

Annual Comprehensive Financial Report

of the

**Township of Greenwich
School District**

Gibbstown, New Jersey

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Table of Contents

INTRODUCTORY SECTION	<u>Page</u>
Letter of Transmittal	2
Organizational Chart	6
Roster of Officials	7
Consultants and Advisors	8
FINANCIAL SECTION	
Independent Auditor's Report	10
Required Supplementary Information - Part I Management's Discussion and Analysis	14
Basic Financial Statements	
A. Government-Wide Financial Statements:	
A-1 Statement of Net Position	22
A-2 Statement of Activities	23
B. Fund Financial Statements:	
Governmental Funds:	
B-1 Balance Sheet	26
B-2 Statement of Revenues, Expenditures and Changes in Fund Balances	28
B-3 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	29
Proprietary Funds:	
B-4 Statement of Net Position	30
B-5 Statement of Revenues, Expenses and Changes in Fund Net Position	31
B-6 Statement of Cash Flows	32
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Position	N/A
B-8 Statement of Changes in Fiduciary Net Position	N/A
Notes to the Financial Statements	33
Required Supplementary Information - Part II	
C. Budgetary Comparison Schedules	
C-1 Budgetary Comparison Schedule - General Fund	68
C-1a Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	N/A
C-1b Community Development Block Grant - Budget and Actual	N/A
C-2 Budgetary Comparison Schedule - Special Revenue Fund	72
C-3 Notes to Required Supplementary Information - Part II Budget-to-GAAP Reconciliation	73

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Table of Contents (Cont'd)

FINANCIAL SECTION (CONT'D)	<u>Page</u>
Required Supplementary Information - Part III	
L. Schedules Related to Accounting and Reporting for Pensions	
L-1 Schedule of the School District's Proportionate Share of the Net Pension Liability – PERS	75
L-2 Schedule of the School District's Contributions - PERS	76
L-3 Schedule of the School District's Proportionate Share of the Net Pension Liability - TPAF	77
L-4 Schedule of the School District's Contributions - TPAF	78
L-5 Notes to the Required Supplementary Information - Part III	79
Required Supplementary Information - Part IV	
M. Schedules Related to Accounting and Reporting for OPEB	
M-1 Schedule of Changes in the School District's Total OPEB Liability and Related Ratios	81
M-2 Notes to the Required Supplementary Information - Part IV	82
Other Supplementary Information	
D. School Based Budget Schedules:	
D-1 Combining Balance Sheet	N/A
D-2 Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual	N/A
D-3 Blended Resource Fund - Schedule of Blended Expenditures - Budget and Actual	N/A
E. Special Revenue Fund:	
E-1 Combining Schedule of Program Revenues and Expenditures - Budgetary Basis	85
E-2 Preschool Education Aid Schedule(s) of Expenditures - Budgetary Basis	N/A
F. Capital Projects Fund:	
F-1 Summary Schedule of Project Expenditures - Budgetary Basis	N/A
F-2 Summary Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budgetary Basis	N/A
F-2a Schedule(s) of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis	N/A

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Table of Contents (Cont'd)

FINANCIAL SECTION (CONT'D)	<u>Page</u>
Other Supplementary Information (Cont'd)	
G. Proprietary Funds:	
Enterprise Fund:	
G-1 Combining Statement of Net Position	88
G-2 Combining Statement of Revenues, Expenses and Changes in Fund Net Position	89
G-3 Combining Statement of Cash Flows	90
Internal Service Fund:	
G-4 Combining Statement of Net Position	N/A
G-5 Combining Statement of Revenues, Expenses and Changes in Fund Net Position	N/A
G-6 Combining Statement of Cash Flows	N/A
H. Fiduciary Funds:	
H-1 Combining Statement of Fiduciary Net Position	N/A
H-2 Combining Statement of Changes in Fiduciary Net Position	N/A
I. Long-Term Debt:	
I-1 Schedule of Serial Bonds	N/A
I-2 Schedule of Obligations Under Leases	92
I-3 Debt Service Fund Budgetary Comparison Schedule	N/A
I-4 Schedule of Obligations Under Subscription-Based Information Technology Arrangements	N/A
STATISTICAL SECTION (Unaudited)	
Introduction to the Statistical Section	
Financial Trends	
J-1 Net Position by Component	95
J-2 Changes in Net Position	96
J-3 Fund Balances - Governmental Funds	98
J-4 Changes in Fund Balances - Governmental Funds	99
J-5 General Fund Other Local Revenue by Source	100
Revenue Capacity	
J-6 Assessed Value and Estimated Actual Value of Taxable Property	102
J-7 Direct and Overlapping Property Tax Rates	103
J-8 Principal Property Taxpayers	104
J-9 Property Tax Levies and Collections	105
Debt Capacity	
J-10 Ratios of Outstanding Debt by Type	107
J-11 Ratios of General Bonded Debt Outstanding	108
J-12 Direct and Overlapping Governmental Activities Debt	109
J-13 Legal Debt Margin Information	110

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Table of Contents (Cont'd)

STATISTICAL SECTION (Unaudited) (Cont'd)	<u>Page</u>
Demographic and Economic Information	
J-14 Demographic and Economic Statistics	112
J-15 Principal Employers	113
Operating Information	
J-16 Full-time Equivalent District Employees by Function/Program	115
J-17 Operating Statistics	116
J-18 School Building Information	117
J-19 Schedule of Required Maintenance Expenditures by School Facility	118
J-20 Insurance Schedule	119
 SINGLE AUDIT SECTION 	
K-1 Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	121
K-2 Report on Compliance for Each Major Program and Report on Internal Control over Compliance Required by the Uniform Guidance and State of New Jersey Circular 15-08-OMB	123
K-3 Schedule of Expenditures of Federal Awards, Schedule A	126
K-4 Schedule of Expenditures of State Financial Assistance, Schedule B	128
K-5 Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance	130
K-6 Schedule of Findings and Questioned Costs:	
Section 1 - Summary of Auditor's Results	132
Section 2 - Schedule of Financial Statement Findings	134
Section 3 - Schedule of Federal Award Findings and Questioned Costs	135
Section 4 - Schedule of State Financial Assistance Findings and Questioned Costs	136
K-7 Summary Schedule of Prior Year Audit Findings and Questioned Costs as Prepared by Management	137

INTRODUCTORY SECTION

TOWNSHIP OF GREENWICH BOARD OF EDUCATION
415 SWEDESBORO ROAD, GIBBSTOWN, NEW JERSEY 08027



Scott A. Campbell
School Business Administrator/Board Secretary

Phone: (856) 224-4900 x2120
Fax: (856) 423-1210

February 12, 2024

Honorable President and
Members of the Board of Education and
Township of Greenwich School District
Gloucester County, New Jersey

Dear Board Members and Constituents of Greenwich Township:

The annual comprehensive financial report of the Township of Greenwich School District for the fiscal year ended June 30, 2023, is hereby submitted. Responsibility for both accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge, and belief, the data presented in this report is accurate in all material 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 annual comprehensive financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section is presented in accordance with Governmental Accounting Standards Board Statement No. 34 and includes the Report of Independent Auditors, the Management and Discussion Analysis, the basic financial statements, required supplementary information, and the combining and individual fund financial statements. The statistical section includes selected financial and demographic information, presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the State Treasury Circular 15-08-OMB, "*Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.*" Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and questioned costs, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES:

The Township of Greenwich School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by NCGA Statement No. 3. All funds of the district are included in this report. The Township of Greenwich Board of Education and all its schools constitute the District's reporting entity.

During the 2022-23 school year, the District provided a wide range of educational services appropriate to grade levels Pre-School Program/Kindergarten through Eight. These include regular, vocational special area enrichment as well as special education for the children with "special needs". The Township of Greenwich has a sending/receiving relationship for students at high school age that are transported to Paulsboro High School.

The District completed the 2022-2023 fiscal year with an enrollment of 422 students, an additional 70 students contracted to Paulsboro High School and an additional 92 students contracted to the Gloucester County Institute of Technology on a tuition basis for grades 9-12. The following details the changes in the student enrollment of the District over the last twenty years:

Fiscal Year	Enrollment	Change
2022-2023	422	-1.86%
2021-2022	430	16.2%
2020-2021	370	-8.64%
2019-2020	439	8.4%
2018-2019	405	-5.81%
2017-2018	430	-3.37%
2016-2017	445	-2.20%
2015-2016	455	-4.61%
2014-2015	477	0.21%
2013-2014	476	-7.39%
2012-2013	514	-1.92%
2011-2012	517	3.40%
2010-2011	500	-3.66%
2009-2010	519	-2.63%
2008-2009	533	-1.30%
2007-2008	540	-0.18%
2006-2007	541	2.85%
2005-2006	526	-1.13%
2004-2005	532	1.53%
2003-2004	524	4.59%

2) ECONOMIC CONDITION AND OUTLOOK:

Greenwich Township is approximately 12.03 square miles with a current estimated population of approximately 4,917 persons. The Township has been known for its large-scale employment centers, which include Paulsboro Refinery Company LLC, Exxon-Mobil Oil Corporation, Delaware River Partners, NJ Distribution Center LLC, Gibbstown Shopping Center, Air Products, Thayer Distribution and Hercules Inc. In recent years, some of these corporations have experienced reductions in employment or have ceased operations. Recent history has shown that the ratable base supplied by these corporations has severely fluctuated. The placement and type of development trends will be important considerations for the future. The trends in housing in Greenwich Township have remained stagnant since the eighties. The future will depend on a balance of potential new residential and employment opportunities in the coming years.

3) MAJOR INITIATIVES:

The Greenwich Township School District has continued existing initiatives and begun implementation of several new programs. We have purchased and implemented new technology to enhance content and increase student access to content. We have extended our 1:1 initiative from kindergarten through eighth grade. We continue to implement a multi-year plan to integrate all students into the least restrictive educational environment possible; this includes a greater use of co-taught classes and in-class support resources and a reduction of self-contained classroom experiences as appropriate. We have analyzed data to drive decision-making, including Start Strong assessment results and other student achievement indicators to address learning loss. In response, we are also reviewing and revising courses of study and curricular offerings. Among the changes already in progress is the introduction of a STEAM program at our Broad Street Elementary School, with an emphasis on increasing students' science engagement and proficiency. We offer a full-day inclusive pre-school program. We hosted the Bulldog Summer Camp to address learning acceleration and to mitigate social/emotional loss. We also implemented several new afterschool clubs, such as Jazz Band. Additionally, we are revising and enhancing our Gifted & Talented offerings along with adding coding to our middle school elective offerings.

4) INTERNAL ACCOUNTING CONTROLS:

Management of the District is responsible for establishing and maintaining an internal control designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Internal control 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 awards and state financial assistance, the District is also responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. The internal control structure is also subject to periodic evaluation by District management.

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

5) BUDGETARY CONTROLS:

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

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

7) DEBT ADMINISTRATION:

As of June 30, 2023, the Township of Greenwich School District had no outstanding bonded debt.

8) CASH MANAGEMENT:

The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements," Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories projected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

9) RISK MANAGEMENT:

The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, fidelity bonds, worker's compensation, and student insurance.

10) OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants. The accounting firm of Bowman & Company LLP was selected by the Township of Greenwich Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the State Treasury Circular 15-08-OMB, "*Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.*" 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.

11) ACKNOWLEDGMENTS:

We would like to express our appreciation to the members of the Township of Greenwich School Board for the 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 Business Office Staff.

Respectfully submitted,

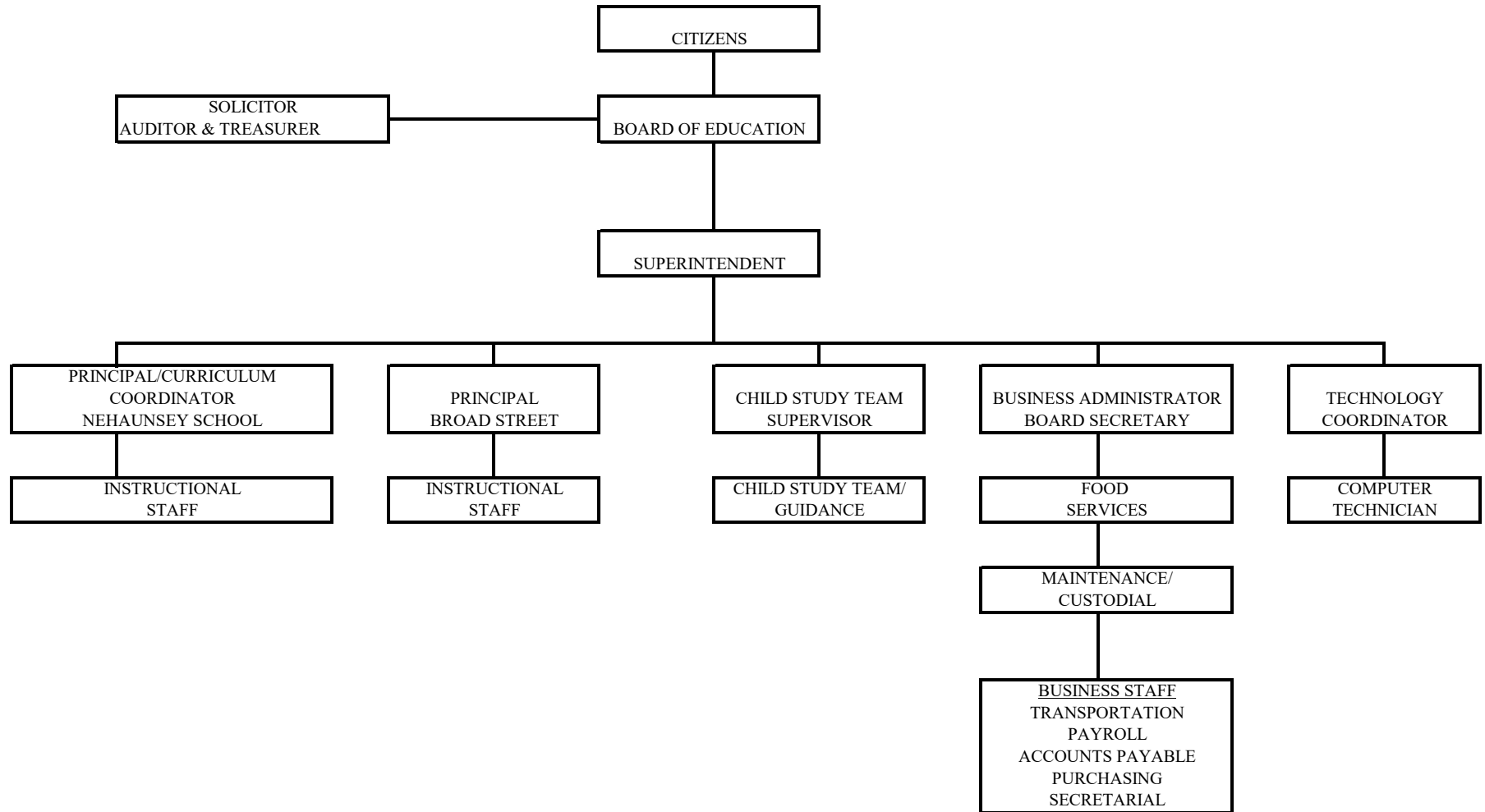


Scott A. Campbell
School Business Administrator/Board Secretary

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
GIBBSTOWN, NEW JERSEY

ORGANIZATIONAL CHART

JUNE 30, 2023



**TOWNSHIP OF GREENWICH SCHOOL DISTRICT
GIBBSTOWN, NEW JERSEY**

ROSTER OF OFFICIALS

JUNE 30, 2023

<u>Members of the Board of Education</u>	<u>Term Expires December 31,</u>
Susan Vernacchio, President	2025
Erin Herzberg, Vice President	2023
Andrew Chapkowski	2024
John Goetaski	2024
Roseanne Lombardo	2025
Meghann Myers	2024
Fiona Patterson	2025

Other Officials

Dr. Jennifer Foley-Hindman, Chief School Administrator
Scott A. Campbell, School Business Administrator/Board Secretary
Charles J. Owens, Treasurer of School Monies

**TOWNSHIP OF GREENWICH SCHOOL DISTRICT
GIBBSTOWN, NEW JERSEY**

CONSULTANTS AND ADVISORS

Audit Firm

Bowman & Company LLP
6 N. Broad Street, Suite 201
Woodbury, New Jersey 08096

Board Solicitor

Paul C. Kalac, Esq.
Weiner Law Group LLP
629 Parsippany Road
Parsippany, New Jersey 07054

Official Depositories

Ocean First Bank
141 Egg Harbor Road
Sewell, New Jersey 08080

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Greenwich School District
Gibbstown, New Jersey

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the accompanying 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 Township of Greenwich School District, in the County of Gloucester, State of New Jersey, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the School District'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 auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America 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 School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Greenwich School District's basic financial statements. The combining statements and related major fund supporting statements and schedules, and schedule of expenditures of federal awards are presented for purposes of additional analysis, as required by the Office of School Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of state financial assistance, as required by State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively, is also presented for purposes of additional analysis and is 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 statements and related major fund supporting statements and schedules, and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

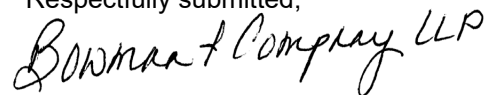
Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover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

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

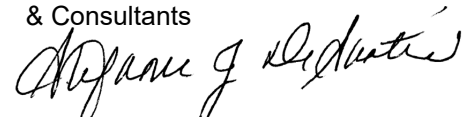
Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 12, 2024 on our consideration of the Township of Greenwich School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township of Greenwich School 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 Township of Greenwich School District's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Stefanie J. DeSantis
Certified Public Accountant
Public School Accountant No. CS 002523

Woodbury, New Jersey
February 12, 2024

**REQUIRED SUPPLEMENTARY INFORMATION
PART I**

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
(Unaudited)

The discussion and analysis of the Greenwich Township School District's (the School District) financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2023. The intent of this discussion and analysis is to review the District's financial performance as a whole; readers are advised to read it in conjunction with the basic financial statements and the notes to the financial statements to enhance their understanding of the District's performance.

The Management's Discussion and Analysis (MD&A) section of the Annual Comprehensive Financial Report ("ACFR") is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement Number 34 – Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments that was issued in June 1999. Certain comparative information between the current year (2022-2023) and the prior year (2021-2022) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the fiscal year 2022-2023 are as follows:

- The total assets and deferred outflows of resources of the School District exceeded its total liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$1,799,280.81 (net position).
- The District's net position increased by a total of \$480,972.68 because of this year's operations. Net position of the business-type activities decreased by \$5,933.03. Net position of the governmental activities increased by \$486,905.71.
- During the year, the District generated \$13,865,655.29 in revenues from governmental activities, a decrease from the previous fiscal year of \$266,490.02 (approximately – 1.9%).
- In the District's business-type activities, operating revenues decreased by \$92,922.64 and operating expenses decreased by \$23,699.91.

USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR)

This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. These statements are organized so the reader can first understand the District as a financial whole. The statements then proceed to provide an increasingly detailed look at specific financial activities.

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on the District's most significant funds, reporting on the District's operations in *more detail* than the government-wide financial statements.
 - The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term, as well as what remains for future spending.
 - *Proprietary funds statements* offer short- and long-term financial information about the activities the District operates like a business.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the year.

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Management's Discussion and Analysis (Cont'd)
For the Fiscal Year Ended June 30, 2023
(Unaudited)

USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR) (CONT'D)

Reporting the School District as a Whole

The Statement of Net Position includes all the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources and uses the accrual basis of accounting like the accounting used by most private-sector businesses. All the current year's revenue and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid. These statements report the District's *net position* and how it has changed. Net position is the difference between the District's assets, deferred outflows, liabilities, and deferred inflows represents one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, additional non-financial factors such as changes in the District's property tax base, current laws and policies affecting school districts in New Jersey, educational programs offered, the condition of school buildings and other facilities, and other factors must be considered.

In the government-wide financial statements, the District's activities are divided into two categories:

- *Governmental activities*: Most of the District's basic services are included here, such as alternative and special education. State Aid, the local tax levy and, to a lesser degree, tuition, finance most of these activities.
- *Business-type activities*: The District charges fees to help it cover the costs of certain services it provides. The District's enterprise funds are included here.

Reporting the District's Most Significant Funds

The *fund financial statements* focus on the District's most significant funds, reporting on the District's operations in *more detail* than the government-wide financial statements. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on programs.

- May distinguish state or federal grants.
- Funds for capital projects and long-term debt.

The School District has two kinds of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on how cash and other financial assets that can be converted to cash flow in and out, and the balances left at year-end that are available for future spending. Consequently, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that are available for spending in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information provided at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the government-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows.

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Management's Discussion and Analysis (Cont'd)
For the Fiscal Year Ended June 30, 2023
(Unaudited)

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE

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

TABLE 1
Net Position

	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>Change</u>	<u>% Change</u>
Current and Other Assets	\$ 3,143,515.03	\$ 2,932,927.36	\$ 210,587.67	7.18%
Capital Assets	<u>1,333,156.90</u>	<u>1,517,937.89</u>	<u>(184,780.99)</u>	<u>-12.17%</u>
Total Assets	<u>4,476,671.93</u>	<u>4,450,865.25</u>	<u>25,806.68</u>	<u>0.58%</u>
Deferred Outflows of Resources - Related to Pensions	<u>314,823.00</u>	<u>250,933.00</u>	<u>63,890.00</u>	<u>25.46%</u>
Long-Term Liabilities	2,291,341.51	1,832,061.82	459,279.69	25.07%
Other Liabilities	<u>260,265.61</u>	<u>316,523.30</u>	<u>(56,257.69)</u>	<u>-17.77%</u>
Total Liabilities	<u>2,551,607.12</u>	<u>2,148,585.12</u>	<u>403,022.00</u>	<u>18.76%</u>
Deferred Inflows of Resources- Related to Pensions	<u>440,607.00</u>	<u>1,234,905.00</u>	<u>(794,298.00)</u>	<u>-64.32%</u>
Net Position				
Net Investment in Capital Assets	1,304,229.02	1,472,507.65	(168,278.63)	-11.43%
Restricted	2,424,982.27	2,164,174.95	260,807.32	12.05%
Unrestricted (Deficit)	<u>(1,929,930.48)</u>	<u>(2,318,374.47)</u>	<u>388,443.99</u>	<u>-16.76%</u>
Total Net Position	<u>\$ 1,799,280.81</u>	<u>\$ 1,318,308.13</u>	<u>\$ 480,972.68</u>	<u>36.48%</u>

Table 2 provides an illustration of the impact of the School District's Net Position for the implementation of GASB 68.

TABLE 2
Statement of Net Position - Effect of Pension Related Items

	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>Change</u>	<u>% Change</u>
Deferred Outflows Related to Pensions	\$ 314,823.00	\$ 471,812.00	\$ (156,989.00)	-33.27%
Less: Net Pension Liability	(2,211,862.00)	(2,457,430.00)	245,568.00	-9.99%
Less: Deferred Inflows Related to Pensions	<u>(440,607.00)</u>	<u>(1,157,006.00)</u>	<u>716,399.00</u>	<u>-61.92%</u>
	<u>\$ (2,337,646.00)</u>	<u>\$ (3,142,624.00)</u>	<u>\$ 804,978.00</u>	<u>-25.61%</u>

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Management's Discussion and Analysis (Cont'd)
For the Fiscal Year Ended June 30, 2023
(Unaudited)

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE (CONT'D)

Table 3 reflects changes in net position for fiscal years 2023 and 2022.

