

**Annual Comprehensive  
Financial Report**

**of the**

**Township of Green Brook Board of Education**

**County of Somerset**

**Green Brook, New Jersey**

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

**Prepared by**

**Township of Green Brook, Board of Education  
Finance Department**



## TABLE OF CONTENTS

<b>INTRODUCTORY SECTION</b>	<b>PAGE</b>
Introductory Section - Letter of Transmittal	1-5
Roster of Officials	6
Consultants and Advisors	7
Organizational Chart	8
 <b>FINANCIAL SECTION</b>	
Independent Auditor's Report	9-12
<b>REQUIRED SUPPLEMENTARY INFORMATION – Part I</b>	13
Management's Discussion and Analysis (Unaudited)	14-24
<b>BASIC FINANCIAL STATEMENTS</b>	25
A. District-Wide Financial Statements	26
A-1 Statement of Net Position	27
A-2 Statement of Activities	28
B. Major Fund Financial Statements	29
Governmental Funds:	
B-1 Balance Sheet	30-31
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balance	32
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	33
Other Funds:	34
Proprietary Funds:	
B-4 Statement of Net Position	35
B-5 Statement of Revenues, Expenses, and Changes in Fund Net Position	36
B-6 Statement of Cash Flows	37
 <b>Notes to the Financial Statements</b>	38-85

## TABLE OF CONTENTS (CONTINUED)

	<b>PAGE</b>
<b>REQUIRED SUPPLEMENTARY INFORMATION – Part II</b>	<b>86</b>
C. Budgetary Comparison Schedules:	87
C-1 General Fund	88-98
C-1A Budgetary Comparison Schedule	N/A
C-2 Special Revenue Fund	99
C-3 Budget to GAAP Reconciliation	100
<b>REQUIRED SUPPLEMENTARY INFORMATION – Part III</b>	<b>101</b>
L. Schedules Related to Accounting and Reporting for Pension (GASB 68)	102
L-1 Schedule of the District's Proportionate Share of the Net Pension Liability - Public Employees Retirement System - Last Ten Years	103
L-2 Schedule of the District's Contributions - Public Employees Retirement System - Last Ten Years	104
L-3 Schedule of the District's Proportionate Share of the Net Pension Liability Teachers Pension and Annuity Fund - Last Ten Years	105
L-4 Notes to the Required Supplementary Information for the Fiscal Year Ended June 30, 2023	106
<b>REQUIRED SUPPLEMENTARY INFORMATION – Part IV</b>	<b>107</b>
M. Schedule Related to Accounting and Reporting for Postemployment Benefits Other Than Pensions (GASB 75)	108
M-1 Schedule of Changes in the Total OPEB Liability and Related Ratios – Last Ten Years	109
M-2 Notes to the Required Supplementary Information for the Fiscal Year Ended June 30, 2023	110
<b>OTHER SUPPLEMENTARY INFORMATION</b>	<b>111</b>
D. School Level Schedules	N/A
E. Special Revenue Fund:	112
E-1 Combining Schedule of Revenues and Expenditures - Budgetary Basis	113-114
E-2 Schedule of Expenditures - Preschool Education Aid - Budgetary Basis	N/A
F. Capital Projects Fund	N/A

## TABLE OF CONTENTS (CONTINUED)

	PAGE
G. Proprietary Funds	N/A
H. Fiduciary Fund	N/A
I. Long-Term Debt	115
I-1 Schedule of Serial Bonds	116
I-2 Schedule of Obligations Under Right to Use Lease Assets	117
I-3 Budgetary Comparison Schedule - Debt Service Fund	118
I-4 Schedule of Obligations Under Installment Purchase Contracts	119
I-5 Schedule of Obligations Under Subscription-Based Information Technology Agreements	120

## STATISTICAL SECTION (UNAUDITED)

J-1 Net Position by Component	121
J-2 Changes in Net Position	122-123
J-3 Fund Balances - Governmental Funds	124
J-4 Changes in Governmental Fund Balances - Governmental Funds	125
J-5 General Fund Other Local Revenue by Source	126
J-6 Assessed Value and Actual Value of Taxable Property	127
J-7 Direct and Overlapping Property Tax Rates	128
J-8 Principal Property Taxpayers - Current Year and Nine Years Ago	129
J-9 Property Tax Levies and Collections	130
J-10 Ratios of Outstanding Debt by Type	131
J-11 Ratios of Net Bonded Debt Outstanding	132
J-12 Ratios of Overlapping Governmental Activities Debt	133
J-13 Legal Debt Margin Information	134
J-14 Demographic and Economic Statistics	135
J-15 Principal Employers - Current and Nine Years Ago	136
J-16 Full-Time Equivalent District Employees by Function/Program	137
J-17 Operating Statistic	138
J-18 School Building Information	139
J-19 Schedule of Required Maintenance for School Facilities	140
J-20 Insurance Schedule	141-142

**TABLE OF CONTENTS (CONTINUED)**

**PAGE**

**SINGLE AUDIT SECTION**

K-1	Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in Accordance with Government Auditing Standards	143-144
K-2	Independent Auditor's Report on Compliance with Requirements Applicable to Each Major State Financial Assistance Programs and on Internal Control Over Compliance in Accordance with the Uniform Guidance and New Jersey OMB Circular 15-08	145-147
K-3	Schedule of Expenditures of Federal Awards, Schedule A	148
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B	149
K-5	Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance	150-151
K-6	Schedule of Findings and Questioned Costs	152-153
K-7	Schedule of Prior Audit Findings	154

**INTRODUCTORY SECTION**

January 11, 2024

Honorable President and  
Members of the Board of Education  
Green Brook Public Schools  
County of Somerset, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Green Brook Public Schools (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 (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and required supplementary information, as well as the auditor's report thereon. The financial section also includes Management's Discussion and Analysis, which is an overview of the District's current financial status and future outlook. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the 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 State of New Jersey 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 auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations are included in the single audit section of this report.



**(1) REPORTING ENTITY AND ITS SERVICES:**

The Green Brook Public Schools is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by National Council on Governmental Accounting (NCGA) Statement No. 3. The Green Brook Board of Education and all its schools constitute the District’s reporting entity.

The District provides a full range of educational services appropriate to grade levels preschool through 8. These include regular education, gifted and talented, instructional support, English language services, as well as special education programs. Preschool disabled programs also service students ages 3-5. Students in grades 9-12 are sent to Watchung Hills Regional High School District on a tuition basis. This high school district offers a comprehensive program including regular vocational programs as well as special education programs for learning disabled students. At the conclusion of the 2022-2023 school year, 398 students in grades 9-12 attended Watchung Hills Regional High School. The following details the changes in the PreK-8 student enrollment of the District over the last eight years:

**Total School Enrollment**

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Annual Percent Change</u>
2022-2023	755	1.34%
2021-2022	745	3.04%
2020-2021	723	(5.74%)
2019-2020	767	(2.04%)
2018-2019	783	(7.00%)
2017-2018	842	(5.82%)
2016-2017	897	(4.00%)
2015-2016	899	.22%

Overall, the district experienced an increase of 10 students for grades Pre-K to Grade 8

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

The Green Brook Township Board of Education recognizes the ever-changing environment of financing education in the State of New Jersey. The School Funding Reform Act of 2008 established the formula for determining the level of State Aid and local funding needed to educate all New Jersey public school children. This law also created a maximum tax levy increase, various budget restrictions, and set the maximum district fund balance at the higher of 2% of budget expenditures or \$250,000. The New Jersey Department of Education releases the Education Adequacy Report for adjustments to the costs, weights and aid amount in the State's school-funding formula on a yearly basis. Over the past several years, this formula has changed based on the state's budget, making it difficult to predict what state aid amount will be released to Green Brook Township School on a consistent basis. The Green Brook Township Board of Education, along

with its excellent staff, believes it will continue to provide a comprehensive education for all of its children. Exceptional instructional programs continue to be offered and reviewed on a regular basis for improvements.

### **(3) MAJOR INITIATIVES:**

The Green Brook Township School District continues to deliver high-quality programs and maintain a fiscally responsible budget. The major initiatives for the 2022-2023 school year included an emphasis on the Social and Emotional Wellness (SEW) of our students and staff, and improving instructional and assessment practices for MTSS.

Our focus on SEW provided professional development to staff and intervention programs to address student needs. The district partnered with Eduscape and School Day to address professional development for our staff and guidance and coaching to assist instructional strategies around student SEW.

Through Team Leaders, the district provided more support through the PLC process that focused on assessments and focused instructional planning around district curriculum and state standards.

The district worked to increase teacher knowledge, development, and implementation of assessments aligned to standards in all content-areas. Through the Assessment Blueprint Initiative, staff learned about high quality assessments, reviewed their own assessments, and made revisions to increase the standards-alignment, rigor, and instructional utility.

All of the 2022-2023 initiatives will continue to be supported during the 2023-2024 school year. In addition, the district will also work to support the new Next Generation Science Standards through continued professional development. In addition, the district has lead staff in improving content pedagogical knowledge in alignment with the expectations of the New Jersey Student Learning Standards in Mathematics. Staff are implementing new instructional tools and standards-aligned lessons to meet the content and practice standards. Along with this, the district has worked to increase teacher knowledge or and instructional practice aligned to foundational reading through the use of high-quality instruction materials and aligned training. Another keep component is the implementation of Universal Screening in alignment with the expectations of the New Jersey Tiered Systems of Support for Early Reading. Providing training and PLC time for staff will allow the district to have more reliable, objective data to meet the needs of all students in literacy. Finally, the Green Brook Township Public Schools values the education of all students throughout the district. All of the district's goals combined with the ongoing support provided to parents, students, and teachers make the Green Brook Township Public Schools a learning environment where all students can succeed.

The Green Brook Township School District is extremely fortunate to have active and supportive community organizations. The Parent-Teacher Organization (PTO) has made generous donations to support all aspects of the school community. The Green Brook Education and Athletic Foundation (GBEAF) raises funds to support a wide variety of programs and facilities in the district. The efforts of the PTO and GBEAF, combined with the support of the Board of Education, parents, and greater community, clearly demonstrates our community's commitment to provide a quality education for our students.

#### **(4) INTERNAL ACCOUNTING CONTROLS:**

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

As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the District's management. As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

#### **(5) BUDGETARY CONTROLS:**

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Annual appropriated budgets are adopted for the general fund, 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 cancelled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance as of June 30, 2023.

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

The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements," Note 1.

#### **(7) 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 2. 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.

**(8) RISK MANAGEMENT:**

The District is a member of the Northeast Bergen County School Board Insurance Group (the "Fund"). The Fund is a risk-sharing public entity pool established for the purpose of insuring against workers' compensation claims, general liability, property and vehicle insurance.

**(9) OTHER INFORMATION:**

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board's finance committee selected the accounting firm of Suplee, Clooney & Company. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act as amended and the related Uniform Guidance and State Treasury Circular Letter 15-08 OMB. The auditor's report on the basic financial statements is included in the financial section of this report.

The auditor's reports related specifically to the single audit are included in the single audit section of this report.

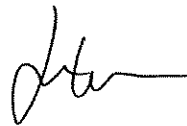
**(10) ACKNOWLEDGMENTS:**

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

Respectfully submitted,



Dr. James Bigsby  
Superintendent of Schools



Jason Weber  
Board Secretary/Business Administrator

**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY**

**ROSTER OF OFFICIALS  
June 30, 2023**

<b><u>Members of the Board of Education</u></b>	<b><u>Term Expires</u></b>
Jean-Louis Kong, President	2024
Janine Potter, Vice President	2025
Zhi Chen	2025
Michelle Cruz	2025
Andrea Ferrante	2023
Catherine Kelly	2023
Andrew Zimmer	2023
Yuqing Feng	2024
Michelle Previtiera	2024

**Other Officials**

Dr. James Bigsby, Superintendent

Jason Weber, Board Secretary/Business Administrator

Raymond Murray, Treasurer

Dennis McKeever, Esq., Board Attorney

**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY**

**CONSULTANTS AND ADVISORS**

**Audit Firm**

Suplee, Clooney and Company  
308 East Broad Street  
Westfield, NJ 07081

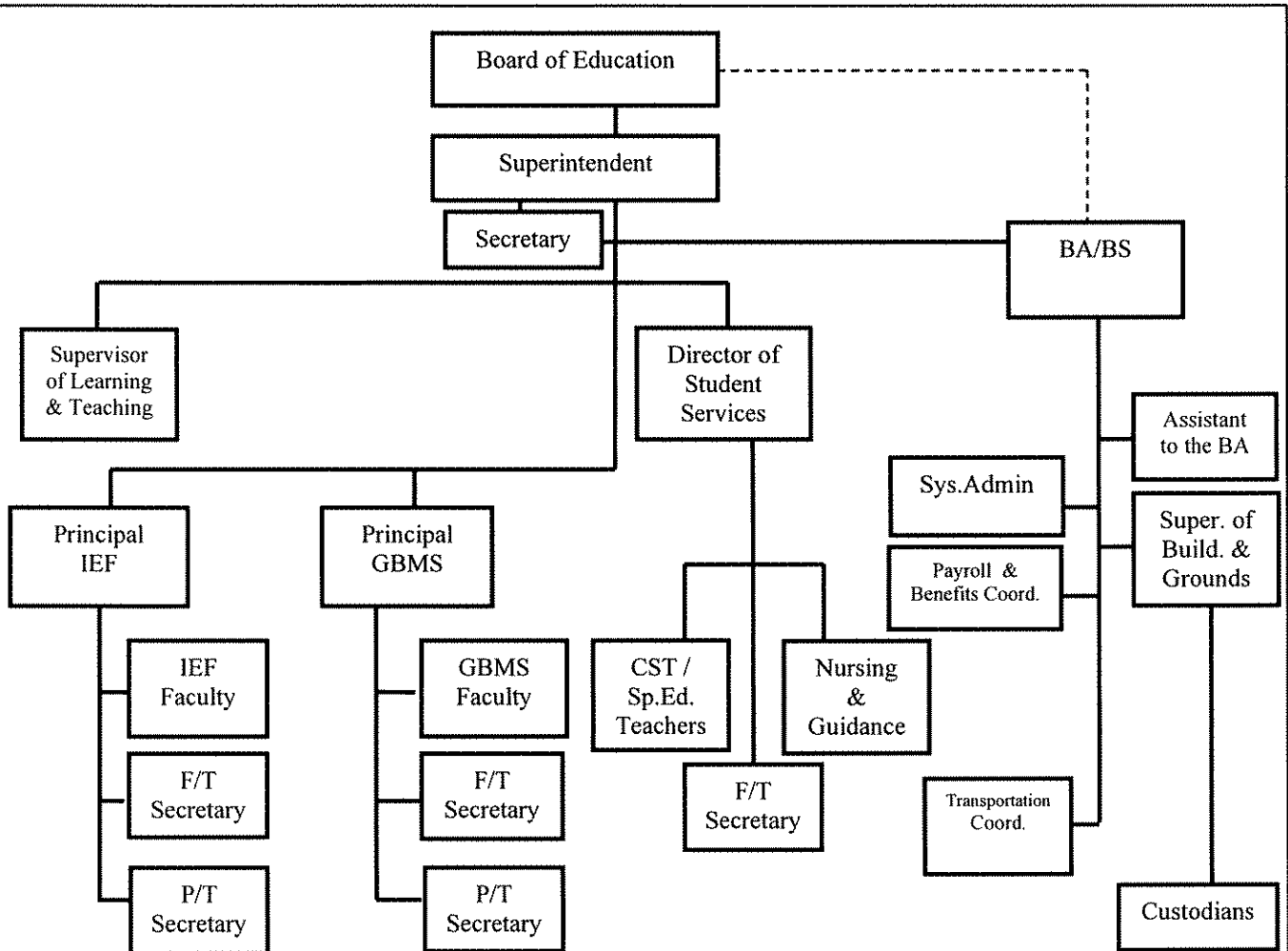
**Attorney**

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

**Official Depository**

The Provident Bank  
930 North Washington Avenue  
Green Brook, NJ 08812

GREEN BROOK TOWNSHIP SCHOOL DISTRICT ORGANIZATIONAL CHART



**THIS PAGE INTENTIONALLY LEFT BLANK**



**FINANCIAL SECTION**



# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail [info@scnco.com](mailto:info@scnco.com)

## **INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Township of Green Brook School District  
County of Somerset  
Green Brook, New Jersey 08812

### **Report on the Audit of 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 Township of Green Brook School District, in the County of Somerset, State of New Jersey (the "District") as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey, the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (the "Uniform Guidance") the audit requirements of State of New Jersey OMB Circular 15-08 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards and provisions are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

***Emphasis of Matter***

As discussed in Note 1 to the basic financial statements, for the year ended June 30, 2023, the District adopted Governmental Accounting Standards Board Statement Number 96, *Subscription-Based Information Technology Arrangements*. Our opinions are not modified with respect to this matter.

***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 misstatement, whether due to fraud or error.

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

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, the Uniform Guidance, the State of New Jersey OMB Circular 15-08 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

## SUPLEE, CLOONEY & COMPANY

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

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

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information in Exhibit C-1 through C-3, the schedules related to accounting and reporting for pensions in Exhibit L-1 through L-4 and the schedules related to accounting and reporting for postretirement benefits other than pensions (OPEB) in Exhibits M-1 and M-2 are 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 District's basic financial statements. The accompanying supplementary information schedules and data such as the combining statements and individual fund financial statements, and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, as required by the Uniform Guidance, New Jersey's OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and the State of New Jersey, Department of Education, Division of Finance, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and the schedule of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

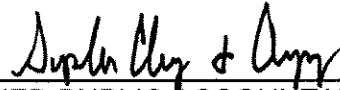
Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover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

## SUPLEE, CLOONEY & COMPANY

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

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

In accordance with Government Auditing Standards, we have also issued our report dated January 11, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on effectiveness of the District's 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 District's internal control over financial reporting and compliance.



\_\_\_\_\_  
CERTIFIED PUBLIC ACCOUNTANTS



\_\_\_\_\_  
PUBLIC SCHOOL ACCOUNTANT NO. 948

January 11, 2024

**REQUIRED SUPPLEMENTARY INFORMATION – Part I**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED**

The discussion and analysis of Green Brook Board of Education District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2023. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the 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 Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34. – Basic Financial Statements-Management's Discussion and Analysis-for the State and Local Governments. Certain comparative information between the current fiscal year and the prior fiscal year is presented in the MD&A. In the fiscal year 2023, the District implemented GASB Statement No. 96 "*Subscription-Based Information Technology Arrangements*".

**Financial Highlights**

Key financial highlights for fiscal year 2023 are as follows:

- In total, net position increased \$3,045,030.68, which represents a 25.6 percent increase from fiscal year 2022 net position.
- General revenues accounted for \$25,771,560.29 in revenue, or 80.9 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$6,092,316.51 in revenue or 19.1 percent of total revenues.
- The school district had \$28,818,846.12 in expenses; only \$6,092,316.51 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily tax levy and unrestricted state aid) of \$25,771,560.29 were adequate to provide for these programs.
- Total governmental activities net position increased by \$3,005,240.63. Cash and cash equivalents increased by \$2,023,353.83; receivables decreased by \$84,829.99; deferred outflows increased by \$57,343.00; liabilities decreased by \$549,504.07; deferred inflows decreased by \$1,382,331.00; intangible and right-of-use assets decreased by \$81,872.28 and capital assets decreased by \$840,589.00.
- Among governmental funds, the General Fund had \$30,082,822.37 in revenues, \$28,166,907.30 in expenditures, and \$9,216.75 in other financing sources.



**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED**

**Using this Annual Comprehensive Financial Report (ACFR)**

This annual report consists of a series of financial statements and explanatory notes. The report is organized so that the reader can first understand Green Brook School District as a financial whole. The financial operations of each individual fund are also described in detail later in the report.

*The Statement of Net Position and Statement of Activities:* The purpose of the Statement of Net Position and Statement of Activities is to combine financial data of all individual fund operations to present information about the activities of the School District as a whole. Activities are broken down into two broad categories: Governmental Activities and Business-Type Activities. The most significant amount of activity for the Green Brook Board of Education occurs in the category of Governmental Activities.

**Reporting the School District as a Whole**

**State of Net Position and the Statement of Activities**

While the ACFR report contains details of all individual funds used by the School District to provide programs and activities, the most significant statements are the Statement of Net Position and Activities. These statements include all assets, liabilities and activities using the accrual basis of accounting. The accrual basis of accounting reflects recognition of revenues and expenditures when earned rather than received.

The Statements of Assets and Activities report the School District's net position and changes in those assets. This change in net position is important because it tells the reader whether the financial position of the School District has improved or diminished. The causes of this change may be attributable to non-financial factors such as: The School District's property tax base, changes in current State law, facility conditions, mandated educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School District's operating activities are divided into two distinct types:

- *Government Activities* - All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- *Business-Type Activities* – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service program is reported as a business activity.

**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED**

**Reporting the School District's Most Significant Funds**

**Fund Financial Statements**

Fund financial statements provide detailed information about the District's funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

**Governmental Funds**

The School District's activities are reported in governmental funds, which focus on how money flows through those funds and the balances left at year-end. These funds are reported using an accounting method referred to as the modified accrual basis of accounting, which recognizes revenue and expenditures when they become both measurable and available. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps the reader determine the availability of financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

**Enterprise Fund**

The enterprise fund uses the same basis of accounting as business-type activities. These statements closely resemble financial statements of a private sector business entity.

**The School District as a Whole**

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

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

**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED**

**Table 1** provides a summary of the School District's net position for 2023 as compared to 2022.

	<u>2023</u>	<u>2022</u> <u>As Restated</u>
<b>Assets</b>		
Current and Other Assets	\$8,903,988.99	\$7,012,019.06
Capital Assets	<u>17,840,977.00</u>	<u>18,683,280.00</u>
Total Assets	<u>26,744,965.99</u>	<u>25,695,299.06</u>
<b>Deferred Outflows:</b>		
Related to Pensions	<u>477,662.00</u>	<u>420,319.00</u>
Total Deferred Outflows	<u>477,662.00</u>	<u>420,319.00</u>
<b>Liabilities</b>		
Other Liabilities	4,043,621.00	3,409,980.72
Long-Term Liabilities	<u>7,215,567.99</u>	<u>8,404,898.02</u>
Total Liabilities	<u>11,259,188.99</u>	<u>11,814,878.74</u>
<b>Deferred Inflows:</b>		
Related to Pensions	1,034,350.00	<u>2,416,681.00</u>
Total Deferred Inflows	<u>1,034,350.00</u>	<u>2,416,681.00</u>
<b>Net Position</b>		
Net Investment in Capital Assets	11,050,977.00	10,372,915.16
Restricted	5,671,699.67	4,217,289.93
Unrestricted(Deficit)	<u>(1,793,587.67)</u>	<u>(2,706,146.77)</u>
Total Net Position	<u>\$14,929,089.00</u>	<u>\$11,884,058.32</u>

The District's combined net position was \$14,929,089.00 on June 30, 2023. The District's investment in capital assets is reported net of any related debt used to acquire those assets.

