

SCHOOL DISTRICT
OF
JACKSON TOWNSHIP
OF OCEAN COUNTY

Jackson Township Board of Education
Jackson, New Jersey

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2023

ANNUAL COMPREHENSIVE
FINANCIAL REPORT

Of the

Jackson Township Board of Education
of Ocean County

Jackson, New Jersey

For the Fiscal Year Ended June 30, 2023

Prepared by

Jackson Township Board of Education
Finance Department

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INTRODUCTORY SECTION



JACKSON TOWNSHIP SCHOOL DISTRICT

151 Don Connor Boulevard
Jackson, NJ 08527-3497
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FAX (732) 833-4609
www.Jacksonsd.org

Mrs. Nicole Pormilli
Superintendent of Schools

Ms. Michelle Richardson
Business Administrator/Board Secretary

December 5, 2023

Honorable President and Members
of the Board of Education
Jackson School District
County of Ocean, New Jersey 08527

Dear Board Members:

The comprehensive annual financial report of the Jackson School District for the fiscal year ended June 30, 2023, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Jackson 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 comprehensive annual financial report is presented in four sections; introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the management's discussion and analysis, general-purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of The Single Audit Act of 1996 and Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and State of New Jersey *OMB Circular 15-08* "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations are included in the single audit section of this report.



1. REPORTING ENTITY AND ITS' SERVICES: Jackson School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds of the District are included in this report. The Jackson Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular, vocational, as well as special education for handicapped children. The District completed the 2022-2023 fiscal year with an average daily enrollment of 7,533 students, just above the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years:

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2022/23	7,533	0.0%
2021/22	7,530	-1.1%
2020/21	7,610	-4.75
2019/20	7,986	-1.7%
2018/19	8,123*	-1.0%*
2017/18	8,205	-2.7%
2016/17	8,434	-1.9%
2015/16	8,601	-1.2%
2014/15	8,707	-2.6%
2013/14	8,941	-2.3%

* Indicates a corrected figure.

2. ECONOMIC CONDITION AND OUTLOOK: The Jackson Township School District has experienced a small increase in enrollment. Student population is expected to level off at approximately the current level. A number of new housing developments have broken ground in the town, this new housing will bring additional students into the district schools, thus increasing enrollment. The Jackson Township School District is committed to continued fiscal responsibility, full compliance to regulations and the understanding of the difficult economic conditions of our taxpayers while continuing to provide the highest quality instruction to all our students.

3. EDUCATION PROGRAM

Mission Statement: The Jackson School District is a partnership of dedicated staff, learners and community members committed to developing the unique abilities of each student through compelling learning experiences in a safe and nurturing environment.

Our comprehensive, engaging and technology-enriched programs inspire, educate and motivate students to become independent, creative and critical thinkers who will thrive in a diverse, evolving global society.



We are resolved that through commitment to scholarship, character and initiative, our students will succeed beyond the expectations of the New Jersey Student Learning Standards as they excel in their life-long pursuit of knowledge.

The Jackson School District educational program spans Pre-Kindergarten to 12th grade in six elementary schools, two middle schools and two high schools. Over 7,500 students have an opportunity to participate in a variety of programs which include, but are not limited to, the following:

- Basic Skills Literacy
- Basic Skills Math
- Enrichment
- English as a Second Language
- Special Education

The elementary curriculum features a developmentally appropriate approach to learning and an emphasis on activities that promote early literacy. The secondary program offers required and elective courses, which are aligned to the Core Curriculum Content Standards.

The District continues to adapt the educational program to the standards set forth in the No Child Left Behind Legislation. Thus, a five-year curriculum plan was created in math, literacy and science. Staff development activities are geared toward fulfilling the “Highly Qualified” standards for certified and non-certified personnel.

4. INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal audit control structure 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). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objects are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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



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

The 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 reservations of fund balance at June 30, 2023.

6. ACCOUNTING SYSTEM 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 various funds. These funds are explained in "Notes to the Financial Statements," Note 1.

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

8. 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, and fidelity bonds.

9. OTHER INFORMATION:

A. Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board selected the accounting firm of Jump, Perry and Company, LLP. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of The Single Audit Act of 1996 and the related Uniform Guidance and New Jersey OMB Circular 15-08. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

10. FUTURE GROWTH: The District continues to monitor its population and has created an Enrollment Committee, consisting of of BOE members and administration to take a deep dive into analyzing the enrollment issue and make recommendations to the full BOE in order to prepare for any needed facility changes. While the district received COVID ESSER funds and Stabilization Aid, the passage of P.L.2018, c.67 (S2) on 07/22/2018, is still reducing the Districts State Aid allocation significantly for another year. The District is still in the fight to



have the NJ Department of Education provide fair funding for all of NJ's public school children.

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

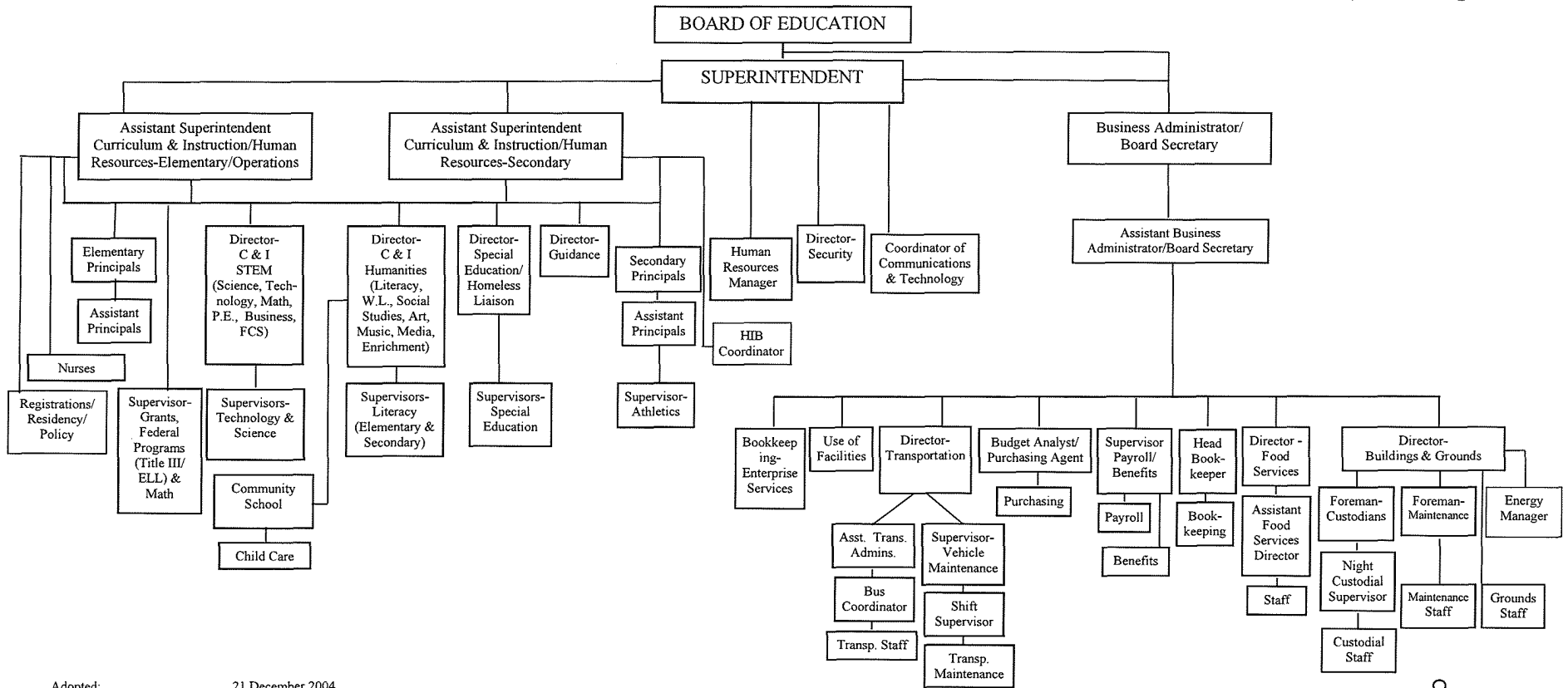
Respectfully submitted,

Mrs. Nicole Pormilli
Superintendent of Schools

Michelle D. Richardson
Business Administrator/
Board Secretary

1110 - ORGANIZATIONAL CHART

**POLICY - 2nd Reading
November 21, 2017 Agenda**



Adopted: 21 December 2004
 Revised : 17 December 2013
 Revised 18 August 2015
 Revised: 16 August 2016
 Revised-1st Reading: 17 October 2017
 Revised-Adopted 21 November 2017

ADMINISTRATION
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 Organizational Chart

Jackson Township Board of Education
Jackson, New Jersey

Roster of Officials
June 30, 2023

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Giuseppe Palmeri, Board,President	2024
Tina Kas, Board Vice President	2024
Megan Gardella	2025
Tara Rivera	2023
Erica Osmond	2024
Brian McCarron	2023
Allison Barocas	2025

Other Officials

Nicole Pormilli, Superintendent of Schools

Michelle D. Richardson,, Board Secretary/School Business Administrator

George Stone, Treasurer

Marc H. Zitomer, Board Attorney

Jackson Township Board of Education
Consultants and Advisors

Architect

Spiezle Architects
1395 Yardville Hamilton Square Road
Hamilton, NJ 08691

Audit Firm

Kathryn Perry, CPA
Jump, Perry and Company, L.L.P.
12 Lexington Avenue
Toms River, New Jersey 08753

Attorney

Board Attorney
Marc H. Zitomer
Schenck Price Smith & King, LLP
220 Park Avenue
Florham Park, New Jersey 07932

Special Education Attorney
John Comegno
Comegno Law Group
521 Pleasant Valley Avenue
Moorestown, NJ 08057

Official Depositories

OceanFirst Bank
10 Leesville Road
Jackson, New Jersey 08527

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Honorable President and
Members of the Board of Education
Jackson Township Board of Education:
County of Ocean
Jackson, New Jersey

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Jackson Township Board of Education 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 these 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 Jackson Township Board of Education's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, the schedules related to accounting and reporting for pensions and the schedules related to accounting and reporting for postemployment benefits other than pensions, 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 of Jackson Township Board of Education's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards 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 December 5, 2023 on our consideration of Jackson Township Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 Jackson Township Board of Education 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 Jackson Township Board of Education's internal control over financial reporting and compliance.

Respectfully Submitted,

Jump, Perry and Company L.L.P.
Toms River, New Jersey


Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Jackson Township Board of Education
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
Unaudited

The discussion and analysis of Jackson Township Board of Education's financial performance provides an overall review of the School Board's financial activities for the fiscal year ended June 30, 2023. The intent of this discussion and analysis is to look at the School Board's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School Board's financial performance.

Financial Highlights

Key financial highlights for June 30, 2023 are as follows:

Net position totaled \$49,000,755, which represents a 16.10 percent increase from June 30, 2022.

General revenues accounted for \$163,686,962 in revenue or 91.58 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$15,040,765 or 8.42 percent of total revenues of \$178,727,727.

Total assets decreased by \$3,423,616 as current assets increased by \$3,920,604 and capital assets, net decreased by \$7,344,220. .

The School Board had \$171,933,751 in expenses; only \$15,040,765 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$163,686,962 were adequate to provide for these programs. The primary source of revenue came from property taxes which represent 58 percent of all revenue.

Among major funds, the General Fund had \$147,531,538 in revenues and \$147,333,870 in expenditures and transfers. The General Fund's balance increased \$197,668 over June 30, 2022. The General Fund's balance is \$6,171,927.