TABLE 3				
Change in Net Position				
Revenues:	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>Change</u>	<u>% Change</u>
Program Revenues:				
Charges for Services	\$ 105,670.32	\$ 31,216.24	\$ 74,454.08	238.51%
Federal & State Categorical Grants	1,914,270.87	2,961,828.38	(1,047,557.51)	-35.37%
General Revenues:				
Property Taxes	10,934,392.00	10,394,000.00	540,392.00	5.20%
Federal & State Grants	1,006,663.88	996,179.00	10,484.88	1.05%
Other	196,743.89	133,930.00	62,813.89	46.90%
Total Revenues	<u>14,157,740.96</u>	<u>14,517,153.62</u>	<u>(359,412.66)</u>	<u>-2.48%</u>
Expenses:				
Instruction:				
Regular	3,136,399.99	3,112,925.80	23,474.19	0.75%
Special Education	866,051.75	860,683.00	5,368.75	0.62%
Other Instruction	60,705.91	55,558.00	5,147.91	9.27%
Support Services:				
Tuition	1,835,543.43	1,729,437.00	106,106.43	6.14%
Student and Instruction Related	1,205,147.25	1,090,152.06	114,995.19	10.55%
General Administrative Services	461,313.05	415,484.03	45,829.02	11.03%
School Administrative Services	194,755.02	174,843.25	19,911.77	11.39%
Central Services	225,310.06	216,946.00	8,364.06	3.86%
Plant Operations and Maintenance	1,211,141.54	1,566,077.57	(354,936.03)	-22.66%
Student Transportation Services	1,154,353.61	803,033.00	351,320.61	43.75%
Unallocated Benefits	2,733,570.83	3,368,899.65	(635,328.82)	-18.86%
Interest on Long-Term Debt	2,657.32	5,963.02	(3,305.70)	-55.44%
Support Services	191,074.82	198,417.29	(7,342.47)	-3.70%
Transfer to Charter Schools	100,725.00	176,695.00	(75,970.00)	-42.99%
Special Schools	-	4,839.00	(4,839.00)	-100.00%
Food Service	298,018.70	321,718.61	(23,699.91)	-7.37%
Total Expenses	<u>13,676,768.28</u>	<u>14,101,672.28</u>	<u>(424,904.00)</u>	<u>-3.01%</u>
Increase in Net Position	480,972.68	415,481.34	65,491.34	0.54%
Beginning Net Position	<u>1,318,308.13</u>	<u>902,826.79</u>	<u>415,481.34</u>	<u>46.02%</u>
Ending Net Position	<u>\$ 1,799,280.81</u>	<u>\$ 1,318,308.13</u>	<u>\$ 480,972.68</u>	<u>36.48%</u>

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Management's Discussion and Analysis (Cont'd)
For the Fiscal Year Ended June 30, 2023
(Unaudited)

THE SCHOOL DISTRICT'S FUNDS

Governmental funds reported ending fund balances of \$3,041,264.21. Assigned fund balance includes \$261,215.94 designated for subsequent year's expenditures and \$21,745.00 assigned for encumbrances. Restricted fund balances include the capital reserve account with \$836,721.17 of funds available, the maintenance reserve account with \$591,830.68 of funds available, excess surplus in the amount of \$445,365.44, excess surplus designated for subsequent year's expenditures in the amount of \$537,525.06, and student activities reserves in the amount of \$13,539.92. The general fund has an unassigned fund balance of \$333,321.00.

GENERAL FUND BUDGETARY HIGHLIGHTS

Reimbursements for pension and Social Security contributions of \$2,091,567.82 are non-budgeted items in both revenues and appropriations.

CAPITAL ASSETS

At the end of fiscal year 2023 and 2022, the School District had \$1,333,156.90 and \$1,517,937.89, respectively, in capital assets less accumulated depreciation and amortization. Table 4 reflects the capital assets.

TABLE 4
Capital Assets

Capital Assets (Net of Depreciation and Amortization):	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Governmental Activities:		
Land	\$ 91,391.00	\$ 91,391.00
Buildings and Improvements	1,005,812.76	1,103,983.76
Lease Assets - Equipment	26,185.38	42,406.14
Equipment	<u>153,408.48</u>	<u>212,592.71</u>
Total Capital Assets Governmental Activities	<u>\$ 1,276,797.62</u>	<u>\$ 1,450,373.61</u>
Business Type Activities:		
Equipment	<u>56,359.28</u>	<u>67,564.28</u>
Total Capital Assets, net	<u><u>\$ 1,333,156.90</u></u>	<u><u>\$ 1,517,937.89</u></u>

Depreciation and amortization expense was \$201,206.85 for fiscal year ended 2023 and \$193,828.97 for fiscal year ended 2022.

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Management's Discussion and Analysis (Cont'd)
For the Fiscal Year Ended June 30, 2023
(Unaudited)

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Like the rest of the United States, the State of New Jersey has been heavily impacted by the inconsistencies of the economy. For that reason, there is no assurance that state funding can be maintained at current levels. The Township of Greenwich has continued to maintain adequate funding for the District to ensure that the Board of Education and Administration can continue to carry out the District's mission to its students. We strive to be a community center and will continue to offer facilities and services that will be a source of pride for our community. Looking toward next fiscal year, there remains a concern with the lack of enrollment growth in the district and the continual reliance on local property taxes. The need to upgrade our facilities continues to be a concern to the Board and Administration. We continue to be proactive with facilities that are aged, financial resources, and personnel in an effort to stay fiscally responsible.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide New Jersey citizens and taxpayers and our customers with a general overview of the District's finances and to demonstrate the District's accountability for the appropriations and grants that it receives. If you have questions about this report or need additional financial information, contact Scott A. Campbell, School Business Administrator/Board Secretary at the address below or visit our website at www.gtsdk8.us.

Greenwich Township Board of Education
415 Swedesboro Road
Gibbstown, New Jersey 08027
(856) 224-4900, x2120

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Statement of Net Position
June 30, 2023

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents	\$ 1,475,944.49	\$ 36,188.58	\$ 1,512,133.07
Receivables	190,082.33	7,394.17	197,476.50
Inventory		5,353.61	5,353.61
Restricted Assets:			
Capital Reserve Account - Cash	836,721.17		836,721.17
Maintenance Reserve Account - Cash	591,830.68		591,830.68
Capital Assets, net (Note 6)	<u>1,276,797.62</u>	<u>56,359.28</u>	<u>1,333,156.90</u>
Total Assets	<u>4,371,376.29</u>	<u>105,295.64</u>	<u>4,476,671.93</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Related to Pensions (Note 8)	<u>314,823.00</u>		<u>314,823.00</u>
LIABILITIES:			
Accounts Payable		3,775.85	3,775.85
Accounts Payable - Related to Pensions	200,459.00		200,459.00
Payable to State Government	17,037.03		17,037.03
Payroll Deductions and Salary Withholdings Payable	14,999.60		14,999.60
Unearned Revenue	21,277.83	2,716.30	23,994.13
Noncurrent Liabilities (Note 7):			
Due within One Year	16,038.80		16,038.80
Due beyond One Year	<u>2,275,302.71</u>		<u>2,275,302.71</u>
Total Liabilities	<u>2,545,114.97</u>	<u>6,492.15</u>	<u>2,551,607.12</u>
DEFERRED INFLOWS OF RESOURCES:			
Related to Pensions (Note 8)	<u>440,607.00</u>		<u>440,607.00</u>
NET POSITION:			
Net Investment in Capital Assets	1,247,869.74	56,359.28	1,304,229.02
Restricted for:			
Capital	836,721.17		836,721.17
Maintenance	591,830.68		591,830.68
Other Purposes	982,890.50		982,890.50
Student Activities	13,539.92		13,539.92
Unrestricted (Deficit)	<u>(1,972,374.69)</u>	<u>42,444.21</u>	<u>(1,929,930.48)</u>
Total Net Position	<u>\$ 1,700,477.32</u>	<u>\$ 98,803.49</u>	<u>\$ 1,799,280.81</u>

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ending June 30, 2023

Functions / Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 3,136,399.99		\$ 351,133.71	\$ (2,785,266.28)		\$ (2,785,266.28)
Special Instruction	866,051.75			(866,051.75)		(866,051.75)
Other Special Instruction	39,154.80			(39,154.80)		(39,154.80)
School Sponsored Cocurricular Activities	21,551.11			(21,551.11)		(21,551.11)
Undistributed Expenditures and Support Services:						
Tuition	1,835,543.43			(1,835,543.43)		(1,835,543.43)
Health Services	184,515.07			(184,515.07)		(184,515.07)
Students - Related Services	143,827.18			(143,827.18)		(143,827.18)
Child Study Team and Guidance Services	505,809.88			(505,809.88)		(505,809.88)
Improvement of Instruction Services	156,846.15			(156,846.15)		(156,846.15)
Educational Media Services/School Library	212,473.14			(212,473.14)		(212,473.14)
Instructional Staff Training Services	1,675.83			(1,675.83)		(1,675.83)
General Administration	461,313.05			(461,313.05)		(461,313.05)
School Administration	194,755.02			(194,755.02)		(194,755.02)
Central Services	225,310.06			(225,310.06)		(225,310.06)
Operation and Maintenance of Plant Services	1,211,141.54			(1,211,141.54)		(1,211,141.54)
Student Transportation Services	1,154,353.61			(1,154,353.61)		(1,154,353.61)
Unallocated Benefits	2,733,570.83		1,185,728.90	(1,547,841.93)		(1,547,841.93)
Interest on Long Term Debt	2,657.32			(2,657.32)		(2,657.32)
Transfer to Charter Schools	100,725.00			(100,725.00)		(100,725.00)
Support Services	191,074.82	\$ 14,275.11	176,976.73	177.02		177.02
Total Governmental Activities	13,378,749.58	14,275.11	1,713,839.34	(11,650,635.13)	-	(11,650,635.13)
Business-Type Activities:						
Food Service	298,018.70	91,395.21	200,431.53		\$ (6,191.96)	(6,191.96)
Total Business-Type Activities	298,018.70	91,395.21	200,431.53	-	(6,191.96)	(6,191.96)
Total Government	\$ 13,676,768.28	\$ 105,670.32	\$ 1,914,270.87	(11,650,635.13)	(6,191.96)	(11,656,827.09)

(Continued)

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ending June 30, 2023

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-Type Activities	Total
General Revenues:			
Local Tax Levy	\$ 10,934,392.00		\$ 10,934,392.00
Federal and State Aid not Restricted	1,006,663.88		1,006,663.88
Miscellaneous Income	196,484.96	\$ 258.93	196,743.89
Total General Revenues	12,137,540.84	258.93	12,137,799.77
Change in Net Position	486,905.71	(5,933.03)	480,972.68
Net Position -- July 1	1,213,571.61	104,736.52	1,318,308.13
Net Position -- June 30	\$ 1,700,477.32	\$ 98,803.49	\$ 1,799,280.81

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

FUND FINANCIAL STATEMENTS

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Governmental Funds
 Balance Sheet
 June 30, 2023

	General Fund	Special Revenue Fund	Total Governmental Funds
ASSETS:			
Cash and Cash Equivalents	\$ 1,455,093.06	\$ 20,851.43	\$ 1,475,944.49
Receivables from Other Governments	159,078.98	31,003.35	190,082.33
Restricted Cash and Cash Equivalents:			
Capital Reserve Account	836,721.17		836,721.17
Maintenance Reserve Account	591,830.68		591,830.68
Total Assets	\$ 3,042,723.89	\$ 51,854.78	\$ 3,094,578.67
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Payable to State Government		\$ 17,037.03	\$ 17,037.03
Payroll Deductions and Salary Withholdings Payable	\$ 14,999.60		14,999.60
Unearned Revenue		21,277.83	21,277.83
Total Liabilities	14,999.60	38,314.86	53,314.46
Fund Balances:			
Restricted:			
Capital Reserve Account	836,721.17		836,721.17
Maintenance Reserve Account	591,830.68		591,830.68
Excess Surplus	445,365.44		445,365.44
Excess Surplus - Subsequent Year's Expenditures	537,525.06		537,525.06
Student Activities		13,539.92	13,539.92
Assigned:			
Subsequent Year's Expenditures			
General Fund Balance	261,215.94		261,215.94
Other Purposes	21,745.00		21,745.00
Unassigned:			
General Fund	333,321.00		333,321.00
Total Fund Balances	3,027,724.29	13,539.92	3,041,264.21
Total Liabilities and Fund Balances	\$ 3,042,723.89	\$ 51,854.78	

(Continued)

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Governmental Funds
 Balance Sheet
 June 30, 2023

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$10,252,469.03 and the accumulated depreciation and amortization is \$8,975,671.41.	\$ 1,276,797.62
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(79,479.51)
Net Pension Liability	(2,211,862.00)
Accounts Payable related to the April 1, 2024 Required PERS pension contribution that is not to be liquidated with current financial resources.	(200,459.00)
Deferred Outflows of Resources - Related to Pensions	314,823.00
Deferred Inflows of Resources - Related to Pensions	<u>(440,607.00)</u>
Net position of governmental activities	<u>\$ 1,700,477.32</u>

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Governmental Funds
 Statement of Revenues, Expenditures, and Changes in Fund Balances
 For the Fiscal Year Ending June 30, 2023

	General Fund	Special Revenue Fund	Total Governmental Funds
REVENUES:			
Local Tax Levy	\$ 10,934,392.00		\$ 10,934,392.00
Interest Earned on Capital and Maintenance Reserve Funds	7,600.72		7,600.72
Other Restricted Miscellaneous Revenues		\$ 20,775.11	20,775.11
Unrestricted Miscellaneous Revenues	188,884.24		188,884.24
State Sources	3,051,757.82	96,626.97	3,148,384.79
Federal Sources	-	435,304.35	435,304.35
	<u>14,182,634.78</u>	<u>552,706.43</u>	<u>14,735,341.21</u>
Total Revenues			
EXPENDITURES:			
Current:			
Regular Instruction	2,762,398.94	351,133.71	3,113,532.65
Special Instruction	866,051.75		866,051.75
Other Special Instruction	39,154.80		39,154.80
School Sponsored Cocurricular Activities	21,551.11		21,551.11
Undistributed Expenditures and Support Services:			
Tuition	1,835,543.43		1,835,543.43
Health Services	184,515.07		184,515.07
Student - Related Services	143,827.18		143,827.18
Child Study Team and Guidance Services	507,055.82		507,055.82
Improvement of Instruction Services	156,846.15		156,846.15
Educational Media Services/School Library	212,473.14		212,473.14
Instructional Staff Training Services	1,675.83		1,675.83
General Administration	329,099.36		329,099.36
School Administration	187,790.77		187,790.77
Central Services	225,310.06		225,310.06
Operation and Maintenance of Plant Services	1,201,098.71		1,201,098.71
Student Transportation Services	1,154,353.61		1,154,353.61
Unallocated Benefits	1,878,460.88		1,878,460.88
Transfer Funds to Charter Schools	100,725.00		100,725.00
On-Behalf Pension Contributions	1,792,797.00		1,792,797.00
Reimbursed TPAF Social Security Contributions	298,770.82		298,770.82
Support Services		191,074.82	191,074.82
Capital Outlay	6,104.98	10,320.88	16,425.86
	<u>13,905,604.41</u>	<u>552,529.41</u>	<u>14,458,133.82</u>
Total Expenditures			
Excess (Deficiency) of Revenues over Expenditures	<u>277,030.37</u>	<u>177.02</u>	<u>277,207.39</u>
Fund Balance -- July 1	<u>2,750,693.92</u>	<u>13,362.90</u>	<u>2,764,056.82</u>
Fund Balance -- June 30	<u>\$ 3,027,724.29</u>	<u>\$ 13,539.92</u>	<u>\$ 3,041,264.21</u>

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

TOWNSHIP OF GREENWICH 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 Ending June 30, 2023

Total Net Change in Fund Balances - Governmental Funds	\$	277,207.39
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p> <p>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 and amortization expense. This is the amount by which capital outlays exceeded depreciation in the period.</p>		
Depreciation and Amortization Expense	\$	(190,001.85)
Capital Outlays		<u>16,425.86</u>
		(173,575.99)
<p>The issuance of long-term debt (e.g., bonds, financed purchases and leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>		
		19,159.68
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).</p>		
		(7,991.37)
<p>Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.</p>		
		<u>372,106.00</u>
Change in Net Position of Governmental Activities	\$	<u><u>486,905.71</u></u>

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Proprietary Fund
Statement of Net Position
June 30, 2023

	<u>Business-Type Activities - Enterprise Fund</u> <u>Food Service</u>
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	\$ 36,188.58
Accounts Receivable:	
State	248.28
Federal	7,145.89
Inventory	<u>5,353.61</u>
Total Current Assets	<u>48,936.36</u>
Noncurrent Assets:	
Furniture, Fixtures and Equipment	249,883.06
Less Accumulated Depreciation	<u>(193,523.78)</u>
Total Noncurrent Assets	<u>56,359.28</u>
Total Assets	<u>105,295.64</u>
LIABILITIES:	
Current Liabilities:	
Accounts Payable	3,775.85
Unearned Revenue	<u>2,716.30</u>
Total Current Liabilities	<u>6,492.15</u>
Total Liabilities	<u>6,492.15</u>
NET POSITION:	
Net Investment in Capital Assets	56,359.28
Unrestricted	<u>42,444.21</u>
Total Net Position	<u>\$ 98,803.49</u>

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Proprietary Fund
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ending June 30, 2023

	Business-Type Activities Enterprise Fund
	<u>Food Service</u>
OPERATING REVENUES:	
Charges for Services:	
Daily Sales - Reimbursable Programs	\$ 64,813.35
Daily Sales - Non-Reimbursable Programs	26,577.10
Other Revenue	<u>4.76</u>
Total Operating Revenues	<u>91,395.21</u>
OPERATING EXPENSES:	
Cost of Goods Sold - Reimbursable Programs	91,708.10
Cost of Goods Sold - Non-Reimbursable Programs	19,546.00
Purchased Technical Services	4,190.80
Other Purchased Services	113,671.68
Contracted Services	19,137.46
General Supplies	15,597.66
Depreciation	<u>11,205.00</u>
Total Operating Expenses	<u>298,018.70</u>
Operating Loss	<u>(206,623.49)</u>
NONOPERATING REVENUES (EXPENSES):	
State Sources:	
State School Lunch Program	3,829.17
State School Breakfast Program	972.60
Federal Sources:	
National School Lunch Program	94,132.75
National School Breakfast Program	43,807.75
COVID - Supply Chain Assistance	33,924.95
Food Distribution Program	23,764.31
Interest	<u>258.93</u>
Total Non Operating Revenues (Expenses)	<u>200,690.46</u>
Change in Net Position	<u>(5,933.03)</u>
Net Position -- July 1	<u>104,736.52</u>
Total Net Position -- June 30	<u>\$ 98,803.49</u>

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Proprietary Fund
Statement of Cash Flows
For the Fiscal Year Ending June 30, 2023

	<u>Business-Type Activities Enterprise Fund</u>
	<u>Food Service</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from Customers	\$ 91,682.01
Payments to Suppliers	<u>(312,003.74)</u>
Net Cash Provided by (Used for) Operating Activities	<u>(220,321.73)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:	
State Sources	4,829.01
Federal Sources	<u>207,419.04</u>
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>212,248.05</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest and Dividends	<u>258.93</u>
Net Cash Provided by Investing Activities	<u>258.93</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(7,814.75)
Cash and Cash Equivalents -- July 1	<u>44,003.33</u>
Cash and Cash Equivalents -- June 30	<u>\$ 36,188.58</u>
Reconciliation of Operating Loss to Net Cash Provided by (Used for)	
Operating Activities:	
Operating Loss	\$ <u>(206,623.49)</u>
Adjustments to Reconcile Operating Loss to Net Cash	
Provided by (Used for) Operating Activities:	
Depreciation	11,205.00
(Increase) Decrease in Inventory	924.74
Increase (Decrease) in Accounts Payable	(26,114.78)
Increase (Decrease) in Unearned Revenue	<u>286.80</u>
Total Adjustments	<u>(13,698.24)</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (220,321.73)</u>

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Notes to Financial Statements
For the Fiscal Year Ended June 30, 2023

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Township of Greenwich School District (the "School District") have been prepared to conform with accounting principles generally accepted in the United States of America ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant of these policies.

Description of the Financial Reporting Entity

The School District is a Type II district located in the County of Gloucester, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education (the "Board"). The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The Superintendent is appointed by the Board to act as executive officer of the School District. The purpose of the School District is to educate students in grades K through 8 at its two schools and send students in grades 9 through 12 to Paulsboro High School on a tuition basis. The School District has an approximate enrollment at June 30, 2023 of 422 at the District's two schools.

The primary criterion for including activities within the School District's reporting entity, as set forth in Section 2100 of the Governmental Accounting Standards Board *Codification of Governmental Accounting and Financial Reporting Standards*, is the degree of oversight responsibility maintained by the School District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The financial statements include all funds of the School District over which the Board exercises operating control.

Government-wide and Fund Financial Statements

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

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Government-wide and Fund Financial Statements**

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

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

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

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Property taxes are recognized as revenues in the year for which they are levied. The Gloucester County Board of Taxation is responsible for the assessment of properties, and the respective municipal tax collector is responsible for the collection of property taxes. Assessments are certified and property taxes are levied on January 1. Property tax payments are due February 1, May 1, August 1 and November 1. Unpaid property taxes are considered delinquent the following January 1 and are then subject to municipal lien. In accordance with New Jersey State Statute, the School District is entitled to receive moneys under an established payment schedule, and any unpaid amount is considered as an accounts receivable. The governing body of each municipality is required to pay over to the School District, within forty (40) days after the beginning of the school year, twenty percent (20%) of the moneys from school tax due. Thereafter, but prior to the last day of the school year, the municipality must pay the balance of moneys from school tax due for school purposes in such amounts as requested, with certain limitations, from time to time by the School District, within thirty days after each request.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are deemed both available and measurable. Available means when revenues are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal year. Measurable means that the amount of revenue can be determined. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

Property taxes, tuition, reimbursable-type grants, and interest associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. All other revenue items are considered to be measurable and available only when cash is received by the School District.

The School District reports the following major governmental funds:

General Fund - The general fund is the primary operating fund of the School 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 classified in the capital outlay sub-fund.

As required by the New Jersey State Department of Education, the School District includes budgeted capital outlay in this fund. Accounting principles generally accepted in the United States of America, as they pertain to governmental entities, state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

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

Special Revenue Fund - The special revenue fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

Proprietary funds are used to account for the School District's ongoing organizations and activities, which are operated and financed in a manner similar to those found in the private sector. The measurement focus is upon the determination of net income. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All items not meeting this definition are reported as nonoperating revenues and expenses.

The School District reports the following major proprietary fund:

Enterprise Fund

Food Service Fund - This fund accounts for the financial transactions related to the food service operations of the School District.

As a rule, the effect of internal/interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Budgets / Budgetary Control**

Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds, and are submitted to the county office of education. In accordance with P.L. 2011, c. 202, the School District passed a resolution to move the school board election to the first Tuesday after the first Monday in November, starting in November of 2012, to be held simultaneously with the general election. As a result, a vote is not required on the School District's general fund tax levy for the budget year, other than the general fund tax levy required to support a proposal for additional funds, if any. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line-item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23A-16.2(f)1. Transfers of appropriations may be made by school board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the legally mandated revenue recognition of the one or more June state aid payments for budgetary purposes only, and the special revenue fund. N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, school districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. 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 budgetary basis. The budgetary basis differs from GAAP in that the budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

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

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting, as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule, to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances - governmental funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows the modified accrual basis of accounting, with the exception of the aforementioned revenue recognition policy for the one or more June state aid payments.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded to assign a portion of the applicable appropriation, is utilized for budgetary control purposes. Encumbrances are a component of fund balance 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 governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, are reflected on the balance sheet as unearned revenues at fiscal year-end.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Encumbrances (Cont'd)**

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

Cash, Cash Equivalents and Investments

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

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

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

Inventories

Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out method.