**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED**

Table 2 shows changes in net position for fiscal year 2023 as compared to fiscal year 2022.

**Table 2  
Changes in Net Position**

	<u>2023</u>	<u>2022</u>
Revenues		
Program Revenues:		
Charges for Services	\$755,134.82	\$716,281.42
Operating Grants and Contributions	5,337,181.69	6,347,325.64
General Revenues:		
Property Taxes	25,414,993.00	24,946,630.00
Grants and Entitlements	97,753.00	59,077.00
Other	<u>258,814.29</u>	<u>112,139.57</u>
Total Revenues	<u>31,863,876.80</u>	<u>32,181,453.63</u>
 Program Expenses		
Instruction	18,787,627.15	20,262,827.02
Support Services:		
Student and Instruction Related	3,647,910.32	3,503,700.83
Administrative and Business	1,935,846.76	2,001,423.34
Maintenance & Operations	1,894,303.71	1,818,196.93
Transportation	1,985,414.70	1,505,210.56
Business Type Activities	359,450.65	334,369.72
Other	<u>208,292.83</u>	<u>904,184.50</u>
Total Expenses	<u>28,818,846.12</u>	<u>30,329,912.90</u>
Increase/ (Decrease) in Net Position	<u>\$3,045,030.68</u>	<u>\$1,851,540.73</u>

**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED**

**Governmental Activities**

Property taxes made up 80.8 percent of revenues for governmental activities for the Green Brook School District for the fiscal year 2023. Property tax revenues increased by \$468,363.00, which is a 1.8 percent increase over the prior year. The District's total governmental activities revenues were \$31,464,636.10 for the year ended June 30, 2023.

Instruction comprises 66.0 percent of district expenses. Support Services costs make up 33.3 percent of district expenses and other services make up .7 percent of district expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. *Table 3* shows the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

**Table 3  
Cost of Services**

	<u>Total Cost of Services 2023</u>	<u>Total Cost of Services 2022</u>	<u>Net Cost of Services 2023</u>	<u>Net Cost of Services 2022</u>
Instruction	\$18,787,627.15	\$20,262,827.02	\$14,627,849.57	\$15,306,156.37
Support Services:				
Students and Instruction Related	3,647,910.32	3,503,700.83	2,855,438.24	2,622,118.55
General Administration, School & Central Administration	1,935,846.76	2,001,423.34	1,685,194.55	1,617,636.86
Maintenance of Facilities	1,894,303.71	1,818,196.93	1,797,265.14	1,639,100.87
Student Transportation	1,985,414.70	1,505,210.56	1,576,234.96	1,183,754.72
Other	208,292.83	904,184.50	208,292.83	904,184.50
Business-Type Activities	<u>359,450.65</u>	<u>334,369.72</u>	<u>(23,745.68)</u>	<u>(6,646.03)</u>
Total Net Cost of Services	<u>\$28,818,846.12</u>	<u>\$30,329,912.90</u>	<u>\$22,726,529.61</u>	<u>\$23,266,305.84</u>

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

Students and instruction related expenses include the activities involved with assisting staff with the content and process of teaching students.

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

**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED**

**Governmental Activities (Continued)**

Maintenance of facilities activities involve keeping the school grounds, buildings and equipment in an effective condition and providing for the safety and security for all members of the school community while on school property.

Curriculum and staff development includes expenses related to planning, research, development and evaluation of support services.

Pupil transportation includes activities associated with the conveyance of both regular education and special education students to and from school, school activities and athletic events, as provided by state law.

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

Other expenses are for Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the school district.

The School District relies mainly upon tax revenues to function. The community, as a whole, is the primary support for the Green Brook School District

**Business-Type Activities**

Revenue for the District's business-type activities was comprised of the Food Service Program. Overall business type revenues exceeded expenses by \$39,790.05.

**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED**

**The School District's Funds**

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$32,197,598.10; expenditures were \$30,219,765.83 and other financing sources were \$9,216.75.

As demonstrated by the various statements and schedules included in the financial section of this report, the School District continues to meet its responsibility for sound financial management. The following schedule presents a summary of general fund, special revenue fund, and debt service fund revenues for the fiscal year ended June 30, 2023, and the amount and percentage of increase and decrease in relation to prior year revenues.

<u>Revenues</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase(Decrease) from FY 2022</u>	<u>Percent Increase (Decrease)</u>
Local Sources	\$26,109,685.44	81.09%	\$465,747.83	1.64%
State Sources	5,617,266.75	17.45%	139,155.34	0.55%
Federal Sources	470,645.91	1.46%	152,845.86	10.34%
<b>Total</b>	<b>\$32,197,598.10</b>	<b>100.00%</b>	<b>\$757,749.03</b>	<b>1.37%</b>

Local revenues increased mainly due to a property tax increase needed to fund the additional expenditures associated with the instructional program and increased operating costs. Federal and State sources increased due to more grant funding.

The following schedule represents a summary of general fund, special revenue fund, and debt service fund expenditures for the fiscal year ended June 30, 2023, and the percentage of increases and decreases in relation to prior year amounts.

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase/(Decrease) from FY 2022</u>	<u>Percent Increase/ (Decrease)</u>
Current:				
Instruction	\$6,648,045.14	22.00%	(\$455,760.27)	-6.42%
Support Services	22,022,493.44	72.87%	256,323.62	1.18%
Capital Outlay	92,249.75	0.31%	(917,653.25)	-90.87%
Debt Service	1,456,977.50	4.82%	(61,497.50)	-4.05%
Cost of Debt Issuance	0.00	0.00%	(125,000.00)	100.00%
<b>Total</b>	<b>\$30,219,765.83</b>	<b>100.00%</b>	<b>(\$1,303,587.40)</b>	<b>-2.42%</b>

**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED**

**General Fund Budgeting Highlights**

The School District's budget is prepared according to New Jersey law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

The School District's budget is prepared according to New Jersey law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

**Capital Assets**

At the end of the fiscal year 2023, the School District had \$17,840,977.00 invested in building, building improvements, furniture, equipment, and vehicles. Table 4 shows fiscal year 2023 balances compared to fiscal year 2022.

**Table 4  
Capital Assets (Net of Depreciation)**

	<u>2023</u>	<u>2022</u> <u>As Restated</u>
Governmental Activities Capital Assets, Net:		
Land	\$967,773.00	\$967,773.00
Site Improvements	921,351.00	1,029,181.00
Building and Building Improvements	15,496,640.00	16,197,936.00
Machinery and Equipment	<u>427,156.00</u>	<u>458,619.00</u>
Total Governmental Activities Capital Assets, Net	<u>17,812,920.00</u>	<u>18,653,509.00</u>
Business Type Activities Capital Assets, Net:		
Machinery and Equipment	<u>28,057.00</u>	<u>29,771.00</u>
Total Business Type Activities Capital Assets, Net:	<u>28,057.00</u>	<u>29,771.00</u>
Total Capital Assets, Net	<u><u>\$17,840,977.00</u></u>	<u><u>\$18,683,280.00</u></u>

Overall capital assets decreased \$842,303.00 from fiscal year 2022 to fiscal year 2023. The decrease in capital assets is due primarily to annual depreciation in excess of equipment purchases.



**GREEN BROOK BOARD OF EDUCATION  
GREEN BROOK, NEW JERSEY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED**

**Debt Administration**

At June 30, 2023, the School District had \$10,741,920.99 of outstanding long-term liabilities. Of this amount, \$372,195.08 is for compensated absences, \$3,526,353.00 is pension related, \$6,790,000.00 is for serial bonds for school construction, \$23,165.29 is for SBITA payables, and \$30,207.62 is for right-of-use leases payable. For more detailed information on the District's long-term liabilities, please refer to the Notes to the Basic Financial Statements. Table 5 shows bonded debt on June 30, 2023 as compared to June 30, 2022.

**Table 5  
Bonded Debt**

<u>Series</u>	<u>FY 2023</u>	<u>FY 2022</u>
2022	\$ <u>6,790,000.00</u>	\$ <u>8,055,000.00</u>
Total	\$ <u><u>6,790,000.00</u></u>	\$ <u><u>8,055,000.00</u></u>

**For the Future**

The District's administration maintains a strategic, goal-driven approach to budget planning and priorities. Areas of focus are:

- Student Achievement
- Social and Emotional Wellness
- Programs and Opportunities
- Operational Efficiency

While many factors influence the District's future plans, the availability of State funding, special education needs, capital improvements, enrollment trends, the ongoing pandemic, and the overall state of the economy will have the most impact on educational and fiscal decisions.

**Contacting the School District's Financial Management Office**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional information, please contact Jason Weber, Business Administrator/Board Secretary, Green Brook Board of Education, Green Brook, NJ 08812.

## **BASIC FINANCIAL STATEMENTS**

The basic financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all funds as of June 30, 2023

## DISTRICT-WIDE FINANCIAL STATEMENTS

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

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2023

	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	<u>TOTAL</u>
<b>ASSETS:</b>			
Cash and cash equivalents	\$2,371,017.93	\$65,817.23	\$2,436,835.16
Receivables, net	571,236.20	22,467.08	593,703.28
Inventory		3,205.79	3,205.79
<b>Restricted assets:</b>			
Restricted cash and cash equivalents	5,608,261.85		5,608,261.85
Intangible assets, net of accumulated amortization	31,035.41		31,035.41
Right to use assets, net of accumulated amortization	230,947.50		230,947.50
<b>Capital assets:</b>			
Non Depreciable	967,773.00		967,773.00
Depreciable - Net	16,845,147.00	28,057.00	16,873,204.00
Total Assets	<u>26,625,418.89</u>	<u>119,547.10</u>	<u>26,744,965.99</u>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Related to pension	477,662.00		477,662.00
Total deferred outflows of resources	<u>477,662.00</u>		<u>477,662.00</u>
<b>LIABILITIES:</b>			
Accounts payable	407,768.77		407,768.77
Unearned revenue	43,413.52	19,887.59	63,301.11
Accrued interest payable	23,675.92		23,675.92
Payroll Deductions and Withholdings Payable	569.83		569.83
Unemployment Compensation Claims Payable	21,952.37		21,952.37
<b>Noncurrent liabilities:</b>			
Net pension liability	3,526,353.00		3,526,353.00
Due within one year	1,324,758.02		1,324,758.02
Due beyond one year	5,890,809.97		5,890,809.97
Total liabilities	<u>11,239,301.40</u>	<u>19,887.59</u>	<u>11,259,188.99</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Related to pension	1,034,350.00		1,034,350.00
Total deferred inflows of resources	<u>1,034,350.00</u>		<u>1,034,350.00</u>
<b>NET POSITION:</b>			
Net Investment in capital assets	11,022,920.00	28,057.00	11,050,977.00
<b>Restricted for:</b>			
Special revenue	24,098.90		24,098.90
Debt service	63,437.82		63,437.82
Other purposes	5,584,162.95		5,584,162.95
Unrestricted (deficit)	<u>(1,865,190.18)</u>	<u>71,602.51</u>	<u>(1,793,587.67)</u>
Total net position	<u>\$14,829,429.49</u>	<u>\$99,659.51</u>	<u>\$14,929,089.00</u>

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

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
JUNE 30, 2023

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues		Net (Expense) Revenue and Changes in Net Position	
			Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities
<b>Governmental activities:</b>						
Instruction:						
Regular	\$ 11,821,936.07	\$ 2,805,080.31	\$ 525,636.02	\$ 1,527,960.86	\$ (12,573,419.50)	\$ (12,573,419.50)
Special	2,659,521.99	828,072.75		1,988,875.73	(1,498,719.01)	(1,498,719.01)
Other Instruction	415,164.94	257,851.09		117,304.97	(555,711.06)	(555,711.06)
<b>Support services:</b>						
Student & instruction related services	2,474,440.79	1,173,469.53		792,472.08	(2,855,438.24)	(2,855,438.24)
General administrative services	370,312.77	179,791.73		78,096.29	(472,008.21)	(472,008.21)
School administrative services	500,869.40	286,567.41		120,548.50	(666,888.31)	(666,888.31)
Central services	336,854.52	207,592.94		50,868.00	(493,579.46)	(493,579.46)
Administration information technology	36,349.90	17,508.09		1,139.42	(52,718.57)	(52,718.57)
Plant operations and maintenance	1,433,696.74	460,606.97		97,038.57	(1,797,265.14)	(1,797,265.14)
Pupil transportation	1,938,843.27	46,571.43		409,179.74	(1,576,234.96)	(1,576,234.96)
Unallocated benefits	5,270,009.48	(5,270,009.48)				
Unallocated depreciation and amortization	993,102.77	(993,102.77)				
Interest on long-term debt	208,292.83				(208,292.83)	(208,292.83)
Total governmental activities	28,459,395.47		525,636.02	5,183,484.16	(22,750,275.29)	(22,750,275.29)
<b>Business-type activities</b>						
Food service	359,450.65		229,498.80	153,697.53	23,745.68	23,745.68
Total business-type activities	359,450.65		229,498.80	153,697.53	23,745.68	23,745.68
Total primary government	\$ 28,818,846.12	\$	\$ 755,134.82	\$ 5,337,181.69	\$ (22,750,275.29)	\$ (22,726,529.61)
<b>General Revenues:</b>						
Taxes:						
Property taxes, levied for general purposes, net					\$ 23,896,718.00	\$ 23,896,718.00
Taxes levied for debt service					1,518,275.00	1,518,275.00
Federal and state aid not restricted					97,753.00	97,753.00
Miscellaneous income					242,769.92	258,814.29
Total general revenues and special items					25,755,515.92	25,771,560.29
Change in net position					3,005,240.63	3,045,030.68
Net Position- beginning (As Restated)					11,824,188.86	11,884,058.32
Net Position ending					14,829,429.49	14,929,089.00

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

## **MAJOR FUND FINANCIAL STATEMENTS**

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

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2023

	<u>GENERAL</u> <u>FUND</u>	<u>SPECIAL</u> <u>REVENUE</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	\$ 2,307,580.11	\$	\$ 63,437.82	\$ 2,371,017.93
Accounts receivable:				
Intergovernmental-Federal		120,071.96		120,071.96
Intergovernmental-State	444,931.46			444,931.46
Intergovernmental-Other	6,232.78			6,232.78
Interfunds	80,318.44			80,318.44
Restricted cash and cash equivalents	<u>5,584,162.95</u>	<u>24,098.90</u>		<u>5,608,261.85</u>
 Total assets	 <u>\$ 8,423,225.74</u>	 <u>\$ 144,170.86</u>	 <u>\$ 63,437.82</u>	 <u>\$ 8,630,834.42</u>
<b>LIABILITIES AND FUND BALANCES:</b>				
Liabilities:				
Accounts payable	108,437.77	4,000.00	\$	112,437.77
Payroll Deductions and Withholdings Payable	569.83			569.83
Unemployment Compensation Claims Payable	21,952.37			21,952.37
Interfund payable		80,318.44		80,318.44
Unearned revenue	<u>7,660.00</u>	<u>35,753.52</u>		<u>43,413.52</u>
 Total liabilities	 <u>138,619.97</u>	 <u>120,071.96</u>		 <u>258,691.93</u>
Fund balances:				
Restricted for:				
Capital reserve account	4,527,702.87			4,527,702.87
Maintenance reserve account	1,032,061.65			1,032,061.65
Tuition reserve account	1,200,000.00			1,200,000.00
Unemployment compensation	24,398.43			24,398.43
Student activities		24,098.90		24,098.90
Excess surplus	300,000.00			300,000.00
Excess surplus - Designated for subsequent years expenditures	300,000.00			300,000.00
Debt service			63,437.82	63,437.82
Assigned:				
Year-end encumbrances	397,395.72			397,395.72
Unassigned	<u>503,047.10</u>			<u>503,047.10</u>
 Total fund balances	 <u>8,284,605.77</u>	 <u>24,098.90</u>	 <u>63,437.82</u>	 <u>8,372,142.49</u>
 Total liabilities and fund balances	 <u>\$ 8,423,225.74</u>	 <u>\$ 144,170.86</u>	 <u>\$ 63,437.82</u>	 <u>\$ 8,630,834.42</u>

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

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2023

Total Fund Balances (Brought Forward)	\$	8,372,142.49
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.		
Cost of assets	\$ 37,585,021.00	
Accumulated depreciation	<u>(19,772,101.00)</u>	17,812,920.00
Right to use lease assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Cost of assets	\$ 514,856.24	
Accumulated amortization	<u>(283,908.74)</u>	230,947.50
Intangible SBITA assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Cost of assets	\$ 35,090.74	
Accumulated amortization	<u>(4,055.33)</u>	31,035.41
Long term liabilities, including bonds payable, and other related amounts that are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
Serial bonds payable	(6,790,000.00)	
Net pension liability	(3,526,353.00)	
Compensated absences payable	(372,195.08)	
Lease payable	(30,207.62)	
SBITA payable	<u>(23,165.29)</u>	(10,741,920.99)
Deferred Outflows and Inflows of resources are applicable to future periods and therefore are not reported in the funds.		
Pensions:		
Deferred Outflows		
Pension related		477,662.00
Deferred Inflows:		
Pension related		(1,034,350.00)
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.		
Accounts payable - pension related		(295,331.00)
Accrued interest payable		<u>(23,675.92)</u>
Net Position of Governmental Activities	\$	<u>14,829,429.49</u>

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



TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES:</b>				
Local sources:				
Local tax levy	\$ 23,896,718.00	\$	\$ 1,518,275.00	\$ 25,414,993.00
Tuition	354,461.02			354,461.02
Transportation	7,696.00			7,696.00
Interest earned on capital reserve funds	27,993.01			27,993.01
Interest earned on maintenance reserve funds	3,111.08			3,111.08
Miscellaneous	209,525.51	89,765.50	2,140.32	301,431.33
Total - local sources	24,499,504.62	89,765.50	1,520,415.32	26,109,685.44
State sources	5,583,317.75	33,949.00		5,617,266.75
Federal sources		470,645.91		470,645.91
Total revenues	30,082,822.37	594,360.41	1,520,415.32	32,197,598.10
<b>EXPENDITURES:</b>				
Current expense:				
Regular instruction	4,679,949.76	168,985.29		4,848,935.05
Special instruction	1,375,782.15	8,163.00		1,383,945.15
Other Instruction	386,085.94	29,079.00		415,164.94
Support services:				
Tuition	8,313,801.84	163,479.00		8,477,280.84
Student & instruction related services	2,259,557.82	217,385.94		2,476,943.76
General administrative services	371,224.17			371,224.17
School administrative services	502,789.72			502,789.72
Central services	342,568.63			342,568.63
Administrative information technology	36,349.90			36,349.90
Plant operations and maintenance	1,376,997.74			1,376,997.74
Student transportation	1,938,843.27			1,938,843.27
Unallocated benefits	6,499,495.41			6,499,495.41
Debt Service:				
Principal			1,265,000.00	1,265,000.00
Interest			191,977.50	191,977.50
Capital outlay	83,460.95	8,788.80		92,249.75
Total expenditures	28,166,907.30	595,881.03	1,456,977.50	30,219,765.83
Excess (deficiency) of revenues over (under) expenditures	1,915,915.07	(1,520.62)	63,437.82	1,977,832.27
Other financing sources (uses):				
Right-of-use leases (non-budgeted)	9,216.75			9,216.75
Total other financing sources	9,216.75			9,216.75
Net change in fund balances	1,925,131.82	(1,520.62)	63,437.82	1,987,049.02
Fund balances, July 1,	\$ 6,359,473.95	\$ 25,619.52	\$	\$ 6,385,093.47
Fund balances, June 30,	\$ 8,284,605.77	\$ 24,098.90	\$ 63,437.82	\$ 8,372,142.49

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

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Total net change in fund balances - governmental funds (from B-2)	\$	1,987,049.02	
Amounts reported for governmental activities in the statement of activities (A-2) are different because:			
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period			
Depreciation expense	\$	(866,923.00)	
Capital outlays		92,249.75	
Less: Right to use assets reported below		(9,216.75)	
Less: Capital outlays not capitalized		<u>(56,699.00)</u>	(840,589.00)
Right to use assets purchased are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as amortization expense. The amount of amortization in excess of current year asset additions is a reduction			
Right to use asset purchases		9,216.75	
Amortization expense		<u>(122,124.44)</u>	(112,907.69)
Intangible SBITA assets purchased are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as amortization expense. The amount of amortization in excess of current year asset additions is a reduction			
Intangible SBITA asset purchases		35,090.74	
Amortization expense		<u>(4,055.33)</u>	31,035.41
Proceeds from long-term liability increases are a financing source in governmental funds. They are not revenues in the statement of activities; issuing debt increases long-term liabilities in the statement of net position.			
Right to use lease liability proceeds		(9,216.75)	
Intangible SBITA liability proceeds		<u>(35,090.74)</u>	(44,307.49)
Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities			
Payment of right to use lease principal		223,651.14	
Payment of intangible SBITA principal		11,925.45	
Payment of bond principal (including payment to refunding bond agent)		<u>1,265,000.00</u>	1,500,576.59
In the statement of activities, interest on long-term debt is accrued, regardless of when due. In governmental funds, interest is reported when due. The accrued interest is an increase in the reconciliation.			
Increase in accrued interest payable			(12,140.14)
District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.			
District pension contributions		294,665.00	
Add: Pension Benefit		<u>468,798.00</u>	763,463.00
In the statement of activities, certain expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).			
(Increase)/Decrease in compensated absences payable			<u>(265,939.07)</u>
Change in net position of governmental activities	\$		<u>3,005,240.63</u>

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

**OTHER FUNDS**

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2023

BUSINESS-TYPE  
ACTIVITIES  
ENTERPRISE  
FUNDS  
FOOD SERVICE

## ASSETS:

## Current assets:

Cash and cash equivalents	\$	65,817.23
Accounts receivable:		
Federal		3,465.31
State		173.89
Other		18,827.88
Inventories		<u>3,205.79</u>
 Total current assets		 <u>91,490.10</u>

## Noncurrent assets:

Furniture, machinery and equipment		246,371.00
Less accumulated depreciation		<u>(218,314.00)</u>
 Total noncurrent assets		 <u>28,057.00</u>
 Total assets		 <u>119,547.10</u>