Using this Annual Comprehensive Financial Report (ACFR)

The annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Jackson Township Board of Education as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

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

The Statement of Net Position and Statement of Activities provide information about the activities of the School Board, presenting both an aggregate view of the School Board's finances and longer-term view of those finances. Fund financial statements provide the next level of detail. For government funds, these statements tell how services were financed in the short term as well as what remains for future spending. The fund financial statements also look at the School Board's most significant funds with all other non-major funds presented in total in one column. In the case of Jackson Township Board of Education, the General Fund is by far the most significant.

Reporting the School Board as a Whole

Statement of Net Position and the Statement of Activities

The Statement of Net Position and Statement of Activities provide information about the activities of the entire School District and are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector business.

These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into consideration all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. The change in net position is important because it informs the reader that, for the School District as a whole, the financial position of the School District has improved or worsened. The causes of the change may be the result of many factors, some financial and some not. Non-financial factors include, but are not limited to, the District's property tax base, current laws in New Jersey restricting revenue growth, facility conditions, and required educational programs. In the Statement of Net Position and the Statement of Activities, the School Board is divided into two kinds of activities:

Governmental Activities - All of the School Board's programs and services are reported here including, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

Business-Type Activities - This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service Funds are reported as business activities.

Reporting the School Board's Most Significant Funds

Fund Financial Statement

The Analysis of the School Board's major funds begins with Exhibit B-1. Fund financial reports provide detailed information about the School Board's major funds. The School Board's major governmental funds are the General Fund, Special Revenue Fund, and Capital Projects Fund.

Governmental Funds

The School Board's activities are reported in governmental funds, which focus on how money flows into and out of the funds and balances left at year-end available for spending in the future years. These funds are reported using a modified accrual accounting method which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School Board's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise Fund

The Enterprise Fund uses the same basis of accounting as business-type activities.

The School Board as a Whole

The Statement of Net Position provides the financial perspective of the School Board as a whole. Table 1 provides a summary comparison of the School Board's net position for June 30, 2023 and 2022.

Table 1

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

	June 30, 2023			June 30, 2022		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Assets:						
Current and other assets	\$ 27,836,707	\$ 2,055,638	\$ 29,892,345	\$ 23,871,714	\$ 2,100,027	\$ 25,971,741
Capital assets, net	142,473,496	976,372	143,449,868	149,820,426	973,662	150,794,088
Total assets	170,310,203	3,032,010	173,342,213	173,692,140	3,073,689	176,765,829
Deferred outflow of resources	8,398,933	-	8,398,933	8,617,545	-	8,617,545
Liabilities:						
Current liabilities	20,841,201	381,259	21,222,460	-	-	-
Long-term liabilities outstanding	104,034,796	100,861	104,135,657	121,488,664	336,438	121,825,102
Total liabilities	124,875,997	482,120	125,358,117	121,488,664	336,438	121,825,102
Deferred inflow of resources	7,382,274	-	7,382,274	21,351,493	-	21,351,493
Net position:						
Net investment in capital assets	85,754,815	976,372	86,731,187	84,077,531	973,662	85,051,193
Restricted	2,099,925	-	2,099,925	3,268,811	-	3,268,811
Unrestricted	(41,403,875)	1,573,518	(39,830,357)	(47,876,814)	1,763,589	(46,113,225)
Total Net Position	\$ 46,450,865	\$ 2,549,890	\$ 49,000,755	\$ 39,469,528	\$ 2,737,251	\$ 42,206,779

The unrestricted net position is a negative balance due to the unfunded liabilities for compensated absences and PERS pension. The District expects to be able to fund these liabilities as they come due annually.

The School Board's combined net position was \$49,000,755 on June 30, 2023. This is a change of 16.10 percent from the previous year.

Table 2 provides a comparison analysis of School Board's changes in net position from fiscal years June 30, 2023 and 2022.

Table 2

Changes in Net Position

	June 30, 2023			June 30, 2022		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Revenues						
Program revenues:						
Charges for services	\$ 141	\$ 2,633,114	\$ 2,633,255	\$ 1,062,830	\$ 1,244,457	\$ 2,307,287
Operating and capital grants and contributions	10,015,780	2,391,730	12,407,510	47,493,843	4,637,876	52,131,719
General revenues:						
Property taxes	99,205,991	-	99,205,991	97,513,398	-	97,513,398
Federal and state aid	58,564,932	-	58,564,932	51,331,667	-	51,331,667
Investment earnings	326,044	-	326,044	-	-	-
Miscellaneous	5,589,995	-	5,589,995	2,505,878	(250,000)	2,255,878
Total revenues	173,702,883	5,024,844	178,727,727	199,907,616	5,632,333	205,539,949
Expenses						
Instructional services	64,092,984	-	64,092,984	106,909,007	-	106,909,007
Support services	101,372,967	5,212,205	106,585,172	76,123,285	5,100,975	81,224,260
Interest on long-term liabilities	1,255,595	-	1,255,595	1,980,647	-	1,980,647
Total expenses	166,721,546	5,212,205	171,933,751	185,012,939	5,100,975	190,113,914
Change in net position	6,981,337	(187,361)	6,793,976	14,894,677	531,358	15,426,035
Net position(deficit) - beginning	39,469,528	2,737,251	42,206,779	24,574,851	2,205,893	26,780,744
Net position - beginning restated	\$ 39,469,528	\$ 2,737,251	\$ 42,206,779	\$ 24,574,851	\$ 2,205,893	\$ 26,780,744
Net position (deficit) - ending	\$ 46,450,865	\$ 2,549,890	\$ 49,000,755	\$ 39,469,528	\$ 2,737,251	\$ 42,206,779

Total revenues decreased by \$26,812,222 or 13.04 percent. \$1,692,593 or 6.31 percent of the total revenue decrease was due to the tax levy increase. The tax levy increase was necessary to cover increased costs in salaries and benefits, utilities, the debt service and capital improvements. Property taxes are the majority of total revenues and account for 55.51 percent.

Total expenses decreased \$18,180,163 or 9.56 percent.

The increase in total revenues lead to an increase of the net position by \$6,793,976 or 16.10 percent.

Expenses for Fiscal Year June 30, 2023

Business-Type Activities

Revenues for the District's business-type activities (food service, child care, community school, pre-school programs, digital media and summer elective) were comprised of charges for services and reimbursements. Total Enterprise Fund expenses exceeded revenues by \$187,361.

Charges for services represent \$2,633,114 of revenue. This represents the amount paid by patrons for daily food service.

Federal and state reimbursements for meals, including interest, payments for free lunches and donated commodities was \$2,391,730. These reimbursements decreased by \$2,246,146 or 48.43 percent from June 30, 2022.

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total costs of services and the net cost of services. The net cost shows the financial burden that was placed on the School District's taxpayers by each of these functions.

Table 3

Governmental Activities

	2023		2022	
	Total Cost of <u>Services</u>	Net Cost of <u>Services</u>	Total Cost of <u>Services</u>	Net Cost of <u>Services</u>
Instruction	\$ 64,092,984	\$ 64,092,843	\$ 106,909,007	\$ 76,294,216
Support Services:				
Pupils and Instructional Staff	34,913,401	24,897,621	26,671,062	16,296,686
General Administration, School Administration, Business Operation and Maintenance of Facilities	50,966,004	50,820,940	32,788,256	28,042,705
Pupil Transportation	15,493,562	15,493,562	16,663,967	13,950,359
Interest and Fiscal Charges	<u>1,255,595</u>	<u>1,255,595</u>	<u>1,980,647</u>	<u>1,872,300</u>
Total Expenses	<u>\$ 166,721,546</u>	<u>\$ 156,560,561</u>	<u>\$ 185,012,939</u>	<u>\$ 136,456,266</u>

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

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General administration, school administration and business include expenses associated with administrative and financial supervision of the District.

Operation and maintenance of facilities activities involve keeping the school grounds, buildings, and equipment in an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school, to school curricular and athletic activities and field trips as provided by state law.

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the District.

The School Board's Funds

The School Board uses funds to control and manage money for particular purposes. The Fund's basic financial statements allow the School Board to demonstrate its stewardship over and accountability for resources received from the Township of Jackson, State of New Jersey and other entities. These statements also allow the reader to obtain more insight into the financial workings of the School Board, and assess further the School Board's overall financial health.

As the School Board completed the fiscal year ended June 30, 2023, it reported a combined fund balance of \$6,995,506, which is an decrease of \$(4,024,055). The decrease is due to annual revenues being greater than actual expenditures in 2022-2023. The Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds, Exhibit B-2, presents the reader with a detailed explanation of the increase in fund balance for the fiscal year.

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund revenues for the fiscal year ended June 30, 2023.

<u>Revenue</u>	<u>2023 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2022</u>	<u>Percent of Increase/ (Decrease)</u>
Local Sources	\$ 105,122,171	60.52 %	\$ 3,259,948	3.10 %
State Sources	58,378,420	33.61	(25,460,235)	30.36
Federal Sources	<u>10,202,292</u>	<u>5.87</u>	<u>(1,772,993)</u>	<u>14.80</u>
Total	<u>\$ 173,702,883</u>	<u>100.00 %</u>	<u>\$ (23,973,280)</u>	<u>12.13 %</u>

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2023.

<u>Expenditures</u>	<u>2023 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2022</u>	<u>Percent of Increase/ (Decrease)</u>
Current Expenditures:				
Instruction	\$ 64,092,984	36.11 %	\$ 10,363,032	19.29 %
Undistributed Expenditures	101,382,149	57.12	(15,866,395)	15.65
Capital Outlay	3,589,579	2.02	(2,030,278)	36.13
Debt Service:				
Principal	6,825,000	3.85	325,000	5.00
Interest	<u>1,605,812</u>	<u>0.90</u>	<u>(330,626)</u>	<u>17.07</u>
Total	<u>\$ 177,495,524</u>	<u>100.00 %</u>	<u>\$ (7,539,267)</u>	<u>3.76 %</u>

General Fund Budgeting Highlights

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

Over the course of the year, the School Board revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures.

A schedule showing the School Board's original and final budget compared with actual operating results is provided in Section C of the ACFR, entitled Budgetary Comparison Schedules. The School Board generally did better than had been budgeted in its General Fund since it practices conservative budgetary practices in which revenues are forecasted very conservatively and expenditures are budgeted with worst-case scenarios in mind.

The General Fund finished the fiscal year approximately \$2,020,237 better than had been budgeted in terms of expenditures. The district achieved savings in energy, transportation, tuition costs, health care and salaries. Revenewise, the General Fund fared about \$6,372,450 better than expected.

Both revenues and expenditures amounts have been adjusted for the non-budgeted amounts reflected in the comparison schedule for reimbursed TPAF social security contributions and on behalf TPAF postretirement medical contributions

The General Fund has restricted a portion of its Fund Balance. The restricted Fund Balance items are as follows:

Capital Reserve	1,875,887
Unemployment Claims	1,054,724

These restricted reserves are regulated as to their use by the State of New Jersey. Therefore, the Board places funds in the reserves in combination with the future financial needs of the District.

Capital Assets and Debt Administration

Capital Assets. At the end of the fiscal year June 30, 2023, the School Board had \$143,449,869 invested in land, buildings, site improvements and machinery and equipment.

Table 4

Capital Assets (Net of Depreciation) at June 30, 2023 and June 30, 2022

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 15,707,450	\$ 15,707,450	\$ -	\$ -	\$ 15,707,450	\$ 15,707,450
Construction in Progress	26,233,879	26,233,879	-	-	26,233,879	26,233,879
Site Improvements	8,750,344	3,486,063	-	-	8,750,344	3,486,063
Building and Improvements	84,981,139	94,803,249	795,347	795,347	85,776,486	95,598,596
Machinery and Equipment	6,800,685	9,589,785	181,025	178,315	6,981,710	9,768,100
Total	\$142,473,497	\$149,820,426	\$ 976,372	\$ 973,662	\$143,449,869	\$150,794,088

During the current fiscal year, \$2,031,546 of capital assets were capitalized as additions. Increases in capital assets were offset by depreciation expense for the year.