The cost of inventories in the governmental fund financial statements is recorded as expenditures when purchased rather than when consumed.

Inventories recorded on the government-wide financial statements and in the proprietary fund types are recorded as expenses when consumed rather than when purchased.

Tuition Receivable

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

Lease Receivable

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Prepaid Expenses**

Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2023. The School District had no prepaid expenses for the fiscal year ended June 30, 2023.

In the governmental fund financial statements, however, payments for prepaid items are fully recognized as expenditures in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required (*non-allocation method*). This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

Short-Term Interfund Receivables / Payables

Short-term interfund receivables / payables (internal balances) represent amounts that are owed, other than charges for goods or services rendered to / from a particular fund within the School District, and that are due within one year. Such balances are eliminated in the statement of net position to minimize the grossing up of internal balances, thus leaving a net amount due between the governmental and business-type activities that are eliminated in the total government column.

Capital Assets

Capital assets represent the cumulative amount of capital assets used by the School District. Purchased capital assets are recorded as expenditures in the governmental fund financial statements and are capitalized at cost on the government-wide statement of net position and proprietary fund statement of net position. Intangible right to use assets (lease and subscription assets) are recorded as expenditures in the governmental fund financial statements. Lease assets are measured on the government-wide statement of net position and proprietary fund statement of net position at the amount of the initial measurement of the related lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Subscription assets are recorded as expenditures in the governmental fund financial statements. Subscription assets are measured on the government-wide statement of net position and proprietary fund statement of net position at the amount of the initial measurement of the related subscription liability, plus any payments associated with the arrangement made to the vendor at the commencement of the subscription term and capitalizable initial implementation costs. In the case of gifts or contributions, such capital assets are recorded at acquisition value at the time received.

The School District's capitalization threshold is \$2,000.00. Other costs incurred for repairs and maintenance are expensed as incurred. All reported capital assets, except land and construction in progress, are depreciated using the straight-line method over the useful life of the assets. Lease and subscription assets are amortized in a systematic and rational manner over the shorter of the lease and subscription term or the useful life of the underlying assets. The useful lives of the School District's capital assets are as follows:

<u>Description</u>	<u>Estimated Lives</u>
Furniture, Fixtures and Equipment	5 - 10 Years
Buildings and Improvements	15 - 50 Years

The School District does not possess any infrastructure assets.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Deferred Outflows of Resources and Deferred Inflows of Resources**

The statement of net position and the balance sheet for governmental funds reports separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources, reported after total assets, represents a reduction of net position that applies to a future period(s) and will be recognized as an outflow of resources (expense) at that time. Deferred inflows of resources, reported after total liabilities, represents an acquisition of net position that applies to a future period(s) and will be recognized as an inflow of resources (revenue) at that time.

Transactions are classified as deferred outflows of resources and deferred inflows of resources only when specifically prescribed by the Governmental Accounting Standards Board (GASB) standards. The School District is required to report the following as deferred outflows of resources and deferred inflows of resources: defined benefit pension plans.

Tuition Payable

Tuition charges for the fiscal years ended June 30, 2023 and 2022 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

Unearned Revenue

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

Compensated Absences

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

The School District uses the termination method to calculate the compensated absences amount. The entire compensated absence liability, including the employer's share of applicable taxes, is reported on the government-wide financial statements. The portion related to employees in the proprietary funds is recorded at the fund level. The current portion is the amount estimated to be used in the following fiscal year. Expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of employee resignations and retirements. Compensated absences not recorded at the fund level represent a reconciling item between the fund level and government-wide presentations.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner, and in full from current financial resources, are reported as obligations of the funds.

However, claims and judgments, compensated absences, special termination benefits, and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the governmental fund financial statements when due.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Net Position**

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

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

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

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

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

Fund Balance

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

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

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

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Fund Balance (Cont'd)**

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

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

Interfund Activity

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

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Impact of Recently Issued Accounting Principles**Recently Issued Accounting Pronouncements**

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

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

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds, salary withholdings, and student activity funds, or funds that may pass to the School District relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

As of June 30, 2023, the School District's bank balances of \$4,284,234.71 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	<u>\$ 4,284,234.71</u>
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Note 3: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the School District by inclusion of \$1,000,000.00 on October 16, 2021 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 School District's approved Long Range Facilities Plan ("LRFP"). Upon submission of the LRFP to the Department, a school district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at fiscal year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A school district may also appropriate additional amounts when the express approval of the voters has been obtained by either a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the fiscal year is as follows:

Beginning Balance, July 1, 2022	\$ 807,239.92
Increased by:	
Interest Earnings	\$ 4,481.25
Deposits:	
2022-2023 Approved Budget	<u>25,000.00</u>
	<u>29,481.25</u>
Ending Balance, June 30, 2023	<u>\$ 836,721.17</u>

The June 30, 2023 LRFP balance of local support cost of uncompleted projects exceeds the capital reserve balance at June 30, 2023.

Note 4: ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2023 consisted of accounts (fees for services) and intergovernmental awards / grants. All receivables are considered collectible in full due to the stable condition of federal and state programs, the current fiscal year guarantee of federal funds, and the regulated budgetary control of governmental entities in New Jersey.

Accounts receivable as of fiscal year end for the School District's individual major funds, in the aggregate, are as follows:

<u>Description</u>	<u>Governmental Funds</u>		<u>Proprietary Fund</u>			<u>Total</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Activities</u>	<u>Food Service Fund</u>	<u>Total Business-Type Activities</u>	
Federal Awards		\$ 31,003.35	\$ 31,003.35	\$ 7,145.89	\$ 7,145.89	\$ 38,149.24
State Awards	\$ 159,078.98		159,078.98	248.28	248.28	159,327.26
	<u>\$ 159,078.98</u>	<u>\$ 31,003.35</u>	<u>\$ 190,082.33</u>	<u>\$ 7,394.17</u>	<u>\$ 7,394.17</u>	<u>\$ 197,476.50</u>

Note 5: INVENTORY

Inventory recorded at June 30, 2023 in business-type activities on the government-wide statement of net position, and on the food service enterprise fund statement of net position, consisted of the following:

Food	\$ 3,885.14
Supplies	<u>1,468.47</u>
	<u>\$ 5,353.61</u>

Note 6: CAPITAL ASSETS

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

	<u>Balance</u> <u>July 1, 2022</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2023</u>
Governmental Activities:				
Capital Assets, not being Depreciated:				
Land	\$ 91,391.00			\$ 91,391.00
Total Capital Assets, not being Depreciated	91,391.00	-	-	91,391.00
Capital Assets, being Depreciated:				
Furniture, Fixtures and Equipment	1,393,858.25	\$ 16,425.86		1,410,284.11
Buildings and Improvements	8,669,690.00			8,669,690.00
Total Capital Assets, being Depreciated	10,063,548.25	16,425.86	-	10,079,974.11
Total Capital Assets, Cost	10,154,939.25	16,425.86	-	10,171,365.11
Less Accumulated Depreciation:				
Furniture, Fixtures and Equipment	(1,181,265.54)	(75,610.09)		(1,256,875.63)
Buildings and Improvements	(7,565,706.24)	(98,171.00)		(7,663,877.24)
Total Accumulated Depreciation	(8,746,971.78)	(173,781.09)	-	(8,920,752.87)
Total Capital Assets, being Depreciated, net Excluding Lease Assets	1,316,576.47	(157,355.23)	-	1,159,221.24
Lease Assets:				
Furniture, Fixtures and Equipment	81,103.92			81,103.92
Less Accumulated Amortization:				
Furniture, Fixtures and Equipment	(38,697.78)	(16,220.76)		(54,918.54)
Total Lease Assets, net	42,406.14	(16,220.76)	-	26,185.38
Governmental Activities Capital Assets, net	<u>\$ 1,450,373.61</u>	<u>\$ (173,575.99)</u>	<u>\$ -</u>	<u>\$ 1,276,797.62</u>
	<u>Balance</u> <u>July 1, 2022</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2023</u>
Business-Type Activities:				
Capital Assets, being Depreciated:				
Furniture, Fixtures and Equipment	\$ 249,883.06			\$ 249,883.06
Less Accumulated Depreciation:				
Furniture, Fixtures and Equipment	(182,318.78)	\$ (11,205.00)		(193,523.78)
Business-Type Activities Capital Assets, net	<u>\$ 67,564.28</u>	<u>\$ (11,205.00)</u>	<u>\$ -</u>	<u>\$ 56,359.28</u>

Note 6: CAPITAL ASSETS (CONT'D)

Depreciation and amortization expense were charged to functions / programs of the School District as follows:

Governmental Activities:	
Regular Instruction	\$ 32,911.33
Other Administrative Services	147,047.69
Plant Operations and Maintenance	<u>10,042.83</u>
Total Depreciation and Amortization Expense - Governmental Activities	<u>\$ 190,001.85</u>
Business-Type Activities:	
Food Service	<u>\$ 11,205.00</u>

Note 7: LONG-TERM LIABILITIES

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

	<u>Balance</u> <u>July 1, 2022</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2023</u>	<u>Due within</u> <u>One Year</u>
Governmental Activities:					
Other Liabilities:					
Compensated Absences	\$ 45,217.58	\$ 8,299.82	\$ (2,965.77)	\$ 50,551.63	
Net Pension Liability	1,741,414.00	1,349,270.00	(878,822.00)	2,211,862.00	
Lease Liabilities	45,430.24		(16,502.36)	28,927.88	\$ 16,038.80
Total Other Liabilities	<u>1,832,061.82</u>	<u>1,357,569.82</u>	<u>(898,290.13)</u>	<u>2,291,341.51</u>	<u>16,038.80</u>
Governmental Activities Long-term Liabilities	<u>\$ 1,832,061.82</u>	<u>\$ 1,357,569.82</u>	<u>\$ (898,290.13)</u>	<u>\$ 2,291,341.51</u>	<u>\$ 16,038.80</u>

Compensated absences, net pension liability, and lease liabilities are liquidated by the general fund.

Compensated Absences - As previously stated, compensated absences will be paid from the fund from which the employees' salaries are paid. Refer to note 13 for a description of the School District's policy.

Net Pension Liability - For details on the net pension liability, refer to note 8. The School District's annual required contribution to the Public Employees' Retirement System is budgeted and paid from the general fund on an annual basis.

Lease Liabilities - The School District's payments on lease liabilities are budgeted and paid from the general fund.

The School District leased copiers for the Principal and the Teachers' Lounge at Broad Street Elementary School on April 1, 2019 for a term of five years at an implied interest rate of 7.00%.

The School District leased copiers for the Principal, Superintendent, Child Study Team and Business Office at Nehaunsey Middle School on School on July 1, 2020 for a term of five years at an implied interest rate of 7.00%.

The School District leased copiers for the Teachers' Lounge at Nehaunsey Middle School on September 1, 2020 for a term of five years at an implied interest rate of 7.00%.

Note 7: LONG-TERM LIABILITIES (CONT'D)**Lease Liabilities (Cont'd)**

Annual requirements to amortize lease obligations and related interest are as follows:

Fiscal Year				
Ending June 30,	Principal	Interest	Total	
2024	\$ 16,038.80	\$ 1,474.00	\$ 17,512.80	
2025	12,051.69	520.47	12,572.16	
2026	837.39	7.33	844.72	
Total	<u>\$ 28,927.88</u>	<u>\$ 2,001.80</u>	<u>\$ 30,929.68</u>	

Lease liabilities are amortized in a manner consistent with the School District's depreciation policy for owned assets.

Note 8: PENSION PLANS

A substantial number of the School District's employees participate in one of the following defined benefit pension plans: the Teachers' Pension and Annuity Fund ("TPAF") and the Public Employees' Retirement System ("PERS"), which are administered by the New Jersey Division of Pensions and Benefits (the "Division"). In addition, several School District employees participate in the Defined Contribution Retirement Program, which is a defined contribution pension plan. The DCRP is administered by Empower (formerly Prudential Financial).

Each of the aforementioned plans have a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements, required supplementary information, and detailed information about the PERS and TPAF plans' fiduciary net position that can be obtained by writing to or at the following website:

State of New Jersey, Department of the Treasury
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>

General Information about the Pension Plans**Plan Descriptions**

Teachers' Pension and Annuity Fund - The Teachers' Pension and Annuity Fund is a cost-sharing multiple-employer defined benefit pension plan, with a special funding situation, which was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66. The State of New Jersey ("State") is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF's designated purpose is to provide retirement benefits, death, disability and medical benefits to certain qualified members. Membership in the TPAF is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, who have titles that are unclassified, professional and certified. The TPAF Board of Trustees is primarily responsible for the administration of the Plan.

Note 8: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****Plan Descriptions (Cont'd)**

Public Employees' Retirement System - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan that was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS' designated purpose is to provide retirement, death, disability, and medical benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the School District, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund. The PERS' Board of Trustees is primarily responsible for the administration of the PERS.

Defined Contribution Retirement Program - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of P.L. 2007, c. 92 and P.L. 2007, c. 103, and expanded under the provisions of P.L. 2008, c. 89 and P.L. 2010, c. 1. The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in TPAF or PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in New Jersey State Police Retirement System (SPRS) or the Police and Firemen's Retirement System (PFRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in TPAF or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in TPAF or PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

Vesting and Benefit Provisions

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

The following represents the membership tiers for TPAF:

Tier Definition

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

Note 8: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

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

Public Employees' Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after 10 years of service.

The membership tiers for PERS are the same as previously noted for TPAF.

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

Defined Contribution Retirement Program - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and nonforfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and nonforfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

Teachers' Pension and Annuity Fund - The contribution policy is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 7.50% in State fiscal year 2022. The State's contribution is based on an actuarially determined amount, which includes the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2022, the State's pension contribution was more than the actuarial determined amount.

Note 8: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****Contributions (Cont'd)**

Teachers' Pension and Annuity Fund (Cont'd) - Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over several preceding fiscal years. These on-behalf contributions by the State of New Jersey are considered a special funding situation, under the definition of GASB 68, *Accounting and Financial Reporting for Pensions*.

The School District's contractually required contribution rate for the fiscal year ended June 30, 2023 was 35.89% of the School District's covered payroll, of which 0.00% of payroll was required from the School District and 100.00% of payroll was required from the State of New Jersey. The School District was not required to contribute to the pension plan during the fiscal year ended June 30, 2023 because of the 100.00% special funding situation with the State of New Jersey.

Based on the most recent TPAF measurement date of June 30, 2022, the State's contractually required contribution, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2023 was \$1,417,957.00, and was paid by April 1, 2023. School District employee contributions to the Plan during the fiscal year ended June 30, 2023 were \$301,786.26.

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 7.50% in State fiscal year 2022. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and an amortization of the unfunded accrued liability.

Special Funding Situation Component - Under N.J.S.A. 43:15A, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. One of such legislations, which legally obligate the State, is Chapter 133, P.L. 2001. This legislation increased the accrual rate from 1/60 to 1/55. In addition, it lowered the age required for a veteran benefit equal to 1/55 of highest 12-month compensation for each year of service from 60 to 55. Chapter 133, P.L. 2001 also established the Benefit Enhancement Fund (BEF) to fund the additional annual employer normal contribution due to the State's increased benefits. If the assets in the BEF are insufficient to cover the normal contribution for the increased benefits for a valuation period, the State will pay such amount for both the State and local employers. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The School District's contractually required contribution rate for the fiscal year ended June 30, 2023 was 18.26% of the School District's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2022, the School District's contractually required contribution to the pension plan for the fiscal year ended June 30, 2023 was \$184,825.00, and was paid by April 1, 2023. School District employee contributions to the Plan during the fiscal year ended June 30, 2023 were \$83,795.09.

Note 8: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****Contributions (Cont'd)**

Public Employees' Retirement System (Cont'd) - The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the School District, under Chapter 133, P.L. 2001, for the fiscal year ended June 30, 2023 was .42% of the School District's covered payroll.

Based on the most recent PERS measurement date of June 30, 2022, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2023 was \$4,654.00.

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with P.L. 2007, C. 92, and P.L. 2007, C. 103, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District contributes 3% of the employees' base salary, for each pay period.

For the fiscal year ended June 30, 2023, employee contributions totaled \$4,552.09, and the School District recognized pension expense, which equaled the required contributions, of \$3,352.14. There were no forfeitures during the fiscal year.

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**Teachers' Pension and Annuity Fund**

Pension Liability - At June 30, 2023, the School District was not required to report a liability for its proportionate share of the net pension liability for TPAF because of the 100% special funding situation by the State of New Jersey.

The State's proportionate share of net pension liability, however, attributable to the School District is as follows:

Proportionate Share of Net Pension Liability	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Employer	17,480,111.00
	<u>\$ 17,480,111.00</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 July 1, 2021. The total pension liability was calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2022. For the June 30, 2022 measurement date, the School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. At the June 30, 2022 measurement date, the School District proportion was 0.00% due to the 100% special funding situation with the State of New Jersey; however, the State's proportionate share of the TPAF net pension liability associated with the School District was .0338798502%, which was a decrease of .0020505634% from its proportion measured as of June 30, 2021.

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Teachers' Pension and Annuity Fund (Cont'd)**

Pension (Benefit) Expense - For the fiscal year ended June 30, 2023, the State's proportionate share of the pension (benefit) expense, associated with the School District, calculated by the Plan as of June 30, 2022 measurement date, was \$470,439.00. This on-behalf expense has been recognized by the School District in the government-wide financial statements.

Public Employees' Retirement System

Pension Liability - At June 30, 2023, there is no net pension liability associated with the special funding situation under Chapter 133, P.L. 2001, as there was no accumulated difference between the annual additional normal cost and the actual State contribution through the valuation date. The School District reported a liability of \$2,211,862.00 for its proportionate share of the net pension liability for PERS. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The total pension liability was calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2022. The School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2022 measurement date, the School District's proportion was .0146564601%, which was a decrease of .0000433619% from its proportion measured as of June 30, 2021.

Pension (Benefit) Expense - For the fiscal year ended June 30, 2023, the School District recognized pension (benefit) expense of \$(179,110.00), in the government-wide financial statements. This pension (benefit) expense was based on the pension plan's June 30, 2022 measurement date.

For the fiscal year ended June 30, 2023, the State's proportionate share of the pension (benefit) expense, associated with the School District, under Chapter 133, P.L. 2001, calculated by the Plan as of June 30, 2022 measurement date, was \$4,654.00. This on-behalf expense has been recognized by the School District in the government-wide financial statements.

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Public Employees' Retirement System (Cont'd)**

Deferred Outflows and Inflows of Resources - At June 30, 2023, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 15,964.00	\$ 14,078.00
Changes of Assumptions	6,853.00	331,203.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	91,547.00	-
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	-	95,326.00
School District Contributions Subsequent to the Measurement Date	200,459.00	-
	<u>\$ 314,823.00</u>	<u>\$ 440,607.00</u>

Deferred outflows of resources in the amount of \$200,459.00 will be included as a reduction of the net pension liability in the subsequent fiscal year, June 30, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30,</u>	
2024	\$ (237,818.00)
2025	(121,895.00)
2026	(65,403.00)
2027	99,163.00
2028	(290.00)
	<u>\$ (326,243.00)</u>

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Public Employees' Retirement System (Cont'd)**

Deferred Outflows and Inflows of Resources (Cont'd) - The other deferred outflows of resources and deferred inflows of resources related to pensions will be amortized over the following number of years:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>		<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience			Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:			Year of Pension Plan Deferral:		
June 30, 2017	5.48	-	June 30, 2018	5.00	-
June 30, 2018	-	5.63	June 30, 2019	5.00	-
June 30, 2019	5.21	-	June 30, 2020	5.00	-
June 30, 2020	5.16	-	June 30, 2021	5.00	-
June 30, 2021	-	5.13	June 30, 2022	5.00	-
June 30, 2022	-	5.04			
Changes of Assumptions			Changes in Proportion		
Year of Pension Plan Deferral:			Year of Pension Plan Deferral:		
June 30, 2017	-	5.48	June 30, 2017	5.48	5.48
June 30, 2018	-	5.63	June 30, 2018	5.63	5.63
June 30, 2019	-	5.21	June 30, 2019	5.21	5.21
June 30, 2020	-	5.16	June 30, 2020	5.16	5.16
June 30, 2021	5.13	-	June 30, 2021	5.13	5.13
June 30, 2022	-	5.04	June 30, 2022	5.04	5.04

Actuarial Assumptions

The net pension liabilities were measured as of June 30, 2022 and the total pension liabilities used to calculate the net pension liability were determined by an actuarial valuation as of July 1, 2021. The total pension liabilities were calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2022. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>TPAF</u>	<u>PERS</u>
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases:	2.75% - 5.65%	2.75% - 6.55%
	Based on Years of Service	Based on Years of Service
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience		
Study upon which Actuarial Assumptions were Based	July 1, 2018 - June 30, 2021	July 1, 2018 - June 30, 2021

Note 8: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)**

For TPAF, 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.

For PERS, 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.

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-US Developed Markets Equity	13.50%	8.38%
Emerging Market Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
High Yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%
	<u>100.00%</u>	

Note 8: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Discount Rate -**

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

Public Employees' Retirement System - 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 would be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments in determining the total pension liability.

Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate

Teachers' Pension and Annuity Fund (TPAF) - As previously mentioned TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. As such, the proportionate share of the net pension liability as of June 30, 2022, the Plan's measurement date, attributable to the School District is \$0.00. The following, however, presents the net pension liability of the State as of June 30, 2022 (Plan's measurement date), attributable to the School District, calculated using the discount rate of 7.00% as well as what the State's net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage-point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	20,495,802.00	17,480,111.00	14,939,771.00
	<u>\$ 20,495,802.00</u>	<u>\$ 17,480,111.00</u>	<u>\$ 14,939,771.00</u>

Note 8: PENSION PLANS (CONT'D)**Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)**

Public Employees' Retirement System (PERS) - The following presents the School District's proportionate share of the net pension liability at June 30, 2022, the Plan's measurement date, calculated using a discount rate of 7.00%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ 2,841,594.00	\$ 2,211,862.00	\$ 1,675,934.00

Pension Plan Fiduciary Net Position

For purposes of measuring the net pension liability, deferred outflows of resources, deferred inflows of resources related to pensions, and pension expense, information about the respective fiduciary net position of the TPAF and PERS and additions to/deductions from TPAF and PERS' respective fiduciary net position have been determined on the same basis as they are reported by TPAF and PERS. Accordingly, 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.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN****General Information about the OPEB Plan**

Plan Description and Benefits Provided - The State Health Benefit Local Education Retired Employees Plan (the "OPEB Plan") is a multiple-employer defined benefit OPEB plan, with a special funding situation, that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75 - *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*. The OPEB Plan is administered by the State of New Jersey Division of Pensions and Benefits (the "Division") and is part of the New Jersey State Health Benefits Program (SHBP). The Division issues a publicly available financial report that includes financial statements and required supplementary information which can be obtained by writing to or at the following website:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
<https://www.nj.gov/treasury/pensions/financial-reports.shtml>

The OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****General Information about the OPEB Plan (Cont'd)**

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

Employees Covered by Benefit Terms - At June 30, 2022, the OPEB Plan's measurement date, the entire State Health Benefit Local Education Retired Employees OPEB Plan consisted of the following members.