## LIABILITIES:

## Current liabilities:

Unearned revenue		<u>19,887.59</u>
 Total current liabilities		 <u>19,887.59</u>
 Total liabilities		 <u>19,887.59</u>

## NET POSITION:

Net Investment in capital assets		28,057.00
Unrestricted		<u>71,602.51</u>
 Total net position	\$	 <u><u>99,659.51</u></u>

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

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

BUSINESS-TYPE  
ACTIVITIES  
ENTERPRISE  
FUNDS  
FOOD SERVICE

## OPERATING REVENUES:

Charges for services:		
Daily sales - reimbursable programs	\$	149,870.50
Daily sales - non-reimbursable programs		72,536.95
Miscellaneous		7,091.35
		<hr/>
Total operating revenues		229,498.80
		<hr/>
OPERATING EXPENSES:		
Cost of sales-reimbursable		79,217.14
Cost of sales-non reimbursable		34,783.00
Salaries		138,435.98
Employee benefits		31,473.22
Other purchased property services - repairs		10,805.53
Other purchased services		22,970.66
Supplies and materials		40,051.12
Depreciation		1,714.00
		<hr/>
Total operating expenses		359,450.65
		<hr/>
Operating (loss)		(129,951.85)
		<hr/>
NON-OPERATING REVENUES:		
State Sources		
State school lunch program		4,810.24
Federal Sources		
National school lunch program		78,817.50
Supply Chain Assistance Aid		39,344.36
P-EBT Administrative Cost		653.00
National food distribution commodities		30,072.43
PPP Loan Forgiveness		15,305.16
Interest and investment revenue		739.21
		<hr/>
Total non-operating revenues		169,741.90
		<hr/>
Change in net position		39,790.05
Total net position - beginning		59,869.46
		<hr/>
Total net position - ending	\$	<u>99,659.51</u>

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

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS FOOD SERVICE</u>
Cash flows from operating activities:	
Receipts from customers	\$ 209,911.61
Payments to employees and employee benefits	(38,354.64)
Payments to suppliers	<u>(299,249.24)</u>
Net cash provided by (used for) operating activities)	<u>(127,692.27)</u>
Cash flows from noncapital financing activities:	
State Sources	4,960.70
Federal Sources	129,443.11
Federal Sources - Unearned Revenue	7,788.16
PPP Loan Forgiveness	15,305.16
Transfers to other funds	<u>(50,000.00)</u>
Net cash provided by noncapital financing activities:	<u>107,497.13</u>
Cash flows from investing activities:	
Interest on investments	<u>739.21</u>
Net cash provided by (used for) investing activities	<u>739.21</u>
Net decrease in cash and cash equivalents	(19,455.93)
Cash and cash equivalents, July 1,	<u>85,273.16</u>
Cash and cash equivalents, June 30,	<u>\$ 65,817.23</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities	
Operating income (loss)	\$ (129,951.85)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:	
Depreciation and net amortization	1,714.00
National food distribution commodities	30,072.43
Change in assets and liabilities:	
Increase (decrease) in accounts payable	(9,257.33)
(Increase) decrease in accounts receivable	(17,719.83)
Increase (decrease) in unearned revenue	(4,716.51)
(Increase) decrease in inventories	<u>2,166.82</u>
	<u>2,259.58</u>
Net cash provided by (used for) operating activities	<u>\$ (127,692.27)</u>

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

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

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

**Reporting Entity**

The Township of Green Brook School District is a Type II District located in Somerset County, New Jersey. The District is an instrumentality of the State of New Jersey, established to function as an educational institution. The District is governed by a nine-member board elected to three-year terms and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity are set forth in Statement No. 39 of the Governmental Accounting Standards Board entitled "*Determining Whether Certain Organizations are Component Units*" (GASB 39) as codified in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

Organizations that are legally separate, tax-exempt entities and that meet all of the following criteria should be discreetly presented as component units. These criteria are:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources of the organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include one elementary school and one middle school. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Presentation**

The District's basic financial statements consist of District-wide statements, including a Statement of Net Positions and a Statement of Activities, and fund financial statements which provide a more detailed level of financial information.

District-Wide Statements: The Statement of Net Position and the Statement of Activities display information about the District as a whole. These statements include the financial activities of the overall District. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish generally between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Net Position presents the financial condition of the governmental and business-type activity of the District at fiscal year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirement of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as generally revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

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



**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Governmental Fund Types**

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

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

**Special Revenue Fund** – The Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus, the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

**Capital Projects Fund** - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the State to offset the cost of approved capital projects.

**Debt Service Fund** – Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Proprietary Fund**

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

**Basis of Accounting - Measurement Focus**

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

District-wide and Proprietary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available.

The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transactions can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under leases and installment purchase agreements are reported as other financing sources.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Budgets/Budgetary Control**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office. In accordance with P.L. 2011, c. 202, which became effective January 17, 2012, the District elected to move the School Board election to the date of the November general election thereby eliminating the vote on the annual base budget unless required by the mandated State budget CAP. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(f)1. Expenditures may not legally exceed budgeted appropriations at the line item level. All budget amendments and transfer must be approved by School Board resolution. Budget amendments during the fiscal year ended June 30, 2023 totaled to a net of \$255,020.00, representing prior year unbudgeted state aids and other allowable approved amendments. The negative variances related to on-behalf payments in the general fund are due to the inclusion of the non-budgeted on-behalf payments made by the State of New Jersey as District expenditures. These amounts are offset by related revenues and as such do not represent budgetary over-expenditures.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures. Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated recognition of the last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Encumbrance Accounting**

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

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

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

**Interfunds**

Interfund receivables and payables arise from transactions between particular funds and are considered short term in duration. The interfund transactions are recorded by all funds affected in the period in which the transactions are executed and are part of the district's available expendable resources.

**Inventories and Prepaid Expenses**

Inventories of materials and supplies held for consumption in the governmental funds are recorded as expenditures at the time of purchase and year end balances are not reported in the financial statements.

Inventories of food and/or supplies in the food service fund are recorded at cost on a first-in, first-out basis or, in the case of Food Distribution Commodities, at stated value which approximates market.

Prepaid expenses which benefit future periods, other than those recorded in the enterprise fund, are recorded as an expenditure in the year of purchase.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Capital Assets**

The District has an established formal system of accounting for its capital assets. Capital Assets used for governmental purposes, which include land, buildings and improvements, and furniture and equipment, are only reported in the district-wide financial statements. The District generally defines capital assets as assets with an initial cost of \$2,000.00 or more and an estimated useful life in excess of one year. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their acquisition values on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Capital assets are depreciated in the district-wide statements using the straight-line method over the following estimated useful lives:

<b><u>Asset Class</u></b>	<b><u>Estimated Useful Lives</u></b>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office & Computer Equipment	5-10
Instructional Equipment	10
Ground Equipment	15

**Compensated Absences**

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

District employees are granted varying amounts of sick days in accordance with the District's employment contract and personnel policy. Per the most recent education association employment contract, upon retirement, employees with at least 75 accumulated sick days are eligible to be compensated for up to 175 days at a rate of \$30 per day for support staff and \$50 per day for instructional staff. Terms vary for administration in accordance with their individual contracts.

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick days that are expected to become eligible for payment upon retirement. The District estimates its accrued compensated absences liability based on the accumulated sick days at the balance sheet date by those employees who are currently eligible to receive retirement payments.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Compensated Absences (Continued)**

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

**Fund Equity**

Fund balance restrictions are used to indicate that portion of the fund balance that is not available for expenditures or is legally segregated for a specific future use. Designations of portions of the fund balances are established to indicate tentative plans for financial utilization in a future period. The unassigned fund balances represent the amount available for future budgetary operations.

Unassigned net position in the proprietary fund represents the remains of the District's equity in the cumulative earnings of the food service fund.

**Unearned Revenue**

Unearned revenue in the special revenue and capital projects funds represents funds which have been received but not yet earned. A corresponding accounts receivable has also been established for any open encumbrances at year end which is an allowable under generally accepted accounting principles.

**Accrued Liabilities and Long-Term Obligations**

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

**Net Position**

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

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fund Balance Reserves**

Under GASB 54, in the fund financial statements, governmental funds report the following classifications of fund balance:

*Non-Spendable* – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

*Restricted* – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation. The District reports the Capital Reserve, Maintenance Reserve, Tuition Reserve, and Excess Surplus as Restricted Fund Balance.

*Committed* – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision-making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education

*Assigned* – includes amount that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator. The District reports Year End Encumbrances and amounts Designated for Subsequent Year's Expenditures as Assigned Fund Balance.

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

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Revenues Exchange and Non-Exchange Transactions**

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

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from property taxes is recognized in the period in which the income is earned. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered both measurable and available at fiscal year end: property taxes available as an advance, interest, and tuition.

**Proprietary Funds Revenues and Expenses**

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

**Allocation of Indirect Expenses**

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of the program. Depreciation expense, where practicable, is specifically identified by function in the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately in the Statement of Activities.



**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Extraordinary and Special Items**

Extraordinary items are transactions or events that are unusual in nature and infrequent of occurrence. Special items are transactions or events that are within control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

**Management Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**Accounting and Financial Reporting for Pensions**

In the District-Wide 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 District's proportionate share of the New Jersey Public Employees Retirement System ("PERS") and the Teachers' Pension and Annuity Fund ("TPAF") and the additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they were reported by PERS and TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

In the Governmental Fund Financial Statements, the year-end Net pension liability is not required to be reflected. Pension related revenues and expenditures are reflected based on amounts that are normally expected to be liquidated with available financial resources for required pension contributions. Expenditures for PERS are recognized based upon billings made by the State of New Jersey due April 1<sup>st</sup> of each fiscal year. TPAF contributions are paid on the District's behalf by the State of New Jersey. The Governmental Fund Financial Statements reflect both a revenue and expense for this pension contribution.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Deferred Outflows/Inflows of Resources**

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

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. Currently, the District has one item that qualifies for reporting in this category, deferred amounts related to pensions.

**Leases**

Lease receivables are measured at the present value of the lease payments expected to be received during the lease term. The District may receive variable lease payments that are dependent upon the lessee's revenue. The variable payments are recorded as an inflow of resources in the period the payment is received. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized in a systematic and rational manner over the lease term.

Lease liabilities represent obligations to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of the expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term. The lease term may include options to extend or terminate the lease when it is reasonably certain that the option will be exercised. Payments for short-term leases with a term of 12 months or less are expensed as incurred and these leases are not included as lease liabilities or right-to-use assets on the statements of net position.

**Right to Use Assets**

Right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized in a systematic and rational manner over the life of the related lease.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Recently Adopted Accounting Pronouncements**

Beginning with the year ended June 30, 2023, the District implemented GASB Statement 96, *Subscription-Based Information Technology Arrangements*. GASB Statement 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA.

**NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS**

The Board considers petty cash, change funds, cash in banks, certificates of deposits, deposits in the New Jersey Cash Management Fund, deposits in the governmental money market fund, deposits in the New Jersey Asset and Rebate Management Program and short-term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at cost, which approximates market.

**Deposits**

New Jersey statutes permit the deposit of public funds in public depositories which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a Banking Institution that is a member of the Federal Reserve System, and has capital funds of not less than \$25,000,000.00. Under (GUDPA), if a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of the deposits to the governmental unit.

The Township of Green Brook School District had the following cash and cash equivalents at June 30, 2023:

<b>Fund Type:</b>	<b>Bank</b>	<b>Reconciling Items</b>		<b>Reconciled</b>
	<b><u>Balance</u></b>	<b><u>Additions</u></b>	<b><u>Reductions</u></b>	<b><u>Balance</u></b>
Governmental	\$9,245,263.67	\$4,096.71	\$1,270,080.60	\$7,979,279.78
Proprietary	81,088.68		15,271.45	65,817.23
	<u>\$9,326,352.35</u>	<u>\$4,096.71</u>	<u>\$1,285,352.05</u>	<u>\$8,045,097.01</u>

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**

**Deposits (Continued)**

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2023, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank, \$250,000.00 was covered by Federal Depository Insurance and \$9,076,352.35 was covered under the provisions of NJGUDPA.

**Investments**

The purchase of investments by the Board is strictly limited by the express authority of the N.J.S.A. 18A:20-37 Education, Administration of School Districts. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. 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 obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by School Districts;

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**

**Investments (Continued)**

6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. 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); or
8. Agreements for the repurchase of fully collateralized securities if:
  - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
  - b. the custody of collateral is transferred to a third party;
  - c. the maturity of the agreement is not more than 30 days;
  - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C. 17:19-41); and
  - e. a master repurchase agreement providing for the custody and security of collateral is executed.

At June 30, 2023, the District had no outstanding investments.

Based upon the limitation set forth by New Jersey Statutes 18A:20-37 and its existing investment practices, the District is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risks for its deposits and investments.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 3: CAPITAL ASSETS**

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

	Beginning Balance <u>As Restated</u>	<u>Additions</u>	Transfers/ <u>Deletions</u>	Ending Balance
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$967,773.00			\$967,773.00
Total Capital Assets not being depreciated	967,773.00			967,773.00
Buildings and Building Improvements	30,927,969.00			30,927,969.00
Site Improvements	2,235,601.00			2,235,601.00
Machinery and Equipment	3,427,344.00	26,334.00		3,453,678.00
Totals at historical cost	36,590,914.00	26,334.00		36,617,248.00
Gross Assets (Memo only)	37,558,687.00	26,334.00		37,585,021.00
Less: Accumulated Depreciation				
Buildings and Building Improvements	(14,730,033.00)	(701,296.00)		(15,431,329.00)
Site Improvements	(1,206,420.00)	(107,830.00)		(1,314,250.00)
Machinery and Equipment	(2,968,725.00)	(57,797.00)		(3,026,522.00)
Total Depreciation	(18,905,178.00)	(866,923.00)		(19,772,101.00)
Total capital assets being depreciated, net of depreciation	17,685,736.00	(840,589.00)		16,845,147.00
Total Governmental Fund Activities	<u>\$18,653,509.00</u>	<u>(\$840,589.00)</u>		<u>\$17,812,920.00</u>
Proprietary Fund Activities:				
Machinery and Equipment	\$246,371.00			\$246,371.00
Totals at historical cost	246,371.00			246,371.00
Less: Accumulated Depreciation				
Machinery and Equipment	(216,600.00)	(1,714.00)		(218,314.00)
Total Depreciation	(216,600.00)	(1,714.00)		(218,314.00)
Total Proprietary Fund Activities	<u>\$29,771.00</u>	<u>(\$1,714.00)</u>		<u>\$28,057.00</u>

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 3: CAPITAL ASSETS (CONTINUED)**

Depreciation expense was charged to functional expense areas of the District as follows:

Instruction:		
Regular		\$346,387.00
Special education instruction		\$89,340.00
Other Instruction		68,545.00
Support services:		
Student and instruction related services		159,897.00
General administrative services		23,964.00
School administrative services		33,844.00
Central services		22,114.00
Administrative technology		13,752.00
Plant operations and maintenance		<u>109,080.00</u>
		<u><u>\$866,923.00</u></u>

**NOTE 4: RIGHT TO USE LEASE ASSETS**

The District has recorded the following right to use lease assets. The assets are right to use assets for leased equipment. The related leases are discussed in the Leases subsection of the long-term debt section of these notes. The right to use lease assets are amortized on a straight-line basis over the terms of the related leases. Right to use lease asset activity for the Governmental Funds for the year ended June 30, 2023 was as follows:

GOVERNMENTAL ACTIVITIES:

	Balance as of July 1, 2022 (As Restated)	Additions	Balance as of June 30, 2023
Lease Assets:			
Apple Laptops and iPads	\$ 404,569.69	\$ -	\$ 404,569.69
Canon Copiers	101,069.80	-	101,069.80
Mailing Machine		9,216.75	9,216.75
Total Lease Assets	<u>505,639.49</u>	<u>9,216.75</u>	<u>514,856.24</u>
Lease Accumulated Amortization:			
Apple Laptops and iPads	101,142.42	101,142.42	202,284.84
Canon Copiers	60,641.88	20,213.96	80,855.84
Mailing Machine		768.06	768.06
Total Lease Accumulated Amortization	<u>161,784.30</u>	<u>122,124.44</u>	<u>283,908.74</u>
Total Governmental Lease Assets, Net	<u>\$ 343,855.19</u>	<u>\$(112,907.69)</u>	<u>\$ 230,947.50</u>

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 5: INTANGIBLE ASSETS**

The District has recorded the following intangible assets. The assets are for various subscription-based information technology arrangements (“SBITAs”). These agreements are discussed in the SBITAs subsection of the long-term liabilities section of these notes. The intangible assets are amortized on a straight-line basis over the terms of the related agreement. Intangible asset activity for the Government Funds for the year ended June 30, 2023 was as follows:

**GOVERNMENTAL ACTIVITIES:**

	<u>Additions</u>	<u>Balance as of June 30, 2023</u>
Subscription Assets		
Software		
HostiFi	\$ 8,782.36	\$ 8,782.36
Google Workspace for Education	9,219.58	9,219.58
Happyfox	17,088.80	17,088.80
Total Subscription Assets	35,090.74	35,090.74
 Subscription Accumulated Amortization		
Software		
HostiFi	422.46	422.46
Google Workspace for Education	2,754.79	2,754.79
Happyfox	878.08	878.08
Total Subscription Accumulated Amortization	4,055.33	4,055.33
 Total Governmental Subscription Assets, Net	\$ 31,035.41	\$ 31,035.41

**NOTE 6: LONG-TERM LIABILITIES**

Bonds are issued by the District pursuant to the provisions of Title 18A, Education, of the New Jersey Statutes and are required to be approved by the voters of the municipality through referendum. The proceeds of bonds are recorded in the Capital Projects Fund and are restricted to the use for which they were approved in the bond referendum. All bonds are retired in annual installments within the statutory period of usefulness.

School Bonds issued by the District are entitled to and benefit from the provision of the New Jersey School Board Reserve Act P.L. 1980 c.72. Basically, funds are held by the State of New Jersey within its State Fund for the Support of Free Public Schools as a school bond reserve pledged by law to secure payment of principal and interest due on such bonds in the event of the inability of the issuer to make payments.

At June 30, 2023, the District had no bonds or notes authorized but not issued.

The following is a summary of changes in liabilities that effect other long-term obligations for the year ended June 30, 2023:



**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

	Balance, <u>June 30, 2022</u>	<u>Additions</u>	Reductions	Balance, <u>June 30, 2023</u>	Due Within <u>One Year</u>
Bonds Payable	\$ 8,055,000.00	\$	\$ 1,265,000.00	\$ 6,790,000.00	\$ 1,290,000.00
Compensated Absences	105,256.01	266,939.07		372,195.08	
Net Pension Liability	2,850,808.00	675,545.00		3,526,353.00	
Intangible SBITA Payable		35,090.74	11,925.45	23,165.29	11,440.88
Right to Use Leases Payable	<u>244,642.01</u>	<u>9,216.75</u>	<u>223,651.14</u>	<u>30,207.62</u>	<u>23,317.14</u>
Total	<u>\$ 11,255,706.02</u>	<u>\$ 986,791.56</u>	<u>\$ 1,500,576.59</u>	<u>\$ 10,741,920.99</u>	<u>\$ 1,324,758.02</u>

**Debt Capacity**

Under New Jersey Statutes, the District may incur debt in an amount not to exceed 3% of the averaged equalized valuation basis of real property. For the fiscal year ended June 30, 2023, the District borrowing capacity under N.J.S.A. 18A:24-19 would be as follows:

<u>Year</u>	<u>Equalized Valuation of Real Property</u>
2022	\$1,681,019,259
2021	1,523,974,971
2020	1,423,676,465
	<u>\$4,628,670,695</u>
Average equalized valuation	<u>\$1,542,890,232</u>
School borrowing margin (3% of \$1,542,890,232)	\$46,286,707
Net school debt as of June 30 2023	<u>6,790,000</u>
School borrowing power available	<u>\$39,496,707</u>

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

**Debt Service Requirements**

The annual requirements to amortize all bonded debt outstanding as of June 30, 2023, including interest payments, are as follows:

Fiscal Year <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	1,290,000.00	176,540.00	\$1,466,540.00
2025	1,320,000.00	143,000.00	1,463,000.00
2026	1,355,000.00	108,680.00	1,463,680.00
2027	1,395,000.00	73,450.00	1,468,450.00
2028	<u>1,430,000.00</u>	<u>37,180.00</u>	<u>1,467,180.00</u>
Totals	<u>\$6,790,000.00</u>	<u>\$538,850.00</u>	<u>\$7,328,850.00</u>

General obligation school and refunding bonds payable with their outstanding balances are comprised of the following individual issues:

<u>Issue</u>	<u>Amount Outstanding June 30, 2023</u>
8,055,000.00 in 2022 Refunding Bonds due in remaining annual installments of between \$1,265,000.00 and \$1,430,000.00 ending May 15, 2028 with interest @ 2.600%	\$ <u>6,790,000.00</u>
	\$ <u>6,790,000.00</u>

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

**Leases Payable:**

For the year ended 6/30/2023, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

On 07/01/2021, Green Brook Board of Education entered into a 48 month lease as Lessee for the use of Apple Laptops and iPads. An initial lease liability was recorded in the amount of \$404,569.69. As of 06/30/2023, the value of the lease liability is \$-0-. The lease has an interest rate of 0.5600%. The Computer Equipment estimated useful life was 48 months as of the contract commencement. The value of the right to use asset as of 06/30/2023 of \$404,569.69 with accumulated amortization of \$202,284.85 is included with Computer Equipment on the Lease Class activities table found below.

On 07/01/2019, Green Brook Board of Education entered into a 60 month lease as Lessee for the use of Canon Copiers. An initial lease liability was recorded in the amount of \$101,069.80. As of 06/30/2023, the value of the lease liability is \$21,690.06. Green Brook Board of Education is required to make annual fixed payments of \$23,251.74. The lease has an interest rate of 7.2000%. The Equipment estimated useful life was 60 months as of the contract commencement. The value of the right to use asset as of 06/30/2023 of \$101,069.80 with accumulated amortization of \$80,855.84 is included with Equipment on the Lease Class activities table found below. The lease has an unguaranteed residual value of \$20,000.00. Green Brook Board of Education has the option to purchase the Equipment for \$20,000.00.