Debt Administration. The District's long-term liabilities are as follows for the governmental and business-type activities :

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Bonds Payable (net)	\$ 30,040,000	\$ 36,865,000
Capital Leases payable	25,770,374	27,882,691
Pension Liability-PERS	39,619,016	31,319,754
Unamortized bond premium	1,885,739	2,374,833
Compensated Absences payable	<u>6,820,528</u>	<u>6,835,470</u>
Total long-term liabilities	<u>\$ 104,135,657</u>	<u>\$ 105,277,748</u>

For more detailed information, please refer to the Capital Assets and Long-term debt notes in the basic financial statements.

Economic Factors and Next Year's Budget

For the 2022-2023 school year, the School Board was able to sustain its budget through the local tax levy, state education aid and local revenue sources. Approximately 39.48% of the School Board's revenue is from federal, state and other aid (restricted and not restricted), while 60.52% of total revenue is from local sources.

The \$(41,403,875) in unrestricted net position for all governmental activities represents the accumulated results of all past years' operations. It means that if the School Board had to pay off all bills today, including all of the School Board's non-capital liabilities (compensated absences, etc.), the School Board would owe this value to debtors.

The 2022-2023 budget was adopted in March 2022 based in part on the state education aid the School Board anticipated receiving. Any future increases based on the enrollment formula, originally formulated to allocate state education aid amongst school boards, will be minimal. Future decreases in local revenue and state education aid will place additional burden on the Borough of Jackson for increased aid.

For the Future

The Jackson School District is in good financial condition presently. The School District is proud of its community support of the public schools. The State of NJ passed legislation known as 'S2" in 2018, which has adversely affected many Ocean County School Districts by lowering the amount of funding the State of New Jersey supplies to educate students. For Jackson, it was originally estimated to cut state aid by as much as \$18,000,000 over seven years (FY19 to FY25). The District lost \$4,605,878 million for the FY23 school year and stands to lose \$6,287,774 million in FY24 bringing the total loss of State Aid to \$21,744,107. There is uncertainty regarding the methodology and amount amount of funding of the state's portion of education aid and the District is pursuing all available avenues to get answers from the Department of Education for their methodology. However, the state has provided some financial relief to school districts due to the Corona virus pandemic. Beginning March 13, 2020 the state awarded Pandemic Relief Funds in the form of Elementary and Secondary School Emergency Relief Funds (ESSER). The District has received 3 awards with varying periods of funding through 2023. These funds will be used to address learning loss, maintain student & staff health and safety as well as avoiding staff layoffs and hiring new staff needed. These reliefs are not permanent. The Board and Administration continue to find creative means to fill the gap between funding, and the cost to provide an exceptional education to Jackson's students.

In addition, the School District's system for financial planning, budgeting and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future. In conclusion, the Jackson School District has committed itself to financial excellence for many years.

Contacting the School Board's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or need additional information, you may contact the School Business Administrator/Board Secretary at Jackson Township Board of Education, , Jackson, NJ, 08527.

BASIC FINANCIAL STATEMENTS

JACKSON TOWNSHIP SCHOOL DISTRICT
Statement of Net Position
June 30, 2023

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 22,314,956	\$ 1,597,973	\$ 23,912,929
Receivables - other	426,317	6,540	432,857
Receivables - state	2,754,152	4,903	2,759,055
Receivables - federal	2,341,282	135,386	2,476,668
Inventory	-	81,030	81,030
Due from other funds	-	229,806	229,806
Capital assets, non-depreciable	41,941,329	-	41,941,329
Capital assets, depreciable, net:	100,532,167	976,372	101,508,539
Total assets	<u>170,310,203</u>	<u>3,032,010</u>	<u>173,342,213</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows - PERS	6,513,194	-	6,513,194
Premium on bond refunding	1,885,739	-	1,885,739
Total deferred outflows of resources	<u>8,398,933</u>	<u>-</u>	<u>8,398,933</u>
LIABILITIES			
Accounts payable	3,418,605	55,832	3,474,437
Other liabilities	7,856,300	-	7,856,300
Due to other funds	79,758	150,048	229,806
Unearned revenue	9,486,538	175,379	9,661,917
Noncurrent liabilities:			
Due within one year	9,764,924	-	9,764,924
Due beyond one year	94,269,872	100,861	94,370,733
Total liabilities	<u>124,875,997</u>	<u>482,120</u>	<u>125,358,117</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows - PERS	6,473,967	-	6,473,967
Deferred premium on refunding	908,307	-	908,307
Total deferred inflows of resources	<u>7,382,274</u>	<u>-</u>	<u>7,382,274</u>
NET POSITION			
Net investment in capital assets	85,754,815	976,372	86,731,187
Restricted for:			
Debt service	68,673	-	68,673
Capital projects	1,928,663	-	1,928,663
Other purposes	102,589	-	102,589
Unrestricted	(41,403,875)	1,573,518	(39,830,357)
Total net position	<u>\$ 46,450,865</u>	<u>\$ 2,549,890</u>	<u>\$ 49,000,755</u>

JACKSON TOWNSHIP SCHOOL DISTRICT
 Statement of Activities
 For the Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Current:							
Regular instruction	\$ 44,614,975	\$ 141	\$ -	\$ -	\$ (44,614,834)	\$ -	\$ (44,614,834)
Special schools instruction	15,953,106	-	-	-	(15,953,106)	-	(15,953,106)
Other special instruction	3,524,903	-	-	-	(3,524,903)	-	(3,524,903)
Support services and undistributed costs:							
Instruction	3,374,633	-	-	-	(3,374,633)	-	(3,374,633)
Health services	989,506	-	-	-	(989,506)	-	(989,506)
Other support services	19,455,636	-	-	-	(19,455,636)	-	(19,455,636)
Educational media services	1,062,300	-	-	-	(1,062,300)	-	(1,062,300)
Instruction staff training	15,546	-	-	-	(15,546)	-	(15,546)
General administrative services	1,393,099	-	-	-	(1,393,099)	-	(1,393,099)
School administrative services	5,594,363	-	-	-	(5,594,363)	-	(5,594,363)
Central services	1,606,672	-	-	-	(1,606,672)	-	(1,606,672)
Admin info technology	1,743,020	-	-	-	(1,743,020)	-	(1,743,020)
Allowed maintenance for school facilities	1,190,315	-	-	-	(1,190,315)	-	(1,190,315)
Other operation & maintenance of plant	16,181,447	-	-	-	(16,181,447)	-	(16,181,447)
Care and upkeep of grounds	895,959	-	-	-	(895,959)	-	(895,959)
Security	1,009,392	-	-	-	(1,009,392)	-	(1,009,392)
Student transportation services	15,493,562	-	-	-	(15,493,562)	-	(15,493,562)
Allocated employee benefits	-	-	-	-	-	-	-
Unallocated employee benefits	21,279,205	-	-	-	(21,279,205)	-	(21,279,205)
Non-budgeted expenses	10,015,780	-	10,015,780	-	-	-	-
Special schools	72,532	-	-	-	(72,532)	-	(72,532)
Transfer to Charter school	-	-	-	-	-	-	-
Interest expense	1,255,595	-	-	-	(1,255,595)	-	(1,255,595)
Total governmental activities	166,721,546	141	10,015,780	-	(156,705,625)	-	(156,705,625)
Business-type activities:							
Food service	5,212,205	2,633,114	2,391,730	-	-	(187,361)	(187,361)
Total business-type activities	5,212,205	2,633,114	2,391,730	-	-	(187,361)	(187,361)
Total primary government	\$ 171,933,751	\$ 2,633,255	\$ 12,407,510	\$ -	\$ (156,705,625)	\$ (187,361)	\$ (156,892,986)
General revenues:							
Taxes:							
Property taxes levied for general purpose					91,445,509	-	91,445,509
Taxes levied for debt service					7,760,482	-	7,760,482
Federal and state aid - not restricted					42,755,740	-	42,755,740
Federal and state aid -restricted					364,578	-	364,578
State aid - restricted					15,444,614	-	15,444,614
Miscellaneous income					5,589,995	-	5,589,995
Investment earnings - restricted					326,044	-	326,044
Total general revenues					163,686,962	-	163,686,962
Change in net position					6,981,337	(187,361)	6,793,976
Net position, July 1					39,469,528	2,737,251	42,206,779
Net position—ending					\$ 46,450,865	\$ 2,549,890	\$ 49,000,755

JACKSON TOWNSHIP SCHOOL DISTRICT
 Balance Sheet
 Governmental Funds
 June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 17,356,789	\$ 1,228,386	\$ 1,008,107	\$ 845,787	\$ 20,439,069
Capital reserve	1,875,887	-	-	-	1,875,887
Receivables, net	-	426,317	-	-	426,317
Due from other funds	1,780,716	-	-	-	1,780,716
Receivables - State	2,754,152	-	-	-	2,754,152
Receivables - Federal	-	2,341,282	-	-	2,341,282
Prepaid expenses	-	-	-	-	-
Total assets	<u>\$ 23,767,544</u>	<u>\$ 3,995,985</u>	<u>\$ 1,008,107</u>	<u>\$ 845,787</u>	<u>\$ 29,617,423</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 1,889,363	\$ 1,529,242	\$ -	\$ -	\$ 3,418,605
Interfund payable	79,757	1,661,388	-	119,329	1,860,474
Payroll deductions and withholdings payable	4,814,703	-	-	-	4,814,703
Other liabilities	3,038,924	-	-	-	3,038,924
Payable to federal government	-	925	-	-	925
Payable to state government	-	1,748	-	-	1,748
Unearned revenue	7,772,870	100,552	955,331	657,785	9,486,538
Due to grantor	-	-	-	-	-
Total liabilities	<u>17,595,617</u>	<u>3,293,855</u>	<u>955,331</u>	<u>777,114</u>	<u>22,621,917</u>
Fund Balances:					
Restricted for:					
Capital reserve account	1,875,887	-	-	-	1,875,887
Maintenance reserve account	-	-	-	-	-
Emergency reserve account	-	-	-	-	-
Unemployment compensation	1,054,724	-	-	-	1,054,724
Student activities	-	702,130	-	-	702,130
Preschool education aid	-	-	-	-	-
Excess surplus	-	-	-	-	-
Excess surplus -- designated for subsequent year's expenditures	-	-	-	-	-
Committed to:					
Other purposes	-	-	-	-	-
Debt service fund	-	-	-	68,673	68,673
Capital projects fund	-	-	52,776	-	52,776
Assigned to:					
Other purposes	102,589	-	-	-	102,589
Designated by the BOE for subsequent year's expenditures	5,978,605	-	-	-	5,978,605
Unassigned to:					
General fund	(2,839,878)	-	-	-	(2,839,878)
Total Fund balances	<u>6,171,927</u>	<u>702,130</u>	<u>52,776</u>	<u>68,673</u>	<u>6,995,506</u>
Total liabilities and fund balances	<u>\$ 23,767,544</u>	<u>\$ 3,995,985</u>	<u>\$ 1,008,107</u>	<u>\$ 845,787</u>	

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.	142,473,496
Deferred outflows related to the PERS pension plan	6,513,194
Deferred inflows related to the PERS pension plan	(6,473,967)
Deferred inflows on refunding of bonds	1,885,739
Bond premium is being amortized over the life of the related bonds. The amortization is not recorded in the funds. The original costs were \$7,618,957.	(908,307)
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.	(104,034,796)
Net position of governmental activities	<u>\$ 46,450,865</u>