Active Plan Members	213,148
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	151,669
Inactive Plan Members Entitled to but Not Yet Receiving Benefit Payments	-
	<u>364,817</u>

Total Non-Employer OPEB Liability

The State of New Jersey, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to the OPEB Plan for qualified retired TPAF, PERS, PFRS and ABP pension participants. The School District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the School District did not recognize any portion of the collective net OPEB liability on the statement of net position.

The State's proportionate share of the net OPEB liability associated with the School District as of June 30, 2023 was \$24,024,551.00. Since the OPEB liability associated with the School District is 100% attributable to the State, the OPEB liability will be referred to as the total non-employer OPEB liability.

The total non-employer OPEB liability was measured as of June 30, 2022, and was determined by an actuarial valuation as of June 30, 2021, which was rolled forward to June 30, 2022. For the June 30, 2022 measurement date, the State's proportionate share of the non-employer OPEB liability associated with the School District was .0474357923%, which was a decrease of .0007671160% from its proportion measured as of June 30, 2021.

Actuarial Assumptions and Other Inputs - The actuarial assumptions and other inputs vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation at June 30, 2021, which was rolled forward to June 30, 2022, used the following actuarial assumptions, applied to all periods in the measurement:

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****Total Non-Employer OPEB Liability (Cont'd)****Salary Increases -**

	<u>TPAF/ABP</u> *	<u>PERS</u> *	<u>PFRS</u> *
Salary Increases	2.75% to 4.25%	2.75% to 6.55%	3.25% to 16.25%

* based on service years

Mortality Rates - 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 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.

Experience Studies - The actuarial assumptions used in the June 30, 2021 valuation, which was rolled forward to June 30, 2022, were based on the results of actuarial experience studies for the periods July 1, 2018 to June 30, 2021 for TPAF, PERS, and PFRS.

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

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****Changes in the Total Non-Employer OPEB Liability**

The below table summarizes the State's proportionate share of the change in the total non-employer OPEB liability associated with the School District:

Balance at June 30, 2022		\$ 28,925,433.00
Changes for the Year:		
Service Cost	\$ 1,146,158.00	
Interest Cost	636,677.00	
Changes in Benefit Terms	-	
Difference between Expected and Actual Experience	371,501.00	
Changes in Assumptions	(6,444,801.00)	
Member Contributions	20,231.00	
Gross Benefit Payments	<u>(630,648.00)</u>	
Net Changes		<u>(4,900,882.00)</u>
Balance at June 30, 2023		<u>\$ 24,024,551.00</u>

Differences between expected and actual experience reflect an increase in liability for the measurement period from June 30, 2021 to June 30, 2022 due to changes in the census and premium and claims experience.

Changes in assumptions reflect a decrease in the liability for the measurement period from June 30, 2021 to June 30, 2022 is due to the combined effect of the discount rate change; and changes in the trend, and experience study.

Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate - The State's proportionate share of the total non-employer OPEB liability as of June 30, 2022, associated with the School District, using a discount rate of 3.54%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used is as follows:

	1% Decrease <u>(2.54%)</u>	Current Discount Rate <u>(3.54%)</u>	1% Increase <u>(4.54%)</u>
State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the Employer	<u>\$ 28,238,333.00</u>	<u>\$ 24,024,551.00</u>	<u>\$ 20,647,416.00</u>

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****Changes in the Total Non-Employer OPEB Liability (Cont'd)**

Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Healthcare Cost Trend Rates - The State's proportionate share of the total non-employer OPEB liability as of June 30, 2022, associated with the School District, using a healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rate used is as follows:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the Employer	\$ 19,857,760.00	\$ 24,024,551.00	\$ 29,497,884.00

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

OPEB Expense - For the fiscal year ended June 30, 2023, the School District recognized \$444,116.00 in OPEB expense and revenue, in the government-wide financial statements, for the State's proportionate share of the OPEB Plan's OPEB expense, associated with the School District. This expense and revenue was based on the OPEB Plan's June 30, 2022 measurement date.

Deferred Outflows and Inflows of Resources - In accordance with GASBS No. 75, the School District's proportionate share of the OPEB liability is zero. As such, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources by the School District; however, at June 30, 2023, the State's proportionate share of the total non-employer OPEB liability's deferred outflows of resources and deferred inflows of resources, associated with School District, from the following sources are as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between Expected and Actual Experience	\$ 4,289,335.00	\$ 7,334,973.00
Changes of Assumptions	4,158,042.00	8,176,645.00
Changes in Proportion	352,295.00	1,459,657.00
	<u>\$ 8,799,672.00</u>	<u>\$ 16,971,275.00</u>

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Total Non-Employer OPEB Liability (Cont'd)**

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 School District, will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,	
2024	\$ (1,339,543.00)
2025	(1,339,543.00)
2026	(1,339,543.00)
2027	(1,168,033.00)
2028	(752,235.00)
Thereafter	<u>(2,232,706.00)</u>
	<u>\$ (8,171,603.00)</u>

Note 10: ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2023, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs and post-retirement medical costs related to TPAF, in the fund financial statements. The amounts recognized as revenues and expenditures in the fund financial statements for normal costs, non-contributory insurance, post-retirement medical costs, and long-term disability insurance were \$1,400,085.00, \$19,425.00, \$372,902.00, and \$385.00, respectively.

Note 11: RISK MANAGEMENT

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

Joint Insurance Fund - The School District is a member of the Gloucester, Cumberland, Salem School District Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation including Employer's Liability
 General Liability including Police Professional and Employee Benefit Liability
 Automobile Liability
 Blanket Crime including Public Employee Dishonesty
 Property Including Boiler and Machinery
 Public Officials and Employment Practices Liability
 Volunteer Directors and Officers Liability
 Cyber Liability

Note 11: RISK MANAGEMENT (CONT'D)

The following coverages are provided to the Fund's member local units by their membership in the Municipal Excess Liability Joint Insurance Fund (MEL):

Excess Workers' Compensation
 Excess General Liability
 Non-Owned Aircraft Liability
 Excess Auto Liability
 Fidelity and Performance (Blanket)
 Excess Property including Boiler and Machinery
 Crime including Excess Public Employee and Public Official Coverage

Environmental Impairment Liability coverage is provided to the Fund's member local units by the Fund's membership in the New Jersey Municipal Environmental Risk Management Fund.

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Banking and Insurance may order additional assessments to supplement the Fund's claim, loss retention, or administrative accounts to assure the payment of the Fund's obligations.

The School District's agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund, which is an insurance pool formed by all the other joint insurance funds.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report that can be obtained from:

Gloucester Cumberland Salem School District
 Joint Insurance Fund
 P.O. Box 449
 6000 Sagamore Drive, Suite 6203
 Marlton, New Jersey 08053

Note 12: DEFERRED COMPENSATION

The School District offers its employees a choice of four (4) deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457. The plans, which are administered by the entities listed below, 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. The plan administrators are as follows:

AXA/Equitable Life Insurance
 Siracusa Benefits Program
 Lincoln Investment Planning, Inc.
 Great American

Note 13: COMPENSATED ABSENCES

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

Note 13: COMPENSATED ABSENCES (CONT'D)

School District employees who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. School District employees who are employed for twelve months are entitled to twelve paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. School District employees are entitled to two personal days that may be carried forward to subsequent years. Vacation days not used during the year may not be accumulated and carried forward. Benefits paid in any future year will be calculated according to formulas outlined in the School Districts' agreements with the various employee unions and included in the current years' budget.

The liability for vested compensated absences is recorded within those funds as the benefits accrue to employees. At June 30, 2023, the liability for compensated absences reported on the government-wide statement of net position was \$50,551.63.

Note 14: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the School District expects such amount, if any, to be immaterial.

Litigation - The School District is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the School District, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Note 15: CONCENTRATIONS

The School District depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the School District is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

Note 16: FUND BALANCES**NONSPENDABLE**

As stated in note 1, the nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The District did not have any nonspendable fund balances as of June 30, 2023.

RESTRICTED

As stated in note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows:

General Fund

For Capital Reserve Account - As of June 30, 2023, the balance in the capital reserve account is \$836,721.17. These funds are restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan (LRFP).

Note 16: FUND BALANCES (CONT'D)**RESTRICTED (CONT'D)**

For Maintenance Reserve Account - As of June 30, 2023, the balance in the maintenance reserve account is \$591,830.68. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701).

For Excess Surplus - In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of a required calculation. New Jersey school districts are required to restrict 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 at June 30, 2023 is \$445,365.44. Additionally, \$537,525.06 of excess fund balance generated during 2021-2022 has been restricted and designated for utilization in the 2023-2024 budget.

Special Revenue Fund

For Student Activities - In accordance with N.J.A.C. 6A:23A-16.12(c), each school district shall ensure through adoption of a formal board policy that all financial and bookkeeping controls are adequate to ensure appropriate fiscal accountability and sound business practices for funds collected for student activities. As such, borrowing from student activity funds is prohibited. The balance of these funds as of June 30, 2023 is \$13,539.92.

COMMITTED

As stated in note 1, the committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which is the Board of Education. The District did not have any committed fund balances as of June 30, 2023.

ASSIGNED

As stated in note 1, the assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. Specific assignments of the School District's fund balance are summarized as follows:

General Fund

For Subsequent Year's Expenditures - The School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2024 \$261,215.94 of general fund balance at June 30, 2023.

Other Purposes - As of June 30, 2023, the School District had \$21,745.00 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

UNASSIGNED

As stated in note 1, the unassigned fund balance classification represents fund balance that has not been restricted, committed, or assigned to specific purposes. The School District's unassigned fund balance is summarized as follows:

General Fund - As of June 30, 2023, \$333,321.00 of general fund balance was unassigned.

Note 17: SUBSEQUENT EVENTS

COVID-19 - On January 30, 2020, the World Health Organization (“WHO”) announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the “COVID-19 outbreak”) and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the School District’s financial condition, liquidity, and future results of operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the School District is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for fiscal year 2024.

**REQUIRED SUPPLEMENTARY INFORMATION
PART II**

BUDGETARY COMPARISON SCHEDULES

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ending June 30, 2023

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 10,934,392.00		\$ 10,934,392.00	\$ 10,934,392.00	
Unrestricted Miscellaneous Revenue	4,100.00		4,100.00	188,884.24	\$ 184,784.24
Interest Earned on Maintenance Reserve	1,000.00		1,000.00	3,119.47	2,119.47
Interest Earned on Capital Reserve Funds	1,500.00		1,500.00	4,481.25	2,981.25
Total - Local Sources	10,940,992.00	-	10,940,992.00	11,130,876.96	189,884.96
State Sources:					
Transportation Aid	272,578.00		272,578.00	272,578.00	
Special Education Aid	389,784.00		389,784.00	389,784.00	
Security Aid	133,562.00		133,562.00	133,562.00	
Extraordinary Aid				129,532.00	129,532.00
Other State Aid				6,864.00	6,864.00
On-Behalf T.P.A.F. Pension Contributions (non-budgeted)					
Normal Cost				1,400,085.00	1,400,085.00
Non-Contributory Insurance				19,425.00	19,425.00
Post-Retirement Medical				372,902.00	372,902.00
Long-Term Disability Insurance Contribution				385.00	385.00
Reimbursed T.P.A.F. Social Security Contributions (non-budgeted)				298,770.82	298,770.82
Total - State Sources	795,924.00	-	795,924.00	3,023,887.82	2,227,963.82
Total Revenues	11,736,916.00	-	11,736,916.00	14,154,764.78	2,417,848.78
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Preschool	142,851.00		142,851.00	142,691.00	160.00
Kindergarten	195,728.00	\$ (24,940.32)	170,787.68	160,217.32	10,570.36
Grades 1-5	1,218,943.00	(10,288.01)	1,208,654.99	1,208,654.99	
Grades 6-8	949,551.00	(6,738.45)	942,812.55	942,812.55	
Home Instruction:					
Salaries of Teachers	1,500.00	(975.00)	525.00	525.00	
Purchased Professional/Educational Services	3,000.00	6,800.00	9,800.00	9,800.00	
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	86,774.00		86,774.00	85,710.00	1,064.00
Purchased Professional/Educational Services	86,858.00	(11,575.00)	75,283.00	64,983.76	10,299.24
Other Purchased Services (400-500 series)	107,350.00	1,429.95	108,779.95	91,651.18	17,128.77
General Supplies	69,845.28	(3,163.31)	66,681.97	49,823.74	16,858.23
Misc.	10,318.00		10,318.00	5,529.40	4,788.60
Total - Regular Programs	2,872,718.28	(49,450.14)	2,823,268.14	2,762,398.94	60,869.20
Special Education Instruction - Resource Room/Resource Center:					
Salaries of Teachers	584,282.00	18,836.16	603,118.16	603,118.16	
Other Salaries for Instruction	301,112.00	(42,870.96)	258,241.04	258,241.04	
Purchased Professional/Educational Services	13,784.00	(9,672.30)	4,111.70	4,111.70	
General Supplies	2,200.00	(1,616.65)	583.35	580.85	2.50
Total Special Education Instruction - Resource Room/Resource Center	901,378.00	(35,323.75)	866,054.25	866,051.75	2.50
Total - Special Education	901,378.00	(35,323.75)	866,054.25	866,051.75	2.50
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	41,612.00	(2,457.20)	39,154.80	39,154.80	
General Supplies	500.00	(500.00)			
Total - Basic Skills/Remedial - Instruction	42,112.00	(2,957.20)	39,154.80	39,154.80	-
School-Sponsored Co/Extra-Curricular Activities - Instruction:					
Salaries	31,050.00	(3,046.59)	28,003.41	21,158.52	6,844.89
General Supplies	500.00	(107.41)	392.59	392.59	
Total - School-sponsored Co/Extra-curricular Activities - Instruction	31,550.00	(3,154.00)	28,396.00	21,551.11	6,844.89
TOTAL INSTRUCTION	3,847,758.28	(90,885.09)	3,756,873.19	3,689,156.60	67,716.59
Undistributed Expenditures - Instruction:					
Tuition to Other LEA's Within the State - Regular	1,106,273.00	(31,244.00)	1,075,029.00	1,075,029.00	
Tuition to Other LEA's Within the State - Special	159,970.00	(53,799.12)	106,170.88	106,170.88	
Tuition to County Vocational School	247,104.00	(7,780.00)	239,324.00	239,324.00	
Tuition to County Special Services and Regional Day Schools	160,720.00	191,129.80	351,849.80	351,849.80	
Tuition to Private Schools for the Disabled within the State	72,647.00	(9,477.25)	63,169.75	63,169.75	
Total - Undistributed Expenditures - Instruction	1,746,714.00	88,829.43	1,835,543.43	1,835,543.43	-

(Continued)

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ending June 30, 2023

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
Expenditures (Cont'd):					
Current Expense (Cont'd):					
Undistributed Expenditures - Attendance and Social Work Services:					
Purchased Professional/Technical Services	\$ 2,000.00		\$ 2,000.00		\$ 2,000.00
Undistributed Expenditures - Health Services:					
Other Professional Salaries	117,467.00	\$ 7,831.57	125,298.57	\$ 124,853.00	445.57
Purchased Professional and Technical Services	83,036.00	(27,072.10)	55,963.90	54,117.00	1,846.90
Other Purchased Services (400-500 series)	1,020.00		1,020.00	614.27	405.73
Supplies and Materials	5,790.00	(384.83)	5,405.17	4,744.30	660.87
Other Objects	188.00		188.00	186.50	1.50
Total - Undistributed Expenditures - Health Services	207,501.00	(19,625.36)	187,875.64	184,515.07	3,360.57
Undistributed Expenditures - Speech, Occupational Therapy, Physical Therapy, and Related Services:					
Salaries	57,057.00	(1,291.00)	55,766.00	55,766.00	
Purchased Professional Educational Services	62,320.00	25,430.38	87,750.38	87,750.38	
General Supplies	1,690.00	(1,379.20)	310.80	310.80	
Total - Undistributed Expenditures - Speech, Occupational Therapy, Physical Therapy, and Related Services	121,067.00	22,760.18	143,827.18	143,827.18	-
Undistributed Expenditures - Guidance					
Salaries of Other Professional Staff	203,905.00	(42,774.30)	161,130.70	161,130.70	
General Supplies		476.07	476.07	476.07	
Total Undistributed Expenditures - Guidance	203,905.00	(42,298.23)	161,606.77	161,606.77	-
Undistributed Expenditures - Child Study Teams					
Salaries of Other Professional Staff	283,028.00	(10,315.33)	272,712.67	272,049.18	663.49
Salaries of Secretarial and Clerical Assistants	48,486.00	(8,438.38)	40,047.62	40,047.62	
Purchased Professional Educational Services	16,550.00	208.00	16,758.00	15,899.21	858.79
Other Purchased Professional and Technical Services	9,245.00	44.17	9,289.17	9,289.17	
Other Purchased Services (400-500)	1,720.00	220.80	1,940.80	1,940.80	
Supplies and Materials	3,607.00	1,771.07	5,378.07	5,378.07	
Other Objects	845.00		845.00	845.00	
Total Undistributed Expenditures - Child Study Team	363,481.00	(16,509.67)	346,971.33	345,449.05	1,522.28
Undistributed Expenditures - Improvement of Instruction Services:					
Salaries of Other Professional Staff	2,800.00	(612.50)	2,187.50	1,347.50	840.00
Salaries of Secretarial and Clerical Assistants	66,005.00	(3,333.67)	62,671.33	62,671.33	
Other Salaries	81,796.00	3,274.00	85,070.00	85,070.00	
Other Purchased Services (400-500)	8,622.00	(1,018.68)	7,603.32	7,603.32	
Other Objects	154.00		154.00	154.00	
Total Undistributed Expenditures- Improvement of Instruction Services	159,377.00	(1,690.85)	157,686.15	156,846.15	840.00
Undistributed Expenditures - Educational Media Services/School Library:					
Salaries of Technology Coordinators	100,892.00	(5,186.21)	95,705.79	95,476.08	229.71
Purchased Technical Services	6,000.00		6,000.00	6,000.00	
Other Purchased Services	85,876.00	(11,256.80)	74,619.20	33,208.59	41,410.61
General Supplies	106,150.00	(12,703.25)	93,446.75	77,788.47	15,658.28
Total Undistributed Expenditures - Educational Media Services/School Library	298,918.00	(29,146.26)	269,771.74	212,473.14	57,298.60
Undistributed Expenditures - Instructional Staff Training Services:					
Other Purchased Services	8,131.00	(6,007.17)	2,123.83	1,675.83	448.00
Undistributed Expenditures - Support Services - General Administration:					
Salaries-Other Professional Services	126,275.00	(12.08)	126,262.92	126,262.92	
Legal Services	25,245.00	54,936.40	80,181.40	80,181.40	
Audit Fees	29,000.00		29,000.00	29,000.00	
Other Purchased Professional Services	17,690.00	10,790.00	28,480.00	16,303.41	12,176.59
Purchased Technical Services	4,071.00	(1,371.00)	2,700.00	2,700.00	
Communications / Telephone	56,001.00	(14,493.78)	41,507.22	41,507.22	
BOE Other Purchased Services	1,975.00	463.00	2,438.00	2,438.00	
Miscellaneous Purchased Services	22,360.00	(707.31)	21,652.69	21,601.92	50.77
General Supplies	1,621.00	(872.25)	748.75	748.75	
BOE In-House Training/Meeting Supplies	670.00	(606.71)	63.29	63.29	
Miscellaneous Expenditures	2,278.00	(171.00)	2,107.00	2,107.00	
BOE Membership Dues and Fees	6,186.00	(0.55)	6,185.45	6,185.45	
Total Undistributed Expenditures - Support Services - General Administration	293,372.00	47,954.72	341,326.72	329,099.36	12,227.36

(Continued)

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ending June 30, 2023

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
Expenditures (Cont'd):					
Current Expense (Cont'd):					
Undistributed Expenditures - Support Services - School Administration:					
Salaries of Principals / Assistant Principals	\$ 117,874.00	\$ 5,458.40	\$ 123,332.40	\$ 123,332.40	
Salaries of Secretarial and Clerical Assistants	60,486.00	(1,165.33)	59,320.67	59,320.67	
Other Purchased Services (400-500)	823.00	(300.00)	523.00	523.00	
Supplies and Materials	4,766.00	(1,687.30)	3,078.70	3,078.70	
Other Objects	1,561.00	(25.00)	1,536.00	1,536.00	
Total Undistributed Expenditures- Support Services - School Administration	185,510.00	2,280.77	187,790.77	187,790.77	-
Undistributed Expenditures - Central Services:					
Salaries-Other Professional Services	202,372.00	423.20	202,795.20	202,795.20	
Purchased Professional Services	2,770.00	(671.91)	2,098.09	1,217.14	\$ 880.95
Purchased Technical Services	14,836.00	(232.81)	14,603.19	14,603.19	
Miscellaneous Purchased Services	2,581.00	(322.92)	2,258.08	2,258.08	
Supplies and Materials	2,960.00	386.45	3,346.45	3,346.45	
Miscellaneous Expenditures	1,090.00		1,090.00	1,090.00	
Total Undistributed Expenditures - Central Services	226,609.00	(417.99)	226,191.01	225,310.06	880.95
Undistributed Expenditures - Required Maintenance for School Facilities:					
Other Salaries	221,378.00	(28,032.94)	193,345.06	188,963.58	4,381.48
Cleaning, Repair, and Maintenance Services	133,352.00		133,352.00	89,191.31	44,160.69
Total Undistributed Expenditures - Required Maintenance for School Facilities	354,730.00	(28,032.94)	326,697.06	278,154.89	48,542.17
Undistributed Expenditures - Custodial Services:					
Salaries	354,671.00	(21,630.47)	333,040.53	333,040.53	
Salaries-Non-Instructional Aides	24,689.00	(2,438.36)	22,250.64	22,250.64	
Purchased Professional and Technical Services	7,501.00		7,501.00	6,652.39	848.61
Cleaning, Repair, and Maintenance	39,386.00	(140.86)	39,245.14	36,505.82	2,739.32
Other Purchased Property Services	5,409.00	(234.89)	5,174.11	5,174.11	
Insurance	44,017.00	(715.00)	43,302.00	43,302.00	
Miscellaneous Purchased Services	500.00	(105.82)	394.18	394.18	
General Supplies	71,127.00	23,205.78	94,332.78	94,332.78	
Natural Gas	98,390.00	(9,290.79)	89,099.21	74,032.70	15,066.51
Energy (Heat and Electricity)	317,564.00	(52,726.15)	264,837.85	180,145.19	84,692.66
Other Objects	595.00	(137.00)	458.00	458.00	
Total Undistributed Expenditures - Custodial Services	963,849.00	(64,213.56)	899,635.44	796,288.34	103,347.10
Undistributed Expenditures - Security:					
Purchased Professional and Technical Services	122,848.00	(1,143.00)	121,705.00	121,705.00	
Cleaning, Repair, and Maintenance	10,000.00	4,079.34	14,079.34	4,437.04	9,642.30
General Supplies	11,529.65	(7,008.23)	4,521.42	4,521.42	
Total Undistributed Expenditures - Security	144,377.65	(4,071.89)	140,305.76	130,663.46	9,642.30
Undistributed Expenditures - Student Transportation Services:					
Salaries for Pupil Transportation (Between Home and School) - Regular	8,805.00		8,805.00	8,805.00	
Salaries for Pupil Transportation (Between Home and School) - Special Ed.	8,805.00		8,805.00	8,805.00	
Aid in Lieu - Non-Public	28,000.00	(7,725.13)	20,274.87	20,274.87	
Aid in Lieu - Charter	8,000.00	(6,467.00)	1,533.00	1,533.00	
Aid in Lieu - School Choice	15,000.00	(1,714.00)	13,286.00	13,286.00	
Contracted Services (Between Home and School) - Vendors	571,010.00	(63,419.18)	507,590.82	507,590.82	
Contracted Services (Other Than Between Home and School) - Vendors	10,000.00	(6,797.50)	3,202.50	3,202.50	
Contracted Services (Between Home and School) - Joint Agreements		180,648.00	180,648.00	180,648.00	
Contracted Services (Special Education) - Vendors	306,901.00	90,931.93	397,832.93	397,832.93	
Contracted Services (Special Education) - Joint Agreements	6,450.00	491.00	6,941.00	6,941.00	
Miscellaneous Purchased Services - Transportation	4,381.00	444.13	4,825.13	4,825.13	
General Supplies	1,000.00	(390.64)	609.36	609.36	
Total Undistributed Expenditures - Student Transportation Services	968,352.00	186,001.61	1,154,353.61	1,154,353.61	-
Unallocated Benefits - Employee Benefits:					
Group Insurance	855.00	14.03	869.03	869.03	
Social Security Contributions	116,009.00	(5,907.12)	110,101.88	110,101.88	
Other Retirement Contributions - Regular	196,442.00	(4,794.87)	191,647.13	191,647.13	
Unemployment Compensation	21,177.00	(452.22)	20,724.78	20,724.78	
Worker's Compensation	41,390.00	(672.00)	40,718.00	40,718.00	
Health Benefits	1,436,893.00	52,878.90	1,489,771.90	1,486,835.48	2,936.42
Tuition Reimbursement	21,000.00	(3,701.06)	17,298.94	17,298.94	
Other Employee Benefits	6,854.00	146.64	7,000.64	7,000.64	
Unused Sick Payments		3,265.00	3,265.00	3,265.00	
Total Unallocated Benefits - Employee Benefits	1,840,620.00	40,777.30	1,881,397.30	1,878,460.88	2,936.42