On 02/01/2023, Green Brook Board of Education entered into a 60 month lease as Lessee for the use of Mailing Machine. An initial lease liability was recorded in the amount of \$9,216.75. As of 06/30/2023, the value of the lease liability is \$8,517.56. Green Brook Board of Education is required to make monthly fixed payments of \$182.28. The lease has an interest rate of 7.2000%. The Equipment estimated useful life was 60 months as of the contract commencement. The value of the right to use asset as of 06/30/2023 of \$9,216.75 with accumulated amortization of \$768.06 is included with Equipment on the Lease Class activities table found below.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

**Leases Payable (Continued):**

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

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2024	\$ 23,317.14	\$ 2,121.96	\$ 25,439.10
2025	1,748.20	439.16	2,187.36
2026	1,878.30	309.06	2,187.36
2027	2,018.10	169.26	2,187.36
2028	1,245.88	30.08	1,275.96
Totals	<u>\$ 30,207.62</u>	<u>\$ 3,069.52</u>	<u>\$ 33,277.14</u>

**Subscription-Based Information Technology Agreements Payable (“SBITAs”):**

For the year ended 6/30/2023, the financial statements include the adoption of GASB Statement No. 96, Subscription-Based Information Technology Arrangements. The primary objective of this statement is to enhance the relevance and consistency of information about governments' subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For the fiscal year ended 6/30/2023, the financial statements include the following SBITAs:

On 08/08/2022, Green Brook Board of Education entered into a 36 month subscription for the use of Google Workspace for Education. An initial subscription liability was recorded in the amount of \$9,219.58. As of 06/30/2023, the value of the subscription liability is \$6,119.10. Green Brook Board of Education is required to make annual fixed payments of \$3,168.00. The subscription has an interest rate of 2.3540%. The value of the right to use asset as of 06/30/2023 of \$9,219.58 with accumulated amortization of \$2,754.79 is included with Software on the Subscription Class activities table found below.

On 05/09/2023, Green Brook Board of Education entered into a 36 month subscription for the use of HostiFi. An initial subscription liability was recorded in the amount of \$8,782.36. As of 06/30/2023, the value of the subscription liability is \$5,788.80. Green Brook Board of Education is required to make annual fixed payments of \$2,997.00. The subscription has an interest rate of 2.3540%. The value of the right to use asset as of 06/30/2023 of \$8,782.36 with accumulated amortization of \$422.46 is included with Software on the Subscription Class activities table found below.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

**Subscription-Based Information Technology Agreements Payable (“SBITAs”)**  
**(Continued)**

On 05/22/2023, Green Brook Board of Education entered into a 25 month subscription for the use of Happyfox. An initial subscription liability was recorded in the amount of \$17,088.80. As of 06/30/2023, the value of the subscription liability is \$11,257.38. Green Brook Board of Education is required to make annual fixed payments of \$5,850.00. The subscription has an interest rate of 2.6100%. The value of the right to use asset as of 06/30/2023 of \$17,088.80 with accumulated amortization of \$878.08 is included with Software on the Subscription Class activities table found below.

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

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2024	\$ 11,440.88	\$ 574.13	\$ 12,015.00
2025	11,724.41	290.59	12,015.00
	\$ 23,165.29	\$ 864.72	\$ 24,030.00

**NOTE 7: PENSION PLANS**

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

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

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 7: PENSION PLANS (CONTINUED)**

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

**Defined Contribution Retirement Program (DCRP)** - The Defined Contribution Retirement Program (DCRP) was established under the provision of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 to provide coverage to elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one year of membership.

**Significant Legislation**

Effective June 28, 2011, P.L. 2011, c. 78 enacted certain changes in the operations and benefit provisions of the TPAF and the PERS systems.

**Pension Plan Design Changes**

Effective June 28, 2011, P.L. 2011, c. 78, new members of TPAF and PERS, hired on or after June 28, 2011, will need 30 years of creditable service and have attained the age of 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. New members will be eligible for a service retirement benefit at age 65.

**Funding Changes**

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30-year period and paid in level dollars. Beginning with the July 1, 2021 actuarial valuation (July 1, 2018 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

**COLA Suspension**

The payment of automatic cost-of-living adjustment to current and future retirees and beneficiaries are suspended until reactivated as permitted by this law.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 7: PENSION PLANS (CONTINUED)**

**Vesting and Benefit Provisions** The vesting and benefit provisions of PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after ten years of service, except for post-retirement healthcare benefits that vest after 25 years of service.

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.

**Contribution Requirements** The contribution policy is set by N.J.S.A. 43:15A and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation.

Effective June 28, 2011, P.L. 2011, c. 78 provides for increases in the employee contribution rates: from 5.5% to 6.5% plus an additional 1% phased-in over 7 years beginning in the first year, meaning after 12 months, after the law's effective date for TPAF and PERS.

Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of TPAF (*i.e.* the State of New Jersey makes the employer contribution on behalf of public-school districts).

**Three Year Trend Information for PERS**

Year Ended	Annual	Percentage of	Net Pension
<u>June 30,</u>	<u>(APC)</u>	<u>APC Contributed</u>	<u>Obligation</u>
2023	\$294,665.00	100%	\$294,665.00
2022	281,824.00	100%	281,824.00
2021	270,099.00	100%	270,099.00

During the fiscal years ended June 30, 2023, 2022, and 2021, the State of New Jersey contributed \$2,391,047.00, \$2,450,703.00, and \$1,907,174.00, respectively, excluding post-retirement medical and long-term disability insurance, to the TPAF pension system on behalf of the District.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 7: PENSION PLANS (CONTINUED)**

**Contribution Requirements**

Also, in accordance with N.J.S.A. 18A:66-66 during the years ended June 30, 2023, 2022 and 2021, the State of New Jersey reimbursed the District \$523,047.75, \$515,443.41 and \$497,691.79 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**

**Public Employees Retirement System (PERS)**

At June 30, 2023, the State reported a net pension liability of \$3,526,353.00 for the District's proportionate share of the total net pension liability. 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. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the District's proportion was 0.0233666756 percent, which was a decrease of 0.0006978872 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the District recognized a pension benefit of \$466,308.00 in the government-wide financial statements. This pension benefit was based on the pension plan's June 30, 2022 measurement date.

At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 25,452.00	\$ 22,445.00
Changes of assumptions	10,926.00	528,035.00
Net difference between projected and actual earnings on pension plan investments	145,953.00	
Changes in proportion and differences between District contributions and proportionate share of contributions		483,870.00
District contributions subsequent to the measurement date	<u>295,331.00</u>	<u>                    </u>
	<u>\$ 477,662.00</u>	<u>\$ 1,034,350.00</u>



**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**

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

The \$295,331.00 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2023, the plan measurement date is June 30, 2022) will be recognized as a reduction of the net pension liability in the year ended June 30, 2024.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended</u> <u>June 30,</u>	<u>Amount</u>
2023	(\$399,261.00)
2024	(250,881.00)
2025	(171,929.00)
2026	67,186.00
2027	(97,134.00)
	<u>(\$852,019.00)</u>

**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 rolled forward to June 30, 2022. These actuarial valuations used the following assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases	
Through 2026	2.75-6.55%
	Based on
	Years of Service
Investment Rate of Return	7.00%

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

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

**Actuarial Assumptions (Continued)**

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

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

**Long-Term Rate of Return**

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

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

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

**Actuarial Assumptions (Continued)**

**Long-Term Rate of Return (Continued)**

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

**Discount Rate**

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 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.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

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

**Actuarial Assumptions (Continued)**

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

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

	June 30, 2022		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's proportionate share of the pension liability	\$4,530,331.00	\$3,526,353.00	\$2,671,928.00

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

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

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

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

Net Pension Liability:	
Districts proportionate share	-0-
State's proportionate share associated with the District	30,287,569.00
	<u>30,287,569.00</u>

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021 which was rolled forward to June 30, 2022. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2022, the proportion of the TPAF net pension liability associated with the District was .0587031924% which was a decrease of .0056808174 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the District recognized on-behalf pension expense and revenue of \$815,123.00 in the government-wide financial statements for contributions provided by the State. This pension expense and revenue was based on the pension plans June 30, 2022 measurement date.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions 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	1.55%-5.65%
	Based on Years of Service
Investment Rate of Return	7.00%

**Mortality Rate**

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.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

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

**Actuarial Assumptions (Continued)**

**Long-Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries.

The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2022 are summarized in the following table:

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

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

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

**Actuarial Assumptions (Continued)**

**Discount Rate**

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

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

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

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Teachers Public and Annuity Fund (TPAF). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.



**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS – GASB 75**

**Plan Description and Benefits Provided**

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

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A. 52:14-17.32f. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a non-employer contributing entity. According to N.J.S.A. 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

**Employees Covered by Benefit Terms**

The State Health Benefit Local Education Retired Employees Plan Membership covered by the benefit terms consisted of the following:

Active Plan Members	213,148
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	151,669
Inactive Plan Members or Beneficiaries Not Yet Receiving Benefits	<u>- 0 -</u>
Total Plan Members	<u>364,817</u>

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Total Non-employer OPEB Liability**

The portion of the total non-employer OPEB liability that was associated with the District at June 30, 2023 was as follows:

Total OPEB Liability:	
District's Proportionate Share	\$-0-
State's Proportionate Share associated with the District	<u>30,344,020</u>
	<u>\$30,344,020</u>

The total non-employer OPEB liability as of June 30, 2022 was determined by an actuarial valuation as of June 30, 2021 which was rolled forward to June 30, 2022.

The total OPEB liability was determined separately based on actual data of the District.

For the year ended June 30, 2023, the District recognized on-behalf post-employment expense and revenue of \$1,471,084.00 in the government-wide financial statements for contributions provided by the State. This expense and revenue was based on the plans June 30, 2022 measurement date.

At June 30, 2023, the District's proportion was .0599134041 percent, which was a decrease of .0004789866 from its proportion measured as of June 30, 2022.

The State, a Non-Employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS, TPAF/ABP and PFRS participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Consequently, the District did not recognize any portion of the collective non-employer OPEB liability on the Statement of Net Position.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Actuarial Assumptions and Other Inputs**

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

	<u>June 30, 2022</u>		
	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Inflation – 2.5%			
Salary Increases	2.75-4.25%*	2.75-6.55%*	3.25-16.25%*

\*- Based on Years of Service

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

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Actuarial Assumptions and Other Input (Continued)**

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

**Health Care Trend Assumptions**

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

**Discount Rate**

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

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Changes in the Total Non-employer OPEB Liability**

Shown below are details regarding The Total OPEB non-employer Liability associated with the District for the measurement period from June 30, 2021 to June 30, 2022.

Balance at 6/30/21		\$36,240,055
Changes for the year:		
Service cost	\$1,858,733	
Interest	804,150	
Differences between expected and actual experience	352,119	
Changes in assumptions or other inputs	(8,140,056)	
Membership Contributions	25,553	
Benefit payments - Net	<u>(796,534)</u>	
Net changes		<u>(5,896,035)</u>
Balance at 6/30/22		<u><u>\$30,344,020</u></u>

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate**

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

	June 30, 2022		
	1.00% Decrease (2.54%)	At Discount Rate (3.54%)	1.00% Increase (4.54%)
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$35,666,204	\$30,344,020	\$26,078,556

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in Healthcare Trends**

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

	June 30, 2022		
	<u>1.00% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1.00% Increase</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$25,081,187	\$30,344,020	\$37,257,070

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Non-Employer OPEB Liability**

At June 30, 2022, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's non-employer OPEB liability associated with the District from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 5,417,611	\$ 9,264,380
Changes of assumptions	5,251,782	10,327,447
Changes in proportion	<u>1,913,417</u>	<u>445,781</u>
	<u>\$ 12,582,810</u>	<u>\$ 20,037,608</u>

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the State's proportionate share of the total non-employer OPEB liability associated with the District will be recognized in OPEB expense as follows:

Measurement Period Ended	<u>Amount</u>
<u>June 30,</u>	
2023	(\$1,214,584)
2024	(\$1,214,584)
2025	(\$1,214,584)
2026	(\$1,009,859)
2027	(\$451,766)
Total Thereafter	<u>(\$2,349,422)</u>
	<u>(\$7,454,798)</u>

In accordance with GASBS No. 75, the District's proportionate share of school retirees OPEB is zero. There is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources in the financial statements.

**State Health Benefit Local Education Retired Employee Plan Information**

The New Jersey Division of Pension and Benefits issues publicly available reports on the OPEB plan. Those reports may be obtained by writing to the Division of Pension and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or on their website at: <http://www.state.nj.us/treasury/pensions/gasb-notices-opeb.shtml>

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 10: LITIGATION**

The Board attorney's letter advises that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the Board of Education and which might materially affect the Board's financial position.

**NOTE 11: CONTINGENCIES**

The Board receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2022-2023 fiscal year were subject to the U.S. OMB Uniform Guidance and New Jersey OMB Circular 15-08 which mandates that grant revenues and expenditures be audited in conjunction with the Board's annual audit. Findings and questioned costs, if any, relative to federal awards and state financial assistance programs will be discussed in the Single Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. Further, the School Child Nutrition Program is a recipient of federal reimbursements and is subject to certain related federal regulations. These federal reimbursements are subject to subsequent audit and interpretation by the New Jersey Department of Education. The Board management does not believe such an audit would result in material amounts of disallowed costs.



**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 12: RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; and natural disasters. The District maintains commercial coverage covering each of those risks of loss. The administration believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

**Property and Liability Insurance** - The District maintains insurance coverage covering each of those risks of loss. The administration believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded the insurance coverage in any of the past three fiscal years.

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

Year Ended	Interest and Employer Contributions	Board & Employee Contributions	Amount Reimbursed	Ending Balance
2023	\$293.08	\$17,263.49	\$21,744.31	\$46,350.80
2022	97.80	16,833.49		50,538.54
2021	177.61	15,868.70	6,269.00	33,607.25

**NOTE 13: FUND BALANCE APPROPRIATED - GAAP BASIS**

**General Fund** - Of the \$8,284,605.77 in General Fund Balance at June 30, 2023, \$397,395.72 has been assigned for encumbrances; \$4,527,702.87 has been restricted in the Capital Reserve Account; \$300,000.00 has been restricted as excess surplus; \$300,000.00, has been restricted as excess surplus – designated for subsequent years' expenditures; \$1,200,000.00 has been restricted for Tuition Reserve; \$24,398.43 has been restricted for Unemployment; \$1,032,061.65 has been restricted for Maintenance Reserve; and \$503,047.10 is unassigned.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 14: CALCULATION OF EXCESS SURPLUS - BUDGETARY BASIS**

In accordance with N.J.S.A.18A:7F-7, as amended by P.L. 2004, c73 (S1701), the Restricted Fund Balance Excess Surplus is a required calculation pursuant to the New Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restricted General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance resulting from the year ended June 30, 2023 is \$300,000.00.

**NOTE 15: CAPITAL RESERVE ACCOUNT**

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

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long-Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes. 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-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve during the year ended June 30, 2023, is as follows:

Balance, July 1, 2022		\$ 3,738,614.49
Deposits:		
Interest Earnings	\$ 27,993.01	
Return of Unused Withdrawal	348,000.00	
Board Resolution	761,095.37	
		1,137,088.38
Withdrawals:		
Current Year Budget		348,000.00
Balance, June 30, 2023		\$ 4,527,702.87

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 16: TUITION RESERVE ACCOUNT**

A tuition reserve was established by the District in accordance with N.J.A.C. 6A:23-3.1(f). This reserve is for formal sending/receiving relationships between two district board of educations established under subchapter 3 of the business service code pursuant to N.J.S.A. 18A:38-19. The maximum amount that may be restricted at year end is 10% of the estimated contract year.

The activity of the capital reserve during the fiscal year ended June 30, 2023, is as follows:

Balance, July 1, 2022	\$400,000.00
Deposits:	
Board Resolution	1,000,000.00
Withdrawals:	
Current Year Budget	<u>(200,000.00)</u>
Balance, June 30, 2023	<u>\$1,200,000.00</u>

**NOTE 17: MAINTENANCE RESERVE ACCOUNT**

A maintenance reserve was established through a board resolution by the District for the accumulation of funds for the required maintenance of a facility in accordance with N.J.S.A. 18A:7G-9 as amended by P.L. 2004, c. 73 (S1701). N.J.S.A. 18A:7G-31(c), 18A:7G-13 and N.J.A.C. 6A:23A-14.2 permits districts, by board resolution, to transfer undesignated general fund balance to the maintenance reserve account if approved in the district's original budget certified for taxes or if the district received voter approval by a separate proposal at budget time or by special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. N.J.S.A. 18A:7F-41(a), 18A:7F-41(b) and N.J.A.C. 6A:23A-14.3 permit a district board of education to transfer by board resolution (prior to June 30) any unanticipated revenue or unexpended line-item appropriation amounts to the maintenance reserve for withdrawal in subsequent school years.

The activity of the maintenance reserve during the fiscal year ended June 30, 2023, is as follows:

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 17: MAINTENANCE RESERVE ACCOUNT (CONTINUED)**

Balance, July 1, 2022	\$428,950.57
Deposits:	
Interest Earnings	3,111.08
Board Resolution	600,000.00
Balance, June 30, 2023	\$1,032,061.65

**NOTE 18: INVENTORY**

Inventory in the Food Service Fund at June 30, 2023 consisted of the following:

Food	\$	1,821.36
Supplies		1,384.44
Total Inventory	\$	3,205.79

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

**NOTE 19: DEFERRED COMPENSATION**

The District offers its employees a choice of the deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death, or unforeseeable emergency. Since the District does not have any property or rights to the plan assets and no fiduciary relationship exists between the District and the deferred compensation plan, the plan assets are not included in the District's financial statements as of June 30, 2023.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 20: COMPENSATED ABSENCES**

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

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

The liability for vested compensated absences of the governmental fund types are recorded in the district - wide statement of net position. As of June 30, 2023, a liability existed for compensated absences for governmental fund-types in the district-wide Statement of Net Position of \$372,195.08.

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

For additional descriptive information see Note 1, Summary of Significant Accounting Policies.

**NOTE 21: INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances remained on the balance sheet at June 30, 2023:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General Fund	\$80,318.44	
Special Revenue Fund	<u>                    </u>	<u>\$80,318.44</u>
	<u>\$80,318.44</u>	<u>\$80,318.44</u>

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received. All balances are to be liquidated within one year.

**Township of Green Brook School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 22: SUBSEQUENT EVENTS**

The District has evaluated subsequent events occurring after the financial statement date through January 11, 2024, which is the date the financial statements were available to be issued. Based upon this evaluation, the District has determined that there are no subsequent events needed to be disclosed.

**NOTE 23: PRIOR PERIOD ADJUSTMENTS/RESTATEMENTS**

The District had a restatement of their prior year net position due to changes in capita assets, intangible SBITA assets, installment purchase contracts payable, accrued interest payable, and right-of-use leases payable. The District restated their net position to appropriately reflect the June 30, 2022 balances as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Net Position 06/30/22	\$ 11,484,888.37	\$ 88,867.46
Adjustments:		
Capital Assets	(12,468.00)	(28,998.00)
Right-of-Use Lease Assets	343,855.19	
Installment Purchase Contracts Payable	255,364.84	
Accrued Interest Payable	(2,809.53)	
Right-of-Use Lease Payable	<u>(244,642.01)</u>	<u>                    </u>
Net Position 06/30/22 (As restated)	<u>\$ 11,824,188.86</u>	<u>\$ 59,869.46</u>

**REQUIRED SUPPLEMENTARY INFORMATION – PART II**

**BUDGETARY COMPARISON SCHEDULES**



TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
GENERAL FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 23,896,718.00	\$	\$ 23,896,718.00	\$ 23,896,718.00	\$ 1,490.00
Tuition from Individuals	228,800.00		228,800.00	230,290.00	6,283.02
Tuition from Other LEAs Within State	117,888.00		117,888.00	124,171.02	7,696.00
Transportation Fees From Individuals				7,696.00	(6,660.00)
Transportation Fees From Other LEAs	6,660.00		6,660.00	209,232.43	143,895.43
Unrestricted Miscellaneous Revenues	65,337.00		65,337.00	3,111.08	3,011.08
Interest Earned on Maintenance Reserve	100.00		100.00	27,993.01	27,493.01
Interest Earned on Capital Reserve Funds	500.00		500.00	293.08	293.08
Other Restricted Miscellaneous Revenues				24,499,504.62	183,501.62
<b>Total Local Sources</b>	<b>24,316,003.00</b>		<b>24,316,003.00</b>		
State Sources:					
Categorical Transportation Aid	392,450.00		392,450.00	392,450.00	
Extraordinary Aid	250,000.00		250,000.00	402,536.00	152,536.00
Categorical Special Education Aid	1,145,636.00		1,145,636.00	1,145,636.00	
Categorical Security Aid	101,788.00		101,788.00	101,788.00	
Other State Aids				16,536.00	16,536.00
On-behalf TPAF Contributions-non-budgeted				2,358,328.00	2,358,328.00
On-behalf TPAF N.C.G.I.-non-budgeted				32,719.00	32,719.00
Reimbursed TPAF Social Security Contribution-non-budgeted				523,047.75	523,047.75
Post Retirement Medical-non budgeted				628,122.00	628,122.00
Long Term Disability Insurance				869.00	869.00
<b>Total State Sources</b>	<b>1,889,874.00</b>		<b>1,889,874.00</b>	<b>5,602,031.75</b>	<b>3,712,157.75</b>
<b>Total Revenues</b>	<b>26,205,877.00</b>		<b>26,205,877.00</b>	<b>30,101,536.37</b>	<b>3,895,659.37</b>
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
Instruction - Regular Programs:					
Preschool	177,695.00		177,695.00	176,545.00	1,150.00
Kindergarten	301,145.00	12,790.50	313,935.50	307,176.50	6,759.00
Grades 1-5	2,031,425.00	(112,668.29)	1,918,756.71	1,864,927.33	53,829.38
Grades 6-8	1,731,305.00	51,568.70	1,782,873.70	1,773,984.75	8,888.95
Regular programs - home instruction:					
Salaries of teachers	15,000.00		15,000.00	1,521.00	13,479.00

