the municipality's 2022 equalized value by the total 2022 equalized value for Essex County.

(B) The debt was computed based upon flow

**GLEN RIDGE BOARD OF EDUCATION  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN CALENDAR YEARS  
(Unaudited)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt limit	\$ 58,960,995	\$ 59,243,961	\$ 60,528,738	\$ 62,689,000	\$ 65,380,158	\$ 68,144,809	\$ 70,990,439	\$ 73,629,278	\$ 77,206,418	82,645,551
Total net debt applicable to limit	4,565,000	4,055,000	3,530,000	2,990,000	26,183,000	25,608,000	24,338,000	23,043,000	21,718,000	20,358,000
Legal debt margin	<u>\$ 54,395,995</u>	<u>\$ 55,188,961</u>	<u>\$ 56,998,738</u>	<u>\$ 59,699,000</u>	<u>\$ 39,197,158</u>	<u>\$ 42,536,809</u>	<u>\$ 46,652,439</u>	<u>\$ 50,586,278</u>	<u>\$ 55,488,418</u>	<u>\$ 62,287,551</u>
Total net debt applicable to the limit as a percentage of debt limit	7.74%	6.84%	5.83%	4.77%	40.05%	37.58%	34.28%	31.30%	28.13%	24.63%

**Legal Debt Margin Calculation for Calendar Year 2022**

Equalized valuation basis	
2020	\$ 1,900,560,728
2021	2,034,595,767
2022	2,263,259,850
	<u>\$ 6,198,416,345</u>
Average equalized valuation of taxable property	\$ 2,066,138,782
Debt limit (4% of average equalization value)	82,645,551
Total Net Debt Applicable to Limit	<u>20,358,000</u>
Legal debt margin	<u>\$ 62,287,551</u>

Source: Annual Debt Statements

**GLEN RIDGE PUBLIC SCHOOLS  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
(Unaudited)**

Year	Population	County Per Capita Personal Income	Unemployment Rate
2014	7,562	\$ 57,133	3.80%
2015	7,570	59,395	3.20%
2016	7,590	60,735	3.10%
2017	7,589	62,659	3.80%
2018	7,603	63,521	2.40%
2019	7,606	65,927	2.10%
2020	7,570	70,497	4.60%
2021	7,709	74,310	3.60%
2022	7,969	74,310	* 2.20%
2023	7,969	* 74,310	* N/A

Source: New Jersey State Department of Education

\*Estimated



GLEN RIDGE PUBLIC SCHOOLS  
 PRINCIPAL EMPLOYERS,  
 CURRENT YEAR AND TEN YEARS AGO  
 (Unaudited)

<u>Employer</u>	<u>2023</u>		<u>2014</u>	
	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>

Information is not available

**GLEN RIDGE PUBLIC SCHOOLS**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

<u>Function/Program</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Instruction										
Regular	128.0	127.6	129.3	130.3	131.4	132.4	145.2	145.7	144.2	144.3
Special education	46.7	46.4	48.1	46.6	50.6	50.6	31.7	33.7	31.0	32.6
Other Special Instruction	6.0	6.0	6.0	6.0	4.0	4.0	5.4	5.4	4.9	4.6
Support Services:										
Student & Instruction Related Services	26.3	25.4	25.4	25.1	28.1	28.1	41.5	43.5	45.0	42.0
General administrative services	2.1	2.1	2.1	2.1	2.1	2.1	2.1	2.1	2.1	2.1
School administrative services	12.0	12.0	12.0	12.0	12.0	13.0	14.3	13.8	14.1	15.0
Central services	5.0	5.0	5.0	5.0	5.0	5.0	4.0	4.5	4.5	4.5
Plant operations and maintenance	17.7	17.8	17.7	17.2	17.2	17.2	18.4	19.4	18.5	18.7
Pupil Transportation	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7
Child Care	8.7	8.7	8.7	9.3	8.9	8.9	8.0	-	-	-
Total	<u>254.2</u>	<u>252.7</u>	<u>256.0</u>	<u>255.3</u>	<u>261.0</u>	<u>263.0</u>	<u>272.3</u>	<u>269.8</u>	<u>266.0</u>	<u>265.5</u>