(Continued)

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 General Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ending June 30, 2023

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
Expenditures (Cont'd):					
Current Expense (Cont'd):					
On-Behalf T.P.A.F. Pension Contributions (Non-Budgeted)					
Normal Cost				\$ 1,400,085.00	\$ (1,400,085.00)
Non-Contributory Insurance				19,425.00	(19,425.00)
Post-Retirement Medical				372,902.00	(372,902.00)
Long-Term Disability Insurance Contribution				385.00	(385.00)
Reimbursed T.P.A.F. Social Security Contributions (Non-Budgeted)				298,770.82	(298,770.82)
Total On-Behalf T.P.A.F. Social Security/Pension Contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,091,567.82</u>	<u>(2,091,567.82)</u>
Total Undistributed Expenditures	<u>\$ 8,088,513.65</u>	<u>\$ 176,590.09</u>	<u>\$ 8,265,103.74</u>	<u>10,113,625.81</u>	<u>(1,848,522.07)</u>
Total Current Expense	<u>11,936,271.93</u>	<u>85,705.00</u>	<u>12,021,976.93</u>	<u>13,802,782.41</u>	<u>(1,780,805.48)</u>
Capital Expenditures:					
Assessment for Debt Service on SDA Funding	2,097.00		2,097.00	2,097.00	
Total Capital Expenditures	<u>2,097.00</u>	<u>-</u>	<u>2,097.00</u>	<u>2,097.00</u>	<u>-</u>
Total Capital Outlay	<u>2,097.00</u>	<u>-</u>	<u>2,097.00</u>	<u>2,097.00</u>	<u>-</u>
Special Schools:					
Summer School - Instruction					
Salaries of Teachers	11,760.00		11,760.00		11,760.00
Other Salaries for Instruction	2,940.00		2,940.00		2,940.00
Total Special Schools	<u>14,700.00</u>	<u>-</u>	<u>14,700.00</u>	<u>-</u>	<u>14,700.00</u>
Transfer of Funds to Charter Schools	186,430.00	(85,705.00)	100,725.00	100,725.00	
Total Expenditures	<u>12,139,498.93</u>	<u>-</u>	<u>12,139,498.93</u>	<u>13,905,604.41</u>	<u>(1,766,105.48)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(402,582.93)</u>	<u>-</u>	<u>(402,582.93)</u>	<u>249,160.37</u>	<u>651,743.30</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(402,582.93)</u>	<u>-</u>	<u>(402,582.93)</u>	<u>249,160.37</u>	<u>651,743.30</u>
Fund Balances, July 1	<u>2,824,774.92</u>		<u>2,824,774.92</u>	<u>2,824,774.92</u>	
Fund Balances, June 30	<u>\$ 2,422,191.99</u>	<u>\$ -</u>	<u>\$ 2,422,191.99</u>	<u>\$ 3,073,935.29</u>	<u>\$ 651,743.30</u>
Recapitulation:					
Restricted:					
Capital Reserve				\$ 836,721.17	
Maintenance Reserve				591,830.68	
Excess Surplus				445,365.44	
Excess Surplus Designated for Subsequent Year's Expenditures				537,525.06	
Assigned:					
Designated for Subsequent Year's Expenditures:					
General Fund Balance				261,215.94	
Encumbrances				21,745.00	
Unassigned Fund Balance				<u>379,532.00</u>	
				<u>3,073,935.29</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment Not Recognized on GAAP Basis				<u>46,211.00</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 3,027,724.29</u>	

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Special Revenue Fund
 Budgetary Comparison Schedule
 For the Fiscal Year Ending June 30, 2023

	Original <u>Budget</u>	Budget <u>Transfers</u>	Original/ Final <u>Budget</u>	<u>Actual</u>	Variance Positive (Negative) <u>Final to Actual</u>
REVENUES:					
State Sources	\$ 100,718.00	\$ 6,786.00	\$ 107,504.00	\$ 96,626.97	\$ (10,877.03)
Federal Sources	1,411,619.60	1,888.04	1,413,507.64	435,304.35	(978,203.29)
Other Sources	<u>23,337.00</u>	<u>8,160.00</u>	<u>31,497.00</u>	<u>20,775.11</u>	<u>(10,721.89)</u>
Total Revenues	<u>1,535,674.60</u>	<u>16,834.04</u>	<u>1,552,508.64</u>	<u>552,706.43</u>	<u>(999,802.21)</u>
EXPENDITURES:					
Instruction:					
Salaries of Teachers	204,016.40		204,016.40	70,232.00	133,784.40
Purchased Technical Services	13,299.00		13,299.00	10,535.48	2,763.52
Tuition	205,345.00	6,786.00	212,131.00	199,074.61	13,056.39
General Supplies	85,122.95	4,968.04	90,090.99	73,454.50	16,636.49
Other Objects	<u>2,160.00</u>	<u>2,160.00</u>	<u>2,160.00</u>	<u>2,160.00</u>	<u>0.00</u>
Total Instruction	<u>507,783.35</u>	<u>13,914.04</u>	<u>521,697.39</u>	<u>355,456.59</u>	<u>166,240.80</u>
Support Services:					
Other Salaries	81,062.25		81,062.25	35,739.50	45,322.75
Other Employee Benefits	56,911.93		56,911.93	32,313.56	24,598.37
Purchased Educational Services	10,528.00		10,528.00	10,528.00	0.00
Purchased Technical Services	86,062.07	500.00	86,562.07	58,137.67	28,424.40
Other Purchased Services	13,568.00	920.00	14,488.00	14,488.00	0.00
Cleaning, Repair, and Maintenance Services	24,837.00		24,837.00	6,500.00	18,337.00
General Supplies	17,771.00	1,500.00	19,271.00	19,270.00	1.00
Student Activities	<u>14,098.09</u>		<u>14,098.09</u>	<u>14,098.09</u>	<u>(0.00)</u>
Total Support Services	<u>290,740.25</u>	<u>2,920.00</u>	<u>293,660.25</u>	<u>191,074.82</u>	<u>84,248.43</u>
Facilities Acquisition and Construction Services:					
Instructional Equipment	43,691.00		43,691.00	5,998.00	37,693.00
Non-Instructional Equipment	<u>693,460.00</u>		<u>693,460.00</u>		<u>693,460.00</u>
Total Facilities Acquisition and Construction Services	<u>737,151.00</u>	<u>-</u>	<u>737,151.00</u>	<u>5,998.00</u>	<u>731,153.00</u>
Total Expenditures	<u>1,535,674.60</u>	<u>16,834.04</u>	<u>1,552,508.64</u>	<u>552,529.41</u>	<u>981,642.23</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>177.02</u>	<u>(18,159.98)</u>
Fund Balance -- July 1				<u>13,362.90</u>	
Fund Balance -- June 30				<u>\$ 13,539.92</u>	
Recapitulation:					
Restricted:					
Student Activities				<u>\$ 13,539.92</u>	

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 Note to RSI
 For the Fiscal Year Ending June 30, 2023

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources / Inflows of Resources:		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule (C-series)	\$ 14,154,764.78	\$ 552,706.43
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) received July 2022.	74,081.00	
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) received July 2023.	<u>(46,211.00)</u>	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 14,182,634.78</u>	<u>\$ 552,706.43</u>
Uses / Outflows of Resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 13,905,604.41	\$ 552,529.41
Difference - Budget to GAAP: Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes. Current Year		
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	<u>\$ 13,905,604.41</u>	<u>\$ 552,529.41</u>

**REQUIRED SUPPLEMENTARY INFORMATION
PART III**

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Required Supplementary Information
 Schedule of the School District's Proportionate Share of the Net Pension Liability
 Public Employees' Retirement System (PERS)
 Last Ten Plan Years

	Measurement Date Ending June 30,									
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
School District's Proportion of the Net Pension Liability	0.0146564601%	0.0146998220%	0.0150694333%	0.0151997670%	0.0154395862%	0.0160188999%	0.0144700660%	0.0145286006%	0.0160969580%	0.0164384018%
School District's Proportionate Share of the Net Pension Liability	\$ 2,211,862.00	\$ 1,741,414.00	\$ 2,457,430.00	\$ 2,738,805.00	\$ 3,039,978.00	\$ 3,728,944.00	\$ 4,285,619.00	\$ 3,261,380.00	\$ 3,013,791.00	\$ 3,141,705.00
School District's Covered Payroll (Plan Measurement Period)	\$ 1,076,104.00	\$ 1,151,796.00	\$ 1,165,096.00	\$ 1,148,688.00	\$ 1,158,484.00	\$ 1,140,544.00	\$ 1,106,244.00	\$ 1,078,628.00	\$ 1,194,860.00	\$ 1,213,828.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	205.54%	151.19%	210.92%	238.43%	262.41%	326.94%	387.40%	302.36%	252.23%	258.83%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Required Supplementary Information
 Schedule of the School District's Contributions
 Public Employees' Retirement System (PERS)
 Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 200,459.00	\$ 184,825.00	\$ 172,152.00	\$ 164,852.00	\$ 147,853.00	\$ 153,574.00	\$ 148,398.00	\$ 128,550.00	\$ 124,907.00	\$ 132,701.00
Contributions in Relation to the Contractually Required Contribution	<u>(200,459.00)</u>	<u>(184,825.00)</u>	<u>(172,152.00)</u>	<u>(164,852.00)</u>	<u>(147,853.00)</u>	<u>(153,574.00)</u>	<u>(148,398.00)</u>	<u>(128,550.00)</u>	<u>(124,907.00)</u>	<u>(132,701.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District's Covered Payroll (Fiscal Year)	\$ 1,097,640.00	\$ 1,133,711.00	\$ 1,006,109.00	\$ 1,091,454.00	\$ 1,090,486.00	\$ 1,063,641.00	\$ 1,079,644.00	\$ 1,026,998.00	\$ 1,024,255.00	\$ 1,013,312.00
Contributions as a Percentage of School District's Covered Payroll	18.26%	16.30%	17.11%	15.10%	13.56%	14.44%	13.75%	12.52%	12.19%	13.10%

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Required Supplementary Information
 Schedule of the School District's Proportionate Share of the Net Pension Liability
 Teachers' Pension and Annuity Fund (TPAF)
 Last Ten Plan Years

	Measurement Date Ending June 30,									
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
School District's Proportion of the Net Pension Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportion of the Net Pension Liability Associated with the School District	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>
	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability Associated with the School District	<u>17,480,111.00</u>	<u>17,273,614.00</u>	<u>23,426,819.00</u>	<u>23,191,708.00</u>	<u>23,796,431.00</u>	<u>25,263,725.00</u>	<u>28,743,185.00</u>	<u>23,507,918.00</u>	<u>19,308,404.00</u>	<u>18,698,603.00</u>
	<u>\$ 17,480,111.00</u>	<u>\$ 17,273,614.00</u>	<u>\$ 23,426,819.00</u>	<u>\$ 23,191,708.00</u>	<u>\$ 23,796,431.00</u>	<u>\$ 25,263,725.00</u>	<u>\$ 28,743,185.00</u>	<u>\$ 23,507,918.00</u>	<u>\$ 19,308,404.00</u>	<u>\$ 18,698,603.00</u>
School District's Covered Payroll (Plan Measurement Period)	\$ 4,624,260.00	\$ 4,507,040.00	\$ 4,616,500.00	\$ 4,453,144.00	\$ 4,644,176.00	\$ 4,554,444.00	\$ 4,603,572.00	\$ 4,300,536.00	\$ 4,308,556.00	\$ 4,158,024.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	378.01%	383.26%	507.46%	520.79%	512.39%	554.70%	624.37%	546.63%	448.14%	449.70%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Required Supplementary Information
Schedule of School District's Contributions
Teachers' Pension and Annuity Fund (TPAF)
Last Ten Fiscal Years

This schedule is not applicable.

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

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Notes to Required Supplementary Information - Part III
For the Fiscal Year Ended June 30, 2023

Teachers' Pension and Annuity Fund (TPAF)

Changes in Benefit Terms:

The Division of Pensions and Benefits adopted a new policy regarding the crediting of interest on member contributions for the purpose of refund of accumulated deductions. Previously, after termination of employment, but prior to retirement or death, interest was credited on member accumulated deductions at the valuation interest rate for the entire period. Effective July 1, 2018, interest is only credited at the valuation interest rate for the first two years of inactivity prior to retirement or death.

Changes in Assumptions:

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

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

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

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

For 2022, demographic assumptions were updated to reflect the most recent experience study for the period July 1, 2018 to June 30, 2021.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms:

The Division of Pensions and Benefits adopted a new policy regarding the crediting of interest on member contributions for the purpose of refund of accumulated deductions. Previously, after termination of employment, but prior to retirement or death, interest was credited on member accumulated deductions at the valuation interest rate for the entire period. Effective July 1, 2018, interest is only credited at the valuation interest rate for the first two years of inactivity prior to retirement or death.

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

Changes in Assumptions:

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

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

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

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

For 2022, demographic assumptions were updated to reflect the most recent experience study for the period July 1, 2018 to June 30, 2021.

**REQUIRED SUPPLEMENTARY INFORMATION
PART IV**

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Required Supplementary Information
 Schedule of Changes in the School District's Total OPEB Liability and Related Ratios
 Last Six Plan Years

	<u>Measurement Date Ending June 30,</u>		
	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total Non-Employer OPEB Liability - State's Proportionate Share of the Total OPEB Liability Associated with the School District			
Changes for the Year:			
Service Cost	\$ 1,146,158.00	\$ 1,343,825.00	\$ 786,828.00
Interest Cost	636,677.00	750,356.00	747,176.00
Changes in Benefit Terms		(30,788.00)	
Difference Between Expected and Actual Experience	371,501.00	(5,762,611.00)	5,296,648.00
Changes in Assumptions	(6,444,801.00)	28,537.00	6,058,654.00
Gross Benefit Payments	(630,648.00)	(591,071.00)	(577,428.00)
Member Contributions	<u>20,231.00</u>	<u>19,183.00</u>	<u>17,502.00</u>
Net Change in Total Non-Employer OPEB Liability	(4,900,882.00)	(4,242,569.00)	12,329,380.00
Total Non-Employer OPEB Liability - July 1	<u>28,925,433.00</u>	<u>33,168,002.00</u>	<u>20,838,622.00</u>
Total Non-Employer OPEB Liability - June 30	<u>\$ 24,024,551.00</u>	<u>\$ 28,925,433.00</u>	<u>\$ 33,168,002.00</u>
School District's Covered Payroll (Plan Measurement Period)	<u>\$ 5,058,191.00</u>	<u>\$ 4,867,712.00</u>	<u>\$ 4,868,513.00</u>
State's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the School District as a Percentage of Covered Payroll	474.96%	594.23%	681.28%

	<u>Measurement Date Ending June 30,</u>		
	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total Non-Employer OPEB Liability - State's Proportionate Share of the Total OPEB Liability Associated with the School District			
Changes for the Year:			
Service Cost	\$ 772,993.00	\$ 866,326.00	\$ 1,047,551.00
Interest Cost	917,924.00	964,979.00	838,600.00
Difference Between Expected and Actual Experience	(3,795,656.00)	(1,695,092.00)	
Changes in Assumptions	310,706.00	(2,668,441.00)	(3,580,873.00)
Gross Benefit Payments	(639,684.00)	(621,787.00)	(611,153.00)
Member Contributions	<u>18,962.00</u>	<u>21,490.00</u>	<u>22,504.00</u>
Net Change in Total Non-Employer OPEB Liability	(2,414,755.00)	(3,132,525.00)	(2,283,371.00)
Total Non-Employer OPEB Liability - July 1	<u>23,253,377.00</u>	<u>26,385,902.00</u>	<u>28,669,273.00</u>
Total Non-Employer OPEB Liability - June 30	<u>\$ 20,838,622.00</u>	<u>\$ 23,253,377.00</u>	<u>\$ 26,385,902.00</u>
School District's Covered Payroll (Plan Measurement Period)	<u>\$ 5,017,799.00</u>	<u>\$ 4,940,873.00</u>	<u>\$ 4,993,011.00</u>
State's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the School District as a Percentage of Covered Payroll	415.29%	470.63%	528.46%

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Notes to Required Supplementary Information - Part IV
For the Fiscal Year Ended June 30, 2023

Changes in Benefit Terms:

None.

Changes in Assumptions:

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

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

In addition to changes in the discount rate, other factors that affected the valuation of the net OPEB liability included update in trend and experience study.

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 is 5.00%.

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
SPECIAL REVENUE FUND
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ending June 30, 2023

	Title I - A	Title II - A	Title IV - A	I.D.E.A. Part B	ARP I.D.E.A. Part B	I.D.E.A. Part B Pre-School	ARP I.D.E.A. Part B Pre-School	Non Public					Total Carried Forward
								Handicapped	Nursing	Security	Basic Skills	Non Public Textbooks	
REVENUES:													
State Sources								\$ 34,453.11	\$ 10,528.00	\$ 19,270.00	\$ 20,044.50	\$ 6,171.36	\$ 90,466.97
Federal Sources	\$ 67,800.67	\$ 14,507.00	\$ 9,956.92	\$ 169,579.88	\$ 1,037.12	\$ 10,640.00	\$ 1,891.00						275,412.59
Local Sources													-
Total Revenues	<u>67,800.67</u>	<u>14,507.00</u>	<u>9,956.92</u>	<u>169,579.88</u>	<u>1,037.12</u>	<u>10,640.00</u>	<u>1,891.00</u>	<u>34,453.11</u>	<u>10,528.00</u>	<u>19,270.00</u>	<u>20,044.50</u>	<u>6,171.36</u>	<u>365,879.56</u>
EXPENDITURES:													
Instruction:													
Salaries of Teachers	28,251.00					7,046.00							35,297.00
Purchased Technical Services													-
Tuition				144,577.00				34,453.11			20,044.50		199,074.61
General Supplies	13,151.00		9,956.92			1.00	1,891.00					6,171.36	31,171.28
Other Objects													-
Total Instruction	<u>41,402.00</u>	<u>-</u>	<u>9,956.92</u>	<u>144,577.00</u>	<u>-</u>	<u>7,047.00</u>	<u>1,891.00</u>	<u>34,453.11</u>	<u>-</u>	<u>-</u>	<u>20,044.50</u>	<u>6,171.36</u>	<u>265,542.89</u>
Support Services:													
Other Salaries													-
Employee Benefits	14,408.00					3,593.00							18,001.00
Purchased Educational Services									10,528.00				10,528.00
Purchased Technical Services	11,990.67	14,507.00		25,002.88	1,037.12								52,537.67
Other Purchased Services													-
Cleaning, Repair, and Maintenance Services													-
General Supplies										19,270.00			19,270.00
Student Activities													-
Total Support Services	<u>26,398.67</u>	<u>14,507.00</u>	<u>-</u>	<u>25,002.88</u>	<u>1,037.12</u>	<u>3,593.00</u>	<u>-</u>	<u>-</u>	<u>10,528.00</u>	<u>19,270.00</u>	<u>-</u>	<u>-</u>	<u>100,336.67</u>
Operation & Maintenance of Plant Services:													
Other Salaries													-
General Supplies													-
Total Operation & Maintenance of Plant Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Facilities Acquisition & Construction Services:													
Instructional Equipment													-
Total Facilities Acquisition & Construction Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>67,800.67</u>	<u>14,507.00</u>	<u>9,956.92</u>	<u>169,579.88</u>	<u>1,037.12</u>	<u>10,640.00</u>	<u>1,891.00</u>	<u>34,453.11</u>	<u>10,528.00</u>	<u>19,270.00</u>	<u>20,044.50</u>	<u>6,171.36</u>	<u>365,879.56</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance -- July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance -- June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
SPECIAL REVENUE FUND
 Combining Schedule of Revenues and Expenditures - Budgetary Basis
 For the Fiscal Year Ending June 30, 2023

	Total Brought Forward	ARP ESSERF	ARP Homeless	CRRSA/ ESSER II	CRRSA Learning Accel.	CRRSA Mental Health	ARP Accelerated Learning	ARP Evidence Based	JIF Safety Incentive Program	School Climate Change	Student Activity Fund	Totals
REVENUES:												
State Sources	\$ 90,466.97									\$ 6,160.00		\$ 96,626.97
Federal Sources	275,412.59	\$ 740.00	\$ 9,068.00	\$ 81,360.37	\$ 4,433.00	\$ 9,500.00	\$ 41,365.39	\$ 13,425.00				435,304.35
Local Sources									\$ 6,500.00		\$ 14,275.11	20,775.11
Total Revenues	365,879.56	740.00	9,068.00	81,360.37	4,433.00	9,500.00	41,365.39	13,425.00	6,500.00	6,160.00	14,275.11	552,706.43
EXPENDITURES:												
Instruction:												
Salaries of Teachers	35,297.00			34,935.00								70,232.00
Purchased Technical Services	-			6,102.48	4,433.00							10,535.48
Tuition	199,074.61											199,074.61
General Supplies	31,171.28	740.00		23,093.83			1,944.39	13,425.00		3,080.00		73,454.50
Other Objects	-									2,160.00		2,160.00
Total Instruction	265,542.89	740.00	-	64,131.31	4,433.00	-	1,944.39	13,425.00	-	5,240.00	-	355,456.59
Support Services:												
Other Salaries	-			8,552.50			27,187.00					35,739.50
Employee Benefits	18,001.00			2,078.56			12,234.00					32,313.56
Purchased Educational Services	10,528.00											10,528.00
Purchased Technical Services	52,537.67			600.00		5,000.00						58,137.67
Other Purchased Services	-		9,068.00			4,500.00				920.00		14,488.00
Cleaning, Repair, and Maintenance Services	-								6,500.00			6,500.00
General Supplies	19,270.00											19,270.00
Student Activities	-										14,098.09	14,098.09
Total Support Services	100,336.67	-	9,068.00	11,231.06	-	9,500.00	39,421.00	-	6,500.00	920.00	14,098.09	191,074.82
Facilities Acquisition & Construction Services:												
Instructional Equipment	-			5,998.00								5,998.00
Total Facilities Acquisition & Construction Services	-	-	-	5,998.00	-	-	-	-	-	-	-	5,998.00
Total Expenditures	365,879.56	\$ 740.00	9,068.00	81,360.37	4,433.00	9,500.00	41,365.39	13,425.00	6,500.00	6,160.00	14,098.09	552,529.41
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-	-	-	-	177.02	177.02
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	-	13,362.90	13,362.90
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,539.92	\$ 13,539.92