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Regular programs (continued)					
Other purchased services (400 - 500 series)	\$ 135,300.00	\$ 9,893.82	\$ 145,193.82	\$ 137,391.07	\$ 7,802.75
General supplies	393,989.37	217,650.69	611,650.06	403,942.69	207,707.37
Textbooks	15,000.00		15,000.00	14,461.42	538.58
Total regular programs	<u>4,800,869.37</u>	<u>179,235.42</u>	<u>4,980,104.79</u>	<u>4,679,949.76</u>	<u>300,155.03</u>
Instruction - Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	144,840.00	2,300.00	147,140.00	147,140.00	
General Supplies	3,790.00		3,790.00	2,279.93	1,510.07
Total Learning and/or Language Disabilities	<u>148,630.00</u>	<u>2,300.00</u>	<u>150,930.00</u>	<u>149,419.93</u>	<u>1,510.07</u>
Behavioral Disabilities:					
Salaries of Teachers	64,280.00	34,151.98	98,431.98	73,460.14	24,971.84
Other Salaries for Instruction	31,592.00	17,496.22	49,088.22	48,386.18	702.04
General Supplies	925.00		925.00	832.57	92.43
Total Behavioral Disabilities	<u>96,797.00</u>	<u>51,648.20</u>	<u>148,445.20</u>	<u>122,678.89</u>	<u>25,766.31</u>
Resource Room / Resource Center:					
Salaries of Teachers	1,330,030.00	(102,416.90)	1,227,613.10	1,099,315.60	128,297.50
General Supplies	6,350.00		6,350.00	4,367.73	1,982.27
Total Resource Room / Resource Center	<u>1,336,380.00</u>	<u>(102,416.90)</u>	<u>1,233,963.10</u>	<u>1,103,683.33</u>	<u>130,279.77</u>

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Total Special Education	\$ 1,581,807.00	\$ (48,468.70)	\$ 1,533,338.30	\$ 1,375,782.15	\$ 157,556.15
Basic Skills / Remedial:					
Salaries of Teachers	131,345.00	25,336.36	156,681.36	145,980.20	10,701.16
General Supplies	7,650.00	(431.36)	7,218.64	4,639.63	2,579.01
Total Basic Skills / Remedial	138,995.00	24,905.00	163,900.00	150,619.83	13,280.17
Bilingual Education Instruction:					
Salaries of Teachers	38,776.00		38,776.00	38,775.80	0.20
General Supplies	400.00	442.17	842.17	804.72	37.45
Total Bilingual Education Instruction	39,176.00	442.17	39,618.17	39,580.52	37.65
School Sponsored Co-Curricular Activities:					
Salaries	90,897.00		90,897.00	79,592.04	11,304.96
Purchased Services (300-500 series)		2,056.40	2,056.40	711.52	1,344.88
Supplies and Materials	10,525.00	(2,056.40)	8,468.60	1,968.60	6,500.00
Total School Sponsored Co-Curricular Activities	101,422.00	0.00	101,422.00	82,272.16	19,149.84
School Sponsored Athletics:					
Salaries	46,923.00		46,923.00	39,719.00	7,204.00
Purchased Services (300-500 Series)	5,182.00		5,182.00	4,512.74	669.26
Supplies and Materials	7,220.00		7,220.00	6,585.79	634.21
Other Objects	11,420.00		11,420.00	8,920.00	2,500.00
Total School Sponsored Athletics	70,745.00		70,745.00	59,737.53	11,007.47
Summer School Instruction:					
Salaries	73,609.00		73,609.00	40,674.75	32,934.25
Other Salaries of Instruction	45,840.00		45,840.00	12,118.48	33,721.52
Other Purchased Services (400-500 series)	6,000.00		6,000.00		6,000.00
General Supplies	1,400.00		1,400.00	1,082.67	317.33
Total Summer School Instruction	126,849.00		126,849.00	53,875.90	72,973.10
Total Summer School	126,849.00		126,849.00	53,875.90	72,973.10
Total Other Instructional Programs	477,187.00	25,347.17	502,534.17	386,085.94	116,448.23
Total - Instruction	6,859,863.37	156,113.89	7,015,977.26	6,441,817.85	574,159.41

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEA's within the State - Regular	\$ 7,128,310.00	\$	\$ 7,128,310.00	\$ 7,026,825.00	\$ 101,485.00
Tuition to Other LEA's within the State - Special	1,196,173.00	(42,364.29)	1,153,808.71	935,147.19	218,661.52
Tuition to County Vocational School District - Regular	14,850.00		14,850.00	11,400.00	3,450.00
Tuition to County Vocational School District - Sp Ed	58,000.00	(10,000.00)	48,000.00	2,636.25	45,363.75
Tuition to Private Schools for the Handicapped w/in State	473,000.00	(46,000.00)	427,000.00	337,793.40	89,206.60
Total Undistributed Expenditures - Instruction	8,870,333.00	(98,364.29)	8,771,968.71	8,313,801.84	458,166.87
Attendance and Social Work Services:					
Salaries	26,865.00	5,767.96	32,632.96	26,865.01	5,767.95
Total Attendance and Social Work Services	26,865.00	5,767.96	32,632.96	26,865.01	5,767.95
Health Services:					
Salaries	175,930.00		175,930.00	157,985.00	17,945.00
Purchased Professional and Technical Services	4,500.00		4,500.00	2,000.00	2,500.00
Supplies and Materials	14,500.00		14,500.00	9,372.88	5,127.12
Other Objects	1,000.00		1,000.00		1,000.00
Total Health Services	195,930.00		195,930.00	169,357.88	26,572.12
Other Support Services - Speech, OT, PT & Related Services:					
Salaries	241,425.00		241,425.00	238,980.00	2,445.00
Purchased Professional - Educational Services	90,000.00	17,364.24	107,364.24	86,584.47	20,779.77
Supplies and Materials	5,750.00		5,750.00	3,130.29	2,619.71
Total Other Support Services - Speech, OT, PT & Related Services	337,175.00	17,364.24	354,539.24	328,694.76	25,844.48
Other Support Services - Students - Extra Services					
Salaries	578,040.00		578,040.00	534,456.91	43,583.09
Purchased Professional - Educational Services	440,000.00		440,000.00	267,158.31	172,841.69
Total Other Support Services - Students - Extra Services	1,018,040.00		1,018,040.00	801,615.22	216,424.78

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Guidance:					
Salaries of Other Professional Staff	\$ 161,240.00	\$	\$ 161,240.00	\$ 160,790.00	\$ 450.00
Other Purchased Services	500.00	53.00	553.00	508.28	44.72
Supplies and Materials	1,300.00	(53.00)	1,247.00	525.61	721.39
<b>Total Guidance</b>	<b>163,040.00</b>		<b>163,040.00</b>	<b>161,823.89</b>	<b>1,216.11</b>
Child Study Teams:					
Salaries of Other Professional Staff	464,219.00		464,219.00	427,313.51	36,905.49
Salaries of Secretarial and Clerical Assistants	74,617.00		74,617.00	73,667.02	949.98
Purchased Professional Educational Services	83,200.00	(987.08)	82,212.92	61,396.19	20,816.73
Other Purchased Services (400-500 series)	10,194.00	2,351.63	12,545.63	10,755.87	1,789.76
Supplies and Materials	13,570.00	(1,175.36)	12,394.64	6,773.00	5,621.64
Other Objects	5,175.00	(200.00)	4,975.00	2,070.00	2,905.00
<b>Total Child Study Teams</b>	<b>650,975.00</b>	<b>(10.81)</b>	<b>650,964.19</b>	<b>581,975.59</b>	<b>68,988.60</b>
Improvement of Instruction Services					
Other Support Services - Instructional Staff:					
Salaries of Secretarial and Clerical Assts.	39,000.00	(3,500.00)	35,500.00	19,851.00	15,649.00
Purchased Prof. and Tech. Services	7,900.00	900.00	7,900.00	7,897.18	2.82
Other Purchased Services (400-500)		3,500.00	900.00	825.00	75.00
Supplies and materials			3,500.00	3,500.00	
<b>Total Improvement of Instruction Services /</b>	<b>46,900.00</b>	<b>900.00</b>	<b>47,800.00</b>	<b>32,073.18</b>	<b>15,726.82</b>
Other Support Services - Instructional Staff					
Educational Media Services / School Library:					
Salaries	10,000.00	(135.00)	9,865.00	3,605.80	9,865.00
Other Purchased Services (400-500 Series)	4,300.00	135.00	4,435.00	2,426.77	829.20
Supplies and materials	7,510.00	(3,080.00)	4,430.00		2,003.23
<b>Total Educational Media Services / School Library</b>	<b>21,810.00</b>	<b>(3,080.00)</b>	<b>18,730.00</b>	<b>6,032.57</b>	<b>12,697.43</b>

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	\$	\$	\$	\$	\$	\$	\$
	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)	\$	\$
<b>Instructional Staff Training Services:</b>							
Salaries of Supervisors of Instruction Summer Hours	90,000.00	(90,000.00)	0.00	52,468.75	47,531.25	52,468.75	4,999.96
Salaries of Other Professional Staff	56,651.00	(4,182.25)	52,468.75	90,500.04	38,031.29	90,500.04	353.10
Salaries of Secretarial and Clerical Assistants	5,500.00	90,000.00	95,500.00	1,350.00	94,150.00	1,350.00	435.96
Purchased Professional - Educational Services	4,500.00	(2,796.90)	1,703.10	6,769.68	5,066.58	6,769.68	1,263.11
Other Purchased Services (400- 500)	6,000.00	1,205.64	7,205.64	31.25	7,174.39	31.25	7,052.13
Supplies and materials	2,500.00	(1,205.64)	1,294.36	151,119.72	149,825.36	151,119.72	15,293.36
<b>Total Instructional Staff Training Services</b>	<b>165,151.00</b>	<b>(6,979.15)</b>	<b>158,171.85</b>	<b>371,224.17</b>	<b>213,052.32</b>	<b>371,224.17</b>	<b>43,272.83</b>
<b>Support Services General Administration:</b>							
Salaries	233,537.00	11,000.00	244,537.00	226,769.99	17,767.01	226,769.99	6,767.01
Legal Services	40,000.00	0.00	40,000.00	44,795.75	4,795.75	44,795.75	6,294.25
Expenditure and Internal Control Audit Fees	24,000.00	0.00	24,000.00	21,840.00	2,160.00	21,840.00	2,160.00
Architectural/Engineering Services	21,100.00	10,290.00	31,390.00	6,000.00	25,390.00	6,000.00	4,290.00
Other Purchased Professional Services	3,650.00	8,010.00	11,660.00	19,894.00	8,234.00	19,894.00	9,216.00
Communications / Telephone	1,600.00	415.50	2,015.50	1,606.42	409.08	1,606.42	2,459.08
Board Travel Expense	1,600.00	(200.00)	1,400.00	1,400.00	0.00	1,400.00	1,400.00
Miscellaneous Expenditures	35,800.00	1,694.00	37,494.00	34,164.40	3,329.60	34,164.40	3,329.60
General Supplies	500.00	200.00	700.00	672.30	27.70	672.30	27.70
BOE In- House Training/ Meeting Supplies	500.00	0.00	500.00	290.81	209.19	290.81	209.19
Judgements against the District	20,000.00	(12,809.00)	7,191.00	444.00	6,747.00	444.00	6,747.00
Miscellaneous Expenditures	4,525.00	200.00	4,725.00	4,643.00	82.00	4,643.00	82.00
BOE Membership Dues and Fees	10,900.00	(415.50)	10,484.50	10,193.50	291.00	10,193.50	291.00
<b>Total Support Services General Administration</b>	<b>396,112.00</b>	<b>18,385.00</b>	<b>414,497.00</b>	<b>502,789.72</b>	<b>81,292.72</b>	<b>414,497.00</b>	<b>14,249.72</b>
<b>Support Services School Administration:</b>							
Salaries of Principals / Asst. Principals	264,500.00	0.08	264,500.08	264,500.08	0.00	264,500.08	199.93
Salaries of Secretarial and Clerical Assistants	186,207.00	(5,565.04)	180,641.96	180,439.03	202.93	180,439.03	8,017.88
Other Purchased Services(400-500 series)	18,850.00	1,855.04	20,705.04	12,687.16	8,017.88	12,687.16	4,815.93
Supplies and Materials	13,325.00	34,530.40	47,855.40	43,039.47	4,815.93	43,039.47	1,215.98
Other Objects	5,195.00	(1,855.04)	3,339.96	2,123.98	1,215.98	2,123.98	1,215.98
<b>Total Support Services School Administration</b>	<b>488,077.00</b>	<b>28,962.44</b>	<b>517,039.44</b>	<b>502,789.72</b>	<b>14,249.72</b>	<b>517,039.44</b>	<b>14,249.72</b>

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Central Service:					
Salaries	\$ 318,770.00	\$ (1,390.00)	\$ 317,380.00	\$ 311,576.24	\$ 5,803.76
Purchased Professional Services	3,000.00	(800.00)	2,200.00	2,100.00	100.00
Misc. Purch Services (400-500)	24,950.00	300.00	25,250.00	13,585.23	11,664.77
Supplies and Materials	5,000.00	8,846.08	13,846.08	13,057.16	788.92
Miscellaneous Expenditures	2,000.00	1,000.00	3,000.00	2,250.00	750.00
<b>Total Central Service</b>	<b>353,720.00</b>	<b>7,956.08</b>	<b>361,676.08</b>	<b>342,588.63</b>	<b>19,107.45</b>
Administrative Information Technology:					
Salaries		6,979.15	6,979.15	6,979.15	
Purchased Technical Services	26,550.00	18,736.50	45,286.50	28,484.15	16,802.35
Other Purchased Services	550.00	463.50	1,013.50	886.60	126.90
<b>Total Administrative Information Technology</b>	<b>27,100.00</b>	<b>26,179.15</b>	<b>53,279.15</b>	<b>36,349.90</b>	<b>16,929.25</b>
Required Maintenance for School Facilities:					
Salaries	71,626.00		71,626.00	54,020.45	17,605.55
Cleaning, Repair and Maintenance Services	68,230.00	11,895.00	80,125.00	72,795.29	7,329.71
General Supplies	42,500.00		42,500.00	37,746.13	4,753.87
Other Objects	900.00		900.00	900.00	
<b>Total Required Maintenance for School Facilities</b>	<b>183,256.00</b>	<b>11,895.00</b>	<b>195,151.00</b>	<b>165,461.87</b>	<b>29,689.13</b>

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Custodial Services:					
Salaries	\$ 555,972.00	\$	\$ 555,972.00	\$ 540,359.38	\$ 15,612.62
Purchased Professional and Technical Services	29,700.00		29,700.00	1,400.00	28,300.00
Cleaning, Repair and Maintenance Services	27,250.00		27,250.00	23,672.09	3,577.91
Other Purchased Property Services	30,250.00	454.53	30,704.53	24,119.14	6,585.39
Insurance	262,250.00		262,250.00	233,792.00	28,458.00
General Supplies	32,500.00	(2.43)	32,497.57	29,062.44	3,435.13
Energy (Natural Gas)	81,000.00	30,000.00	111,000.00	103,462.16	7,537.84
Energy (Heat and Electricity)	265,802.00		265,802.00	214,222.81	51,579.19
Other Objects	1,205.00		1,205.00	610.00	595.00
Total Custodial Services	1,285,929.00	30,452.10	1,316,381.10	1,170,700.02	145,681.08
Care and Upkeep of Grounds:					
Cleaning, Repair And Maintenance	41,876.00	31,900.00	31,900.00	37,356.76	31,900.00
General Supplies		2,000.00	43,876.00		6,519.24
Total Care and Upkeep of Grounds	41,876.00	33,900.00	75,776.00	37,356.76	38,419.24



TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Student Transportation Services:					
Salaries for Pupil Transportation (Between Home and School) - Regular	\$ 62,300.00	\$ 500.06	\$ 62,800.06	\$ 62,800.02	\$ 0.04
Management Fee- ESC & CTSA Trans. Program	28,000.00		28,000.00	13,907.16	14,092.84
Contracted Services - Aid in Lieu Payments-Nonpublic Sch	63,000.00		63,000.00	51,293.32	11,706.68
Contracted Services (Between Home & School) - Vendors	1,150,875.38	259,462.62	1,410,338.00	1,399,077.33	11,060.67
Contracted Services (Other than Between Home and School) - Vendors	49,990.00		49,990.00	23,723.00	26,267.00
Contract Services (Sp. Ed. Stds.) - Vendors	16,400.00	(786.60)	15,613.40	15,613.40	15,613.40
Contracted Services (Spec. Ed. Students) - Joint Agreements	27,700.00	64,842.00	92,542.00	82,786.20	9,555.80
Contracted Services (Spec.Ed. Students) - ESCs & CTSA	453,345.00	(68,113.46)	385,231.54	303,740.06	81,491.48
Miscellaneous Purchased Services - Transportation	6,910.00		6,910.00	1,316.18	5,593.82
Other Objects	200.00		200.00	200.00	
<b>Total Student Transportation Services</b>	<b>1,858,520.38</b>	<b>255,704.62</b>	<b>2,114,225.00</b>	<b>1,938,843.27</b>	<b>175,381.73</b>
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	218,220.00		218,220.00	169,419.71	48,800.29
T.P.A.F. Contributions - ERIP	3,000.00		3,000.00	3,000.00	3,000.00
Other Retirement Contributions - PERS	318,246.00		318,246.00	294,665.00	23,581.00
Other Retirement Contributions - Regular	8,835.00	283.68	9,118.68	1,261.93	7,856.75
Unemployment Compensation	15,000.00		15,000.00	15,000.00	15,000.00
Workmen's Compensation	148,236.00		148,236.00	110,438.00	37,798.00
Health Benefits	2,873,660.00	(288,798.16)	2,584,861.84	2,324,862.14	259,999.70
Tuition Reimbursements	80,066.00		80,066.00	50,309.28	29,756.72
Other Employee Benefits	10,000.00		10,000.00	5,453.60	4,546.40
Unused sick payment	10,000.00		10,000.00	10,000.00	10,000.00
<b>Total Unallocated Benefits - Employee Benefits</b>	<b>3,685,263.00</b>	<b>(288,514.48)</b>	<b>3,396,748.52</b>	<b>2,956,409.66</b>	<b>440,338.86</b>

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
<b>On-Behalf TPAF Contributions (Non-Budgeted):</b>					
On-behalf TPAF Contributions-non-budgeted				\$ 2,358,328.00	\$ (2,358,328.00)
On-behalf TPAF N.C.G.I.-non-budgeted				32,719.00	(32,719.00)
Post Retirement Medical-non budgeted				628,122.00	(628,122.00)
Reimbursed TPAF Social Security Contribution-non-budgeted				523,047.75	(523,047.75)
Long Term Disability Insurance				869.00	(869.00)
Total TPAF Pension/Social Security				3,543,085.75	(3,543,085.75)
Total Undistributed Expenditures	19,816,072.38	40,517.86	19,856,590.24	21,638,149.41	(1,781,559.17)
<b>TOTAL EXPENDITURES - CURRENT EXPENSE</b>	<b>26,675,935.75</b>	<b>196,631.75</b>	<b>26,872,567.50</b>	<b>28,079,967.26</b>	<b>(1,207,399.76)</b>
<b>CAPITAL OUTLAY:</b>					
<b>Equipment:</b>					
Undistributed Expenditures - Instruction	3,479.24	59,187.43	59,187.43	17,545.05	41,642.38
Undistributed-Security	3,479.24	59,187.43	62,666.67	3,479.24	41,642.38
Total Equipment				21,024.29	
<b>Facilities Acquisition and Construction Services:</b>					
Architectural/engineering services	31,000.00		31,000.00		31,000.00
Other purch prof & tech services	65,000.00		65,000.00		65,000.00
Construction services	132,000.00		132,000.00		132,000.00
Supplies & Materials	120,000.00		120,000.00		120,000.00
Assessment for Debt Service on SDA Funding	56,699.00		56,699.00	56,699.00	
Total Facilities Acquisition and Construction Services	404,699.00		404,699.00	56,699.00	348,000.00
<b>Assets acquired under right to use leases (non-budgeted)</b>					
Undistributed expenditures:					
General Administration equipment				9,216.75	(9,216.75)
Total assets acquired under right to use leases (non-budgeted)				9,216.75	(9,216.75)
<b>TOTAL CAPITAL OUTLAY</b>	<b>408,178.24</b>	<b>59,187.43</b>	<b>467,365.67</b>	<b>86,940.04</b>	<b>380,425.63</b>
<b>TOTAL EXPENDITURES</b>	<b>27,084,113.99</b>	<b>255,819.18</b>	<b>27,339,933.17</b>	<b>28,166,907.30</b>	<b>(826,974.13)</b>

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Excess (deficiency) of revenues over (under) expenditures	\$ (878,236.99)	\$ (255,819.18)	\$ (1,134,056.17)	\$ 1,934,629.07	\$ 3,068,685.24
Other financing sources (uses)					
Proceeds from leases payable (non-budgeted)				9,216.75	9,216.75
Total other financing sources/(uses)				9,216.75	9,216.75
Excess of revenues and other financing sources over expenditures and other expenditures and other financing sources	(878,236.99)	(255,819.18)	(1,134,056.17)	1,943,845.82	3,077,901.99
Fund balances, July 1	6,499,076.95		6,499,076.95	6,499,076.95	
Fund balances, June 30	\$ 5,620,839.96	\$ (255,819.18)	\$ 5,365,020.78	\$ 8,442,922.77	\$ 3,077,901.99
Recapitulation:					
Assigned - year-end encumbrances				\$ 397,395.72	
Restricted - excess surplus - current year				300,000.00	
Restricted - excess surplus - designated for subsequent year's expenditures				300,000.00	
Restricted - capital reserve				4,527,702.87	
Restricted - maintenance reserve				1,032,061.65	
Restricted - tuition reserve				1,200,000.00	
Restricted - unemployment claims				24,398.43	
Unassigned fund balance				661,364.10	
				8,442,922.77	
Reconciliation to governmental funds statements (GAAP):					
Prior Year aid payment not recognized on GAAP basis				(158,317.00)	
Fund balance per governmental funds (GAAP)				\$ 8,284,605.77	

EXHIBIT "C-2"