Source: District Personnel Records

GLEN RIDGE PUBLIC SCHOOLS  
 OPERATING STATISTICS  
 LAST TEN FISCAL YEARS  
 (Unaudited)

Fiscal Year	Enrollment <sup>a</sup>	Operating Expenditures <sup>b</sup>	Cost Per Pupil <sup>c</sup>	Percentage Change	Teaching Staff	Pupil/Teacher Ratio						Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary		Elementary/Middle School		Middle/High School					
						Central School	Forest Avenue	Linden Avenue	Ridgewood Avenue	Glen Ridge	School				
2014	1,934	\$ 30,258,125	\$ 15,645	1.54%	148.5		14.1:1	15.5:1	13.9:1	11.7:1	1,933	1,847	-1.13%	95.55%	
2015	1,908	31,466,277	16,492	5.41%	147.4		15.4:1	16.1:1	13.7:1	11.3:1	1,908	1,822	-1.29%	95.49%	
2016	1,893	32,887,315	17,373	5.34%	149.3		15.8:1	16.1:1	12.8:1	11.2:1	1,893	1,799	-0.79%	95.03%	
2017	1,905	33,188,615	17,422	0.28%	151.6		14.3:1	14.0:1	13.2:1	11.4:1	1,906	1,845	0.69%	96.80%	
2018	1,927	35,371,442	18,356	5.36%	153.4		14.1:1	16.2:1	12.5:1	11.4:1	1,928	1,820	1.15%	94.40%	
2019	1,909	37,958,733	19,884	8.33%	154.4	6.0:1	13.1:1	17.1:1	12.1:1	11.2:1	1,910	1,789	-0.93%	93.66%	
2020	1,873	37,162,190	19,841	-0.22%	153.6	6.0:1	14.0:1	18.0:1	12.8:1	11.0:1	1,873	1,810	-1.94%	96.64%	
2021	1,822	39,757,104	21,821	9.98%	154.6	13.0:	12.1:1	13.0:1	12.1:1	12.1:1	1,822	1,751	-2.72%	96.10%	
2022	1,813	43,477,777	23,981	9.90%	161.5	6.8:1	13.1:1	13.2:1	11.1:1	11.2:1	1,813	1,734	-0.49%	95.64%	
2023	1,858	45,550,848	24,516	2.23%	162.5	11.7:1	12.5:1	11:1	11.9:1	11:1	1,858	1,777	2.48%	95.64%	

Sources: District records

- Note:
- a Enrollment based on annual October district count.
  - b Operating expenditures equal total expenditures (modified accrual) less debt service and capital outlay.
  - c Cost per pupil represents operating expenditures divided by enrollment.

**GLEN RIDGE PUBLIC SCHOOLS  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
(Unaudited)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b><u>District Building</u></b>										
<b><u>Elementary</u></b>										
<b><u>Central School (2019)</u></b>										
Square Feet							29,538	29,538	29,538	29,538
Capacity (students)							304	304	304	304
Enrollment							40	90	69	152
<b><u>Forest Avenue School(1928)</u></b>										
Square Feet	32,093	32,093	32,093	32,093	32,093	32,093	32,093	32,093	32,093	32,093
Capacity (students)	327	327	327	327	327	327	327	327	327	327
Enrollment	233	241	248	239	245	227	210	178	201	179
<b><u>Linden Avenue School (1911)</u></b>										
Square Feet	31,999	31,999	31,999	31,999	31,999	31,999	31,999	31,999	31,999	31,999
Capacity (students)	333	333	333	333	333	333	333	333	333	333
Enrollment	260	267	250	235	257	273	227	165	187	168
<b><u>Ridgewood Avenue School (1928)</u></b>										
Square Feet	102,436	102,436	102,436	102,436	102,436	102,436	102,436	102,436	102,436	102,436
Capacity (students)	582	582	582	582	582	582	582	582	582	582
Enrollment	597	588	583	600	591	576	563	539	526	531
<b><u>Glen Ridge High School (1968)</u></b>										
Square Feet	160,000	160,000	160,000	160,000	160,000	160,000	160,000	160,000	160,000	160,000
Capacity (students)	842	842	842	842	842	842	842	842	842	842
Enrollment	844	812	812	831	834	833	833	850	830	828
<b><u>Board Office (2000)</u></b>										
Square Feet	3,510	3,510	3,510	3,510	3,510	3,510	3,510	3,510	3,510	3,510