PROPRIETARY FUNDS

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Proprietary Fund
Statement of Net Position
June 30, 2023

		Business-Type Activities - Enterprise Fund
		<u>Food Service</u>
ASSETS:		
Current Assets:		
Cash and Cash Equivalents		
Accounts Receivable:	\$	36,188.58
State		248.28
Federal		7,145.89
Inventory		<u>5,353.61</u>
Total Current Assets		<u>48,936.36</u>
Noncurrent Assets:		
Furniture, Fixtures and Equipment		249,883.06
Less Accumulated Depreciation		<u>(193,523.78)</u>
Total Noncurrent Assets		<u>56,359.28</u>
Total Assets		<u>105,295.64</u>
LIABILITIES:		
Current Liabilities:		
Accounts Payable		3,775.85
Unearned Revenue		<u>2,716.30</u>
Total Current Liabilities		<u>6,492.15</u>
NET POSITION:		
Net Investment in Capital Assets		56,359.28
Unrestricted		<u>42,444.21</u>
Total Net Position	\$	<u><u>98,803.49</u></u>

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Propriety Fund
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ending June 30, 2023

	<u>Business-Type Activities - Enterprise Fund</u>
	<u>Food Service</u>
OPERATING REVENUES:	
Charges for Services:	
Daily Sales - Reimbursable Programs	\$ 64,813.35
Daily Sales - Non-Reimbursable Programs	26,577.10
Other Revenue	4.76
	91,395.21
Total Operating Revenues	91,395.21
OPERATING EXPENSES:	
Cost of Goods Sold - Reimbursable Programs	91,708.10
Cost of Goods Sold - Non-Reimbursable Programs	19,546.00
Purchased Professional Services	22,962.00
Purchased Technical Services	4,190.80
Other Purchased Services	113,671.68
Contracted Services	19,137.46
General Supplies	15,597.66
Depreciation	11,205.00
	298,018.70
Total Operating Expenses	298,018.70
Operating Loss	(206,623.49)
NONOPERATING REVENUES (EXPENSES):	
State Sources:	
State School Lunch Program	3,829.17
State School Breakfast Program	972.60
Federal Sources:	
National School Lunch Program	94,132.75
National School Breakfast Program	43,807.75
COVID - Supply Chain Assistance	33,924.95
Food Distribution Program	23,764.31
Interest	258.93
	200,690.46
Total Non Operating Revenues (Expenses)	200,690.46
Change in Net Position	(5,933.03)
Net Position -- July 1	104,736.52
Net Position -- June 30	\$ 98,803.49

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Propriety Fund
Statement of Cash Flows
For the Fiscal Year Ending June 30, 2023

	<u>Business-Type Activities - Enterprise Fund</u>
	<u>Food Service</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from Customers	\$ 91,682.01
Payments to Suppliers	<u>(312,003.74)</u>
Net Cash Provided by (Used for) Operating Activities	<u>(220,321.73)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:	
State Sources	4,829.01
Federal Sources	<u>207,419.04</u>
Net Cash Provided by (Used for) Non-Capital Financing Activities	<u>212,248.05</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest and Dividends	<u>258.93</u>
Net Cash Provided by Investing Activities	<u>258.93</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(7,814.75)
Cash and Cash Equivalents -- July 1	<u>44,003.33</u>
Cash and Cash Equivalents -- June 30	<u>\$ 36,188.58</u>
Reconciliation of Operating Loss to Net Cash Provided by (Used for)	
by Operating Activities:	
Operating Loss	\$ <u>(206,623.49)</u>
Adjustments to Reconcile Operating Loss to Net Cash	
Provided by (Used for) Operating Activities:	
Depreciation	11,205.00
(Increase) Decrease in Other Current Assets	924.74
Increase (Decrease) in Accounts Payable	(26,114.78)
Increase (Decrease) in Unearned Revenue	<u>286.80</u>
Total Adjustments	<u>(13,698.24)</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (220,321.73)</u>

LONG-TERM DEBT

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Schedule of Obligations Under Leases
For the Fiscal Year Ended June 30, 2023

<u>Description</u>	<u>Date of Lease</u>	<u>Term of Lease</u>	<u>Amount of Original Issue</u>		<u>Interest Rate Payable</u>	<u>Balance July 1, 2022</u>	<u>Additions Current Year</u>	<u>Reductions Current Year</u>	<u>Balance June 30, 2023</u>
			<u>Principal</u>	<u>Interest</u>					
Xerox Copiers	4/1/2019	5 Years	\$ 27,885.32	\$ 5,052.28	7.00%	\$ 10,820.41		\$ (6,020.84)	\$ 4,799.57
Xerox Copiers	8/31/2020	3 Years	31,764.12	5,755.08	7.00%	20,251.89		(6,285.31)	13,966.58
Xerox Copiers	6/1/2020	5 Years	21,454.48	3,887.12	7.00%	14,357.94		(4,196.21)	10,161.73
						<u>\$ 45,430.24</u>	<u>\$ -</u>	<u>\$ (16,502.36)</u>	<u>\$ 28,927.88</u>

STATISTICAL SECTION

Financial Trends Information

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Net Position by Component
 Last Ten Fiscal Years (accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Governmental Activities										
Net Investment in Capital Assets	\$ 1,247,869.74	\$ 1,404,943.37	\$ 1,534,990.47	\$ 1,626,650.01	\$ 1,661,876.48	\$ 1,742,412.27	\$ 1,588,669.00	\$ 1,704,250.00	\$ 2,121,157.76	\$ 2,252,288.31
Restricted	2,424,982.27	2,164,174.95	2,064,408.74	1,763,285.75	1,706,770.40	1,710,156.98	1,280,479.39	1,351,325.01	1,930,635.17	2,057,170.94
Unrestricted (Deficit)	(1,972,374.69)	(2,355,546.71)	(2,738,019.24)	(2,974,695.45)	(3,025,357.52)	(2,865,110.49)	(2,865,110.49)	(2,973,997.24)	(2,941,771.72)	204,845.28
Total Governmental Activities Net Position	\$ 1,700,477.32	\$ 1,213,571.61	\$ 861,379.97	\$ 415,240.31	\$ 343,289.36	\$ 3,452,569.25	\$ 4,037.90	\$ 81,577.77	\$ 1,110,021.21	\$ 4,514,304.53
Business-type Activities										
Net Investment in Capital Assets	\$ 56,359.28	\$ 67,564.28	\$ 38,605.78	\$ 22,289.00	\$ 28,710.00	\$ 35,131.00	\$ 41,552.00	\$ 47,973.00	\$ 24,466.02	\$ 10,428.88
Unrestricted (Deficit)	42,444.21	37,172.24	2,841.04	(64,216.90)	(39,320.67)	(16,756.03)	204.61	5,360.04	5,126.17	694.22
Total Business-type Activities Net Position	\$ 98,803.49	\$ 104,736.52	\$ 41,446.82	\$ (41,927.90)	\$ (10,610.67)	\$ 18,374.97	\$ 41,756.61	\$ 53,333.04	\$ 29,592.19	\$ 11,123.10
Government-wide										
Net Investment in Capital Assets	\$ 1,304,229.02	\$ 1,472,507.65	\$ 1,573,596.25	\$ 1,648,939.01	\$ 1,690,586.48	\$ 1,777,543.27	\$ 1,630,221.00	\$ 1,752,223.00	\$ 2,145,623.78	\$ 2,262,717.19
Restricted	2,424,982.27	2,164,174.95	2,064,408.74	1,763,285.75	1,706,770.40	1,710,156.98	1,280,479.39	1,351,325.01	1,930,635.17	2,057,170.94
Unrestricted (Deficit)	(1,929,930.48)	(2,318,374.47)	(2,735,178.20)	(3,038,912.35)	(3,064,678.19)	(3,076,681.59)	(2,864,905.88)	(2,968,637.20)	(2,936,645.55)	205,539.50
Total Government-wide Net Position	\$ 1,799,280.81	\$ 1,318,308.13	\$ 902,826.79	\$ 373,312.41	\$ 332,678.69	\$ 411,018.66	\$ 45,794.51	\$ 134,910.81	\$ 1,139,613.40	\$ 4,525,427.63

Source: District Records

NOTES:

- (1) Source: ACFR Exhibit A-1
- (2) Amounts for the years 2023 through 2015 include the Implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions* - an amendment of GASB Statement No. 27, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* - an amendment of GASB Statement No. 68.
- (3) Amounts for 2023 through 2017 include the implementation of Governmental Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.
- (4) Amount for 2023 through 2021 includes the implementation of Governmental Accounting Standards Board - Statement No. 84, *Fiduciary Activities*.
- (5) Amount for 2023 through 2022 includes the implementation of Governmental Accounting Standards Board - Statement No. 87, *Leases*

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Changes in Net Position
 Last Ten Fiscal Years (accrual basis of accounting)
 Unaudited

Expenses	Fiscal Year Ending June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Governmental Activities										
Instruction										
Regular	\$ 3,136,399.99	\$ 3,112,925.80	\$ 2,958,496.82	\$ 2,851,759.00	\$ 2,673,539.10	\$ 2,794,604.54	\$ 2,883,798.58	\$ 3,044,884.18	\$ 2,926,615.18	\$ 2,814,393.12
Special Education	866,051.75	860,683.00	913,409.00	928,938.00	1,124,104.61	1,061,673.43	863,590.73	1,029,439.58	1,012,238.35	1,018,773.43
Other Special Education	39,154.80	40,528.00	40,890.00	26,368.00	115,116.94	129,537.23	117,768.52	133,305.21	131,098.70	125,970.77
Other Instruction						1,024.00	924.00	1,013.50	1,571.89	2,260.50
School Sponsored Co-curricular Activities	21,551.11	15,030.00	8,072.00	13,779.00	16,420.86	17,673.56	16,924.63	14,140.00	13,611.30	12,733.57
Support Services:										
Tuition	1,835,543.43	1,729,437.00	2,055,777.00	2,029,295.00	2,063,443.04	2,177,616.58	2,368,282.61	2,322,603.74	2,215,229.60	2,116,428.30
Student & Instruction Related Services	1,205,147.25	1,090,152.06	1,163,861.00	1,055,081.00	1,154,067.62	1,125,387.17	1,217,604.41	1,417,071.82	1,312,204.80	1,247,545.29
General Administrative Services	461,313.05	415,484.03	453,079.32	510,283.47	434,312.93	337,593.19	331,218.31	353,671.56	466,576.97	484,204.82
School Administrative Services	194,755.02	174,843.25	169,868.00	183,455.00	172,916.25	170,322.41	166,403.75	161,114.94	201,231.20	201,025.52
Central Services	225,310.06	218,946.00	224,276.00	213,155.00	213,034.86	220,366.96	207,917.48	207,744.36	191,261.46	187,360.65
Plant Operations and Maintenance	1,211,141.54	1,566,077.57	1,086,880.22	1,846,162.00	1,564,619.64	979,696.18	962,712.35	1,005,515.72	1,053,954.96	1,016,898.20
Pupil Transportation	1,154,353.61	803,033.00	629,029.00	661,895.00	679,357.11	649,382.22	807,383.65	692,946.86	564,718.84	595,637.94
Unallocated Benefits	2,733,570.83	3,368,899.65	4,790,986.35	3,658,219.17	4,366,776.34	5,315,918.85	4,687,695.71	3,815,823.80	3,324,918.07	2,287,958.38
Interest on Long-Term Debt	2,657.32	5,963.02								
Transfer Funds to Charter Schools	100,725.00	176,695.00	95,964.00							
Transfer to Cover School Deficit - Food Service								10,000.00	27,946.47	716.00
Special Schools		4,839.00	6,067.00	11,618.00	9,975.00	17,614.50	17,917.50			
Support Services	191,074.82	198,417.29	251,079.13	79,287.00	78,877.59	80,444.62			2,097.00	2,097.00
Capital Outlay										
Total Governmental Activities Expenses	13,378,749.58	13,779,953.67	14,847,734.84	14,069,294.64	14,666,561.89	15,078,855.44	14,650,142.23	14,209,275.27	13,445,274.79	12,114,003.49
Business-type Activities:										
Food Service	298,018.70	321,718.61	182,129.43	191,328.67	225,585.62	228,557.50	220,234.11	239,446.47	214,202.56	200,367.32
Total Government Expenses	\$ 13,676,768.28	\$ 14,101,672.28	\$ 15,029,864.27	\$ 14,260,623.31	\$ 14,892,147.51	\$ 15,307,412.94	\$ 14,870,376.34	\$ 14,448,721.74	\$ 13,659,477.35	\$ 12,314,370.81
Program Revenues										
Governmental Activities:										
Charges for Services	\$ 14,275.11	\$ 17,490.89	\$ 5,985.65							
Operating Grants and Contributions	1,713,839.34	2,590,545.42	3,853,847.93	2,435,800.51	3,014,415.97	3,933,233.11	3,144,081.10	2,455,801.53	2,025,301.33	1,096,234.65
Total Governmental Activities Program Revenues	1,728,114.45	2,608,036.31	3,859,833.58	2,435,800.51	3,014,415.97	3,933,233.11	3,144,081.10	2,455,801.53	2,025,301.33	1,096,234.65
Business-type activities:										
Charges for services										
Food Service	91,395.21	13,725.35	463.21	53,723.50	75,497.54	73,916.96	78,550.74	92,707.23	86,357.79	85,372.71
Operating Grants and Contributions	200,431.53	371,282.96	202,667.50	106,287.94	121,102.44	131,258.90	130,106.43	130,547.04	118,367.39	104,572.45
Total Business-type Activities Program Revenues	291,826.74	385,008.31	203,130.71	160,011.44	196,599.98	205,175.86	208,657.17	223,254.27	204,725.18	189,945.16
Total Government Program Revenues	\$ 2,019,941.19	\$ 2,993,044.62	\$ 4,062,964.29	\$ 2,595,811.95	\$ 3,211,015.95	\$ 4,138,408.97	\$ 3,352,738.27	\$ 2,679,055.80	\$ 2,230,026.51	\$ 1,286,179.81
Net (Expense)/Revenue										
Governmental Activities	\$ (11,650,635.13)	\$ (11,171,917.36)	\$ (10,987,901.26)	\$ (11,633,494.13)	\$ (11,652,145.92)	\$ (11,145,622.33)	\$ (11,506,061.13)	\$ (11,753,473.74)	\$ (11,419,973.46)	\$ (11,017,768.84)
Business-type Activities	(6,191.96)	63,289.70	21,001.28	(31,317.23)	(28,985.64)	(23,381.64)	(11,576.94)	(16,192.20)	(9,477.38)	(10,422.16)
Total Government-wide Net Expense	\$ (11,656,827.09)	\$ (11,108,627.66)	\$ (10,966,899.98)	\$ (11,664,811.36)	\$ (11,681,131.56)	\$ (11,169,003.97)	\$ (11,517,638.07)	\$ (11,769,665.94)	\$ (11,429,450.84)	\$ (11,028,191.00)

(Continued)

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Changes in Net Position
 Last Ten Fiscal Years (accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Net Property Taxes Levied for General Purposes	\$ 10,934,392.00	\$ 10,394,000.00	\$ 10,290,683.00	\$ 10,290,673.00	\$ 10,290,673.00	\$ 10,088,895.00	\$ 9,891,074.00	\$ 9,697,131.00	\$ 9,757,131.00	\$ 9,565,815.00
Unrestricted Grants and Contributions	1,006,663.88	996,179.00	1,095,292.00	1,157,181.00	1,203,718.00	1,246,113.81	1,343,898.09	1,246,679.61	1,248,801.76	1,178,104.49
Tuition		4,557.00		63,109.00	67,436.00	168,232.78	48,290.83	125,489.05	118,173.09	206,400.00
Miscellaneous Income	196,484.96	129,373.00	90,979.76	194,482.08	38,867.59	30,986.53	15,813.34	25,483.57	33,289.29	49,456.28
Transfers										(32,973.62)
Special Items:										
Adjustment to OPEB Liability							129,445.00			
Net Adjustment Fixed Assets			29,866.67							
Total Governmental Activities	<u>12,137,540.84</u>	<u>11,524,109.00</u>	<u>11,506,821.43</u>	<u>11,705,445.08</u>	<u>11,600,694.59</u>	<u>11,534,228.12</u>	<u>11,428,521.26</u>	<u>11,094,783.23</u>	<u>11,157,395.14</u>	<u>10,966,802.15</u>
Business-type Activities:										
Miscellaneous Income	258.93						0.51	5.07		
Transfers			62,373.44					10,000.00	27,946.47	32,973.62
Total Business-type Activities	<u>258.93</u>	<u>-</u>	<u>62,373.44</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.51</u>	<u>10,005.07</u>	<u>27,946.47</u>	<u>32,973.62</u>
Total Government-wide	<u>\$ 12,137,799.77</u>	<u>\$ 11,524,109.00</u>	<u>\$ 11,569,194.87</u>	<u>\$ 11,705,445.08</u>	<u>\$ 11,600,694.59</u>	<u>\$ 11,534,228.12</u>	<u>\$ 11,428,521.77</u>	<u>\$ 11,104,788.30</u>	<u>\$ 11,185,341.61</u>	<u>\$ 10,999,775.77</u>
Change in Net Position										
Governmental Activities	\$ 486,905.71	\$ 352,191.64	\$ 518,920.17	\$ 71,950.95	\$ (51,451.33)	\$ 388,605.79	\$ (77,539.87)	\$ (658,690.51)	\$ (262,578.32)	\$ (50,966.69)
Business-type Activities	(5,933.03)	63,289.70	83,374.72	(31,317.23)	(28,985.64)	(23,381.64)	(11,576.43)	(6,187.13)	18,469.09	22,551.46
Total Government	<u>\$ 480,972.68</u>	<u>\$ 415,481.34</u>	<u>\$ 602,294.89</u>	<u>\$ 40,633.72</u>	<u>\$ (80,436.97)</u>	<u>\$ 365,224.15</u>	<u>\$ (89,116.30)</u>	<u>\$ (664,877.64)</u>	<u>\$ (244,109.23)</u>	<u>\$ (28,415.23)</u>

Source: District Records

NOTES:

- (1) Source: ACFR Exhibit A-1
- (2) Amounts for the years 2023 through 2015 include the Implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions* - an amendment of GASB Statement No. 27, and for *Contributions Made Subsequent to the Measurement Date* - an amendment of GASB Statement No. 68.
- (3) Amounts for 2023 through 2017 include the implementation of Governmental Accounting Standards Board Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.
- (4) Amount for 2023 through 2021 includes the implementation of Governmental Accounting Standards Board- Statement No. 84, *Fiduciary Activities*.
- (5) Amount for 2023 through 2022 includes the implementation of Governmental Accounting Standards Board - Statement No. 87, *Leases*

TOWNSHIP OF GREENWICH 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										
Restricted	\$ 2,411,442.35	\$ 2,150,812.05	\$ 2,047,393.19	\$ 1,763,285.75	\$ 1,706,770.40	\$ 1,710,156.98	\$ 1,280,479.39	\$ 1,340,411.85	\$ 1,930,635.17	\$ 2,057,170.94
Assigned	282,960.94	162,747.14	184,082.20	250,137.27	264,294.27	226,036.33	275,917.88	187,394.63	204,513.67	226,677.38
Unassigned	<u>333,321.00</u>	<u>437,134.73</u>	<u>434,285.86</u>	<u>252,794.00</u>	<u>254,694.00</u>	<u>278,261.00</u>	<u>322,599.00</u>	<u>241,538.00</u>	<u>214,309.00</u>	<u>197,914.00</u>
Total General Fund	<u>\$ 3,027,724.29</u>	<u>\$ 2,750,693.92</u>	<u>\$ 2,665,761.25</u>	<u>\$ 2,266,217.02</u>	<u>\$ 2,225,758.67</u>	<u>\$ 2,214,454.31</u>	<u>\$ 1,878,996.27</u>	<u>\$ 1,769,344.48</u>	<u>\$ 2,349,457.84</u>	<u>\$ 2,481,762.32</u>
All Other Governmental Funds										
Restricted, Reported in:										
Special Revenue Fund	<u>\$ 13,539.92</u>	<u>\$ 13,362.90</u>	<u>\$ 17,015.55</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total All Other Governmental Funds	<u>\$ 13,539.92</u>	<u>\$ 13,362.90</u>	<u>\$ 17,015.55</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Source: District Records

NOTES:

- (1) Source: ACFR Exhibit B-1
- (2) Amount for 2023 through 2021 includes the implementation of Governmental Accounting Standards Board- Statement No. 84, *Fiduciary Activities*.
- (3) Amount for 2023 through 2022 includes the implementation of Governmental Accounting Standards Board - Statement No. 87, *Leases*

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Changes in 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
Revenues										
Local Tax Levy	\$ 10,934,392.00	\$ 10,394,000.00	\$ 10,290,683.00	\$ 10,290,673.00	\$ 10,290,673.00	\$ 10,088,895.00	\$ 9,891,074.00	\$ 9,697,131.00	\$ 9,757,131.00	\$ 9,565,815.00
Tuition Charges		4,557.00		63,109.00	67,436.00	168,232.78	48,290.83	125,489.05	118,173.09	206,400.00
Interest	7,600.72	2,351.00	2,938.00	5,662.00	4,038.47	4,004.74	2,605.12			14,214.66
Miscellaneous	209,659.35	149,512.89	99,027.41	193,820.08	44,448.55	45,604.67	19,704.41	38,169.94	53,568.40	44,091.31
State Sources	3,148,384.79	3,093,650.04	2,833,427.68	2,575,360.51	2,624,680.54	2,490,042.43	2,415,217.18	2,186,854.44	2,107,773.28	1,931,218.92
Federal Sources	435,304.35	476,040.38	549,934.25	294,232.00	302,456.00	351,529.61	328,081.82	360,108.33	308,159.70	334,270.53
Total Revenue	14,735,341.21	14,120,111.31	13,776,010.34	13,422,856.59	13,333,732.56	13,148,309.23	12,704,973.36	12,407,752.76	12,344,805.47	12,096,010.42
Expenditures										
Instruction										
Regular Instruction	3,113,532.65	3,089,003.63	2,934,088.82	2,827,351.00	2,649,131.10	2,770,196.54	2,859,390.58	3,020,476.18	2,922,128.73	2,809,731.67
Special Education Instruction	866,051.75	860,683.00	913,409.00	928,938.00	1,124,104.61	1,061,673.43	863,590.73	1,029,439.58	1,012,238.35	1,018,773.43
Other Special Instruction	39,154.80	40,528.00	40,890.00	26,368.00	115,116.94	129,537.23	117,768.52	133,305.21	131,098.70	125,970.77
Other Instruction						1,024.00	924.00	1,013.50	1,571.89	2,260.50
School Sponsored Co-curricular Activities	21,551.11	15,030.00	8,072.00	13,779.00	16,420.86	17,673.56	16,924.63	14,140.00	13,611.30	12,733.57
Support Services:										
Tuition	1,835,543.43	1,729,437.00	2,055,777.00	2,029,295.00	2,063,443.04	2,177,616.58	2,368,282.61	2,322,603.74	2,215,229.60	2,116,428.30
Student & Instruction Related Services	1,206,393.19	1,091,398.00	1,163,861.00	1,055,081.00	1,216,984.33	1,400,138.17	1,137,842.03	1,351,796.03	1,240,547.05	1,194,964.60
General Administrative Services	329,099.36	288,138.00	333,364.00	400,715.00	329,444.43	257,266.46	256,318.31	278,771.56	324,474.84	336,056.48
School Administrative Services	187,790.77	167,879.00	162,583.00	176,170.00	165,631.25	163,037.41	159,118.75	153,829.94	195,574.00	195,253.32
Central Services	225,310.06	216,946.00	224,276.00	213,155.00	204,046.86	220,366.96	207,917.48	207,744.36	191,261.46	187,360.65
Plant Operations and Maintenance	1,201,098.71	1,557,089.57	1,075,758.89	1,835,077.00	1,564,619.64	968,611.18	951,627.35	994,430.72	1,048,112.93	1,012,851.48
Pupil Transportation	1,154,353.61	803,033.00	629,029.00	661,895.00	679,357.11	649,382.22	807,383.65	692,946.86	564,718.84	595,637.94
Unallocated Employee Benefits	1,878,460.88	1,726,703.33	1,659,281.09	1,646,271.73	1,720,340.31	1,689,132.11	1,689,963.40	1,719,363.60	1,684,424.66	1,645,930.68
Transfer Funds to Charter Schools	100,725.00	176,695.00	95,964.00							
Transfer to Cover School Deficit - Food Service			62,373.44					10,000.00	27,946.47	
On-Behalf Pension Contributions	1,792,797.00	1,745,235.00	1,398,336.00	1,089,588.00	1,103,663.00	929,228.00	773,055.00	640,869.00	520,300.00	403,413.00
Reimbursed TPAF Social Security	298,770.82	285,886.04	293,830.68	270,689.51	281,272.13	277,811.22	285,437.14	280,493.26	283,159.19	275,423.46
Other Support Services	191,074.82	198,417.29	251,079.13	79,287.00	78,877.59	80,444.62	79,762.38	65,275.79	71,657.75	52,580.69
Capital Outlay	16,425.86	41,890.43	70,870.11	117,120.00		2,097.00	2,097.00	71,367.30	29,054.26	4,562.00
Special Schools		4,839.00	6,067.00	11,618.00	9,975.00	17,614.50	17,917.50			716.00
Total Expenditures	14,458,133.82	14,038,831.29	13,378,910.16	13,382,398.24	13,322,428.20	12,812,851.19	12,595,321.06	12,987,866.63	12,477,110.02	11,990,648.54
Excess (Deficiency) of Revenues Over (Under) Expenditures	277,207.39	81,280.02	397,100.18	40,458.35	11,304.36	335,458.04	109,652.30	(580,113.87)	(132,304.55)	105,361.88
Other Financing Sources (Uses)										
Transfers In/(Out)										(32,973.62)
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	(32,973.62)
Net Change in Fund Balances	\$ 277,207.39	\$ 81,280.02	\$ 397,100.18	\$ 40,458.35	\$ 11,304.36	\$ 335,458.04	\$ 109,652.30	\$ (580,113.87)	\$ (132,304.55)	\$ 72,388.26

Source: District Records

NOTES:

- (1) Source: ACFR Exhibit B-1
- (2) Amount for 2023 through 2021 includes the implementation of Governmental Accounting Standards Board- Statement No. 84, *Fiduciary Activities*.
- (3) Amount for 2023 through 2022 includes the implementation of Governmental Accounting Standards Board - Statement No. 87, *Leases*.