JACKSON TOWNSHIP SCHOOL DISTRICT
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources:					
Local tax levy	\$ 91,445,509	\$ -	\$ -	\$ 7,760,482	\$ 99,205,991
Tuition charges	141	-	-	-	141
Interest on investments	287,287	-	-	-	287,287
Interest earned on capital reserve funds	23,509	-	-	-	23,509
Interest earned on unemployment	15,248	-	-	-	15,248
Transportation fees	-	-	-	-	-
Rents and royalties	-	-	-	-	-
Miscellaneous	2,623,746	2,966,249	-	-	5,589,995
Total - Local Sources	94,395,440	2,966,249	-	7,760,482	105,122,171
State sources	52,771,520	5,137,649	-	469,251	58,378,420
Federal sources	364,578	9,837,714	-	-	10,202,292
Total revenues	\$ 147,531,538	\$ 17,941,612	\$ -	\$ 8,229,733	\$ 173,702,883
EXPENDITURES					
Current:					
Regular instruction	\$ 34,590,918	\$ 10,024,057	\$ -	\$ -	\$ 44,614,975
Special education instruction	15,953,106	-	-	-	15,953,106
Other special instruction	3,524,903	-	-	-	3,524,903
Undistributed - current:					
Instruction	3,374,633	-	-	-	3,374,633
Attendance and social work	158,882	-	-	-	158,882
Health services	989,506	-	-	-	989,506
Other support services	10,867,131	8,429,623	-	-	19,296,754
Educational media services	1,062,300	-	-	-	1,062,300
Instruction staff training	15,546	-	-	-	15,546
General administrative services	1,393,099	-	-	-	1,393,099
School administrative services	5,594,363	-	-	-	5,594,363
Allowed maintenance for school facilities	1,190,315	-	-	-	1,190,315
Other operation & maintenance of plant	7,282,281	-	-	-	7,282,281
Care and upkeep of grounds	895,959	-	-	-	895,959
Security	1,009,392	-	-	-	1,009,392
Student transportation services	15,493,562	-	-	-	15,493,562
Central services	1,606,672	-	-	-	1,606,672
Admin info technology	1,743,020	-	-	-	1,743,020
Unallocated employee benefits	30,418,967	-	-	-	30,418,967
Non-budgeted expenditures	10,015,780	-	-	-	10,015,780
Special schools	72,532	-	-	-	72,532
Transfer to charter school	-	-	-	-	-
Debt service:					
Principal	-	-	-	6,825,000	6,825,000
Interest and other charges	-	-	-	1,605,812	1,605,812
Capital outlay	2,262,468	359,350	967,761	-	3,589,579
Total expenditures	149,515,335	18,813,030	967,761	8,430,812	177,726,938
Excess (Deficiency) of revenues over expenditures	(1,983,797)	(871,418)	(967,761)	(201,079)	(4,024,055)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	1,226,134	955,331	-	2,181,465
Transfers out	(2,181,465)	-	-	-	(2,181,465)
Total other financing sources and uses	(2,181,465)	1,226,134	955,331	-	-
Net change in fund balances	(4,165,262)	354,716	(12,430)	(201,079)	(4,024,055)
Fund balance—July 1	10,337,189	347,414	65,206	269,752	11,019,561
Fund balance—June 30	\$ 6,171,927	\$ 702,130	\$ 52,776	\$ 68,673	\$ 6,995,506

JACKSON TOWNSHIP SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2023

Total net change in fund balances - governmental funds (from B-2) **\$ (4,024,055)**

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

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

Depreciation expense	(6,602,908)	
Capital outlays	<u>1,992,968</u>	(4,609,940)

In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net position will differ from the change in fund balance by the cost of the asset removed.

Accumulated depreciation on capital assets sold or retired during the fiscal year ended June 30, 2023	28,256	
Cost basis of capital assets sold or retired during the fiscal year ended June 30, 2023	<u>(2,765,245)</u>	(2,736,989)

In the Statement of Activities, the PERS pension expense is the amount paid plus net change in the Deferred Outflows, Deferred Inflows and pension liability as reported by the State of New Jersey 9,023,959

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 6,825,000

In the Statement of Activities, the amortization of bond issuance costs is recorded as interest expense . In the governmental funds, the amortization is not recorded. (114,741)

In the Statement of Activities, the amortization of bond premium is recorded as a reduction to interest expense . In the governmental funds, the amortization is not recorded. 341,818

In the Statement of Activities, the principal payments on capital leases are recorded as a reduction in the long-term liability. In the governmental funds, the payments are an expenditure. (Amount is net of payments included in capital outlay) 2,160,482

In the statement of activities, certain operating expenses, e.g., compensated absences (sick leave) and special termination benefits (early retirement incentive) 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, essentially, the amounts actually paid. 115,803

Change in net position of governmental activities **\$ 6,981,337**

**Jackson Township School District
Statement of Net Position
Proprietary Funds
June 30, 2023**

	Business-type Activities - Enterprise Funds							Totals
	Food Service Fund	Child Care Fund	Community School Fund	Pre School Fund	Digital Media Fund	Summer Electives	Stem Summer Camp	
ASSETS								
Current assets:								
Cash and cash equivalents	\$ 827,304	\$ 563,148	\$ 100,728	\$ 34,796	\$ 13,909	\$ 50,883	\$ 7,205	\$ 1,597,973
Accounts receivable - State	4,903	-	-	-	-	-	-	4,903
Account receivable - Federal	135,386	-	-	-	-	-	-	135,386
Interfund receivable	229,806	-	-	-	-	-	-	229,806
Other receivables	6,540	-	-	-	-	-	-	6,540
Inventories	81,030	-	-	-	-	-	-	81,030
Total current assets	<u>1,284,969</u>	<u>563,148</u>	<u>100,728</u>	<u>34,796</u>	<u>13,909</u>	<u>50,883</u>	<u>7,205</u>	<u>2,055,638</u>
Noncurrent assets:								
Furniture, machinery & equipment	2,313,434	-	-	-	-	-	-	2,313,434
Less accumulated depreciation	<u>(1,337,062)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,337,062)</u>
Total noncurrent assets	976,372	-	-	-	-	-	-	976,372
Total assets	<u>\$ 2,261,341</u>	<u>\$ 563,148</u>	<u>\$ 100,728</u>	<u>\$ 34,796</u>	<u>\$ 13,909</u>	<u>\$ 50,883</u>	<u>\$ 7,205</u>	<u>\$ 3,032,010</u>
LIABILITIES								
Current liabilities:								
Accounts payable	\$ -	\$ 53,593	\$ -	\$ -	\$ 950	\$ -	\$ 1,289	\$ 55,832
Deferred revenue	26,870	115,209	-	-	-	32,950	350	175,379
Interfund payable	-	150,048	-	-	-	-	-	150,048
Compensated absences	89,079	11,782	-	-	-	-	-	100,861
Total current liabilities	<u>115,949</u>	<u>330,632</u>	<u>-</u>	<u>-</u>	<u>950</u>	<u>32,950</u>	<u>1,639</u>	<u>482,120</u>
NET POSITION								
Investment in capital assets	976,372	-	-	-	-	-	-	976,372
Unrestricted	1,169,020	232,516	100,728	34,796	12,959	17,933	5,566	1,573,518
Total net position	<u>2,145,392</u>	<u>232,516</u>	<u>100,728</u>	<u>34,796</u>	<u>12,959</u>	<u>17,933</u>	<u>5,566</u>	<u>2,549,890</u>
Total liabilities and net position	<u>\$ 2,261,341</u>	<u>\$ 563,148</u>	<u>\$ 100,728</u>	<u>\$ 34,796</u>	<u>\$ 13,909</u>	<u>\$ 50,883</u>	<u>\$ 7,205</u>	<u>\$ 3,032,010</u>

JACKSON TOWNSHIP SCHOOL DISTRICT
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2023

	Business-type Activities -						Total
	Food Service Fund	Child Care Fund	Community School Fund	Enterprise Fund Pre School Fund	Digital Media Fund	Summer Electives	
Operating revenues:							
Charges for services:							
Daily sales	\$ 1,573,212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,573,212
Daily sales - non-reimbursable programs	-	-	-	-	-	-	-
Tuition	-	996,145	-	-	-	-	996,145
Miscellaneous	-	-	-	8,023	25,295	27,025	63,757
Total operating revenues	<u>1,573,212</u>	<u>996,145</u>	<u>-</u>	<u>8,023</u>	<u>25,295</u>	<u>27,025</u>	<u>2,633,114</u>
Operating expenses:							
Cost of sales	1,357,089	-	-	-	-	-	1,357,089
Salaries and benefits	1,644,450	855,783	-	-	20,515	15,496	2,536,244
Employee benefits	-	-	-	-	-	-	-
Purchased property service	1,104,952	9,405	-	-	-	1,289	1,115,646
General supplies	143,263	4,165	-	-	874	855	159,459
Depreciation	35,868	-	-	-	-	-	35,868
Other expenses	-	6,848	-	-	-	1,051	7,899
Total Operating Expenses	<u>4,285,622</u>	<u>876,201</u>	<u>-</u>	<u>-</u>	<u>21,389</u>	<u>26,849</u>	<u>5,212,205</u>
Operating income (loss)	<u>(2,712,410)</u>	<u>119,944</u>	<u>-</u>	<u>8,023</u>	<u>3,906</u>	<u>176</u>	<u>(2,579,091)</u>
Nonoperating revenues (expenses):							
State sources:							
State school lunch program	60,088	-	-	-	-	-	60,088
Federal sources:							
National school lunch program	1,300,092	-	-	-	-	-	1,300,092
National school breakfast program	256,291	-	-	-	-	-	256,291
Supply Chain Assistance	500,822	-	-	-	-	-	500,822
Summer food service program for children	-	-	-	-	-	-	-
Food distribution program	274,437	-	-	-	-	-	274,437
Total nonoperating revenues (expenses)	<u>2,391,730</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,391,730</u>
Change in net position	<u>(320,680)</u>	<u>119,944</u>	<u>-</u>	<u>8,023</u>	<u>3,906</u>	<u>176</u>	<u>(187,361)</u>
Total net position—beginning	2,466,072	112,572	100,728	26,773	9,053	17,757	2,737,251
Total net position—ending	<u>\$ 2,145,392</u>	<u>\$ 232,516</u>	<u>\$ 100,728</u>	<u>\$ 34,796</u>	<u>\$ 12,959</u>	<u>\$ 17,933</u>	<u>\$ 2,549,890</u>