Number of Schools at June 30, 2023  
 Elementary (Grades Pre-K-2) = 3  
 Elementary/Middle School(Grades 3-6) = 1  
 Middle/High School (Grades 7-12) = 1  
 Other (Board Office) = 1

Source: District Records

**GLEN RIDGE PUBLIC SCHOOLS  
GENERAL FUND  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
LAST TEN YEARS  
(Unaudited)**

UNDISTRIBUTED EXPENDITURES - REQUIRED  
MAINTENANCE FOR SCHOOL FACILITIES

	<u>Project # (s)</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<b>School Facilities</b>											
Glen Ridge High School	N/A	\$ 181,789	\$ 228,102	\$ 204,511	\$ 199,407	\$ 331,840	\$ 304,557	\$ 317,432	\$ 500,845	\$ 236,240	\$ 271,436
Forest Avenue School	N/A	125,774	121,323	114,399	113,315	63,980	56,364	54,128	85,403	74,420	85,507
Ridgewood Avenue Scho	N/A	214,949	215,362	200,038	202,164	201,972	177,566	177,098	279,426	192,387	221,049
Linden Avenue School	N/A	111,698	122,650	115,677	117,178	63,695	50,765	96,041	151,534	76,184	87,534
Central School		-	-	-	-	-	-	48,834	77,051	59,077	67,879
Total School Facilities		<u>634,210</u>	<u>687,437</u>	<u>634,625</u>	<u>632,064</u>	<u>661,487</u>	<u>589,252</u>	<u>693,533</u>	<u>1,094,259</u>	<u>638,308</u>	<u>733,405</u>
Board Office		<u>7,779</u>	<u>6,497</u>	<u>4,474</u>	<u>3,863</u>	<u>6,921</u>	<u>5,846</u>	<u>5,803</u>	<u>9,156</u>	<u>4,902</u>	<u>5,632</u>
Grand Total		<u>\$ 641,989</u>	<u>\$ 693,934</u>	<u>\$ 639,099</u>	<u>\$ 635,927</u>	<u>\$ 668,408</u>	<u>\$ 595,098</u>	<u>\$ 699,336</u>	<u>\$1,103,415</u>	<u>\$ 643,210</u>	<u>\$ 739,037</u>

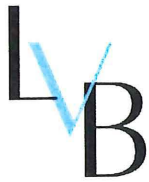
Source: Borough of Glen Ridge School District records.

**GLEN RIDGE PUBLIC SCHOOLS**  
**INSURANCE SCHEDULE**  
**JUNE 30, 2023**  
**(Unaudited)**

	<u>Coverage</u>	<u>Deductible</u>
School Alliance Insurance Fund:		
Property - Blanket Building and Contents	\$500,000,000 (per Occ.)	\$2,500
Flood Coverage:		
Per Occurrence	10,000,000	2,500
Aggregate	25,000,000	
Earthquake Coverage:		
Per Occurrence	25,000,000	5% of value
Aggregate	25,000,000	5% of value
Newly Acquired Property	25,000,000	2,500
Property at Unnamed Locations	10,000,000	2,500
Loss of Revenues	500,000	2,500
Accounts Receivable	2,500,000	2,500
Fine Arts	2,500,000	2,500
Trees/Shrubs/Plants	1,000,000	2,500
Auto Physical Damage	Per Policy	1,000
Blanket Crime	500,000	1,000
Money and Securities (Inside and Outside Premises)	50,000	1,000
Computer Fraud	50,000	1,000
Forgery and Alteration	50,000	1,000
School Board Errors and Omissions	5,000,000	15,000
Excess School Board Errors and Omissions	10,000,000	
Commercial General and Automobile Liability	10,000,000	
Medical Expense	10,000	
Abuse or Molestation Liability	10,000,000	
Excess Liability	5,000,000	
Environmental Impairment:		
Per Occurrence	1,000,000	10,000
Indoor Environmental Condition	100,000	100,000
Terrorism	100,000,000	2,500
Builders Risk	25,000,000	2,500
Demolition and Increase Cost of Construction	50,000,000	2,500
Cyber Liability	2,000,000	10,000
Boiler and Machinery	100,000,000	2,500
Public Officials Bond - Western Surety Company:		
Board Secretary/Business Administrator	300,000	
Treasurer	300,000	
Morris Essex Insurance Group:		
Workers' Compensation:		
Statutory Benefits	Included	
Employer's Liability	5,000,000	
Supplemental Coverage (optional)	Included	