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
<b>REVENUES:</b>					
Other Sources	\$	\$ 136,308.54	\$ 136,308.54	\$ 89,840.50	\$ (46,468.04)
State Sources		33,949.00	33,949.00	33,949.00	
Federal Sources	537,590.00	346,459.76	884,049.76	456,695.96	(427,353.80)
<b>Total Revenues</b>	<b>\$ 537,590.00</b>	<b>\$ 516,717.30</b>	<b>\$ 1,054,307.30</b>	<b>\$ 580,485.46</b>	<b>\$ (473,821.84)</b>
<b>EXPENDITURES:</b>					
Instruction:					
Salaries of Teachers	\$ 27,721.00	\$ 41,266.00	\$ 68,987.00	\$ 45,030.00	\$ 23,957.00
Other Salaries for Instruction		8,163.00	8,163.00	8,163.00	
Other Purchased Services	139,952.25	139,952.25	139,952.25	101,251.00	38,701.25
Tuition	125,705.00	37,774.00	163,479.00	163,479.00	
General Supplies	103,531.00	56,979.60	160,510.60	70,863.74	89,646.86
<b>Total Instruction</b>	<b>256,957.00</b>	<b>284,134.85</b>	<b>541,091.85</b>	<b>388,786.74</b>	<b>152,305.11</b>
Support Services:					
Purchased Services Employee Benefits	6,000.00	8,830.00	14,830.00	14,830.00	
Purchased Professional Technical Svc.	252,000.00	35,134.00	287,134.00	45,631.25	241,502.75
Purchased Property Services		33,949.00	33,949.00	33,949.00	
Other purchased services	22,633.00	21,825.00	44,458.00	12,566.00	31,892.00
Supplies and Materials		23,562.46	23,562.46	1,060.00	22,502.46
Student Activities		100,493.19	100,493.19	76,394.29	24,098.90
<b>Total Support Services</b>	<b>280,633.00</b>	<b>223,793.65</b>	<b>504,426.65</b>	<b>184,430.54</b>	<b>319,996.11</b>
Instructional equipment		8,788.80	8,788.80	8,788.80	
<b>Total Facilities Acquisition and Construction Service</b>	<b>\$ 537,590.00</b>	<b>\$ 516,717.30</b>	<b>\$ 1,054,307.30</b>	<b>\$ 582,006.08</b>	<b>\$ 472,301.22</b>
<b>Total expenditures</b>					
Excess (Deficiency) of Revenues Over (Under) Expenditures				(1,520.62)	(1,520.62)
Fund Balance, July 1				25,619.52	
Fund Balance, June 30				\$ 24,098.90	

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
BUDGET TO GAAP RECONCILIATION  
NOTE TO RSI (REQUIRED SUPPLEMENTARY INFORMATION)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Note A - Explanation of difference between budgetary inflows and outflows and GAAP revenues and expenditures

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 30,101,536.37	\$ 580,485.46
Difference - budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously it was recognized for budgetary purposes.	139,603.00	
The last state aid payment is recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33)	(158,317.00)	
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Adjust for encumbrances:		
Add prior year encumbrances		28,779.95
Less current year encumbrances		(14,905.00)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	\$ 30,082,822.37	\$ 594,360.41
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 28,166,907.30	\$ 582,006.08
Difference - budget to GAAP:		
Adjust for encumbrances:		
Add prior year encumbrances		28,779.95
Less current year encumbrances		(14,905.00)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balance - governmental funds	\$ 28,166,907.30	\$ 595,881.03

**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

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

EXHIBIT "L-1"

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN YEARS

Measurement Date Ending June 30,	District's Proportion of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	District's Covered-Employee Payroll	District's Proportion Share of the Net Pension Liability (Asset) as a percentage of it's Covered-Employee Payroll	Plan Fiduciary Net Position as a percentage of the total Pension Liability
2013	0.0255172146%	\$ 4,876,847	\$ 1,561,731	312.27%	48.72%
2014	0.0237738269%	4,451,111	1,643,836	270.78%	52.08%
2015	0.0249063718%	5,590,981	1,636,476	341.65%	47.92%
2016	0.0265653753%	7,867,902	1,810,303	434.62%	40.14%
2017	0.0300134975%	6,986,662	1,950,448	358.21%	48.10%
2018	0.0284547700%	5,602,602	1,872,643	299.18%	53.60%
2019	0.0260549587%	4,694,708	1,696,501	276.73%	56.27%
2020	0.0246902608%	4,026,336	1,743,897	230.88%	58.32%
2021	0.0240645628%	2,850,808	1,682,999	169.39%	70.33%
2022	0.0233666756%	3,526,353	1,646,931	214.12%	62.91%



EXHIBIT "L-2"

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN YEARS

<u>Fiscal Year</u> <u>Ending</u> <u>June 30,</u>	<u>Contractually</u> <u>Required</u> <u>Contribution</u>	<u>Contributions in</u> <u>Relation to the</u> <u>Contractually</u> <u>Required</u> <u>Contributions</u>	<u>Contribution</u> <u>Deficiency</u> <u>(Excess)</u>	<u>District's</u> <u>Covered-</u> <u>Employee</u> <u>Payroll</u>	<u>Contributions as</u> <u>a Percentage of</u> <u>Covered-</u> <u>Employee</u> <u>Payroll</u>
2014	\$ 195,988	\$ 195,988	\$ -0-	1,643,836	11.92%
2015	214,128	214,128	-0-	1,636,476	13.08%
2016	236,003	236,003	-0-	1,810,303	13.04%
2017	237,183	237,183	-0-	1,950,448	12.16%
2018	283,033	283,033	-0-	1,872,643	15.11%
2019	253,438	253,438	-0-	1,696,501	14.94%
2020	270,099	270,099	-0-	1,743,897	15.49%
2021	281,824	281,824	-0-	1,682,999	16.75%
2022	294,665	294,665	-0-	1,646,931	17.89%
2023	295,331	295,331	-0-	1,702,380	17.35%

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
TEACHERS PENSION AND ANNUITY FUND  
LAST TEN YEARS

Measurement Date Ending June 30,	District's Proportion of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	State's Proportionate Share of the Net Pension Liability associated with the District	District's Covered-Employee Payroll	District's Proportion of the Net Pension Liability (Asset) as a percentage of its Covered-Employee Payroll	State's Proportionate Share of the Total Net Pension Liability associated with the District as a percentage of the District's Covered-Employee Payroll	Plan Fiduciary Net Position as a percentage of the total Pension Liability
2013	0.0619019502%	\$ -0-	\$ 31,284,759.00	5,359,598.00	-0-	583.71%	33.76%
2014	0.0591463531%	-0-	31,611,801.00	5,744,632.00	-0-	550.28%	33.64%
2015	0.0570915841%	-0-	36,084,319.00	5,824,911.00	-0-	619.48%	28.71%
2016	0.0568291993%	-0-	44,705,467.00	6,299,960.00	-0-	709.62%	22.33%
2017	0.0603806274%	-0-	40,710,796.00	6,584,770.00	-0-	618.26%	25.41%
2018	0.0661430720%	-0-	42,079,206.00	6,745,089.00	-0-	623.85%	26.49%
2019	0.0630452727%	-0-	38,691,479.00	6,800,393.00	-0-	568.96%	26.95%
2020	0.0626714874%	-0-	41,268,420.00	6,600,539.00	-0-	625.23%	24.60%
2021	0.0643840098%	-0-	30,952,734.00	6,563,765.00	-0-	471.57%	35.52%
2022	0.0587031924%	-0-	30,287,569.00	6,933,257.00	-0-	436.84%	32.29%

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION PART III  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending <u>June 30,</u>	Discount <u>Rate</u>	Long-Term Expected Rate of <u>Return</u>	Actuarial Experience <u>Study Period</u>
2022	7.00%	7.00%	07/01/18-06/30/21
2021	7.00%	7.00%	07/01/14-06/30/18
2020	7.00%	7.00%	07/01/14-06/30/18
2019	6.28%	7.00%	07/01/14-06/30/18
2018	5.66%	7.00%	07/01/11-06/30/14
2017	5.00%	7.00%	07/01/11-06/30/14
2016	3.98%	7.65%	07/01/11-06/30/14
2015	4.90%	7.90%	07/01/08-06/30/11
2014	5.39%	7.90%	07/01/08-06/30/11
2013	5.55%	7.90%	07/01/08-06/30/11

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending <u>June 30,</u>	Discount <u>Rate</u>	Long-Term Expected Rate of <u>Return</u>	Actuarial Experience <u>Study Period</u>
2022	7.00%	7.00%	07/01/18-06/30/21
2021	7.00%	7.00%	07/01/15-06/30/18
2020	5.40%	7.00%	07/01/15-06/30/18
2019	5.60%	7.00%	07/01/15-06/30/18
2018	4.86%	7.00%	07/01/12-06/30/15
2017	4.25%	7.00%	07/01/12-06/30/15
2016	3.22%	7.65%	07/01/12-06/30/15
2015	4.13%	7.90%	07/01/09-06/30/12
2014	4.68%	7.90%	07/01/09-06/30/12
2013	4.95%	7.90%	07/01/09-06/30/12

**REQUIRED SUPPLEMENTARY INFORMATION - PART IV**

**SCHEDULE RELATED TO ACCOUNTING AND REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (GASB 75)**

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
SCHEDULE OF CHANGES IN THE TOTAL  
TOTAL OPEB LIABILITY AND RELATED RATIOS  
LAST TEN YEARS

	Measurement Date Ended June 30,					
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total Non-Employer OPEB Liability - State's Proportionate Share of Total OPEB Liability Associated with the School District						
Balance at 6/30	\$36,240,055	\$40,209,676	\$24,702,764	\$27,519,389	\$29,673,676	\$31,710,212
Changes for the year:						
Service cost	1,858,733	2,246,274	1,267,907	1,307,560	1,393,152	1,685,041
Interest	804,150	940,105 (38,573)	897,197	1,101,500	1,099,588	942,398
Changes of benefit terms						
Differences between expected and actual experience	352,119	(6,436,675)	6,675,682	(4,858,182)	(778,612)	
Changes in assumptions or other inputs	(8,140,056)	35,754	7,344,926	368,320	(3,157,988)	(4,001,978)
Benefit payments	25,553	24,034	21,217	22,478	(735,859)	(687,305)
Contributions from Members	(796,534)	(740,540)	(700,017)	(758,301)	25,432	25,308
Net changes	(5,896,035)	(3,969,621)	15,506,912	(2,816,625)	(2,154,287)	(2,036,536)
Balance at 6/30	<u>\$30,344,020</u>	<u>\$36,240,055</u>	<u>\$40,209,676</u>	<u>\$24,702,764</u>	<u>\$27,519,389</u>	<u>\$29,673,676</u>
Covered Employee Payroll	8,580,188	8,246,764	8,344,436	8,496,894	8,617,732	8,535,218
District's Proportionate Share of the Total Non-Employer OPEB Liability as a percentage of the District's Covered Employee Payroll	-0-	-0-	-0-	-0-	-0-	-0-
State's Proportionate Share of the Total Non-Employer OPEB Liability associated with the District as a percentage of the District's Covered Employee Payroll	353.65%	439.45%	481.87%	290.73%	319.33%	347.66%

Note: Schedule is intended to show ten-year trend. Additional years will be reported as they become available.

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION PART IV  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Change in benefit terms:           None

Change in assumptions:

The following assumptions were used in calculating the net OPEB liability in their respective accounting periods:

Measurement Date Ending <u>June 30,</u>	Discount <u>Rate</u>
2022	3.54%
2021	2.16%
2020	2.21%
2019	3.50%
2018	3.87%

**OTHER SUPPLEMENTARY INFORMATION**



**SPECIAL REVENUE FUND  
DETAIL STATEMENTS**

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	CRRSA ESSER II	CRRSA ESSER II LEARNING ACCEL	CRRSA ESSER II MENTAL HEALTH	ARP ESSER III REGULAR	ARP ESSER III ACC LRNG CES	IDEA PART B BASIC	IDEA PART B PRESCHOOL
REVENUES:							
Local Sources	102,421.00	908.00	60.00	63,099.20	40,850.95	163,479.00	8,163.00
State Sources							
Federal Sources	102,421.00	908.00	60.00	63,099.20	40,850.95	163,479.00	8,163.00
Total Revenues							
EXPENDITURES:							
Instruction:							
Salaries of Teachers	1,170.00	908.00					8,163.00
Other Salaries for Instruction							
Other Purchased Services	101,251.00			20,710.40	32,850.95	163,479.00	
Tuition							
General Supplies							
Total Instruction	102,421.00	908.00		20,710.40	32,850.95	163,479.00	8,163.00
Support Services:							
Personal Services - Employee Benefits					8,000.00		
Purchased Professional Technical Svc.				33,600.00			
Purchased Property Services							
Other Purchased Services			60.00				
Supplies and Materials							
Student Activities							
Total Support Services			60.00		8,000.00		
Facilities Acquisition and Construction Services:							
Instructional Equipment				8,788.80			
Total Facilities Acquisition/Construction Svc				8,788.80			
Total Expenditures	102,421.00	908.00	60.00	63,099.20	40,850.95	163,479.00	8,163.00
Excess (Deficiency) of Revenues							
Fund Balance, July 1							
Fund Balance, June 30							



## LONG-TERM DEBT SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balances of the long-term liabilities of the District. This includes obligations under serial bonds, leases and subscription-based information technology arrangements.

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
 LONG-TERM DEBT  
 SCHEDULE OF SERIAL BONDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	MATURITIES		RATE OF INTEREST	BALANCE JUNE 30, 2022	RETIRED	BALANCE JUNE 30, 2023
			DATE	AMOUNT				
Refunding Bonds	6/15/2022	\$ 8,055,000.00	5/15/2024	\$ 1,290,000.00	2.60%			
			5/15/2025	1,320,000.00				
			5/15/2026	1,355,000.00				
			5/15/2027	1,395,000.00				
			5/15/2028	1,430,000.00		\$ 8,055,000.00	\$ 1,265,000.00	\$ 6,790,000.00
						\$ 8,055,000.00	\$ 1,265,000.00	\$ 6,790,000.00

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
SCHEDULE OF OBLIGATIONS UNDER RIGHT TO USE LEASE ASSETS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

<u>LEASE DESCRIPTION</u>	<u>INTEREST RATE PAYABLE</u>	<u>AMOUNT OF ORIGINAL LEASE PAYABLE</u>	<u>BALANCE AS RESTATED JUNE 30, 2022</u>	<u>INCREASE</u>	<u>DECREASE</u>	<u>BALANCE JUNE 30, 2023</u>
Apple Laptops and iPads	0.560%	\$ 404,569.69	\$ 202,718.69	\$ -	\$ 202,718.69	\$ -
Canon Copiers	7.200%	101,069.80	41,923.32		20,233.26	21,690.06
Mailing Machine	7.200%	9,216.75		9,216.75	699.19	8,517.56
			<u>\$ 244,642.01</u>	<u>\$ 9,216.75</u>	<u>\$ 223,651.14</u>	<u>\$ 30,207.62</u>

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
 DEBT SERVICE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	TRANSFERS	MODIFIED BUDGET	ACTUAL	VARIANCE
REVENUES:					
Local sources:					
Local tax levy	\$ 1,518,275.00		\$ 1,518,275.00	\$ 1,518,275.00	
Miscellaneous				2,140.32	2,140.32
Total revenues	1,518,275.00		1,518,275.00	1,520,415.32	2,140.32
EXPENDITURES:					
Regular debt service:					
Interest	171,637.00	20,340.50	191,977.50	191,977.50	
Redemption of principal	1,346,638.00	(20,340.50)	1,326,297.50	1,265,000.00	61,297.50
Total regular debt service-expenditures	1,518,275.00		1,518,275.00	1,456,977.50	61,297.50
Excess (deficiency) of revenues over (under) expenditures				63,437.82	63,437.82
Fund balance, July 1					
Fund balance, June 30	\$	\$	\$	\$ 63,437.82	\$ 63,437.82

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
SCHEDULE OF OBLIGATIONS UNDER INSTALLMENT PURCHASE CONTRACTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
(NOT APPLICABLE TO THIS REPORT)



TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
SCHEDULE OF OBLIGATIONS UNDER SUBSCRIPTION-BASED INFORMATION TECHNOLOGY AGREEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

<u>SBITA DESCRIPTION</u>	<u>INTEREST RATE PAYABLE</u>	<u>AMOUNT OF</u>		<u>BALANCE AS RESTATED JUNE 30, 2022</u>	<u>INCREASE</u>	<u>DECREASE</u>	<u>BALANCE JUNE 30, 2023</u>
		<u>ORIGINAL CONTRACT</u>	<u></u>				
Software:							
Hostfi	2.354%	8,782.36	\$	\$	8,782.36	2,993.55	\$ 5,788.81
Google Workspace for Education	2.354%	9,219.58			9,219.58	3,100.48	6,119.10
Happyfox	2.610%	17,088.80			17,088.80	5,831.42	11,257.38
			\$	\$	35,090.74	11,925.45	\$ 23,165.29

**THIS PAGE INTENTIONALLY LEFT BLANK**

**STATISTICAL SECTION**  
**(UNAUDITED)**

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
STATISTICAL SECTION

<u>Contents</u>	<u>Page</u>
Financial Trends:	
These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	J-1 to J-4
Revenue Capacity:	
These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	J-5 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 to 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 (ACFR) for the relevant year.

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
 NET POSITION BY COMPONENT  
 LAST TEN FISCAL YEARS  
 UNAUDITED

	Fiscal Year Ending June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Governmental activities</b>										
Net investment in capital assets	\$ 11,022,920	\$ 10,355,612	\$ 10,003,082	\$ 9,126,641	\$ 8,411,862	\$ 8,264,184	\$ 7,949,524	\$ 8,272,401	\$ 8,059,312	\$ 7,450,769
Restricted	5,671,699	4,217,290	3,635,374	3,784,963	3,015,691	2,532,245	2,230,044	2,205,148	2,608,091	3,367,629
Unrestricted (Deficit)	(1,865,190)	(3,088,013)	(3,923,278)	(4,834,349)	(6,044,965)	(5,738,757)	(5,248,945)	(4,745,337)	(4,682,289)	194,477
Total governmental activities net position	\$ 14,829,429	\$ 11,484,889	\$ 9,715,178	\$ 8,077,275	\$ 5,362,607	\$ 5,057,672	\$ 4,932,623	\$ 5,732,212	\$ 5,985,114	\$ 11,012,876
<b>Business-type activities</b>										
Net investment in capital assets	\$ 28,057	\$ 58,769	\$ 64,172	\$ 70,415	\$ 77,881	\$ 46,652	\$ 60,199	\$ 37,616	\$ 48,950	\$ 60,923
Unrestricted	71,603	30,098	17,940	27,091	55,292	99,203	84,419	110,569	81,431	69,471
Total business-type activities net position	\$ 59,660	\$ 88,867	\$ 82,112	\$ 97,506	\$ 133,173	\$ 145,855	\$ 144,618	\$ 148,185	\$ 130,381	\$ 130,394
<b>District-wide</b>										
Net investment in capital assets	\$ 11,050,977	\$ 10,414,381	\$ 10,067,254	\$ 9,197,056	\$ 8,489,763	\$ 8,310,836	\$ 8,009,723	\$ 8,310,017	\$ 8,108,262	\$ 7,511,692
Restricted	5,671,699	4,217,290	3,635,374	3,784,963	3,015,690	2,532,245	2,230,044	2,205,148	2,608,091	3,367,629
Unrestricted (Deficit)	(1,793,587)	(3,057,915)	(3,905,338)	(4,807,256)	(5,989,673)	(5,639,554)	(5,162,526)	(4,634,768)	(4,600,658)	263,948
Total district net position	\$ 14,829,089	\$ 11,573,756	\$ 9,797,290	\$ 8,174,811	\$ 5,515,780	\$ 5,203,527	\$ 5,077,241	\$ 5,680,397	\$ 6,115,495	\$ 11,143,270

Source: ACFR Schedule A-1

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Fiscal Year Ending June 30,										
EXPENSES & INDIRECT ALLOCATIONS										
Governmental activities										
Instruction										
Regular	\$ 14,627,016.38	\$ 15,701,564.58	\$ 16,439,442.61	\$ 15,182,408.27	\$ 14,965,613.31	\$ 15,047,122.47	\$ 14,176,426.99	\$ 13,747,646.08	\$ 12,775,801.86	\$ 12,431,544.00
Special education	3,487,584.74	3,652,566.52	4,497,580.97	4,503,740.01	4,924,807.26	4,381,129.84	3,928,648.57	3,460,542.29	3,855,905.43	2,960,721.00
Other instruction	673,016.03	708,695.92	481,430.60	555,169.16	574,807.32	1,369,825.22	1,374,705.44	1,000,619.10	720,689.96	822,169.00
Support Services:										
Student and instruction related services	3,647,910.32	3,503,700.83	3,874,805.66	3,367,028.30	3,355,440.90	3,821,003.94	3,435,763.89	3,204,214.25	2,599,210.55	2,025,606.00
General administrative services	550,104.50	595,044.20	602,003.63	559,466.29	942,371.18	588,077.97	593,318.21	615,438.40	630,448.55	536,664.00
School administrative services	787,436.81	734,504.42	800,622.16	794,145.01	840,724.31	950,376.10	906,203.85	814,699.30	838,048.68	683,979.00
Central services	544,447.46	578,278.63	564,064.13	508,162.05	622,785.13	666,672.72	1,545,440.98	1,392,466.27	1,368,039.40	1,379,162.00
Administration information technology	53,857.99	93,596.09	205,441.81	233,181.11	312,800.76	318,881.64	1,716,633.86	1,458,167.94	1,563,155.64	1,507,310.00
Plant operations and maintenance	1,894,303.71	1,818,196.93	1,724,754.24	1,577,525.99	1,653,604.62	1,573,345.88	564,280.70	611,156.73	628,620.90	824,020.00
Student transportation services	1,985,414.70	1,505,210.56	1,306,428.15	1,436,671.72	1,522,847.14	1,679,770.13	293,103.02	286,277.05	410,847.97	
Interest on long-term debt	208,292.83	904,184.50	474,314.64	517,515.43	471,394.68	506,860.87	544,394.20	575,723.37	601,935.88	819,394.00
Total governmental activities expenses	\$ 28,459,395.47	\$ 29,995,543.18	\$ 30,970,988.60	\$ 29,235,013.24	\$ 30,207,196.59	\$ 30,903,066.79	\$ 29,078,919.82	\$ 27,166,950.78	\$ 26,012,303.82	\$ 24,010,569.00
Business-type activities:										
Food Service	359,450.65	334,359.72	110,857.13	259,041.36	357,262.85	342,802.26	339,233.81	319,745.17	305,629.44	295,278.00
Total business-type activities expense	359,450.65	334,359.72	110,857.13	259,041.36	357,262.85	342,802.26	339,233.81	319,745.17	305,629.44	295,278.00
Total district expenses	\$ 28,818,846.12	\$ 30,329,912.90	\$ 31,081,745.73	\$ 29,494,054.60	\$ 30,564,459.44	\$ 31,245,869.05	\$ 29,418,153.63	\$ 27,486,695.95	\$ 26,317,933.26	\$ 24,305,847.00
PROGRAM REVENUES										
Governmental activities:										
Operating grants and contributions	\$ 5,183,484.16	\$ 6,027,605.84	\$ 7,511,231.35	\$ 5,819,265.16	\$ 6,453,421.62	\$ 5,854,873.12	\$ 4,676,943.01	\$ 3,468,675.21	\$ 2,872,793.41	\$ 2,507,272.00
Charges for services	525,636.02	694,985.47	652,014.02	465,084.83	408,776.83	408,776.83	4,676,943.01	3,468,675.21	2,872,793.41	2,507,272.00
Total governmental activities program revenue	\$ 5,709,120.18	\$ 6,722,591.31	\$ 8,163,245.37	\$ 6,284,349.99	\$ 6,862,198.45	\$ 5,854,873.12	\$ 4,676,943.01	\$ 3,468,675.21	\$ 2,872,793.41	\$ 2,507,272.00
Business-type activities:										
Charges for services										
Food Service	229,468.80	21,295.95	1,257.59	178,933.56	273,388.37	276,634.12	264,309.06	265,136.41	237,880.75	230,716.00
Operating grants and contributions	153,697.53	319,719.80	93,984.97	43,271.24	69,845.83	67,223.27	71,230.14	72,408.70	67,735.93	65,526.00
Total business type activities program revenue	\$ 383,166.33	\$ 341,015.75	\$ 95,242.56	\$ 222,204.80	\$ 343,234.20	\$ 343,857.39	\$ 335,539.20	\$ 337,545.11	\$ 305,616.68	\$ 296,242.00
Total district program revenues	\$ 6,092,316.51	\$ 7,063,607.06	\$ 8,258,487.93	\$ 6,506,554.79	\$ 7,205,432.65	\$ 6,198,730.51	\$ 5,012,482.21	\$ 3,806,220.32	\$ 3,178,410.09	\$ 2,803,514.00
NET (EXPENSE)REVENUE										
Governmental activities	\$ (22,750,275.29)	\$ (23,272,951.87)	\$ (22,807,643.23)	\$ (22,950,663.25)	\$ (23,344,988.14)	\$ (25,048,193.67)	\$ (24,401,976.81)	\$ (23,698,275.57)	\$ (23,139,510.41)	\$ (21,503,297.00)
Business-type activities	23,745.68	6,546.03	(15,604.57)	(36,836.56)	(14,028.65)	1,055.13	(3,694.61)	17,799.94	(12.76)	964.00
Total district-wide net expense	\$ (22,726,529.61)	\$ (23,266,305.84)	\$ (22,823,247.80)	\$ (22,987,499.81)	\$ (23,359,026.79)	\$ (25,047,138.54)	\$ (24,405,671.42)	\$ (23,680,475.63)	\$ (23,139,523.17)	\$ (21,502,333.00)