JACKSON TOWNSHIP SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2023

	Food Service	Child Care Fund	Community School Fund	Pre School Fund	Digital Media Fund	Summer Electives	Stem Summer Camp	Total
Cash Flows from Operating Activities:								
Receipts from customers and other funds	\$ 1,392,392	\$ 1,181,415	\$ -	\$ 7,183	\$ 15,795	\$ 30,475	\$ 2,914	\$ 2,630,174
Payments to employees	(3,010,821)	(853,847)	-	(8,820)	(20,515)	(15,496)	-	(3,909,499)
Payments for utilities	-	-	-	-	-	-	-	-
Payments to management company	-	-	-	-	-	-	-	-
Payments to suppliers	(1,000,408)	33,029	(36,356)	-	(4,475)	(11,392)	(855)	(1,020,457)
Net cash provided by (used in) operating activities	<u>(2,618,837)</u>	<u>360,597</u>	<u>(36,356)</u>	<u>(1,637)</u>	<u>(9,195)</u>	<u>3,587</u>	<u>2,059</u>	<u>(2,299,782)</u>
Cash Flows from Noncapital Financing Activities								
State sources	61,313	-	-	-	-	-	-	61,313
Federal sources	2,230,719	-	-	-	-	-	-	2,230,719
Net cash provided by (used in) noncapital financing activities	<u>2,292,032</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,292,032</u>
Cash Flows from Capital and Related Financing Activities								
Purchases of capital assets	(38,578)	-	-	-	-	-	-	(38,578)
Net cash provided by (used in) capital and related financing activities	<u>(38,578)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(38,578)</u>
Net increase (decrease) in cash and cash equivalents	(365,383)	360,597	(36,356)	(1,637)	(9,195)	3,587	2,059	(46,328)
Balances-beginning of the year	1,192,687	202,551	137,084	36,433	23,104	47,296	5,146	1,644,301
Balances-end of the year	<u>\$ 827,304</u>	<u>\$ 563,148</u>	<u>\$ 100,728</u>	<u>\$ 34,796</u>	<u>\$ 13,909</u>	<u>\$ 50,883</u>	<u>\$ 7,205</u>	<u>\$ 1,597,973</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:								
Operating income (loss)	\$ (2,712,410)	\$ 119,944	\$ -	\$ 8,023	\$ 3,906	\$ 176	\$ 1,270	\$ (2,579,091)
Adjustments to reconcile operating income (loss) to cash provided by (used in) operating activities:								
Depreciation	35,868	-	-	-	-	-	-	35,868
Federal commodities	274,437	-	-	-	-	-	-	274,437
Change in assets and liabilities:								
(Increase) decrease in interfund receivable	(150,048)	150,048	-	-	-	-	-	-
(Increase) decrease in accounts receivable	-	-	-	-	-	-	-	-
(Increase) decrease in inventory	(26,630)	-	-	-	-	-	-	(26,630)
(Increase) decrease compensated absences	(9,282)	1,936	-	(8,820)	-	-	-	(16,166)
Increase (decrease) in deferred revenue	(30,772)	35,222	-	(840)	(9,500)	3,450	(500)	(2,940)
Increase (decrease) in accounts payable	-	53,447	(36,356)	-	(3,601)	(39)	1,289	14,740
Total adjustments	93,573	240,653	(36,356)	(9,660)	(13,101)	3,411	789	279,309
Net cash provided by (used in) operating activities	<u>\$ (2,618,837)</u>	<u>\$ 360,597</u>	<u>\$ (36,356)</u>	<u>\$ (1,637)</u>	<u>\$ (9,195)</u>	<u>\$ 3,587</u>	<u>\$ 2,059</u>	<u>\$ (2,299,782)</u>

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

1. Summary of Significant Accounting Policies

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

A. Reporting Entity:

The Township of Jackson School District is a Type II District located in Ocean County, New Jersey. The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A Superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The district-wide financial statements include all funds and account groups of the District over which the Board exercises operating control. The operations of the District include a preschool, elementary schools, and middle schools located in Jackson. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation

The School District's basic financial statements consist of District-wide statements, including a Statement of Net Position and a Statement of Activities, and Fund Financial Statements which provide a more detailed level of financial information. The Statement of Net Position includes the reporting of assets, deferred outflows, liabilities and deferred inflows. Items not meeting that definition of assets and liabilities have been classified as deferred outflows or deferred inflows. The deferred outflows are reported under assets and deferred inflows are reported under liabilities on the Statement of Net Position.

The School District has Bond Costs which have been classified as a Deferred Outflow and the Bond Premium has been classified as a Deferred Inflow. The School District has employees that are enrolled in a defined benefit plan operated by the State of New Jersey which creates deferred outflows and inflows.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Cont'd)

B. Basis of Presentation(Cont'd)

District-Wide Statements: The district-wide financial statements (A-1 and A-2) include the statement of net position and the statement of activities. These statements include the financial activities of the overall District, except for fiduciary activities. All interfund activity, excluding the fiduciary funds, has been eliminated in the statement of activities. Individual funds are not displayed but the statements distinguish governmental activities, generally financed in whole or in part with fees charged to external customers.

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

Fund Financial Statements: During the fiscal year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in Governmental Accounting Standards. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Cont'd)

B. Basis of Presentation (Cont'd)

As required by the New Jersey State Department of Education, the District includes in this fund budgeted Capital Outlay. Generally accepted accounting principles, as they pertain to governmental entities, state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from the State of New Jersey, district taxes and appropriated fund balances. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by Board resolution.

Special Revenue Fund: The special revenue fund is used to account for the proceeds of specific revenue from state and federal Government, (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted to expenditures for specified purposes.

Capital Projects Fund: The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

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

The District reports the following proprietary fund:

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Cont'd)

B. Basis of Presentation (Cont'd)

The District's Enterprise Fund is comprised of the Food Service, Child Care, Community School, Preschool, Digital Media, Summer Electives and STEM Summer Camp program operations..

Depreciation of all capital assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	5-20 Years
-----------	------------

Additionally, the District reports the following fund type:

Fiduciary Funds: The Fiduciary Funds are used to account for assets held by the District on behalf of others if applicable.

Basis of Accounting

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

District-Wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds are accounted for using the "economic resources" measurement focus and the modified accrual basis of accounting; the Enterprise Fund and Fiduciary Funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Differences in the accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures. The tax revenues are recognized in the year for which they are levied (see Note 1.D.). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Cont'd)

B. Basis of Presentation (Cont'd)

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

C. Property Taxes

Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable".

D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office and are not voted upon in the annual school election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C 6A:23:23-16.2(f).

All budget amendments/transfers must be approved by School Board resolution. Budget amendments during the year ended June 30, 2023 were insignificant.

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

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Cont'd)

E. Encumbrances

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

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

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

F. Cash, Cash Equivalents and Investments

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

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:2037 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 Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

G. Tuition Receivable

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

1. **Summary of Significant Accounting Policies (Cont'd)**

H. Tuition Payable

Tuition charges for the fiscal year 2022-2023 are based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

I. Inventories and Prepaid Expenses

Inventories and prepaid expenses, which benefit future periods are recorded as an expenditure during the year of purchase.

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

J. Short-Term Interfund Receivables/Payables

Short-term interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year.

K. Capital Assets

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated acquisition value on the date received. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Cont'd)

K. Capital Assets (Cont'd)

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets are not capitalized and related depreciation is not reported in the fund financial statements.

L. Compensated Absences

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund that will pay for the compensated absences.

In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

M. Unearned Revenue

Unearned revenue in the general and special revenue funds represent cash which has been received but not yet earned.

N. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. Bonds are recognized as a liability on the fund financial statements when due.

O. Deferred Outflows/Inflows of Resources

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Cont'd)

O. Deferred Outflows/Inflows of Resources (Cont'd)

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

P. Net Position

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

Q. Fund Balance Reserves

Governmental Accounting Standards established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories, as defined below:

1. Nonspendable - includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.
2. Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3. Committed - includes amounts that can be spent only for the specific purposes determined by a formal action of the government's highest level of decision-making authority.
4. Assigned - amounts intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process.
5. Unassigned - includes all spendable amounts not contained in the other classifications

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Cont'd)

R. Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year-end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available as an advance, interest, and tuition.

S. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

T. Management Estimates

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

1. Summary of Significant Accounting Policies (Cont'd)

U. Change in Accounting Principles

On June 30, 2023, the District implemented the Governmental Accounting Standards Boards Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). Statement No. 96 is effective for reporting periods beginning after June 15, 2022, and all reporting periods thereafter. These changes were reviewed for the District's June 30, 2023 financial statements and had no effect on the beginning net position of the District. The District did not have any subscriptions that rose to an amount that required disclosure. The District will review new subscriptions annually to determine proper disclosure.

V. GASB Pronouncements

Statement No. 99, *Omnibus 2022*, The primary objective of this Statement is to enhance comparability of authoritative literature by addressing requirements (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements of Statement No. 99 are effective immediately.

Statement No. 100, *Accounting Changes and Error Corrections*, An Amendment GASB Statement No. 62. The primary objective of this Statement is to enhance accounting changes and error corrections to provide more understandable, reliable, relevant, consistent and comparable information for making decision or assessing accountability. Statement No. 100 is effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

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. Statement No. 101 is effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

2. Cash and Cash Equivalents and Investments

Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-414 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the ACT, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA., However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2023, the School District's bank balance of \$29,094,102 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 28,394,692
Uninsured and Uncollateralized	699,410
	<u>\$ 29,094,102</u>

3. Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located, Local Government investment pools, and agreements or the repurchase of fully-collateralized securities, if transacted in accordance with the above statute.

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

Credit Risk: State law limits investments as noted above (N.J.S.A. 18A:20-37). The District has an investment policy that further limits its investment choices. Investment and interest earnings in the Capital Projects Fund are assigned to the General Fund in accordance with Board policy.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

4. Capital Reserve Account

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

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

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

Beginning Balance	\$ 1,819,693
Interest Earned	23,509
Deposits	
Approved at June 2023 Meeting	1,000,000
Withdrawals	
Approved at May 2023 Meeting	<u>(967,315)</u>
Ending Balance	<u>\$ 1,875,887</u>

The June 30, 2023 LRFP balance of local support costs of uncompleted capital projects is \$28,164,080.

5. Receivables

Receivables at June 30, 2023, consisted of accounts (rent and tuition), accrued interest, interfund, intergovernmental, and property taxes. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	Governmental Fund Financial <u>Statements</u>	District-Wide Financial <u>Statements</u>
State Aid	\$ 2,754,152	\$ 2,759,055
Federal Aid	2,341,282	2,476,668
Interfunds	1,780,716	229,806
Other	<u>426,317</u>	<u>432,857</u>
Gross Receivables	7,302,467	5,898,386
Allowance for Uncollectible	-	-
Total Receivables, Net	<u>\$ 7,302,467</u>	<u>\$ 5,898,386</u>

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

6. Capital Assets

Capital Assets consisted of the following at June 30, 2023:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets Not Being Depreciated				
Land	\$ 15,707,450	\$ -	\$ -	\$ 15,707,450
Construction in Progress	<u>26,233,879</u>	<u>-</u>	<u>-</u>	<u>26,233,879</u>
Total Capital Assets Not Being Depreciated	<u>41,941,329</u>	<u>-</u>	<u>-</u>	<u>41,941,329</u>
Capital Assets Being Depreciated				
Site Improvements	15,600,928	95,977	-	15,696,905
Building and Building Improvements	172,769,390	436,928	-	173,206,318
Machinery and Equipment	<u>32,745,548</u>	<u>1,460,063</u>	<u>(2,765,245)</u>	<u>31,440,366</u>
Totals at Historical Cost	<u>221,115,866</u>	<u>1,992,968</u>	<u>(2,765,245)</u>	<u>220,343,589</u>
Less Accumulated Depreciation for:				
Site Improvements	(6,648,573)	(297,988)	-	(6,946,561)
Building and Building Improvements	(83,432,433)	(4,792,746)	-	(88,225,179)
Machinery and Equipment	<u>(23,155,763)</u>	<u>(1,512,174)</u>	<u>28,256</u>	<u>(24,639,681)</u>
Total Accumulated Depreciation	<u>(113,236,769)</u>	<u>(6,602,908)</u>	<u>28,256</u>	<u>(119,811,421)</u>
Total Capital Assets Being Depreciated, Net of Accumulated Depreciation	<u>107,879,097</u>	<u>(4,609,940)</u>	<u>(2,736,989)</u>	<u>100,532,168</u>
Government Activity Capital Assets, Net	<u>\$ 149,820,426</u>	<u>\$ (4,609,940)</u>	<u>\$ (2,736,989)</u>	<u>\$ 142,473,497</u>
Business-Type Activities:				
Capital Assets Being Depreciated:				
Buildings & Improvements	\$ 1,009,965	\$ (1,301,194)	\$ -	\$ (291,229)
Equipment	1,264,891	38,578	-	1,303,469
Less: Accumulated Depreciation	<u>(1,301,194)</u>	<u>(35,868)</u>	<u>-</u>	<u>(1,337,062)</u>
Business-Type Capital Assets, Net	<u>\$ 973,662</u>	<u>\$ (1,298,484)</u>	<u>\$ -</u>	<u>\$ (324,822)</u>

Depreciation expense was charged to governmental functions as follows:

Regular instruction	\$ 6,602,908
Business services	<u>35,868</u>
Total depreciation expense	<u>\$ 6,638,776</u>

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

7. Non-current Liabilities

During the fiscal year ended June 30, 2023, the following changes occurred in the non-current liabilities:

	Balance <u>July 01, 2022</u>	Increase/ <u>(Decrease)</u>	Balance <u>June 30, 2023</u>	Due within <u>one year</u>
Bonds payable	\$ 36,865,000	(6,825,000)	30,040,000	\$ 7,175,000
Unamortized bond premium	2,374,833	(489,094)	1,885,739	489,094
Installment purchase contracts payable	27,882,691	(2,112,317)	25,770,374	1,969,835
Compensated absences payable	6,835,470	(115,803)	6,719,667	130,995
Pension liability - PERS	<u>31,319,754</u>	<u>8,299,262</u>	<u>39,619,016</u>	-
	<u>\$ 105,277,748</u>	<u>(1,242,952)</u>	<u>104,034,796</u>	<u>\$ 9,764,924</u>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Obligations under capital leases, compensated absences payable and pension liability - PERS are liquidated by the general fund.