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 General Fund - Other Local Revenue by Source
 Last Ten Fiscal Years (modified accrual basis of accounting)
 Unaudited

	Fiscal Year Ending June 30,									
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Miscellaneous	\$ 188,884.24	\$ 127,022.00	\$ 88,041.76	\$ 188,820.08	\$ 34,438.49	\$ 21,433.77	\$ (3,679.23)	\$ 18,556.56	\$ 33,289.29	\$ 47,329.27
Local Grants	20,775.11	22,490.89	10,985.65	5,000.00	9,619.43	18,622.88				
Prior Year Refunds					390.63	5,548.02	16,887.45	6,927.01		
	<u>\$ 209,659.35</u>	<u>\$ 149,512.89</u>	<u>\$ 99,027.41</u>	<u>\$ 193,820.08</u>	<u>\$ 44,448.55</u>	<u>\$ 45,604.67</u>	<u>\$ 13,208.22</u>	<u>\$ 25,483.57</u>	<u>\$ 33,289.29</u>	<u>\$ 47,329.27</u>

Source: District Records

Revenue Capacity Information

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Assessed Value and Actual Value of Taxable Property
 Last Ten Fiscal Years
 Unaudited

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Req.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities (1)	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate (2)
2023	\$ 11,202,600.00	\$ 303,566,310.00	\$ 1,133,000.00	\$ 403,200.00	\$ 45,788,800.00	\$ 324,090,300.00	\$ 420,000.00	\$ 686,604,210.00	\$ -	\$ 686,604,210.00	\$ 833,763,810.00	\$ 1.573
2022	10,180,900.00	301,752,260.00	1,133,000.00	397,200.00	46,467,700.00	363,274,082.00	420,000.00	723,625,142.00	-	723,625,142.00	801,090,603.00	1.473
2021	11,006,500.00	299,575,700.00	1,119,000.00	391,100.00	43,675,400.00	322,532,500.00	420,000.00	678,720,200.00	43,800,965.00	722,521,165.00	752,234,425.00	1.431
2020	10,358,400.00	298,731,700.00	1,013,900.00	413,600.00	45,714,200.00	322,532,500.00	420,000.00	679,184,300.00	41,056,831.00	720,241,131.00	793,129,756.00	1.428
2019	10,094,600.00	298,281,500.00	1,189,900.00	416,800.00	45,623,300.00	323,309,600.00	420,000.00	679,335,700.00	40,195,196.00	719,530,896.00	734,299,173.00	1.430
2018	10,115,500.00	298,884,700.00	1,189,900.00	416,800.00	45,623,300.00	330,634,600.00	420,000.00	687,284,800.00	66,840,406.00	754,125,206.00	777,248,809.00	1.364
2017	10,206,400.00	299,135,100.00	1,051,300.00	443,900.00	43,938,900.00	343,565,000.00	420,000.00	698,760,600.00	55,656,866.00	754,417,466.00	776,788,989.00	1.324
2016	10,240,400.00	298,420,000.00	1,366,200.00	441,300.00	48,288,100.00	339,758,934.00	420,000.00	698,934,934.00	63,999,734.00	762,934,668.00	793,731,449.00	1.283
2015	10,947,500.00	297,820,800.00	1,371,300.00	435,500.00	49,198,800.00	317,372,000.00	420,000.00	677,565,900.00	86,905,337.00	764,471,237.00	771,413,962.00	1.272
2014	12,288,100.00	298,207,400.00	1,371,300.00	402,900.00	47,964,100.00	367,441,700.00	635,000.00	728,310,500.00	86,888,487.00	815,198,987.00	883,378,535.00	1.185

(1) Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

(2) Tax Rates are per \$100.00 of Assessed Valuation

GASB Statement 44 requires that the information in this schedule be shown for each "period for which levied" and should be consistent with the periods shown in the schedule of direct and overlapping property tax rates and schedule of property tax levies and collections.

Source: County Tax Assessor

TOWNSHIP OF GREENWICH SCHOOL DISTRICT

Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years

(rate per \$100 of assessed value)

Unaudited

Fiscal Ended June 30,	District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate (1)	General Obligation Debt Service (2)	Total Direct School Tax Rate	Township of Greenwich	County of Gloucester	
2023	\$ 1.573		\$ 1.573	\$ 1.025	\$ 0.664	\$ 3.262
2022	1.473		1.473	1.025	0.766	3.264
2021	1.431		1.431	1.026	0.773	3.230
2020	1.428		1.428	1.488	0.359	3.275
2019	1.430		1.430	1.049	0.798	3.277
2018	1.364		1.364	1.049	0.771	3.184
2017	1.324		1.324	1.029	0.754	3.107
2016	1.283		1.283	1.028	0.762	3.073
2015	1.272		1.272	0.979	0.723	2.974
2014	1.185		1.185	0.929	0.732	2.846

(1) The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.

(2) Rates for debt service are based on each year's requirements.

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 district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculated as the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any growth adjustments.

Source: Municipal Tax Collector

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Principal Property Tax Payers
Current Year and Nine Years Ago
Unaudited

<u>Taxpayer</u>	2023			2014		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>
Paulsboro Refinery Company LLC	\$ 322,269,816.00	1,2,3	44.54%	\$ 339,960,000.00	1	46.68%
Mobil Administrative Services Co.			0.00%	33,657,200.00	2	4.62%
Delaware River Partners LLC	16,573,000.00	4	2.29%			
E I DuPont De Nemours & Co.				18,501,100.00	3	2.54%
NJ Distribution Center LLC	12,252,400.00	5	1.69%	12,252,400.00	4	1.68%
Air Products	7,200,000.00	6	0.99%	7,200,000.00	6	0.99%
Gibbstown Center Assoc. LP	6,900,000.00	7	0.95%	8,000,000.00	5	1.10%
Thayer Distribution	6,374,000.00	8	0.88%	4,000,000.00	7	
Hercules Inc.	3,408,000.00	9	0.47%	3,408,000.00	8	0.47%
480 S. Democrat Road LLC	2,996,600.00	10	0.41%	2,996,600.00	9	
Star Management LLC			0.00%	2,768,200.00	10	0.38%
Total	\$ 377,973,816.00		52.23%	\$ 432,743,500.00		58.46%

Source: County Tax Assessor

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Property Tax Levies and Collections
 Last Ten Fiscal Years
 Unaudited

Fiscal Year <u>Ended June 30,</u>	School Taxes Levied for the <u>Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy (1)</u>		Collections in <u>Subsequent Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2023	\$ 10,934,392.00	\$ 10,934,392.00	100.00%	-
2022	10,394,000.00	10,394,000.00	100.00%	-
2021	10,290,683.00	10,290,683.00	100.00%	-
2020	10,290,673.00	10,290,673.00	100.00%	-
2019	10,290,673.00	10,290,673.00	100.00%	-
2018	10,088,895.00	9,891,074.00	98.04%	-
2017	9,891,074.00	9,697,131.00	98.04%	-
2016	9,697,131.00	9,757,131.00	100.62%	-
2015	9,757,131.00	9,565,815.00	98.04%	-
2014	9,565,815.00	9,447,453.00	98.76%	-

(1) 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.

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

Debt Capacity Information

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Ratios of Outstanding Debt by Type
 Last Ten Fiscal Years
 Unaudited

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities		Total District	Percentage of Personal Income (2)	Personal Income (a)
	General Obligation Bonds (1)	Certificates of Participation	Leases**	Bond Anticipation Notes (BANs)	Leases**			
2023			\$ 28,927.88			\$ 28,927.88	Unavailable	Not Available
2022			45,430.24			45,430.24	Unavailable	Not Available
2021								
2020								
2019			Not applicable for years 2013-2021					
2018								
2017								
2016								
2015								
2014								

** Amounts for the year 2022-2023 include leases as defined in Governmental Accounting Standards Board Statement No. 87, Leases.

Sources:

- (1) District Records
- (2) Personal income has been estimated based upon the municipal population and per capita personal income presented.
- (3) Per capita personal income by municipality-estimated based upon the 2010 Census published by the US Bureau of Economic Analysis

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Ratios of Net General Bonded Debt Outstanding
 Last Ten Fiscal Years
 Unaudited

<u>General Bonded Debt Outstanding</u>					
<u>Fiscal Year</u> <u>Ended June 30.</u>	<u>General</u> <u>Obligation</u> <u>Bonds</u>	<u>Deductions</u>	<u>Net General</u> <u>Bonded Debt</u> <u>Outstanding</u>	<u>Percentage of</u> <u>Actual Taxable</u> <u>Value of Property</u>	<u>Per Capita (2)</u>
2023					
2022					
2021					
2020					
2019					
2018			Not Applicable		
2017					
2016					
2015					
2014					

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

- (1) See Exhibit NJ J-6 for property tax data.
- (2) Population data can be found in Exhibit NJ J-14.

Source: District Records.

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2022
 Unaudited

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Township of Greenwich	\$ 10,740,812.37	100.000%	\$ 10,740,812.37
Other debt			
County of Gloucester			
General	243,337,000.00	2.680%	6,521,431.60
Bonds Issued by Other Public Bodes Guarantee by the County	110,331,255.00	2.680%	<u>2,956,877.63</u>
Subtotal, overlapping debt			20,219,121.60
Township of Greenwich School District Direct Debt			<u>-</u>
Total direct and overlapping debt			<u><u>\$ 20,219,121.60</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by County of Gloucester.
 Debt outstanding provided by applicable governmental unit.

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

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Legal Debt Margin Information
 Last Ten Fiscal Years
 Unaudited

Legal Debt Margin Calculation for Fiscal Year 2023

	Equalized valuation basis	
	2022	\$ 795,892,149.00
	2021	751,378,501.00
	2020	<u>707,115,357.00</u>
	[A]	<u>\$ 2,254,386,007.00</u>
Average equalized valuation of taxable property	[A/3]	\$ 751,462,002.33
Debt limit (4% of average equalization value) (1)	[B]	\$ 30,058,480.09
Total Net Debt Applicable to Limit	[C]	<u>-</u>
Legal Debt Margin	[B-C]	<u>\$ 30,058,480.09</u>

	Fiscal Year									
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Debt limit	\$ 30,058,480	\$ 29,421,047	\$ 29,158,127	\$ 29,428,868	\$ 29,049,888	\$ 28,693,318	\$ 30,648,808	\$ 33,995,078	\$ 28,661,749	\$ 29,982,166
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 30,058,480</u>	<u>\$ 29,421,047</u>	<u>\$ 29,158,127</u>	<u>\$ 29,428,868</u>	<u>\$ 29,049,888</u>	<u>\$ 28,693,318</u>	<u>\$ 30,648,808</u>	<u>\$ 33,995,078</u>	<u>\$ 28,661,749</u>	<u>\$ 29,982,166</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

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

Demographic and Economic Information

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Demographic and Economic Statistics
 Last Ten Fiscal Years
 Unaudited

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
2023	Not Available	Not Available	Not Available	Not Available
2022	4,971	Not Available	Not Available	4.4%
2021	4,994	\$ 312,389,682.00	\$ 62,553.00	6.7%
2020	4,813	290,637,818.00	60,386.00	9.0%
2019	4,795	270,912,705.00	56,499.00	3.8%
2018	4,812	263,432,940.00	54,745.00	4.9%
2017	4,846	254,444,076.00	52,506.00	5.2%
2016	4,851	242,579,106.00	50,006.00	5.9%
2015	4,869	237,602,331.00	48,799.00	6.2%
2014	4,868	226,863,404.00	46,603.00	7.7%

Source:

- (1) Information provided by the NJ Dept of Labor and Workforce Development
- (2) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (3) Per Capita personal income data provided by the NJ Dept of Labor and Workforce Development
- (4) Unemployment data provided by the NJ Dept of Labor and Workforce Development

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Principal Employers
Current Year and Nine Years Ago
Unaudited

<u>Employer</u>	<u>2023</u>			<u>2014</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Rowan University	3,500	1	2.45%	1,300	2	0.91%
Inspira Medical Center - Woodbury	1,222	2	0.85%			
Walmart Turnersville	800	3	0.56%			
Jefferson Health	670	4	0.47%			
LaBrea Bakery	500	5	0.35%			
Keller Williams Realty	500	6	0.35%			
Honda of Turnersville	499	7	0.35%			
Paulsboro Refinery LLC	402	8	0.28%	600	9	0.42%
Washington Township High School	400	9	0.28%			
Johnson Matthey Inc	379	10	0.26%			
Underwood Memorial Hospital				1,825	1	1.28%
Kennedy Memorial Hospital				1,200	3	0.84%
Missa Bay				950	4	0.67%
Exxon Mobile Research and Development				750	5	0.53%
U.S. Foodservices				725	6	0.51%
Godwin Pumps				640	7	0.45%
DGI Services				600	8	0.42%
Delaware Valley Floral Group				500	10	0.35%
	<u>8,872</u>		<u>6.20%</u>	<u>9,090</u>		<u>6.38%</u>

Source: Gloucester County Department of Economic Development

Operating Information

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Full-time Equivalent District Employees by Function/Program
 Last Ten Fiscal Years
 Unaudited

<u>Function/Program</u>	Fiscal Year Ending June 30,									
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Instruction										
Regular	39	35	38	37	39	34	35	35	28	28
Special education	8	8	9	8	9	13	13	13	11	11
Other special education	8	8	7	7	12	4	4	4	14	14
Other instruction	3	2	6	6	1	11	11	11	7	7
Support Services:										
Student & instruction related services	14	12	9	9	7	8	10	11	9	9
General administrative services	4	3	3	3	3	2	2	2	2	2
School administrative services	3	3	3	3	3	3	3	3	6	6
Business administrative services	3	3	4	4	4	4	4	4	4	4
Plant operations and maintenance	7	9	9	10	10	9	9	9	10	10
Playground Aides	4	4	4	4	4	4	4	4	6	6
Pupil transportation										5
Total	<u>93</u>	<u>87</u>	<u>92</u>	<u>91</u>	<u>92</u>	<u>92</u>	<u>95</u>	<u>96</u>	<u>97</u>	<u>102</u>

Source: District Personnel Records

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Operating Statistics
 Last Ten Fiscal Years
 Unaudited

<u>Fiscal Year</u>	<u>Enrollment</u>	<u>Operating Expenditures (1)</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff (2)</u>	<u>Average Daily Enrollment (ADE) (3)</u>	<u>Average Daily Attendance (ADA) (3)</u>	<u>% Change in Average Daily Enrollment</u>	<u>Student Attendance Percentage</u>
2023	427.0	\$ 14,441,707.96	\$ 33,821.33	-10.11%	55.0	420.4	393.8	10.94%	93.68%
2022	372.0	13,996,940.86	37,626.19	4.61%	43.0	374.0	355.0	0.08%	94.92%
2021	370.0	13,308,040.05	35,967.68	19.03%	51.0	374.0	354.7	-16.87%	94.84%
2020	439.0	13,265,278.24	30,217.03	-8.14%	52.0	439.6	426.7	10.12%	97.07%
2019	405.0	13,322,428.00	32,894.88	10.41%	48.0	404.2	387.5	-7.76%	95.87%
2018	430.0	12,810,754.19	29,792.45	5.28%	48.0	443.7	420.1	0.00%	94.68%
2017	445.0	12,593,224.06	28,299.38	-0.31%	48.0	443.7	420.1	-4.13%	94.68%
2016	455.0	12,916,499.33	28,387.91	8.78%	48.0	458.8	438.2	-2.38%	95.51%
2015	477.0	12,448,055.76	26,096.55	2.98%	50.0	469.9	448.9	0.38%	95.53%
2014	473.0	11,986,086.54	25,340.56	2.03%	52.6	470.6	447.2	3.63%	95.03%

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

Note: Enrollment based on annual October district count.

- (1) Operating expenditures equal total expenditures less debt service and capital outlay; Schedule J-4
- (2) Teaching staff includes only full-time equivalents of certificated staff.
- (3) Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 School Building Information
 Last Ten Fiscal Years
 Unaudited

	Fiscal Year Ending June 30,									
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<u>District Buildings</u>										
<u>Elementary:</u>										
Broad Street (1916):										
Square Feet	86,400	86,400	86,400	86,400	86,400	86,400	86,400	86,400	86,400	86,400
Capacity (students)	449	449	449	449	449	449	449	449	449	449
Enrollment	281	240	230	294	294	294	267	267	258	255
<u>Middle:</u>										
Nehaunsey Middle School (1971):										
Square Feet	57,024	57,024	57,024	57,024	57,024	57,024	57,024	57,024	57,024	57,024
Capacity (students)	286	286	286	286	286	286	286	286	286	286
Enrollment	146	132	140	148	136	136	198	198	219	218

Number of Schools at June 30, 2023
 Elementary - 1
 Middle - 1

Source: District records, ASSA

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

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Schedule of Required Maintenance
 Last Ten Fiscal Years
 Unaudited

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

* School Facilities	Gross Square Footage	Fiscal Year Ending June 30,									
		2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Broad Street	86,400	\$ 166,892.93	\$ 325,641.60	\$ 158,533.20	\$ 499,791.00	\$ 318,653.02	\$ 159,774.25	\$ 136,392.67	\$ 85,566.26	\$ 100,037.33	\$ 64,786.65
Nehaunsey	57,024	111,261.96	217,094.40	105,688.80	333,194.00	210,310.95	105,451.00	90,019.16	19,156.20	44,337.20	80,414.21
Total School Facilities		<u>\$ 278,154.89</u>	<u>\$ 542,736.00</u>	<u>\$ 264,222.00</u>	<u>\$ 832,985.00</u>	<u>\$ 528,963.97</u>	<u>\$ 265,225.25</u>	<u>\$ 226,411.83</u>	<u>\$ 104,722.46</u>	<u>\$ 144,374.53</u>	<u>\$ 145,200.86</u>

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

Source: District Records (Form M-1)

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Insurance Schedule
June 30, 2022
Unaudited

	<u>Coverage</u>	<u>Deductible</u>
Gloucester Cumberland Salem School Districts (GCSSD JIF):		
Property	\$ 250,000	\$500
Crime	250,000	\$500
General Liability / Auto Liability	250,000	
Educators Legal Liability	250,000	
Workers Compensation	250,000	
School Pool for Excess Liability Limits Joint Insurance Fund (SPELL JIF):		
Property	\$ 175,000,000	
Crime	500,000	
Workers Compensation	Statutory	
- Employers Liability	10,000,000	
Commercial General Liability	20,000,000	
Commercial Automobile Liability	20,000,000	
Travelers Insurance Company		
Boiler and Machinery	\$ 125,000,000	\$1,000
Beazley / Lloyd's of London Insurance		
Environmental / Pollution Legal Liability	\$ 3,000,000	\$25,000 - \$250,000
Starr Indemnity & Liability Company		
Cyber Liability	\$ 2,000,000	\$50,000 - \$100,000
Lloyd's of London Insurance		
Crisis Protection & Disaster Management Services	\$ 1,000,000	\$10,000
CNA/Western Surety		
Public Employees' Faithful Performance Bonds		
Employee Bonds		
Charles J. Owens, Treasurer	\$ 190,000	None
Scott A. Campbell, SBA/BS	5,000	None

Source: District Records & Insurance Broker

SINGLE AUDIT SECTION

Exhibit K-1**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS****INDEPENDENT AUDITOR'S REPORT**

The Honorable President and
Members of the Board of Education
Township of Greenwich School District
Gibbstown, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and each major fund of the Township of Greenwich School District, in the County of Gloucester, State of New Jersey, as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated February 12, 2024

Report on Internal Control Over Financial Reporting

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

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

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

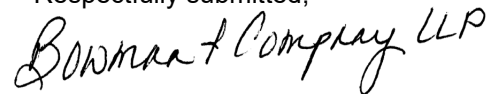
Report on Compliance and Other Matters

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

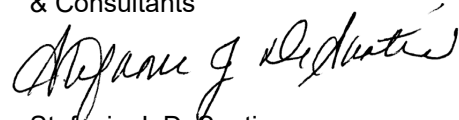
Purpose of this Report

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

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Stefanie J. DeSantis
Certified Public Accountant
Public School Accountant No. CS 002523

Woodbury, New Jersey
February 12, 2024

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

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Greenwich School District
Gibbstown, New Jersey

Report on Compliance for the State Program

Opinion on the Major State Program

We have audited the Township of Greenwich School District's, in the County of Gloucester, State of New Jersey, compliance with the types of compliance requirements identified as subject to audit in the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on the School District's major state program for the fiscal year ended June 30, 2023. The School District's major state program is identified in the *Summary of Auditor's Results* section of the accompanying *Schedule of Findings and Questioned Costs*.