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED

	Fiscal Year Ending June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS</b>										
Governmental activities:										
Property taxes levied for general purpose	\$ 23,896,718.00	23,428,155.00	22,991,320.00	22,540,510.00	22,096,539.00	21,518,175.00	20,667,544.00	20,070,974.00	19,971,118.00	\$ 19,996,018.00
Taxes levied for debt service	1,518,275.00	1,518,475.00	1,527,275.00	1,519,075.00	1,519,275.00	1,512,675.00	1,509,475.00	1,505,756.00	1,480,854.00	1,436,006.00
Federal and state aid not restricted	97,753.00	59,077.00	48,341.00	61,417.00	59,065.00	1,225,397.00	1,333,100.00	1,269,789.44	1,165,583.69	63,306.00
Disposal of Capital Assets					(192,633.00)		(472,424.57)			
Miscellaneous income	242,769.92	112,029.74	200,471.61	173,328.65	185,686.94	916,996.71	574,693.11	478,971.13	352,457.47	369,085.00
Total governmental activities	\$ 25,755,515.92	\$ 25,117,736.74	\$ 24,767,407.61	\$ 24,294,330.65	\$ 23,669,932.94	\$ 25,173,243.71	\$ 23,602,367.54	\$ 23,325,490.57	\$ 22,970,013.16	\$ 21,866,415.00
Business-type activities:										
Miscellaneous Revenue	16,044.37	109.63	209.86	1,169.60	1,347.25	181.32	127.38	4.27	4.27	\$
Total business-type activities	\$ 16,044.37	\$ 109.63	\$ 209.86	\$ 1,169.60	\$ 1,347.25	\$ 181.32	\$ 127.38	\$ 4.27	\$ 4.27	\$
Total district-wide	\$ 25,771,560.29	\$ 25,117,846.37	\$ 24,767,617.47	\$ 24,295,500.25	\$ 23,671,280.19	\$ 25,173,425.03	\$ 23,602,514.92	\$ 23,325,494.84	\$ 22,970,013.16	\$ 21,866,415.00
<b>CHANGE IN NET ASSETS</b>										
Governmental activities										
Business-type activities	\$ 3,005,240.63	\$ 1,844,784.87	\$ 1,959,764.38	\$ 1,343,667.40	\$ 719,269.69	\$ 1,828,245.57	\$ (1,445,806.13)	\$ (1,076,486.24)	\$ (728,262.41)	\$ (1,273,085.41)
Total district	\$ 39,790.05	\$ 6,755.86	\$ (15,394.71)	\$ (35,666.96)	\$ (65,489.31)	\$ (13,647.33)	\$ 1,182.51	\$ (3,690.34)	\$ 17,799.84	\$ (12.76)
	\$ 3,045,030.68	\$ 1,851,540.73	\$ 1,944,369.67	\$ 1,308,000.44	\$ 683,780.38	\$ 1,814,398.24	\$ (1,444,623.62)	\$ (1,080,176.58)	\$ (710,462.47)	\$ (1,273,108.17)

Source: ACFR Schedule A-2

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
 FUND BALANCES, GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS  
 (modified accrual basis of accounting)  
 UNAUDITED

	Fiscal Year Ending June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Fund	\$ 7,384,163	\$ 5,191,670	\$ 4,682,294	\$ 3,746,524	\$ 2,977,611	\$ 2,600,383	\$ 2,077,159	\$ 2,069,129	\$ 2,316,811	\$ 2,816,665
Restricted									120,320	
Committed	397,396	30,837	43,645	70,470	15,113	32,477	12,646	37,486	33,359	308,150
Assigned	503,047	1,136,967	1,207,495	558,376	385,841	391,700	515,342	469,420	375,216	160,786
Unassigned	8,284,605	6,359,474	5,913,434	4,375,370	3,378,565	3,024,560	2,605,147	2,576,035	2,845,706	3,285,601
Total general fund	\$ 8,284,605	\$ 6,359,474	\$ 5,913,434	\$ 4,375,370	\$ 3,378,565	\$ 3,024,560	\$ 2,605,147	\$ 2,576,035	\$ 2,845,706	\$ 3,285,601
All Other Governmental Funds										
Restricted	87,537	25,620	23,081	38,458	38,080	38,080	276,703	276,703	323,464	471,710
Committed									419	
Unassigned									86,365	
Total all other governmental funds	\$ 87,537	\$ 25,620	\$ 23,081	\$ 38,458	\$ 38,080	\$ 38,080	\$ 276,703	\$ 276,703	\$ 412,248	\$ 471,710

Source: ACFR Schedule B-1



TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
 CHANGES IN GOVERNMENTAL FUND BALANCES, GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS  
 UNAUDITED

	Fiscal Year Ending June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Revenues</b>										
Tax levy	\$ 25,414,993	\$ 24,946,630	\$ 24,518,595	\$ 24,059,585	\$ 23,617,814	\$ 23,030,850	\$ 22,167,019	\$ 21,576,730	\$ 21,451,972	\$ 21,434,024
Tuition Charges	354,461	499,131	481,096	461,885	408,777	396,046	298,677	164,839	78,778	92,669
Transportation Charges	7,696	6,959	4,393	3,200						
Miscellaneous	332,535	191,218	229,735	183,084	198,706	559,615	306,267	314,132	273,679	282,525
State Sources	5,617,267	5,478,111	4,881,071	4,090,063	3,868,433	3,378,901	3,063,548	2,741,550	2,416,766	2,281,900
Federal Sources	470,646	317,800	293,239	265,511	237,195	244,187	236,412	248,639	229,257	282,569
Total Revenue	32,197,598	31,439,849	30,408,129	29,063,328	28,330,924	27,609,599	26,071,924	25,045,889	24,450,453	24,373,687
<b>Expenditures</b>										
Instruction										
Regular Instruction	4,848,935	5,159,748	4,587,275	4,422,908	4,530,227	4,563,269	4,525,098	4,609,340	4,113,932	12,273,152
Special Education Instruction	1,383,945	1,522,137	1,484,971	1,621,588	1,878,590	1,770,955	1,744,393	1,571,642	1,776,121	2,826,597
Other Instruction	415,164	441,954	279,392	341,768	370,062	408,560	387,519	393,100	387,911	272,147
School Sponsored Activities and Athletics										243,945
Support Services:										
Tuition	8,477,281	9,203,862	9,292,305	8,939,408	8,277,614.98	7,793,864.29	7,207,791.33	7,144,412.91	7,321,671	1,966,242
Student & Instruction Related Services	2,476,944	2,244,118	2,134,560	1,964,873	1,968,361	2,014,584	1,909,651	1,939,759	1,782,565	504,924
Educational Media / School Library						365,158	375,330	415,320	364,665	651,754
General Administration	371,224	437,561	355,551	386,806	509,693	463,440	472,196	444,402	461,548	792,236
School Administrative Services	502,790	455,163	425,622	454,010	418,068	337,604	306,931	341,164	341,164	1,286,930
Central Services	378,919	449,314	446,123	484,943	474,447	150,826	137,247	129,078	244,454	1,420,333
Plant Operations and Maintenance	1,376,998	1,294,685	1,178,130	1,140,888	1,169,969	1,062,883	1,113,630	1,073,666	1,112,450	1,286,930
Pupil Transportation	1,938,843	1,466,940	1,273,427	1,413,939	1,406,718	1,552,660	1,166,508	1,060,415	1,046,435	1,420,333
Unallocated Benefits	6,499,495	6,319,493	5,838,160	5,296,499	5,386,487	5,375,632	5,099,464	4,571,124	3,961,272	323,401
Capital Outlay	92,250	1,009,903	109,364	122,444	67,409	56,699	527,579	228,025	954,239	860,000
Debt Service:										
Principal	1,265,000	1,130,000	1,095,000	1,045,000	1,005,000	960,000	920,000	890,000	860,000	982,410
Interest and Other Charges	191,978	388,475	432,275	474,075	514,275	552,675	589,475	616,175	641,975	753,261
Total expenditures	30,219,766	31,523,353	28,932,155	28,109,109	27,976,920	27,428,809	26,482,813	25,451,106	25,370,424	24,297,332
Excess (Deficiency) of Revenues										
Over (Under) Expenditures	1,977,832	(83,504)	1,475,974	954,219	354,005	180,790	(420,888)	(405,216)	(919,951)	76,355
Other Financing Sources (Uses)										
Proceeds from Borrowing										
Installment Purchase Contracts (Non-Budgeted)				42,965			450,000		100,384	
Right-of-Use Leases (Non-Budgeted)	9,217									
Payment to refunding bonds escrow		(7,930,000)								
Refunding bond proceeds		8,055,000								
Total Other Financing Sources (Uses)	9,217	532,083		42,965			450,000		100,384	
Net Change in Fund Balances	\$ 1,967,049	\$ 448,579	\$ 1,475,974	\$ 997,184	\$ 997,184	\$ 354,005	\$ 180,790	\$ 29,112	\$ (405,216)	\$ (819,567)
Debt Service as a Percentage of Noncapital Expenditures	4.84%	4.98%	5.30%	5.43%	5.44%	5.53%	5.81%	5.97%	6.15%	7.24%

Source: ACFR Schedule B-2  
 \* Noncapital expenditures are total expenditures less capital outlay.

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended <u>June 30,</u>	<u>Tuition</u>	<u>Interest on Investments</u>	<u>Use of Facilities</u>	<u>Transportation Fees</u>	<u>Other/ Miscellaneous</u>	<u>Total</u>
2023	354,461.02	61,906.50	62,880.30	7,696.00	115,842.80	602,786.62
2022	499,130.69	18,743.54	32,859.28	6,958.78	60,426.92	618,119.21
2021	481,095.92	46,881.17	5,000.00	4,393.10	148,590.44	685,960.63
2020	461,884.58	72,434.86	34,152.50	3,200.25	66,741.29	638,413.48
2019	430,169.73	56,996.24	83,357.00	2,224.00	21,716.80	594,463.77
2018	396,046.15	5,717.58	84,447.50	4,652.50	426,132.99	916,996.72
2017	298,677.48	5,616.44	51,524.11	151,050.28	67,824.84	574,693.15
2016	164,839.00	5,873.96	60,785.00	160,624.00	61,308.97	453,430.93
2015	78,778.44	7,012.37	43,015.08	171,670.67	51,980.91	352,457.47
2014	92,669.00	6,505.00	98,323.00	123,717.00	47,446.00	368,660.00

Source: District Records

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN CALENDAR YEARS

Calendar Year	Vacant Land	Residential	Farm Req. and O-Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities <sup>a</sup>	Net Valuation Taxable	Est. Actual (County Equalized Value)	Total Direct School Tax Rate (b)
2023	\$ 20,548,900	\$ 1,408,994,700	\$ 97,700	\$ 261,436,300	\$ 15,125,200	\$ 22,501,600	\$ 1,728,705,400	\$ 729,900	\$ 1,729,435,300	\$ 1,708,768,039	1.483
2022	22,326,100	1,311,154,900	97,300	248,263,600	14,275,200	18,660,000	1,614,787,100	729,936	1,615,517,036	1,571,381,721	1.559
2021	19,992,500	1,175,294,300	97,200	236,527,300	12,942,400	14,390,000	1,465,243,700	580,080	1,465,823,780	1,524,565,051	1.696
2020	16,164,500	1,102,725,800	100,712	236,879,500	12,448,100	8,845,000	1,377,264,612	580,080	1,377,844,692	1,395,278,421	1.762
2019	11,325,800	1,101,913,400	88,040	234,629,440	12,249,100	6,810,000	1,366,927,740	580,080	1,367,507,820	1,392,847,079	1.743
2018	11,793,300	1,086,008,100	87,340	231,838,400	12,164,100	6,420,000	1,348,311,240	813,464	1,349,124,704	1,415,355,309	1.729
2017	11,694,500	1,098,683,400	87,032	228,809,700	12,164,100	6,420,500	1,357,859,232	672,157	1,358,531,389	1,400,103,736	1.663
2016	11,550,700	1,094,518,100	86,156	218,705,200	11,797,300	6,420,500	1,343,078,956	495	1,343,079,451	1,424,660,911	1.628
2015	12,679,100	1,065,146,100	85,990	210,534,700	11,203,900	6,340,200	1,305,969,990	522	1,305,990,512	1,421,253,662	1.647
2014	12,660,900	1,049,800,600	86,023	208,534,600	11,203,900	6,340,200	1,288,626,223	542	1,288,626,765	1,362,609,650	1.664

Source: District records Tax list summary & Municipal Tax Assessor

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

a Taxable Value of Machinery, Implements and Equipment of Telephones, Telegraph and Messenger System Companies

b Tax rates are per \$100

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS

(rate per \$100 of assessed value)

UNAUDITED

Fiscal Year Ended <u>June 30,</u>	Township of Green Brook			Overlapping Rates		Total Direct and Overlapping <u>Tax Rate</u>
	<u>Basic Rate (a)</u>	<u>General Obligation Debt Service (b)</u>	<u>Total Direct School Tax Rate</u>	<u>Township of Green Brook</u>	<u>Somerset County</u>	
2023	\$1.394	\$0.089	1.483	\$0.449	\$0.368	\$2.300
2022	1.464	0.095	1.559	0.420	0.374	2.353
2021	1.592	0.106	1.698	0.456	0.393	2.547
2020	1.651	0.111	1.762	0.458	0.402	2.622
2019	1.631	0.112	1.743	0.459	0.408	2.610
2018	1.615	0.114	1.729	0.460	0.404	2.593
2017	1.550	0.113	1.663	0.461	0.411	2.535
2016	1.514	0.114	1.628	0.462	0.405	2.495
2015	1.533	0.114	1.647	0.468	0.431	2.546
2014	1.553	0.111	1.664	0.469	0.414	2.547

Source: District Records and Municipal Tax Collector

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

**a** The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the net valuation taxable

**b** Rates for debt service are based on each year's requirements.

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
FERRAEZ BROTHERS SOLOMON 2,LLC	12,450,000	1	0.72%	\$ 8,444,300	3	0.66%
CRYSTAL MOTORS INC	12,018,000	2	0.69%	7,018,000	4	0.54%
EXTRA SPACE N.2.OF GREENBROOK	\$ 11,900,000	3	0.69%	5,350,000	8	0.42%
293-305 RT.22 EAST LLC	11,000,000	4	0.64%			
CHASBOB INC	10,046,600	8	0.58%			
GREENBROOK MANOR REALTY LLC	9,153,500	6	0.53%	9,000,000	2	0.70%
PUBLIC STORAGE-DEPT 21015	8,500,000	7	0.49%			
PG'S FAMILY LLC,	8,000,000	8	0.46%	6,500,000	5	0.50%
MULTIMANAGEMENT REALTY	6,600,000	9	0.38%	4,941,200	10	0.38%
G.B.P. C/O CRC PROP.	6,100,000	10	0.35%	5,563,700	7	0.43%
COLONIAL SQUARE LTD.				9,225,000	1	0.72%
CYZNER PROPERTIES-GREENBROOK INC				5,760,000	6	0.45%
FERRUGGIA ASSOCIATES				5,156,400	9	0.40%
<b>Total</b>	<b>\$ 95,768,100.00</b>		<b>5.54%</b>	<b>\$ 66,958,600.00</b>		<b>5.20%</b>

Source: ACFR Exhibit J-11 and Municipal Tax Assessor

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
UNAUDITED

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy</u>		<u>Collections in Subsequent Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2023	\$25,414,993	\$25,414,993	100.00%	-
2022	24,946,630	24,946,630	100.00%	-
2021	24,518,595	24,518,595	100.00%	-
2020	24,059,585	24,059,585	100.00%	-
2019	23,617,814	23,617,814	100.00%	-
2018	23,030,850	23,030,850	100.00%	-
2017	22,167,019	22,167,019	100.00%	-
2016	21,576,730	21,576,730	100.00%	-
2015	21,451,972	21,451,972	100.00%	-
2014	21,434,024	21,434,024	100.00%	-

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

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

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities						Total District	Population	Per Capita <sup>a</sup>
	General Obligation Bonds	Installment Purchase Contracts	Intangible SBITAs	Right-of-Use Leases					
2023	\$ 6,790,000.00		\$ 23,165.29	\$ 30,207.62	\$	6,843,372.91	7,315	936	
2022	8,055,000.00	\$ 255,364.84				8,310,364.84	7,275	1,142	
2021	9,060,000.00	14,455.63				9,074,455.63	7,042	1,446	
2020	10,155,000.00	27,976.98				10,182,976.98	7,092	1,587	
2019	11,200,000.00	53,840.67				11,253,840.67	7,108	1,754	
2018	12,302,295.51	165,038.62				12,467,334.13	7,135	1,917	
2017	13,290,431.85	390,760.87				13,681,192.72	7,143	2,005	
2016	14,236,655.52	85,870.07				14,322,525.59	7,178	2,141	
2015	15,151,102.00	217,302.18				15,368,404.18	7,200	2,233	
2014	15,835,000.00	243,014.00				16,078,014.00	7,206	2,395	

Source: District ACFR Schedule I-1, district records and N.J. Department of Labor

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

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

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
RATIOS OF NET BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	Total Municipal Assessed Value	Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions				
2023	\$6,790,000.00		\$6,790,000.00	\$1,729,435,300	0.39%	7,257.95
2022	8,055,000.00		8,055,000.00	1,615,517,036	0.50%	7,051.45
2021	9,060,000.00		9,060,000.00	1,455,823,780	0.62%	6,993.84
2020	10,155,000.00		10,155,000.00	1,377,844,692	0.74%	6,987.75
2019	11,200,000.00		11,200,000.00	1,367,507,820	0.82%	7,056.08
2018	12,205,000.00		12,205,000.00	1,349,124,704	0.90%	7,060.25
2017	13,165,000.00		13,165,000.00	1,358,531,389	0.97%	6,954.32
2016	14,085,000.00		14,085,000.00	1,343,079,451	1.05%	7,100.26
2015	14,975,000.00		14,975,000.00	1,305,990,512	1.15%	7,053.69
2014	15,835,000.00		15,835,000.00	1,288,626,765	1.23%	7,132.54

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

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

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



TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2022  
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable <sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Township of Green Brook	\$ 535,000.00	100.00%	\$ 535,000.00
Other debt			
Somerset County	268,745,719.63	2.3742%	<u>6,380,674.42</u>
Subtotal, overlapping debt			6,915,674.42
Township of Green Brook School District Direct Debt	8,055,000.00	100.00%	<u>8,055,000.00</u>
Total direct and overlapping debt			<u><u>\$ 14,970,674.42</u></u>

Source: Municipal Chief Financial Officer, County Treasurer's Office

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District.

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

(a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN YEARS  
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt limit	\$ 43,463,822	\$ 42,546,194	\$ 41,601,193	\$ 42,086,145	\$ 42,058,234	\$ 42,365,055	\$ 42,254,690	\$ 42,495,792	\$ 43,587,465	\$ 46,286,707
Total net debt applicable to limit	15,835,000	14,085,000	14,085,000	13,165,000	12,205,000	11,200,000	10,155,000	9,060,000	8,055,000	6,790,000
Legal debt margin	\$ 27,628,822	\$ 28,461,194	\$ 27,516,193	\$ 28,921,145	\$ 29,853,234	\$ 31,165,055	\$ 32,099,690	\$ 33,435,792	\$ 35,532,465	\$ 39,496,707
Total net debt applicable to the limit as a percentage of debt limit	36.43%	33.11%	33.86%	31.28%	29.02%	26.44%	24.03%	21.32%	18.48%	14.67%

	2022	2021	2020
Equalized valuation basis	\$ 1,681,019,259	1,523,974,971	1,423,676,465
	<u>\$ 4,628,670,695</u>	<u>[A]</u>	<u>[A]</u>
Average equalized valuation of taxable property	\$ 1,542,890,232	[A/3]	[A/3]
Debt limit (3% of average equalization value)	\$46,286,707	[B]	[B]
Net bonded school debt	6,790,000	[C]	[C]
Legal debt margin	<u>\$ 39,496,707</u>	<u>[B-C]</u>	<u>[B-C]</u>

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

a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN YEARS  
UNAUDITED

<u>Year Ended</u> <u>December 31</u>	<u>Population</u>	<u>Per Capita</u> <u>Income</u>	<u>Unemployment Rate</u>
2022	7,315	\$ 113,975	2.80%
2021	7,275	113,975	5.00%
2020	7,005	112,825	7.60%
2019	7,042	109,916	2.90%
2018	7,092	105,161	3.30%
2017	7,108	99,189	3.40%
2016	7,135	92,514	4.10%
2015	7,143	88,447	4.50%
2014	7,178	83,429	5.30%
2013	7,200	78,451	6.80%

Source: N.J. Department of Labor

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS  
CURRENT AND NINE YEARS AGO  
UNAUDITED

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

\* Information for this schedule was not available at the time of audit.