A. Bonds Payable

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

Principal and interest due on serial bonds outstanding is as follows:

Year ended June 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 7,175,000	\$ 1,258,500	\$ 8,433,500
2025	7,470,000	962,300	8,432,300
2026	7,835,000	598,450	8,433,450
2027	<u>7,560,000</u>	<u>226,800</u>	<u>7,786,800</u>
	<u>\$ 30,040,000</u>	<u>\$ 3,046,050</u>	<u>\$ 33,086,050</u>

B. Bonds Authorized But Not Issued

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

7. Non-current Liabilities (Con'td)

C. Installment Purchase Contracts Payable

The District has entered into installment purchase contracts for copiers, school buses, technology and improvements totaling \$29,780,000. The contracts for the buses are for terms of five years. The improvements are financed through the Energy Savings Incentive Program (ESIP) which has term of 19 years. The following is a schedule of the future minimum contract payments under the contracts at June 30, 2023:

Year ended June 30,	
2024	\$ 2,505,139
2025	2,410,543
2026	2,203,326
2027	1,469,900
2028	1,490,970
2029-2033	7,986,010
2034-2038	8,977,720
2039	<u>3,894,889</u>
Total minimum lease payments	30,938,497
Less: amounts representing interest	<u>(5,168,123)</u>
Present value of lease payments	\$ <u><u>25,770,374</u></u>

Amortization of the equipment under the finance purchase agreements is included with depreciation expense.

8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (cont'd)

A. Public Employees' Retirement System (PERS) (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 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

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

The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2022, the School District reported a liability of \$39,619,016 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined using update procedure to roll forward the total pension liability from an actuarial valuation as of July 1, 2021, to the measurement date of June 30, 2022. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2022. The School District's proportion measured as of June 30, 2022, was .2625275122%, which was an decrease of .0018523105% from its proportion measured as of June 30, 2021.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (cont'd)

A. Public Employees' Retirement System (PERS) (cont'd)

For the year ended June 30, 2023, the School District recognized full accrual pension expense of \$976,431 in the government-wide financial statements consisting of employer contributions of \$3,310,598 and non-employer contributions of \$(2,334,167). This pension expense was based on the pension plans June 30, 2022 measurement date. At June 30, 2023, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Differences between expected and actual experience	\$ 285,952	\$ 252,169
Changes of assumptions	122,752	5,932,535
Net difference between projected and actual earnings on pension plan investments	1,639,795	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,088,944	289,263
District contributions subsequent to the measurement date	<u>3,375,751</u>	<u>-</u>
Total	<u>\$ 6,513,194</u>	<u>\$ 6,473,967</u>

\$3,375,751 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2022-2023 total salaries for PERS employees multiplied by an employer contribution rate. The payable is due on April 1, 2024 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. 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:

Year ended June 30:	
2023	\$ (2,741,428)
2024	(1,396,665)
2025	(681,127)
2026	1,485,960
2027	(3,264)
Thereafter	-
Total	<u>\$ (3,336,524)</u>

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (cont'd)

A. Public Employees' Retirement System (PERS) (cont'd)

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

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

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.04, 5.13, 5.16, 5.21, 5.63, 5.48, and 5.57 years for the 2022, 2021, 2020, 2019, 2018, 2017, and 2016 amounts, respectively.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (cont'd)

A. Public Employees' Retirement System (PERS) (cont'd)

Actuarial Assumptions - The collective total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. This actuarial valuation used the following assumptions:

Inflation Rate

Price	2.75%
Wage	3.25%

Salary Increases:	2.75% - 6.55%
	Based on years of service

Investment Rate of Return	7.00%
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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 is based on Scale MP-2021.

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (cont'd)

A. Public Employees' Retirement System (PERS) (cont'd)

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00 %	8.12 %
Non-U.S. Developed Markets Equity	13.50 %	8.83 %
Emerging Markets Equity	5.50 %	10.33 %
Private Equity	13.00 %	11.80 %
Real Estate	8.00 %	11.19 %
Real Assets	3.00 %	7.60 %
High Yield	4.00 %	4.95 %
Private Credit	8.00 %	8.10 %
Investment Grade Credit	7.00 %	3.38 %
Cash Equivalents	4.00 %	1.75 %
U.S. Treasuries	4.00 %	1.75 %
Risk Mitigation Strategies	3.00 %	4.91 %

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (cont'd)

A. Public Employees' Retirement System (PERS) (cont'd)

Discount Rate

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

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	51,329,890	39,619,016	30,273,673

Additional Information - The following is a summary of the collective balances of the local group:

	<u>6/30/23</u>	<u>6/30/22</u>
Collective Deferred Outflows of Resources	1,660,772,008	1,164,738,169
Collective Deferred Inflows of Resources	3,236,303,935	8,339,123,762
Collective Net Pension Liability	15,219,184,920	11,972,782,878
School District's Portion	.2625275122%	.2643798228%

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (cont'd)

B. Teachers' Pension and Annuity (TPAF)

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

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

The following represents the membership tiers for TPAF:

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

Service retirement benefits of 1/55th 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 or more years of service credit before age 62, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. 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.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (cont'd)

B. Teachers' Pension and Annuity (TPAF) (cont'd)

Contributions - The contribution policy for TPAF is set by *N.J.S.A. 18A:66* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2022, the State's pension contribution was less than the actuarial determined amount.

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2022 was \$269,949,443. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2022, the State proportionate share of the TPAF net pension liability attributable to the School District was .5232144574%, which was a decrease of .0114394418% from its proportion measured as of June 30, 2021.

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (cont'd)

B. Teachers' Pension and Annuity (TPAF) (cont'd)

Actuarial Assumptions - The collective total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. This actuarial valuation used the following assumptions, applied to all periods in the measurement:

Inflation Rate	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75-5.65%
	based on years of service
Investment Rate of Return	7.00%

Pre-retirement, post-retirement were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (cont'd)

B. Teachers' Pension and Annuity (TPAF) (cont'd)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00 %	8.12 %
Non-U.S. Developed Markets Equity	13.50 %	8.83 %
Emerging Markets Equity	5.50 %	10.33 %
Private Equity	13.00 %	11.80 %
Real Estate	8.00 %	11.19 %
Real Assets	3.00 %	7.60 %
High Yield	4.00 %	4.95 %
Private Credit	8.00 %	8.10 %
Investment Grade Credit	7.00 %	3.38 %
Cash Equivalents	4.00 %	1.75 %
U.S. Treasuries	4.00 %	1.75 %
Risk Mitigation Strategies	3.00 %	4.91 %

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

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

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (Cont'd)

B. Teachers' Pension and Annuity (TPAF) (cont'd)

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate (cont'd)

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
State's proportionate share of the net pension liability	317,025,564	269,949,443	231,085,824

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

Additional Information - The following is a summary of the collective balances of the local group

	<u>6/30/23</u>	<u>6/30/22</u>
Collective Deferred Outflows of Resources	5,004,259,312	6,373,530,834
Collective Deferred Inflows of Resources	19,682,774,794	27,363,797,906
Collective Net Pension Liability	51,676,587,303	48,165,991,182
School District's Portion	0.52321446%	0.53465390%

Defined Contribution Retirement Plan (DCRP)

The Defined Contribution Retirement Plan is a cost-sharing multiple-employer defined contribution pension plan which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Divisions of Pensions and Benefits by Prudential Financial. The DCRP provides eligible members, and their beneficiaries, with tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A.43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District's contribution amounts for each pay period are transmitted to Prudential not later than the fifth business day after the date on which the employee is paid for that pay period.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

8. Pension Plans (Cont'd)

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the School District.

9. Post-Retirement Benefits

General Information about the OPEB Plan

Plan description and benefits provided

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

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

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

9. Post-Retirement Benefits (cont'd)

State Health Benefit State Retired Employees Plan

Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2022 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2021, which is required to be recorded on the financial statements, is \$75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of \$6.8 billion represents 104 percent of the actuarially determined contribution. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2022, the State paid PRM benefits for 161,238 State and local retirees. The State funds post-retirement medical benefits on a "pay-as-you-go" basis, which means that the State does not prefund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2022, the State contributed \$1.9 billion to pay for "pay-as-you-go" PRM benefit costs incurred by covered populations, a slight increase from \$1.8 billion in Fiscal Year 2021. The State has appropriated \$2.1 billion in Fiscal Year 2023 as the State's contribution to fund increases in prescription drugs and medical claims costs. In accordance with the provisions of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage:
<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

9. Post-Retirement Benefits (cont'd)

Basis of Presentation

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

Employees covered by benefit terms

At June 30, 2021, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	151,669
Active plan members	<u>213,148</u>
Total	<u><u>364,817</u></u>

Total Nonemployer OPEB Liability

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

Inflation Rate	2.50%
Salary Increases through 2026	PERS 2.00%-6.00%
	PFRS 3.25%-15.25%
	TPAF 1.55%-4.25%
Discount Rate	3.54%
Healthcare Cost Trend Rates	4.5%-6.25%
Retirees' Share of Benefit Related Costs	1.5% of projected health insurance premiums for retirees

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

9. Post-Retirement Benefits (cont'd)

Total Nonemployer OPEB Liability (cont'd)

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

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of actuarial experience studies for the periods July 1, 2018 - June 30, 2021,

Changes in the Total OPEB Liability reported by the State of New Jersey

Balance at June 30, 2021	\$ 60,007,650,970
Changes for the year:	
Service cost	2,770,618,025
Interest on the total OPEB liability	1,342,187,139
Changes of benefit terms	-
Differences between expected and actual experiences	1,399,200,736
Changes in assumptions	(13,586,368,097)
Gross benefit payments by the state	(1,329,476,059)
Contributions from members	<u>42,650,252</u>
Net changes	<u>(9,361,188,004)</u>
Balance at June 30, 2022	<u>\$ 50,646,462,966</u>

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

9. Post-Retirement Benefits (cont'd)

Discount rate

The discount rate for June 30, 2021 was 3.54%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the June 30, 2022 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease (2.54%)	Current Discount Rate (3.54%)	1% Increase (4.54%)
Total OPEB Liability of the State for School Retirees	\$59,527,589,697	\$50,646,462,966	\$43,527,080,995
Total OPEB Liability of the State Associated with the School District for School Retirees	\$394,642,873	\$335,753,462	\$288,556,531

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%.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

9. Post-Retirement Benefits (cont'd)

Sensitivity of the total OPEB liability to changes in the health care cost trend rates

The following presents the June 30, 2022 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a health care cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Trend Rate	1% Increase
Total OPEB Liability of the State for School Retirees	\$41,862,397,291	\$50,646,462,966	\$62,184,866,635
Total OPEB Liability of the State Associated with the School District for School Retirees	\$277,520,751	\$335,753,462	\$412,245,655

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

For the year ended June 30, 2023, the board of education recognized OPEB expense of \$5,533,779 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

In accordance with GASB 75, the Jackson Township Board of Education's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2022, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 9,042,402,619	\$ 15,462,950,679
Changes of assumptions	8,765,620,577	17,237,289,230
Contributions made in fiscal year ending 2022 after June 30, 2021 measurement date		-
Total	<u>\$ 17,808,023,196</u>	<u>\$ 32,700,239,909</u>

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

9. Post-Retirement Benefits (cont'd)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2023	\$ (2,517,151,602)
2024	(2,517,151,602)
2025	(2,517,151,602)
2026	(2,175,449,761)
2027	(1,243,951,140)
Thereafter	<u>(3,921,361,006)</u>
Total	<u>\$ (14,892,216,713)</u>

10. Compensated Absences

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Standards.