In our opinion, the Township of Greenwich School District, in the County of Gloucester, State of New Jersey, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major state program for the fiscal year ended June 30, 2023.

Basis for Opinion on the 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; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Our responsibilities under those standards and the State of New Jersey Circular 15-08-OMB, 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 School District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major state program. Our audit does not provide a legal determination of the School District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the School 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 School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America; *Government Auditing Standards*; the Office of School Finance, Department of Education, State of New Jersey; and State of New Jersey Circular 15-08-OMB, 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 judgement made by a reasonable user of the report on compliance about the School District's compliance with the requirements of its major state program as a whole.

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

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

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

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a 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.

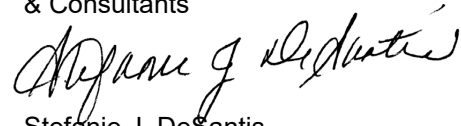
Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 State of New Jersey Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Stefanie J. DeSantis
Certified Public Accountant
Public School Accountant No. CS 002523

Woodbury, New Jersey
February 12, 2024

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards, Schedule A
For the Fiscal Year Ended June 30, 2023

Federal Grantor / Pass-through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Additional Award Identification	Federal FAIN Number	Pass-Through Entity Identifying Number	Program or Award Amount	Grant Period		Balance June 30, 2022
						From	To	
General Fund:								
U.S. Department of Health and Human Services: Passed-through State Department of Education: Medical Assistance Program Cluster	93.778	N/A	2205NJ5MAP	N/A	\$ 2,450.00	7/1/2021	6/30/2022	\$ (938.49)
Total U.S. Department of Health and Human Services								(938.49)
Total General Fund								(938.49)
Special Revenue Fund:								
U.S. Department of Education: Passed-through State Department of Education: E.S.S.A.:								
Title I Grants to Local Educational Agencies (LEAs):								
Title I, Part A	84.010	N/A	S010A220030	NCLB552023	83,310.00	7/1/2022	9/30/2023	
Title I, Part A	84.010	N/A	S010A210030	NCLB552022	85,529.00	7/1/2021	6/30/2022	(4,390.00)
Total Title I, Part A Grants								(4,390.00)
Supporting Effective Instruction State Grants:								
Title II, Part A	84.367	N/A	S367A220029	NCLB552023	14,507.00	7/1/2022	9/30/2023	
Title II, Part A	84.367	N/A	S367A210029	NCLB552022	12,428.00	7/1/2021	6/30/2022	(9,486.00)
Total Title II, Part A Grants								(9,486.00)
Student Support and Academic Enrichment Grants:								
Title IV, Part A	84.424	N/A	S424A220031	NCLB552023	10,000.00	7/1/2022	9/30/2023	
Title IV, Part A	84.424	N/A	S424A210031	NCLB552022	10,000.00	7/1/2021	6/30/2022	(8,437.00)
Total Title IV, Part A Grants								(8,437.00)
Individuals with Disabilities Education Act (IDEA)								
Special Education Cluster:								
Special Education - Grants to States (ARP IDEA Basic)	84.027	COVID19, 84.027X	H027X220100	IDEA552023	1,161.84	7/1/2022	9/30/2023	
Special Education - Grants to States (ARP IDEA Basic)	84.027	COVID19, 84.027X	H027X210100	IDEA552022	22,214.00	7/1/2021	6/30/2022	873.84
Special Education - Grants to States (IDEA, Part B)	84.027	N/A	H027A220100	IDEA552023	174,870.23	7/1/2022	9/30/2023	
Special Education - Grants to States (IDEA, Part B)	84.027	N/A	H027A210100	IDEA552022	159,494.00	7/1/2021	6/30/2022	699.23
Special Education - Grants to States (IDEA, Part B)	84.027	N/A	H027A180100	IDEA552019	159,121.00	7/1/2018	6/30/2019	(385.00)
Special Education - Grants to States (IDEA, Preschool)	84.173	N/A	H173A220114	IDEA552023	10,640.00	7/1/2022	9/30/2023	
Special Education - Grants to States (ARP IDEA PS)	84.173	COVID19, 84.173X	H173X220114	IDEA552023	1,891.00	7/1/2022	9/30/2023	
Total IDEA Special Education Cluster								1,188.07
Education Stabilization Fund (ESF):								
COVID-19 Elementary and Secondary								
School Emergency Relief Fund (ESSER II)	84.425	COVID-19, 84.425D	S425D210027	N/A	863,341.41	3/13/2020	9/30/2023	30,047.41
Coronavirus Response and Relief Supplemental Act								
Learning Acceleration	84.425R	COVID-19, 84.425D	S425D210027	N/A	4,433.00	3/13/2020	9/30/2023	
Mental Health	84.425	COVID-19, 84.425D	S425D210027	N/A	54,500.00	3/13/2020	9/30/2023	
American Rescue Plan Elementary and Secondary								
ARP ESSER III	84.425	COVID-19, 84.425U	S425U210027	N/A	1,572,704.16	3/13/2020	9/30/2023	(3,215.84)
Emergency Relief Fund Homeless Children & Youth	84.425W	COVID-19, 84.425W	S425W210031	N/A	9,068.00	3/13/2020	9/30/2023	
Total Education Stabilization Fund								26,831.57
Total U.S. Department of Education (State)								5,706.64
Total Special Revenue Fund								5,706.64
Enterprise Fund:								
U.S. Department of Agriculture								
Passed-through State Department of Agriculture:								
Child Nutrition Cluster:								
School Breakfast Program	10.553	N/A	231NJ304N1199	100-030-3350-021	43,807.75	7/1/2022	6/30/2023	
School Breakfast Program	10.553	N/A	221NJ304N1099	100-030-3350-021	124,029.91	7/1/2021	6/30/2022	(6,963.17)
Total School Breakfast Program								(6,963.17)
Food Distribution Program (Non-Cash assistance)	10.555	N/A	231NJ304N1199	N/A	23,764.31	7/1/2022	6/30/2023	
National School Lunch Program	10.555	N/A	231NJ304N1199	100-030-3350-023	94,132.75	7/1/2022	6/30/2023	
National School Lunch Program	10.555	N/A	221NJ304N1099	100-030-3350-023	221,628.42	7/1/2021	6/30/2022	(11,972.00)
COVID19 Supply Chain Assistance Award	10.555	COVID-19	231NJ304N1199	N/A	33,924.95	7/1/2022	6/30/2023	
Total National School Lunch Program								(11,972.00)
Total Child Nutrition Cluster								(18,935.17)
Total Enterprise Fund								(18,935.17)
Total Federal Financial Assistance								\$ (14,167.02)

(A) Difference due to rounding adjustment.

The accompanying Notes to Financial Statements and Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

Carryover / (Walkover) Amount	Cash Received	Budgetary Expenditures			Passed - Through to Subrecipients	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2023		
		Pass-Through Funds	Direct Funds	Total Budgetary Expenditures				(Accounts Receivable)	Unearned Revenue	Due to Grantor
	\$ 938.49									
-	938.49	-	-	-	-	-	-	-	-	-
-	938.49	-	-	-	-	-	-	-	-	-
	83,310.00 4,390.00	\$ 67,800.67		\$ 67,800.67					\$ 15,509.33	
-	87,700.00	67,800.67	-	67,800.67	-	-	-	-	15,509.33	-
	14,507.00 9,486.00	14,507.00		14,507.00 -						
-	23,993.00	14,507.00	-	14,507.00	-	-	-	-	-	-
	10,000.00 8,437.00	9,956.92		9,956.92 -					43.08	
-	18,437.00	9,956.92	-	9,956.92	-	-	-	-	43.08	-
	288.00	163.28		163.28					124.72	
	170,248.00	168,880.65 873.84 699.23		168,880.65 873.84 699.23					1,367.35	
	10,640.00 1,891.00	10,640.00 1,891.00		10,640.00 1,891.00				\$ (385.00)		
-	183,067.00	183,148.00	-	183,148.00	-	-	-	(385.00)	1,492.07	-
	34,919.00	81,360.37		81,360.37				(16,393.96)		
	4,433.00 3,385.00	4,433.00 9,500.00		4,433.00 9,500.00				(6,115.00)		
	57,137.00 9,068.00	55,530.39 9,068.00		55,530.39 9,068.00		\$ 0.16 (A)		(1,609.39)		
-	108,942.00	159,891.76	-	159,891.76	-	0.16	-	(24,118.35)	-	-
-	422,139.00	435,304.35	-	435,304.35	-	0.16	-	(24,503.35)	17,044.48	-
-	422,139.00	435,304.35	-	435,304.35	-	0.16	-	(24,503.35)	17,044.48	-
	41,412.21 6,963.17	43,807.75		43,807.75				(2,395.54)		
-	48,375.38	43,807.75	-	43,807.75	-	-	-	(2,395.54)	-	-
	23,764.31 89,382.40 11,972.00 33,924.95	23,764.31 94,132.75		23,764.31 94,132.75				(4,750.35)		
-	159,043.66	151,822.01	-	151,822.01	-	-	-	(4,750.35)	-	-
-	207,419.04	195,629.76	-	195,629.76	-	-	-	(7,145.89)	-	-
-	207,419.04	195,629.76	-	195,629.76	-	-	-	(7,145.89)	-	-
\$ -	\$ 630,496.53	\$ 630,934.11	\$ -	\$ 630,934.11	\$ -	\$ 0.16	\$ -	\$ (31,649.24)	\$ 17,044.48	\$ -

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
 Schedule of Expenditures of State Financial Assistance, Schedule B
 For the Fiscal Year Ended June 30, 2023

State Grantor / Program	Grant or State Project Number	Program or Award Amount	Grant Period		Balance June 30, 2022			
			From	To	Unearned Revenue / (Accounts Receivable)	Due to Grantor	Carryover / (Walkover) Amount	Cash Received
General Fund:								
New Jersey Department of Education:								
Current Expense:								
State Aid - Public:								
Special Education Aid	23-495-034-5120-089	\$ 389,784.00	7/1/22	6/30/23				\$ 367,153.31
Special Education Aid	22-495-034-5120-089	399,234.00	7/1/21	6/30/22	\$ (32,852.71)			32,852.71
Security Aid	23-495-034-5120-084	133,562.00	7/1/22	6/30/23				125,807.45
Security Aid	22-495-034-5120-084	133,562.00	7/1/21	6/30/22	(10,990.73)			10,990.73
Adjustment Aid	22-495-034-5120-085	94,876.00	7/1/21	6/30/22	(7,807.29)			7,807.29
Total State Aid - Public					(51,650.73)	-	-	544,611.49
State Aid - Transportation:								
Transportation Aid	23-495-034-5120-014	272,578.00	7/1/22	6/30/23				256,752.24
Transportation Aid	22-495-034-5120-014	272,578.00	7/1/21	6/30/22	(22,430.27)			23,252.09
Nonpublic Transportation Aid	23-495-034-5120-014	6,864.00	7/1/22	6/30/23				7,830.00
Nonpublic Transportation Aid	22-495-034-5120-014	7,830.00	7/1/21	6/30/22	(7,830.00)			7,830.00
Total State Aid - Transportation					(30,260.27)	-	-	287,834.33
Extraordinary Special Education Aid								
Extraordinary Special Education Aid	23-495-034-5120-044	129,532.00	7/1/22	6/30/23				54,451.00
Extraordinary Special Education Aid	22-495-034-5120-044	54,451.00	7/1/21	6/30/22	(54,451.00)			54,451.00
Total Extraordinary Aid					(54,451.00)	-	-	54,451.00
Reimbursed TPAF Social Security Contributions								
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	298,770.82	7/1/22	6/30/23				276,087.84
Reimbursed TPAF Social Security Contributions	22-495-034-5094-003	285,886.04	7/1/21	6/30/22	(14,066.86)			14,066.86
Total Reimbursed TPAF Social Security Contributions					(14,066.86)	-	-	290,154.70
On-Behalf T.P.A.F. Pension Contributions:								
Normal Cost	23-495-034-5094-002	1,400,085.00	7/1/22	6/30/23				1,400,085.00
Non-Contributory Insurance	23-495-034-5094-004	19,425.00	7/1/22	6/30/23				19,425.00
Post-Retirement Medical Costs	23-495-034-5094-001	372,902.00	7/1/22	6/30/23				372,902.00
Long-Term Disability Insurance	23-495-034-5094-004	385.00	7/1/22	6/30/23				385.00
Total On-Behalf TPAF Pension Contributions (non-budgeted)					-	-	-	1,792,797.00
Total General Fund					(150,428.86)	-	-	2,969,848.52
Special Revenue Fund:								
New Jersey Department of Education:								
Nonpublic Aid:								
Textbook Aid	23-100-034-5120-064	6,204.00	7/1/22	6/30/23				6,204.00
Textbook Aid	22-100-034-5120-064	4,201.00	7/1/21	6/30/22		\$ 128.00		10,528.00
Nursing Services	23-100-034-5120-070	10,528.00	7/1/22	6/30/23				3,948.00
Technology	23-100-034-5120-070	3,948.00	7/1/22	6/30/23				2,940.00
Technology	22-100-034-5120-070	2,940.00	7/1/21	6/30/22		103.00		
Auxiliary Service:								
Compensatory Education	23-100-034-5120-067	21,743.00	7/1/22	6/30/23				21,743.00
Compensatory Education	22-100-034-5120-067	18,364.00	7/1/21	6/30/22		358.00		
Transportation	23-100-034-5120-067	3,064.00	7/1/22	6/30/23				3,064.00
Transportation	22-100-034-5120-067	2,345.00	7/1/21	6/30/22		511.00		
ESL	22-100-034-5120-067	2,741.00	7/1/21	6/30/22		2,741.00		
Security	23-100-034-5120-509	19,270.00	7/1/22	6/30/23				19,270.00
Handicapped Services:								
Examination and Classification	23-100-034-5120-066	14,409.00	7/1/22	6/30/23				14,409.00
Examination and Classification	22-100-034-5120-066	13,649.00	7/1/21	6/30/22		1,706.00		
Corrective Speech	23-100-034-5120-066	20,739.00	7/1/22	6/30/23				20,739.00
Corrective Speech	22-100-034-5120-066	24,924.00	7/1/21	6/30/22		1,209.00		
Supplemental Instruction	23-100-034-5120-066	7,599.00	7/1/22	6/30/23				7,599.00
Supplemental Instruction	22-100-034-5120-066	6,525.00	7/1/21	6/30/22		165.00		
Total Nonpublic Aid					-	6,921.00	-	107,504.00
Climate Awareness Education Grant	23-100-034-5064-359	6,660.00	7/1/22	6/30/23				6,660.00
Total State Department of Education					-	6,921.00	-	114,164.00
Total Special Revenue Fund					-	6,921.00	-	114,164.00
Enterprise Fund:								
New Jersey Department of Agriculture:								
Child Nutrition:								
State School Breakfast Program	23-100-010-3350-023	972.60	7/1/22	6/30/23				918.00
Total State School Breakfast Program					-	-	-	918.00
State School Lunch Program	23-100-010-3350-023	3,829.17	7/1/22	6/30/23				3,635.49
State School Lunch Program	22-100-010-3350-023	5,808.56	7/1/21	6/30/22	(275.52)			275.52
Total State School Lunch Program					(275.52)	-	-	3,911.01
Total Enterprise Fund					(275.52)	-	-	4,829.01
Total State Financial Assistance					\$ (150,704.38)	\$ 6,921.00	\$ -	\$ 3,088,841.53

Less: State Financial Assistance not subject to Calculation for Major Program Determination for State Single Audit:

General Fund (Non-Cash Assistance):

New Jersey Department of the Treasury:

On-behalf T.P.A.F. Pension Contributions:

Normal Cost	23-495-034-5094-002	1,400,085.00	7/1/22	6/30/23				
Non-Contributory Insurance	23-495-034-5094-004	19,425.00	7/1/22	6/30/23				
Post-Retirement Medical Costs	23-495-034-5094-001	372,902.00	7/1/22	6/30/23				
Long-Term Disability Insurance	23-495-034-5094-004	385.00	7/1/22	6/30/23				

Total General Fund (Non-Cash Assistance)

Total State Financial Assistance subject to Major Program Determination for State Single Audit

(A) Difference due to rounding adjustment.

The accompanying Notes to Financial Statements and Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

Total Budgetary Expenditures	Passed- Through to Subrecipients	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2023			(Memo Only)	
				(Accounts Receivable)	Unearned Revenue	Due to Grantor	Budgetary Receivable June 30, 2023	Cumulative Total Expenditures
\$ 389,784.00				\$ (22,630.69)			\$ (22,630.69)	\$ 389,784.00
133,562.00				(7,754.55)			(7,754.55)	399,234.00
523,346.00	-	-	-	(30,385.24)	-	-	(30,385.24)	133,562.00
272,578.00				(15,825.76)			(15,825.76)	133,562.00
6,864.00				(6,864.00)			(6,864.00)	94,876.00
279,442.00	-	-	-	(22,689.76)	-	-	(22,689.76)	1,151,018.00
129,532.00				(129,532.00)				272,578.00
129,532.00	-	-	-	(129,532.00)	-	-	-	272,578.00
298,770.82				(22,682.98)				6,864.00
298,770.82	-	-	-	(22,682.98)	-	-	-	7,830.00
1,400,085.00								559,850.00
19,425.00								129,532.00
372,902.00								54,451.00
385.00								183,983.00
1,792,797.00	-	-	-	-	-	-	-	298,770.82
3,023,887.82	-	-	-	(205,289.98)	-	-	(53,075.00)	285,886.04
								584,656.86
								1,400,085.00
								19,425.00
								372,902.00
								385.00
								1,792,797.00
								4,272,304.86
6,170.97		\$ (0.03) (A)	\$ 128.00			\$ 33.00		6,170.97
10,528.00			103.00			3,948.00		4,073.00
17,987.00			358.00			3,756.00		10,528.00
2,057.00			511.00			1,007.00		-
19,270.00			2,741.00					2,837.00
7,779.00						6,630.00		17,987.00
19,158.00			1,706.00			1,581.00		18,006.00
7,517.00			1,209.00			82.00		2,057.00
90,466.97	-	(0.03)	6,921.00	-	-	17,037.00	-	1,834.00
6,160.00					\$ 500.00			-
96,626.97	-	(0.03)	6,921.00	-	500.00	17,037.00	-	19,270.00
96,626.97	-	(0.03)	6,921.00	-	500.00	17,037.00	-	7,779.00
972.60				(54.60)				11,943.00
972.60	-	-	-	(54.60)	-	-	-	19,158.00
3,829.17				(193.68)				23,715.00
3,829.17	-	-	-	(193.68)	-	-	-	7,517.00
4,801.77	-	-	-	(248.28)	-	-	-	6,360.00
\$ 3,125,316.56	\$ -	\$ (0.03)	\$ 6,921.00	\$ (205,538.26)	\$ 500.00	\$ 17,037.00	\$ (53,075.00)	\$ 4,448,310.16
\$ 1,400,085.00								
19,425.00								
372,902.00								
385.00								
1,792,797.00								
\$ 1,332,519.56								

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2023

Note 1: BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and state financial assistance (“the schedules”) include federal and state award activity of the Township of Greenwich School District (hereafter referred to as the “School District”). The School District is defined in note 1 to the School District’s basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules. Because these schedules present only a selected portion of the operations of the School District, it is not intended to and does not present the financial position and changes in operations of the School District.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedules are presented using the budgetary basis of accounting, with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting. These bases of accounting are described in note 1 to the School District’s basic financial statements. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, wherein certain types of expenditures are not allowed or are limited as to reimbursement. The expenditures reflected in the schedules are presented at the federal and state participation level; thus, any matching portion is not included.

Note 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, payments are not recognized until the subsequent budget year due to the State deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more June 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 (\$27,870.00) for the general fund. See exhibit C-3, notes to required supplementary information, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general fund.

Note 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONT'D)

The revenues reported on a GAAP basis from the basic financial statements with a reconciliation to the reported amounts on the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General		\$ 3,051,757.82	\$ 3,051,757.82
Special Revenue	\$ 435,304.35	96,626.97	531,931.32
Food Service	195,629.76	4,801.77	200,431.53
	<u>630,934.11</u>	<u>3,153,186.56</u>	<u>3,784,120.67</u>
GAAP Basis Revenues			
GAAP Adjustments:			
State Aid Payments		(27,870.00)	(27,870.00)
	<u>-</u>	<u>(27,870.00)</u>	<u>(27,870.00)</u>
Total Awards and Financial Assistance Expended	<u>\$ 630,934.11</u>	<u>\$ 3,125,316.56</u>	<u>\$ 3,756,250.67</u>

Note 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

Note 5: ADJUSTMENTS

Amounts reported in the column entitled "adjustments" on Schedules K-3 and K-4 represent differences due to rounding.

Note 6: REIMBURSED AND ON-BEHALF PAYMENTS

During the fiscal year ended June 30, 2023, the School District was the recipient of federal and state assistance that represented either a reimbursement to the School District or payments made on-behalf of the School District. Revenues and expenditures reported under the federal food distribution program represent the current year value received and the current year distribution, respectively, of American-grown United States Department of Agriculture foods utilized in the School District's food service program. TPAF Social Security Contributions represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year. Lastly, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs, non-contributory insurance, post-retirement medical costs, and long-term disability insurance related to TPAF members.

Note 7: MAJOR PROGRAMS

Major programs are identified in the *Summary of Auditor's Results* section of the *Schedule of Findings and Questioned Costs*.

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued UNMODIFIED
Internal control over financial reporting:
Material weakness(es) identified? ___ yes X no
Significant deficiency(ies) identified? ___ yes X none reported
Noncompliance material to financial statements noted? ___ yes X no

Federal Awards

Not Applicable

Internal control over major programs:
Material weakness(es) identified? ___ yes ___ no
Significant deficiency(ies) identified? ___ yes ___ none reported
Type of auditor's report issued on compliance for major programs
Any audit findings disclosed that are required to be reported in accordance with Section 516 of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)? ___ yes ___ no

Identification of major programs:

Table with 3 columns: Assistance Listing Number(s), FAIN Number(s), Name of Federal Program or Cluster. Multiple rows for data entry.

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

Auditee qualified as low-risk auditee? ___ yes ___ no

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section 1- Summary of Auditor's Results (Cont'd)

State Financial Assistance

Internal control over major programs:

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

Significant deficiency(ies) identified? ___ yes ___ X none reported

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

Any audit findings disclosed that are required to be reported in accordance with New Jersey Circular 15-08-OMB? ___ yes ___ X no

Identification of major programs:

GMIS Number(s)

Name of State Program

23-495-034-5120-089

State Aid Public: Special Education Aid

23-495-034-5120-084

State Aid Public: Security Aid

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000.00

Auditee qualified as low-risk auditee? ___ X ___ yes ___ no

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section 2- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, requires.

No Current Year Findings

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section 3- Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse related to the audit of major Federal programs, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Not Applicable

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section 4- Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse related to the audit of major State programs, as required by State of New Jersey Circular 15-08-OMB.

No Current Year Findings

TOWNSHIP OF GREENWICH SCHOOL DISTRICT
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management

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

FINANCIAL STATEMENT FINDINGS

No Prior Year Findings

FEDERAL AWARDS

No Prior Year Findings

STATE FINANCIAL ASSISTANCE PROGRAMS

No Prior Year Findings