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
 UNAUDITED

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Instruction:										
Regular	56.0	56.0	56.0	59.0	55.0	64.0	61.0	65.0	76.0	76.0
Special education	44.0	44.0	44.0	45.0	45.0	38.0	49.5	41.6	20.0	16.0
Other instruction	3.0	2.0	2.0	2.0	3.0	3.0	3.0	3.0	3.0	3.0
Support Services:										
Student & instruction related services	17.0	16.0	16.0	20.0	17.0	15.5	14.6	13.8	17.0	16.0
General administrative services	3.0	3.0	4.0	3.0	2.0	2.5	2.3	2.3	4.0	4.0
School administrative services	5.0	5.0	5.0	7.0	8.0	9.0	5.0	5.0	8.0	8.0
Plant operations and maintenance	11.0	11.0	11.0	12.0	12.0	12.0	12.2	12.2	11.5	10.0
Pupil transportation							20.9	17.4	23.0	23.0
Business administrative services	5.0	5.0	6.0	6.0	6.0	5.5	4.0	4.5	5.0	5.0
<b>Total</b>	<b>144.0</b>	<b>142.0</b>	<b>154.0</b>	<b>148.0</b>	<b>149.5</b>	<b>172.5</b>	<b>164.7</b>	<b>167.5</b>	<b>161.0</b>	<b>161.0</b>

Source: District Personnel Records

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost per Pupil <sup>d</sup>	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio	Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
2023	755	\$ 28,670,538.58	\$ 37,974.22	-2.43%	89	8.5	741	701	0.73%	94.60%
2022	745	28,994,975.23	38,919.43	3.09%	88	8.5	736	690	3.10%	93.84%
2021	723	27,295,515.58	37,753.13	9.40%	88	8.2	713	695	-6.75%	97.43%
2020	767	26,467,590.16	34,507.94	2.39%	88	8.7	765	745	-3.51%	97.36%
2019	783	26,390,235.65	33,704.00	21.47%	88	8.9	793	762	-5.60%	96.09%
2018	842	25,859,434.79	27,747.46	-0.02%	27,791	9.3	840	830	-4.22%	96.81%
2017	863	24,455,758.66	28,338.07	7.42%	93	9.3	877	848	-3.72%	96.69%
2016	899	23,716,906.17	26,381.43	0.47%	94	9.6	911	868	0.54%	95.26%
2015	909	23,868,428.83	26,257.90	10.28%	99	9.2	906	881	-2.16%	97.24%
2014	934	22,238,260.00	23,809.70	2.88%	100	9.3	926	905	-1.07%	97.73%

Sources: District records, ASSA and ACFR Schedules J-12, J-14

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures (modified accrual) less debt service and capital outlay;
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
- d Cost per pupil represents operating expenditures divided by enrollment.

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
 SCHOOL BUILDING INFORMATION  
 LAST TEN FISCAL YEARS  
 UNAUDITED

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<u>District Buildings</u>										
Elementary School(s):										
I.E.F. (1961)										
Square Feet	72,599	72,599	72,599	72,599	72,599	72,599	72,599	72,599	72,599	72,599
Capacity (students)	437	437	437	437	437	437	437	437	437	437
Enrollment	401	387	354	387	399	419	450	470	463	480
Middle School(s):										
Green Brook Middle School (1967)										
Square Feet	119,574	119,574	119,574	119,574	119,574	119,574	119,574	119,574	119,574	119,574
Capacity (students)	653	653	653	653	653	653	653	653	653	653
Enrollment	354	358	369	380	384	423	413	429	446	447

Number of Schools at June 30, 2023

Elementary = 1

Middle School = 1

Source: District records

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

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
 SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
 LAST TEN FISCAL YEARS  
 UNAUDITED

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

School Facilities	Project # (s)	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
I.E.F. Elementary	N/A	\$ 62,799	\$ 60,212	\$ 64,165	\$ 67,916	\$ 54,109	\$ 46,775	\$ 53,471	\$ 49,234	\$ 72,205	\$ 60,833
Green Brook Middle School	N/A	102,663	86,952	101,468	98,930	89,120	79,644	91,045	83,830	122,944	103,580
Total School Facilities		<u>165,462</u>	<u>147,164</u>	<u>165,633</u>	<u>166,846</u>	<u>143,229</u>	<u>126,418</u>	<u>144,516</u>	<u>133,064</u>	<u>195,149</u>	<u>164,413</u>
Grand Total		<u>\$ 165,462</u>	<u>\$ 147,164</u>	<u>\$ 165,633</u>	<u>\$ 166,846</u>	<u>\$ 143,229</u>	<u>\$ 126,418</u>	<u>\$ 144,516</u>	<u>\$ 133,064</u>	<u>\$ 195,149</u>	<u>\$ 164,413</u>



TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
INSURANCE SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED

Type of Coverage	Coverage	Deductible
<u>Section I - Property:</u>		
Blanket Building and Contents	\$ 500,000,000.00	\$ 2,500.00
Flood Zone A or V	25,000,000.00	250,000.00
Flood Zone - All Other	10,000,000.00	500,000.00
Earthquake	25,000,000.00	5%
Boiler & Machinery	100,000,000.00	10,000.00
Included in Property - Valuable Papers and Records; Extra Expense/Business Income, EDP Equip, Data, Media, Extra Expense; Camera, Musical Instruments; Glass Coverage; Demolition/Incr. Cost of Construction; Blanket Contractors Equipment		
<u>Section II - General Liability:</u>		
Bodily Injury and Property Damage	5,000,000.00	
Sexual Misconduct	5,000,000.00	
<u>Section III - School Board Legal Liability Policy:</u>		
Aggregate Limit of Liability	10,000,000.00	5,000.00
<u>Section IV - Crime:</u>		
Blanket Employee Dishonesty	500,000.00	1,000.00
Depositors Forgery	50,000.00	
Computer Fraud	50,000.00	
Money and Securities	50,000.00	
<u>Section V - Environmental Liability:</u>		
Per Pollution Condition	1,000,000.00	10,000.00
Policy and Program Aggregate Retroactive Date: 7/1/2011	25,000,000.00	
<u>Cyber Liability</u>		
Aggregate Limit of Liability	2,000,000.00	10,000.00
<u>Workers Compensation</u>		
Section A	Statutory	
Section B	5,000,000.00	
<u>Automobile:</u>		
Bodily Injury and Property	5,000,000.00	
Personal Injury Protection	Statutory	
Uninsured/Underinsured	15,000/30,000/5,000	
Medical Payments	10,000.00	
Comprehensive and Collision	141 ACV	1,000.00

TOWNSHIP OF GREEN BROOK SCHOOL DISTRICT  
INSURANCE SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
UNAUDITED

<u>Type of Coverage</u>	<u>Coverage</u>	<u>Deductible</u>
<u>Commercial Umbrella: SAIF</u>		
Per Occurrence	\$ 5,000,000.00	
Annual Aggregate	5,000,000.00	
<u>Umbrella Excess Liability Evanston/Allied/Great American</u>		
Policy Aggregate Limit of Liability -		
Primary	30,000,000.00	
<u>Student Accident:</u>		
Maximum Benefit	1,000,000.00	
<u>Catastrophic Student Accident:</u>		
Maximum Benefit	5,000,000.00	
<u>Fidelity Bonds:</u>		
Hanover Insurance Company -		
Business Administrator/Board Secretary	235,000.00	
Treasurer of School Monies	235,000.00	
<u>Flood- 132 Jefferson Ave. Green Brook, NJ - Selective Insurance Co</u>		
Building	500,000.00	1,250.00
Contents	500,000.00	1,250.00
<u>Pollution Liability w/ Mold - Underwriters At Lloyds's/Beazley Syndicates</u>		
Each Pollution Condition	1,000,000.00	25,000.00
Coverage Part Aggregate Limit	2,000,000.00	

Source: District Records

**SINGLE AUDIT SECTION**



# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail [info@scnco.com](mailto:info@scnco.com)

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

Honorable President and Members  
of the Board of Education  
Township of Green Brook School District  
County of Somerset  
Green Brook, New Jersey 08812

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 in compliance with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities and each major fund of the Township of Green Brook School District, County of Somerset, State of New Jersey (the "District") as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 11, 2024.

### ***Internal Control Over Financial Reporting***

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

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

# SUPLEE, CLOONEY & COMPANY

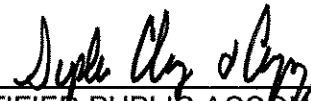
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

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

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. However, we noted an instance of noncompliance that we have reported to the District in a separate Auditor's Management Report on Administrative Finding – Finance and Compliance dated January 11, 2024.

## ***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 District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



\_\_\_\_\_  
CERTIFIED PUBLIC ACCOUNTANTS



\_\_\_\_\_  
PUBLIC SCHOOL ACCOUNTANT NO. 948

January 11, 2024



**SUPLEE, CLOONEY & COMPANY**

**CERTIFIED PUBLIC ACCOUNTANTS**

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail [info@scnco.com](mailto:info@scnco.com)

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

Honorable President and Members  
of the Board of Education  
Township of Green Brook School District  
County of Somerset  
Green Brook, New Jersey 08812

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

***Opinion on Each Major State Program***

We have audited Township of Green Brook School District, County of Somerset, State of New Jersey (the "District") compliance with the types of compliance requirements identified as subject to audit in the New Jersey *OMB State Grant Compliance Supplement* that could have a direct and material effect on each of The District's major state programs for the year ended June 30, 2023. The District's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

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

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

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

**Responsibilities of Management for Compliance**

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to The District's 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 District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards* and the *New Jersey OMB State Grant Compliance Supplement* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about The District's compliance with the requirements of each major state program as a whole.

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

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

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

# SUPLEE, CLOONEY & COMPANY

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

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the New Jersey OMB State Grant Compliance Supplement. Accordingly, this report is not suitable for any other purpose.

  
\_\_\_\_\_  
CERTIFIED PUBLIC ACCOUNTANTS

  
\_\_\_\_\_  
PUBLIC SCHOOL ACCOUNTANT NO. 948

January 11, 2024



TEOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

FEDERAL AGENCY NUMBER	FEDERAL PROJECT NUMBER	STATE PROJECT NUMBER	GRANT OR PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD FROM TO	CARRYOVER/ (VALUOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS / CANCEL PRIOR YEAR ACCOUNTS PAYABLE	REPAYMENT OF PRIOR YEARS' BALANCES	BALANCE JUNE 30, 2023	
											(ACCT. RECEIVABLE) UNEARNED REVENUE	(ACCOUNTS RECEIVABLE) UNEARNED REVENUE
<b>Education Funds</b> U.S. Department of Agriculture Passed-Through State Department of Education Child Nutrition Cluster												
10 555	221N304N1099	N/A	7/01/2021	21,575.22	6/30/2022		\$ 30,174.72	\$ (1,116.66)			\$	\$
10 555	231N304N1099	N/A	7/01/2022	30,174.72	6/30/2023		14,093.56	(29,955.77)				1,218.95
10 555	221N304N1099	N/A	7/01/2021	291,066.85	6/30/2022		76,005.19	(76,817.50)			(2,812.31)	
10 555	231N304N1099	N/A	7/01/2022	76,817.50	6/30/2023		47,132.52	(39,344.36)				7,788.16
10 555	221N3344N903	N/A	7/01/2022	47,132.52	6/30/2024		167,465.99	(148,234.29)			(2,812.31)	9,007.11
Total Child Nutrition Cluster												
P-EBT Mini Grants				653.00	6/30/2023			(653.00)			(653.00)	
Total P-EBT Mini Grants												
Total Enterprise Funds												
<b>Special Revenue Funds</b> U.S. Department of Education Passed-Through State Department of Education E.S.E.A.												
84 010	S010A220030	ESEA181023	7/01/2022	44,308.00	09/30/2023		43,909.00	(43,909.00)				
Total Title I												
84 367A	S367A210029	ESEA181022	7/01/2021	35,336.00	09/30/2022		24,039.00					
84 367A	S367A220029	ESEA181023	7/01/2022	29,458.00	09/30/2023		11,208.00	(12,568.00)			(1,358.00)	
Total Title II												
84 027A	H027A220100	IDEA181023	7/01/2022	163,479.00	09/30/2023		163,479.00	(163,479.00)				
84 173A	H173A202014	IDEA181023	7/01/2022	8,163.00	09/30/2023		8,163.00	(8,163.00)				
Total Special Education Cluster												
Educational Stabilization Fund (ESF), COVID - 19												
84 425D	S425D210027	21-5120-518	03/13/2021	146,626.00	09/30/2023		143,763.00	(103,389.00)			(6,799.00)	
84 425U	S425U210027	21-5120-523	03/13/2021	482,018.00	09/30/2024		13,275.00	(123,189.99)			(111,914.99)	
Total Coronavirus Aid Relief and Economic Security												
Total U.S. Department of Education												
											\$	(120,071.96)
											\$	605,583.25
											\$	(123,537.27)
											\$	9,007.11

The accompanying notes to schedules of financial assistance are an integral part of this schedule.

TOWNSHIP OF GREEN BROOK - SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

MEMO	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	BALANCE AT JUNE 30, 2022		CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	BALANCE AT JUNE 30, 2023		BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
			(ACCT. RECEIVABLE)	UNEARNEED REVENUE					UNEARNEED REVENUE	DUE TO GRANITOR		
	GRANT PERIOD FROM TO	GRANT PERIOD FROM TO	GRANT PERIOD FROM TO	GRANT PERIOD FROM TO	GRANT PERIOD FROM TO	GRANT PERIOD FROM TO	GRANT PERIOD FROM TO	GRANT PERIOD FROM TO	GRANT PERIOD FROM TO	GRANT PERIOD FROM TO	GRANT PERIOD FROM TO	GRANT PERIOD FROM TO
State Department of Education General Funds.												
State Aid Cluster:												
Categorical Special Education Aid	23-485-034-5120-009	\$1,145,636.00	7/01/2022	6/30/2023		\$1,035,034.00	(\$1,145,636.00)	\$ (110,602.00)		(\$110,602.00)		\$1,145,636.00
Categorical Security Aid	23-485-034-5120-084	101,788.00	7/01/2022	6/30/2023		91,961.00	(101,788.00)	(9,827.00)		(9,827.00)		101,788.00
Total State Aid Cluster						1,126,995.00	(1,247,424.00)	(120,428.00)		(120,428.00)		1,247,424.00
Categorical Transportation Aid	23-485-034-5120-014	392,450.00	7/01/2022	6/30/2023		354,552.00	(392,450.00)	(37,898.00)		(\$37,898.00)		392,450.00
Non-Public Transportation Aid	22-485-034-5120-014	15,860.00	7/01/2021	6/30/2022		15,860.00						15,860.00
Non-Public Transportation Aid	23-485-034-5120-014	16,536.00	7/01/2022	6/30/2023			(16,536.00)	\$ (16,536.00)				16,536.00
Extraordinary Aid	22-485-034-5094-044	489,360.00	7/01/2021	6/30/2022		489,360.00						489,360.00
Extraordinary Aid	23-485-034-5094-044	402,536.00	7/01/2022	6/30/2023			(402,536.00)	(402,536.00)				402,536.00
On-behalf TPAF Contributions	23-485-034-5094-002	2,358,328.00	7/01/2022	6/30/2023		2,358,328.00	(2,358,328.00)					2,358,328.00
Non-Contributory Group Insurance	23-485-034-5094-004	32,719.00	7/01/2022	6/30/2023		32,719.00	(32,719.00)					32,719.00
Long-Term Disability Insurance	23-485-034-5094-004	869.00	7/01/2022	6/30/2023		869.00	(869.00)					869.00
Post Retirement Medical	23-485-034-5094-001	628,122.00	7/01/2022	6/30/2023		628,122.00	(628,122.00)					628,122.00
TPAF Social Security Aid	23-485-034-5094-003	515,443.41	7/01/2021	6/30/2022		25,015.95						515,443.41
TPAF Social Security Aid	23-485-034-5094-003	523,047.75	7/01/2022	6/30/2023		487,184.29	(523,047.75)	(25,859.46)				523,047.75
Total General Fund						5,528,819.24	(5,602,031.75)	(158,317.00)		(158,317.00)		7,869,919.16
Special Revenue Fund:												
SDA Emergent & Capital Maintenance Needs	23-100-034-5120-619	33,848.00	7/01/2021	6/30/2023		33,848.00	(33,848.00)					33,848.00
Total Special Revenue Fund						33,848.00	(33,848.00)					33,848.00
Enterprise Fund:												
State School Lunch Program	22-100-010-3350-023	6,836.68	7/01/2021	6/30/2022		324.35						6,836.68
State School Lunch Program	23-100-010-3350-023	4,810.24	7/01/2022	6/30/2023		4,636.35	(4,810.24)	(173.89)				4,810.24
Total Enterprise Fund						4,960.70	(4,810.24)	(173.89)				11,646.92
Total State Financial Assistance						\$5,567,726.94	(\$5,640,790.99)	(\$158,317.00)		(\$158,317.00)		\$8,121,482.08
Less: On-Behalf amounts not utilized for determination of Major Programs:												
On-behalf TPAF Contributions	23-485-034-5094-002		7/01/2022	6/30/2023		\$2,358,328.00	(\$2,358,328.00)					6,836.68
NCGI	23-485-034-5094-004		7/01/2022	6/30/2023		32,719.00	(32,719.00)					4,810.24
Long-Term Disability Insurance	23-485-034-5094-004		7/01/2022	6/30/2023		869.00	(869.00)					11,646.92
Post Retirement Medical	23-485-034-5094-001		7/01/2022	6/30/2023		628,122.00	(628,122.00)					\$8,121,482.08
Total State Financial Assistance Subject to Single Audit						\$2,547,896.94	(\$2,620,752.99)					

The accompanying notes to schedules of financial assistance are an integral part of this schedule.

**Township of Green Brook School District**  
**Notes to the Schedules of Expenditures of Federal Awards**  
**and State Financial Assistance**  
**Year Ended June 30, 2023**

**NOTE 1: GENERAL**

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

**NOTE 2: BASIS OF ACCOUNTING**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exceptions of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 of the District's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE 3: DE MINIMIS INDIRECT COST RATE**

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

**NOTE 4: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

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

The General fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the deferred state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP accounting purposes, those payments are not recognized until the subsequent budget year due to the state deferral and recording of the 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 revenue, whereas GAAP basis does not.

**Township of Green Brook School District**  
**Notes to the Schedules of Expenditures of Federal Awards**  
**and State Financial Assistance**  
**Year Ended June 30, 2023**

**NOTE 4: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)**

The special revenue fund also recognizes the deferred 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 (\$18,714.00) for the general fund and \$13,874.95 for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$5,583,317.75	\$5,583,317.75
Special Revenue Fund	470,645.91	33,949.00	504,594.91
Food Service Fund	<u>148,887.29</u>	<u>4,810.24</u>	<u>153,697.53</u>
 Total Awards & Financial Assistance	 <u>\$619,533.20</u>	 <u>\$5,622,076.99</u>	 <u>\$6,241,610.19</u>

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

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

**NOTE 6: OTHER**

The amount reported as TPAF pension contributions, post-retirement medical benefits and long-term disability insurance represents the amount paid by the state on behalf of the district for the year ended June 30, 2023. TPAF Social Security contributions represent the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2023.

**Township of Green Brook School District**  
**Somerset County, New Jersey**

**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2023**

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

**Financial Statements**

- |     |  |            |
|-----|--|------------|
| (1) | Type of Auditor’s Report Issued:   | Unmodified |
| (2) | Internal Control Over Financial Reporting:   |            |
|     | (a) Material weakness(es) identified?  | No         |
|     | (b) Significant deficiencies identified that are not considered to be material weaknesses? | No         |
| (3) | Noncompliance material to the basic financial statements noted during the audit?           | No         |

**Federal Program(s) – Not Applicable**

**State Program(s)**

- |   |  |                |                     |                   |                     |   |                     |  |
|---|--|----------------|---------------------|-------------------|---------------------|---|---------------------|--|
| (1)   | Internal Control Over Major State Programs:  |                |                     |                   |                     |   |                     |  |
|   | (a) Material weakness(es) identified?  | No             |                     |                   |                     |   |                     |  |
|   | (b) Significant deficiencies identified that are not considered to be material weaknesses?   | No             |                     |                   |                     |   |                     |  |
| (2)   | Type of Auditor’s Report issued on compliance for major state program(s)?  | Unmodified     |                     |                   |                     |   |                     |  |
| (3)   | Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 15-08?  | No             |                     |                   |                     |   |                     |  |
| (4)   | Identification of Major State Program(s):  |                |                     |                   |                     |   |                     |  |
|   | <table border="0" style="margin-left: auto; margin-right: auto;"> <tr> <td style="text-align: center;"><u>Program</u></td> <td style="text-align: center;"><u>Grant Number</u></td> </tr> <tr> <td>Extraordinary Aid</td> <td>23-495-034-5094-044</td> </tr> <tr> <td>Reimbursed TPAF Social Security Contributions</td> <td>23-495-034-5094-003</td> </tr> </table> | <u>Program</u> | <u>Grant Number</u> | Extraordinary Aid | 23-495-034-5094-044 | Reimbursed TPAF Social Security Contributions | 23-495-034-5094-003 |  |
| <u>Program</u>                                | <u>Grant Number</u>  |                |                     |                   |                     |   |                     |  |
| Extraordinary Aid                             | 23-495-034-5094-044  |                |                     |                   |                     |   |                     |  |
| Reimbursed TPAF Social Security Contributions | 23-495-034-5094-003  |                |                     |                   |                     |   |                     |  |
| (5)   | Program Threshold Determination:<br>Type A State Program Threshold > \$750,000.00<br>Type B State Program Threshold <= \$750,000.00  |                |                     |                   |                     |   |                     |  |
| (6)   | Auditee qualified as a low-risk auditee under OMB Circular 15-08?  | Yes            |                     |                   |                     |   |                     |  |

**Township of Green Brook School District**  
**Somerset County, New Jersey**

**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2023**

**Section II – Financial Statement Audit – Reported Findings Under Government Auditing Standards**

**Internal Control Findings** – None Reported

**Compliance Findings** – None Reported

**Section III – Findings and Questioned Costs Relative to Major Federal and State Programs**

Federal Programs – Not Applicable

State Programs – None Reported

**Township of Green Brook School District**  
**Somerset County, New Jersey**

**Schedule of Prior Year Audit Findings**

Not Applicable