District employees are granted varying amounts of sick leave in accordance with the districts personnel policy. 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 subsequent years. Upon separation the District shall pay the employee for unused sick leave in accordance with the Districts' agreements with the various employees. Vacation days not used during the year may only be carried forward with approval from the Superintendent.

The liability for vested compensated absences of the governmental fund types is recorded on the District-wide financials. The current portion of the compensated absences balance is shown separately from the long-term liability balance of compensated absences. The liability for vested compensated absences of the proprietary fund type is recorded within those funds as the benefits accrue to employees.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

11. Risk Management

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

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

Self Insurance Plan -The District is self- insured for medical and prescription drug coverage of which certain actuarial assumptions are used by the insurance carrier to calculate "Incurred but not reported" (IBNR) amounts at year-end. Such amounts are reflected in the Government-wide Financial Statements as liabilities. At June 30, 2023 the resultant IBNR was \$3,038,924.

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

District Financial Year	District Contributions	Interest	Amount Reimbursed	Ending Balance
2022-2023	\$ 170,962	15,248	245,469	\$ 1,054,724
2021-2022	155,101	15,113	-	1,113,983
2020-2021	138,860	21,625	80,601	943,769
2019-2020	146,647	18,834	34,019	863,885

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

12. Interfund Receivables and Payables

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

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 1,780,716	\$ -
Special Revenue Fund	-	79,757
Capital Projects Fund	-	1,661,388
Debt Service Fund	-	119,329
Enterprise Fund	<u>229,806</u>	<u>150,048</u>
	<u>\$ 2,010,522</u>	<u>\$ 2,010,522</u>

The Trust and Agency Fund owes the General Fund for advances.

13. Inventory

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

Food	\$ 59,175
Supplies	<u>21,855</u>
	<u>\$ 81,030</u>

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1984) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

14. Contingent Liabilities

Grant Programs

The school district participates in federal awards and state financial assistance grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The school district is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

The District is also involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the Board.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

15. Fund Balances

General Fund - Of the \$6,171,927 General Fund balance at June 30, 2023, \$102,589 is assigned to other purposes, \$1,875,887 is restricted for capital reserve. \$1,054,724 is restricted for unemployment compensation, \$0 is restricted for excess surplus for subsequent year expenditures, \$5,978,605 has been classified as assigned fund balance designated for subsequent year expenditures, \$0 is restricted for excess surplus and \$(2,839,878) is unassigned.

16. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund 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 \$0. The excess fund balance at June 30, 2022 was \$0.

17. Uncertain Tax Positions

The school district had no unrecognized tax benefits at June 30, 2023. The school district files tax returns in the U.S. federal jurisdiction and various states. The school district has no open year prior to June 30, 2020.

18. Subsequent Events

Management has evaluated subsequent events through December 5, 2023, the date the financial statements were available to be issued.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2023

19. Tax Abatement

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

20. Economic Dependency

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

REQUIRED SUPPLEMENTARY INFORMATION - PART II

JACKSON TOWNSHIP SCHOOL DISTRICT
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	\$ 91,445,509	\$ -	\$ 91,445,509	\$ 91,445,509	\$ -
Tuition from other LEAs within the state	-	-	-	141	141
Interest income	-	-	-	287,287	287,287
Interest earned on capital reserve funds	100	-	100	23,509	23,409
Interest earned on unemployment	-	-	-	15,248	15,248
Miscellaneous	1,814,345	-	1,814,345	2,623,746	809,401
Total - local sources	93,259,954	-	93,259,954	94,395,440	1,135,486
State sources:					
Transportation aid	601,355	-	601,355	601,355	-
Special education aid	5,211,500	-	5,211,500	5,211,500	-
Extraordinary aid	1,876,584	-	1,876,584	1,774,732	(101,852)
Non public transportation aid	-	-	-	979,420	979,420
Stabilization aid	-	1,642,899	1,642,899	1,642,899	-
Supplemental stabilization aid	-	-	-	4,149,911	4,149,911
Equalization aid	27,481,691	-	27,481,691	27,481,691	-
Categorical security aid	854,977	-	854,977	854,977	-
TPAF - LTDI (on-behalf - Non-budgeted)	-	-	-	5,335	5,335
TPAF - post retirement medical (on-behalf - Non-budgeted)	-	-	-	5,533,779	5,533,779
Teacher's pension and annuity fund (on-behalf - Non-budgeted)	-	-	-	21,065,206	21,065,206
TPAF social security (reimbursed - Non-budgeted)	-	-	-	4,476,666	4,476,666
Total state sources	36,026,107	1,642,899	37,669,006	73,777,471	36,108,465
Federal Sources:					
Medicaid Reimbursement	155,093	-	155,093	331,021	175,928
FFCRA/SEMI Revenue	-	-	-	33,557	33,557
Total federal sources	155,093	-	155,093	364,578	209,485
Total revenues	\$ 129,441,154	\$ 1,642,899	\$ 131,084,053	\$ 168,537,489	\$ 37,453,436
EXPENDITURES:					
Current Expenditures:					
Regular Programs - Instruction:					
Local Contrib, - Trans to Special Rev-Inclusion	\$ 1,226,134	\$ -	\$ 1,226,134	\$ 1,226,134	\$ -
Kindergarten - Salaries of teachers	1,081,928	128,875	1,210,803	1,210,803	-
Grades 1-4 - Salaries of teachers	10,861,547	1,178,550	12,040,097	12,040,097	-
Grades 5-8 - Salaries of teachers	8,981,484	(58,296)	8,923,188	8,923,187	1
Grades 9-12 - Salaries of teachers	11,631,085	475,721	12,106,806	12,106,806	-
Salaries Extra Work / Academies	-	3,161	3,161	3,161	-
Regular Programs - Home Instruction:					
Salaries of teachers	50,000	131,358	181,358	161,076	20,282
Purchased professional-educational services	95,000	(95,000)	-	-	-
Regular Programs - Undistributed Instruction:					
Purchased professional technical services	660,540	(660,540)	-	-	-
Travel Teachers	-	328	328	296	32
General supplies	305,923	(109,639)	196,284	131,437	64,847
Other objects	-	28,058	28,058	14,055	14,003
TOTAL REGULAR PROGRAMS - INSTRUCTION	34,893,641	1,022,576	35,916,217	35,817,052	99,165
SPECIAL EDUCATION - INSTRUCTION					
Learning and/or Language Disabilities:					
Salaries of teachers	114,484	11,195	125,679	125,679	-
Other salaries for instruction	343,794	(219,811)	123,983	123,983	-
Purchased professional technical services	3,000	(3,000)	-	-	-
General supplies	-	8,261	8,261	7,706	555
Total Learning and/or Language Disabilities	461,278	(203,355)	257,923	257,368	555
Behavioral Disabilities:					
Salaries of teachers	466,762	(84,443)	382,319	382,319	-
Other salaries for instruction	449,537	(81,714)	367,823	367,823	-
Purchased professional-educational services	15,000	(15,000)	-	-	-
Total Behavioral Disabilities	931,299	(181,157)	750,142	750,142	-

JACKSON TOWNSHIP SCHOOL DISTRICT
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Multiple Disabilities:					
Salaries of teachers	\$ 1,265,409	\$ 112,478	\$ 1,377,887	\$ 1,377,887	\$ -
Other salaries for instruction	1,080,379	473,103	1,553,482	1,553,482	-
Purchased professional-educational services	7,500	(7,500)	-	-	-
General supplies	-	8,471	8,471	7,813	658
Total Multiple Disabilities	2,353,288	586,552	2,939,840	2,939,182	658
Resource Room/Resource Center:					
Salaries of teachers	9,783,810	(412,650)	9,371,160	9,371,160	-
Other salaries for instruction	2,128,198	(429,285)	1,698,913	1,698,913	-
Purchased technical services	248,761	(248,761)	-	-	-
General supplies	85,122	(55,538)	29,584	27,717	1,867
Total Resource Room/Resource Center	12,245,891	(1,146,234)	11,099,657	11,097,790	1,867
Preschool Disabilities - Full Time					
Salaries of teachers	150,404	56,797	207,201	207,201	-
Other salaries for instruction	151,773	548,756	700,529	700,529	-
Purchased technical services	10,000	(10,000)	-	-	-
General supplies	27,818	(19,458)	8,360	894	7,466
Total Preschool Disabilities - Full Time	339,995	576,095	916,090	908,624	7,466
TOTAL SPECIAL EDUCATION - INSTRUCTION	16,331,751	(368,099)	15,963,652	15,953,106	10,546
Basic Skills/Remedial - Instruction					
Salaries of teachers	270,877	(14,899)	255,978	255,971	7
General Supplies	861	-	861	856	5
Total Basic Skills/Remedial - Instruction	271,738	(14,899)	256,839	256,827	12
Bilingual Education - Instruction					
Salaries of teachers	472,114	119,414	591,528	591,528	-
Total Bilingual Education - Instruction	472,114	119,414	591,528	591,528	-
School-Spon. Cocurricular Activities - Instruction					
Salaries	514,366	43,679	558,045	557,885	160
Total School-Spon. Cocurricular Actvts. - Instruction	514,366	43,679	558,045	557,885	160
School-Spon. Athletics - Instruction					
Salaries	1,285,729	38,633	1,324,362	1,323,961	401
Lease Purchased Inst / Athletics	-	818	818	811	7
Purchased services (300-500 series)	306,821	(26,089)	280,732	274,138	6,594
Supplies and materials	192,066	(12,510)	179,556	165,846	13,710
Other objects	13,480	(4,072)	9,408	8,860	548
Transfers to Cover Deficit (Custodial Funds)	197,740	3,395	201,135	201,135	-
Total School-Spon. Cocurricular Actvts. - Instruction	1,995,836	175	1,996,011	1,974,751	21,260
Other Instructional Programs - Instruction					
Salaries	126,844	15,405	142,249	142,249	-
Supplies and materials	-	2,300	2,300	1,663	637
Total Other Instructional Programs - Instruction	126,844	17,705	144,549	143,912	637
Total Instruction	54,606,290	820,551	55,426,841	55,295,061	131,780
Undistributed Expenditures - Instruction:					
Tuition to other LEAs within the state - regular	50,000	220,863	270,863	270,863	-
Tuition to other LEAs within the state - special	109,000	(25,000)	84,000	80,271	3,729
Tuition to Co. Voc. School Distr. - regular	331,600	(131,520)	200,080	200,080	-
Tuition to CSSD & Reg Day School	1,229,657	(168,385)	1,061,272	1,059,037	2,235
Tuition to Priv. Sch. For Handic. in state	3,249,342	(1,413,210)	1,836,132	1,674,842	161,290
Tuition - State Facilities	89,540	-	89,540	89,540	-
Total Undistributed Expenditures - Instruction:	5,059,139	(1,517,252)	3,541,887	3,374,633	167,254
Undist. Expend. - Attendance and Social Work					
Salaries	130,709	27,987	158,696	158,696	-
Supplies and materials	765	-	765	-	765
Other objects	650	-	650	186	464
Total Undistributed Expenditures - Attendance	132,124	27,987	160,111	158,882	1,229
Undist. Expend. - Health Services					
Salaries	693,564	247,987	941,551	941,387	164
Purchased professional and technical services	49,000	(11,541)	37,459	37,459	-
Supplies and materials	9,760	961	10,721	10,660	61
Total Undistributed Expenditures - Health Services	752,324	237,407	989,731	989,506	225