Source: District records

**SINGLE AUDIT SECTION**



# LERCH, VINCI & BLISS, LLP

EXHIBIT K-1

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
JULIUS B. CONSONI, CPA, PSA  
ANDREW D. PARENTE, CPA, RMA, PSA  
ELIZABETH A. SHICK, CPA, RMA, PSA  
ROBERT W. HAAG, CPA, RMA, PSA

DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA, PSA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA, PSA  
JOHN CUIFFO, CPA, PSA

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

**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Trustees  
Glen Ridge Public School District  
Glen Ridge, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and each major fund of the Glen Ridge Public Schools as of and for the fiscal year ended June 30, 2023 and the related notes to the financial statements, which collectively comprise the Glen Ridge Public Schools' basic financial statements and have issued our report thereon dated December 1, 2023.

**Report on Internal Control Over Financial Reporting**

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

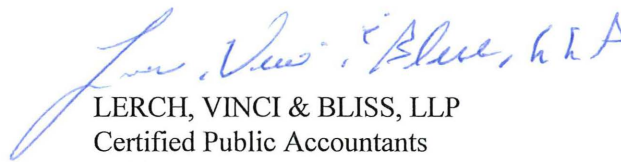
### Report on Compliance and Other Matters

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


However, we noted certain matters that are not required to be reported under Government Auditing Standards that we reported to management of the Glen Ridge Public Schools in a separate report entitled, "Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance" dated December 1, 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 Glen Ridge Public Schools' internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Glen Ridge Public Schools' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



LERCH, VINCI & BLISS, LLP  
Certified Public Accountants  
Public School Accountants



Paul J. Lerch  
Public School Accountant  
PSA Number CS01118

Fair Lawn, New Jersey  
December 1, 2023



# LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
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JOHN CUIFFO, CPA, PSA

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM;  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT  
ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE  
U.S. UNIFORM GUIDANCE AND SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE AS  
REQUIRED BY NEW JERSEY OMB CIRCULAR 15-08**

**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Trustees  
Glen Ridge Public Schools  
Glen Ridge, New Jersey

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

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

We have audited the Glen Ridge Public Schools' compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) Compliance Supplement and the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Glen Ridge Public Schools' major federal and state programs for the fiscal year ended June 30, 2023. The Glen Ridge Public Schools' 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 Glen Ridge Public Schools complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal 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; audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; 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 audit requirements of New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Our responsibilities under those standards, U.S. Uniform Guidance and New Jersey OMB Circular are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Glen Ridge Public Schools and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of the Glen Ridge Public Schools' 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, regulation, rules, and provisions of contracts or grant agreements applicable to the Glen Ridge Public Schools' 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 the Glen Ridge Public Schools' 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, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, U.S. Uniform Guidance and New Jersey 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 omission, misrepresentation, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Glen Ridge Public Schools' 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, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, U.S. Uniform Guidance, and New Jersey OMB Circular 15-08, we:

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

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

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

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

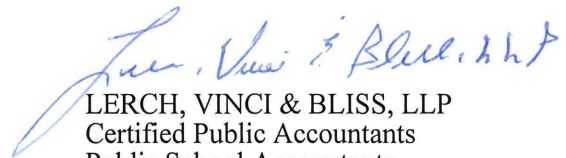
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant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

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

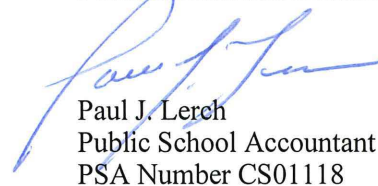
The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of U.S. Uniform Guidance and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable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

**Report on Schedule of Expenditures of Federal Awards Required by U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance Required by New Jersey OMB Circular 15-08**

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the Glen Ridge Public Schools, as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated December 1, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards as required by the U.S. Uniform Guidance and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.



LERCH, VINCI & BLISS, LLP  
Certified Public Accountants  
Public School Accountants



Paul J. Lerch  
Public School Accountant  
PSA Number CS01118

Fair Lawn, New Jersey  
December 1, 2023

**GLEN RIDGE PUBLIC SCHOOLS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Federal Grantor/Pass-Through Grantor Program Title	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance July 1, 2022			Cash Received	Budgetary Expenditures	Balance June 30, 2023			Memo GAAP Receivable
					(Accounts Receivable)	Unearned Revenue	Due to Grantor			(Accounts Receivable)	Unearned Revenue	Due to Grantor	
<b>U.S. Department of Education Passed Through State Department of Education</b>													
<b>E.S.E.A Consolidated Grant</b>													
Title IA	84.010	S010A220030	7/1/22-9/30/23	\$ 192,491			\$ 158,368	\$ 192,491	\$ (34,123)				\$ (34,123)
Title IA, Carryover	84.010	S010A210030	7/1/21-9/30/22	191,013	\$ (1,415)		1,415						
Title II A	84.367	S367A220029	7/1/22-9/30/23	32,634			32,634	32,634					
Title III, Carryover	84.365	S365A210030	7/1/21-9/30/22	1,199	(1,199)		1,199						
Title IV	84.424	S424A220031	7/1/22-9/30/23	16,391			16,391	16,391					
I.D.E.A. Part B, Basic	84.027	H027A220100	7/1/22-9/30/23	370,138			370,138	370,138					
I.D.E.A. Part B, Preschool	84.173	H173A220114	7/1/22-9/30/23	14,435			14,435	14,435					
<i>IDEA Cluster</i>									384,573				
ACSERS Aid	21.027	SLFRFDOE1SES	7/1/22-6/30/23	186,282			105,978	186,282	(80,304)				(80,304)
<b>American Rescue Plan</b>													
ARP ESSER III	84.425U	S425U210027	3/13/20-9/30/24	1,275,012	(1,041,908)	\$ 817,087	667,786	570,207	(374,122)	\$ 246,880			(127,242)
Accelerated Learning Coach and Educator Support	84.425U	S425U210027	3/13/20-9/30/24	145,964	(139,014)	139,014	138,400	138,814	(614)	200			(414)
Evidence Based Summer Learning Enrichment	84.425U	S425U210027	3/13/20-9/30/24	40,000	(40,000)	40,000	6,000	6,000	(34,000)	34,000			-
Evidence Based Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	40,000	(23,550)	23,550	6,500	7,775	(17,050)	15,775			(1,275)
NJTSS Mental Health Support Staffing	84.425U	S425U210027	3/13/20-9/30/24	45,000	(45,000)	43,500	9,199	7,699	(35,801)	35,801			-
<b>Elementary and Second School Emergency Relief (ESSER II)</b>													
ESSER II	84.425D	S425D210027	3/13/20-9/30/23	567,319	(283,660)	283,660	283,660	283,660					
Learning Acceleration	84.425D	S425D210027	3/13/20-9/30/23	36,407	(18,204)	18,204	18,204	18,204					
Mental Health	84.425D	S425D210027	3/13/20-9/30/23	45,000	(22,500)	22,500	22,500	22,500					
<i>ESF Cluster</i>									1,054,859				
<b>Total Special Revenue Fund</b>					(1,616,450)	1,387,515	-	1,852,807	1,867,230	(576,014)	332,656	-	(243,358)
<b>Total Federal Financial Assistance</b>					\$ (1,616,450)	\$ 1,387,515	\$ -	\$ 1,852,807	\$ 1,867,230	\$ (576,014)	\$ 332,656	\$ -	\$ (243,358)

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**GLEN RIDGE PUBLIC SCHOOLS  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Grant or State Project Number	Grant Period	Award Amount	Balance July 1, 2022			Cash Received	Budgetary Expenditures	Balance June 30, 2023			Memorandum		
				(Accounts Receivable)	Unearned Revenue	Due to Grantor			(Accts. Receivable)	Unearned Revenue	Due to Grantor	GAAP Receivable	Budgetary Expenditures	
<b>State Department of Education</b>														
<b>General Fund</b>														
Special Education Aid	23-495-034-5120-089	7/1/22-6/30/23	\$ 1,665,741				\$ 1,501,251	\$ 1,665,741	\$ (164,490)			\$ 1,665,741		
Special Education Aid	22-495-034-5120-089	7/1/21-6/30/22	1,339,221	\$ (129,725)			129,725							
Security Aid	23-495-034-5120-084	7/1/22-6/30/23	147,881				133,278	147,881	(14,603)			147,881		
Security Aid	22-495-034-5120-084	7/1/21-6/30/22	147,881	(14,325)			14,325	-						
<i>State Aid Public Cluster</i>								1,813,622						
Transportation	23-495-034-5120-014	7/1/22-6/30/23	123,908				111,672	123,908	(12,236)			123,908		
Transportation	22-495-034-5120-014	7/1/21-6/30/22	123,908	(12,002)			12,002							
Extraordinary Aid	23-100-034-5120-044	7/1/22-6/30/23	458,594					458,594	(458,594)			458,594		
Extraordinary Aid	22-100-034-5120-044	7/1/21-6/30/22	415,159	(415,159)			415,159							
<b>On -Behalf TPAF Pension System Contr. (Non-Budgeted)</b>														
Normal	23-495-034-5094-002	7/1/22-6/30/23	5,571,993				5,571,993	5,571,993				5,571,993		
NCGI Premium	23-495-034-5094-004	7/1/22-6/30/23	77,305				77,305	77,305				77,305		
Post Retirement Medical Contribution	23-495-034-5094-001	7/1/22-6/30/23	1,484,057				1,484,057	1,484,057				1,484,057		
Long Term Disability	23-495-034-5094-004	7/1/22-6/30/23	2,076				2,076	2,076				2,076		
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	7/1/22-6/30/23	1,266,632				1,266,577	1,266,632	(55)		\$ (55)	1,266,632		
Reimbursed TPAF Social Security Contributions	22-495-034-5094-003	7/1/21-6/30/22	1,195,554	(73,641)	-	-	73,641	-	-	-	-	-	-	
<b>Total General Fund</b>				(644,852)	-	-	10,793,061	10,798,187	(649,978)	-	-	(55)	10,798,187	
<b>Special Revenue Fund</b>														
SDA Emergent and Capital Maintenance Needs	N/A	7/1/22-6/30/23	43,554	-	-	-	43,554	43,554	-	-	-	-	43,554	
<b>Total Special Revenue Fund</b>				-	-	-	43,554	43,554	-	-	-	-	43,554	
<b>Capital Projects Fund</b>														
School and Small Business Ventilation and Energy Efficiency Verification and Repair Program (SSB-VEEVR) NJ BPU Clean Energy Program	N/A	7/1/22-6/30/23	811,170	-	-	-	-	-	(811,170)	\$ 811,170	-	(811,170)	-	
<b>Total Capital Projects Fund</b>				-	-	-	-	-	(811,170)	811,170	-	(811,170)	-	
<b>Debt Service Fund</b>														
Debt Service Aid	23-495-034-5120-075	7/1/22-6/30/23	310,090	-	-	-	310,090	310,090	-	-	-	-	310,090	
<b>Total Debt Service Fund</b>				-	-	-	310,090	310,090	-	-	-	-	310,090	
<b>Total State Financial Assistance- Determination for Single Audit</b>				\$ (644,852)	\$ -	\$ -	\$ 11,146,705	\$ 11,151,831	\$ (1,461,148)	\$ 811,170	\$ -	\$ (811,225)	\$ 11,151,831	
Less: On -Behalf TPAF Pension System Contributions (Non-Budgeted)														
Normal								\$ 5,571,993						
NCGI Premium								77,305						
Post Retirement Medical Contribution								1,484,057						
Long Term Disability								2,076						
<b>Amount Utilized to Determine Major Programs</b>								\$ 4,016,400						

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**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 REPORTING ENTITY**

The Glen Ridge Public Schools (the “Board” or the “District”) received and participated in numerous Federal Award and State Financial Assistance programs in the form of cost reimbursement grants and revenue sharing entitlements. The Board is the reporting entity for these programs. The Board is defined in Note 1 (A) to the Board’s Financial Statements.

**NOTE 2 BASIS OF PRESENTATION**

The accompanying schedules of expenditures of federal awards and state financial assistance (the “Schedules”) present the activity of all federal and state programs of the Board. All federal awards received directly from federal agencies or passed through other government agencies are included on the schedule of expenditures of federal awards. All state awards received directly from state agencies or passed through other government agencies are included in the schedule of expenditures of state financial assistance. The information in these Schedules are presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB Circular Letter 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*.

**NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Schedules are prepared and presented using 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 basis of accounting are described in the Notes to the Budgetary Comparison Schedules (RSI) and Note 1(D) to the Board’s financial statements, respectively. Therefore, some amounts presented in these schedules may differ from the amounts presented in, or used in the preparation of, the financial statements. The Board’s summary of significant accounting policies are described in Note 1 to the Board’s financial statements.

**NOTE 4 RELATIONSHIP TO FINANCIAL STATEMENTS**

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of \$493,871 for the general fund and an increase of \$139,890 for the special revenue fund. See the Notes to Required Supplementary 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 presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$ 10,304,316	\$ 10,304,316
Special Revenue Fund	\$ 2,007,120	43,554	2,050,674
Debt Service Fund	-	310,090	310,090
	<u>          </u>	<u>          </u>	<u>          </u>
Total Financial Assistance	<u>\$ 2,007,120</u>	<u>\$ 10,657,960</u>	<u>\$ 12,665,080</u>

**GLEN RIDGE PUBLIC SCHOOLS  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the District's fiscal year and grant program years.

**NOTE 6 OTHER INFORMATION**

Revenues and expenditures reported under the Food Distribution Program as non-cash assistance represent current year value received and current year distributions, respectively. TPAF Social Security contributions in the amount of \$1,266,632 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2023. The amount reported as TPAF Pension System Contributions in the amount of \$5,649,298, TPAF Post-Retirement Medical Benefits Contributions in the amount of \$1,484,057 and TPAF Long-Term Disability Insurance in the amount of \$2,076 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2023.

**NOTE 7 ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT**

On-behalf State Programs for TPAF Pension, Post-Retirement Medical Benefits and Long-Term Disability Insurance Contributions payments are not subject to a State single audit and, therefore, are excluded from major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the District's financial statements and the amount subject to State single audit and major program determination.

**NOTE 8 DE MINIMIS INDIRECT COST RATE**

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



**GLEN RIDGE PUBLIC SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

*Part I – Summary of Auditor’s Results*

**Financial Statement Section**

Type of auditors' report issued on financial statements 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   no

Noncompliance material to basic financial statements noted?            yes   X   no

**Federal Awards Section**

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 2 CFR 200 section 516(a) of U.S. Uniform Guidance            yes   X   no

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

Identification of major federal programs:

<u>AL Number(s)</u>	<u>FAIN #</u>	<u>Name of Federal Program or Cluster</u>
84.425U	S425U210027	American Rescue Plan (ESSER III)
84.425D	S425D210027	Elementary and Second School Emergency Relief (ESSER II)

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

Auditee qualified as low-risk auditee?   X   yes            no

**GLEN RIDGE PUBLIC SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Part I – Summary of Auditor’s Results**

**State Awards Section**

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

Internal Control over compliance:

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

2) Significant deficiency(ies) identified that were not considered to be material weaknesses?            yes   X   none reported

Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 15-08, as amended?            yes   X   none reported

Identification of major programs:

<u>State Grant/Project Number (s)</u>	<u>Name of State Program</u>
23-495-034-5120-089	Special Education Aid
23-495-034-5120-084	Security Aid
23-495-034-5094-003	Reimbursed TPAF Social Security Contributions

Dollar threshold used to distinguish between Type A and Type B Programs \$   750,000  

Auditee qualified as low-risk auditee?   X   yes            no

**GLEN RIDGE PUBLIC SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

There are none.

**GLEN RIDGE PUBLIC SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

*Part 3 – Schedule of Federal and State Award Findings and Questioned Costs*

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by the U.S. Uniform Guidance and New Jersey OMB's Circular 15-08.

**CURRENT YEAR FEDERAL AWARDS**

There are none.

**CURRENT YEAR STATE AWARDS**

There are none.

**GLEN RIDGE PUBLIC SCHOOLS  
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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

**STATUS OF PRIOR YEAR FINDINGS**

There were none.