JACKSON TOWNSHIP SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Other Support Serv - Students Related Service					
Salaries	\$ 1,265,789	\$ (47,252)	\$ 1,218,537	\$ 1,218,261	\$ 276
Total Undist. Expend. - Other Support Serv - Students	<u>1,265,789</u>	<u>(47,252)</u>	<u>1,218,537</u>	<u>1,218,261</u>	<u>276</u>
Undist. Expend. - Other Support Services - Students - Extraordinary Services					
Salaries	2,344,609	101,757	2,446,366	2,446,366	-
Purchased Prof. Ed. Services	544,000	(307,515)	236,485	137,335	99,150
Total Undist. Expend. - Other Support Services Students - Extraordinary Services	<u>2,888,609</u>	<u>(205,758)</u>	<u>2,682,851</u>	<u>2,583,701</u>	<u>99,150</u>
Undist. Expend. - Other Support Serv Students-Regular					
Salaries of other professional staff	2,226,876	(46,602)	2,180,274	2,180,272	2
Salaries of secretarial and clerical assistants	320,748	25,395	346,143	346,143	-
Other Salaries	4,300	(3,908)	392	392	-
Purchased professional - educational services	11,900	(3,165)	8,735	7,049	1,686
Other purchased services (400-500 series)	28,918	(8,959)	19,959	18,038	1,921
Supplies and materials	22,435	8,804	31,239	30,923	316
Total Undist. Expend. - Other Support Serv - Students-Regular	<u>2,615,177</u>	<u>(28,435)</u>	<u>2,586,742</u>	<u>2,582,817</u>	<u>3,925</u>
Undist. Expend. - Other Support Serv - Students-Special					
Salaries of other professional staff	2,592,485	(55,891)	2,536,594	2,536,452	142
Salaries of secretarial and clerical assistants	524,332	(60,346)	463,986	463,986	-
Other Salaries	955	(955)	-	-	-
Purchased Prof. Ed. Services	181,660	8,050	189,710	189,710	-
Lease Purchased Spec Serv	-	3,528	3,528	3,501	27
Other purchased services (400-500 series)	124,638	(52,653)	71,985	36,547	35,438
Supplies and materials	65,070	(36,024)	29,046	26,913	2,133
Other objects	1,550	-	1,550	447	1,103
Total Undist. Expend. - Other Supp Services - Students-Special	<u>3,490,690</u>	<u>(194,291)</u>	<u>3,296,399</u>	<u>3,257,556</u>	<u>38,843</u>
Undist. Expend. - Improv of Instruct Serv - Other Sup Serv - Instr					
Salaries of supervisor of instruction	990,126	(1,795)	988,331	988,330	1
Salaries of professional staff	69,127	18,394	87,521	87,520	1
Salaries of secretarial and clerical assistants	90,076	10,801	100,877	100,877	-
Other Salaries	25,413	(7,476)	17,937	17,936	1
Purchased professional - educational services	31,029	(4,696)	26,333	22,038	4,295
Other purchased services (400-500)	5,800	(1,713)	4,087	2,204	1,883
Supplies and materials	5,600	312	5,912	5,891	21
Total Undist. Expend. - Improv of Instruct Serv - Other Sup Serv - Instr	<u>1,217,171</u>	<u>13,827</u>	<u>1,230,998</u>	<u>1,224,796</u>	<u>6,202</u>
Undist. Expend. - Educational Media Services/School Library					
Salaries	1,078,183	(31,277)	1,046,906	1,046,905	1
Other purchased services (400-500)	16,000	(571)	15,429	15,395	34
Supplies and materials	-	-	-	-	-
Total Undist. Expend. - Educational Media Services/School Library	<u>1,094,183</u>	<u>(31,848)</u>	<u>1,062,335</u>	<u>1,062,300</u>	<u>35</u>
Undist. Expend. - Instruction Staff Training Services					
Other Salaries	18,856	39,040	57,896	15,546	42,350
Purchased professional - educational services	8,369	(8,369)	-	-	-
Other purchased services (400-500)	47,570	(47,570)	-	-	-
Supplies and materials	200	(200)	-	-	-
Other objects	3,100	(3,100)	-	-	-
Total Undist. Expend. - Instruction Staff Training Services	<u>78,095</u>	<u>(20,199)</u>	<u>57,896</u>	<u>15,546</u>	<u>42,350</u>
Undist. Expend. - Support Service - General Administration					
Salaries	308,722	20,796	329,518	329,518	-
Unused Vac Pay to Term/Retired Staff	-	-	-	-	-
Legal services	285,000	(75,045)	209,955	164,256	45,699
Audit Fees	40,000	-	40,000	40,000	-
Architectural/Engineering Services	55,000	104,888	159,888	159,888	-
Other purchased professional services	33,400	(7,460)	25,940	25,940	-
Purchased technical services	-	-	-	-	-
Communications/Telephone	341,455	(25,749)	315,706	309,090	6,616
BOE Other purchased services	6,400	1,933	8,333	5,779	2,554
Other purchased services (400-500 series)	336,679	(10,971)	325,708	321,253	4,455
Misc Pur Serv / Ads / Legal Ads	-	6,700	6,700	1,227	5,473
General supplies	2,142	-	2,142	1,163	979
BOE In-House Training/Meeting Supplies	250	(93)	157	-	157
Miscellaneous expenditures	6,630	(475)	6,155	4,703	1,452
BOE membership dues and fees	31,000	(318)	30,682	30,282	400
Total Undist. Expend. - Support Service - General Administration	<u>1,446,678</u>	<u>14,206</u>	<u>1,460,884</u>	<u>1,393,099</u>	<u>67,785</u>

JACKSON TOWNSHIP SCHOOL DISTRICT
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Support Service - School Administration					
Salaries of principals/Assistant principals	\$ 3,663,574	\$ 218,107	\$ 3,881,681	\$ 3,881,680	\$ 1
Salaries of other professional staff	328,645	27,250	355,895	355,895	-
Salaries of secretarial and clerical assistants	1,309,686	(53,008)	1,256,678	1,256,673	5
Other Salaries	22,650	9,017	31,667	31,665	2
Purchased professional and technical services	22,000	-	22,000	21,630	370
Other purchased services (400-500 series)	2,000	(306)	1,694	316	1,378
Supplies and materials	-	5,968	5,968	2,004	3,964
Other objects	46,000	6,295	52,295	44,500	7,795
Total Undist. Expend. - Support Service - School Administration	5,394,555	213,323	5,607,878	5,594,363	13,515
Undistributed Expenditures - Central Services					
Salaries	1,376,177	63,899	1,440,076	1,440,037	39
Purchased professional services	80,150	(12,100)	68,050	67,829	221
Misc. Purchased Services	56,025	(28,927)	27,098	19,680	7,418
Supplies and materials	49,467	(10,831)	38,636	21,322	17,314
Interest on Current Loans	62,110	(15,000)	47,110	46,656	454
Miscellaneous expenditures	27,346	(13,865)	13,481	11,148	2,333
Total Undist. Expend. - Central Services	1,651,275	(16,824)	1,634,451	1,606,672	27,779
Undist.- Admin. Info. Technology					
Salaries	329,325	5,373	334,698	334,698	-
Purchased Professional Services	912,048	21,229	933,277	927,985	5,292
Other Purchased Services	127,209	53,690	180,899	179,644	1,255
Supplies and materials	107,950	192,771	300,721	300,693	28
Other objects	5,580	(5,580)	-	-	-
Total Undist. Expend - Admin. Info. Technology	1,482,112	267,483	1,749,595	1,743,020	6,575
Undist. Expend. - Allowed Maintenance for School Facilities					
Salaries	900,301	(53,468)	846,833	846,833	-
Cleaning, repair and maintenance services	326,474	23,054	349,528	341,945	7,583
General supplies	-	5,359	5,359	1,537	3,822
Other objects	1,545	(500)	1,045	-	1,045
Total Undist. Expend. - Allowed Maintenance for School Facilities	1,228,320	(25,555)	1,202,765	1,190,315	12,450
Undist. Expend. - Other Operation & Maintenance of Plant					
Salaries	3,691,760	(76,785)	3,614,975	3,609,070	5,905
Salaries of non-instructional aides	558,315	(44,410)	513,905	513,884	21
Unused Vac Pay to Term/Retired Staff	-	-	-	-	-
Purchased professional and technical services	88,158	(57,000)	31,158	26,817	4,341
Cleaning, repair and maintenance services	100,895	(36,610)	64,285	54,849	9,436
Rental of Land & Bldg. Oth. Than Lease Pur Agrmt	-	-	-	-	-
Lease purchase pymts - energy savings impr prog	835,000	(835,000)	-	-	-
Other purchased property services	248,675	(90,867)	157,808	157,808	-
Misc Purchased Services	24,942	(17,614)	7,328	7,166	162
Insurance	859,355	3,096	862,451	862,451	-
General supplies	-	93,494	93,494	93,293	201
Energy (electricity)	1,264,690	(245,143)	1,019,547	991,963	27,584
Energy (Heat and electricity)	-	514	514	514	-
Other objects	-	6,026	6,026	3,267	2,759
Travel	-	3,880	3,880	3,834	46
Energy (Oil)	1,814	1,546	3,360	2,611	749
Energy (natural gas)	231,291	238,396	469,687	432,034	37,653
Interest - Energy Savings Impr Prog Bonds	529,246	(6,526)	522,720	522,720	-
Total Undist Expend-Other Operation & Maint Of Plant	8,434,141	(1,063,003)	7,371,138	7,282,281	88,857
Undist. Expend. - Care & Upkeep of Grounds					
Salaries	745,048	(21,511)	723,537	723,536	1
Cleaning, repair and maintenance services	98,700	(26,075)	72,625	67,268	5,357
General supplies	89,250	32,075	121,325	104,116	17,209
Other objects	-	1,039	1,039	1,039	-
Total Undist Expend-Care & Upkeep of Grounds	932,998	(14,472)	918,526	895,959	22,567
Security					
Salaries	645,672	140,408	786,080	786,067	13
Purchased Professional and Technical Services	183,000	-	183,000	180,988	2,012
Cleaning, repair and maintenance services	53,000	(26,224)	26,776	22,073	4,703
General supplies	61,200	(28,793)	32,407	20,264	12,143
Total Security	942,872	85,391	1,028,263	1,009,392	18,871

JACKSON TOWNSHIP SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Student Transportation Services					
Salaries of non-instructional aides	\$ 829,054	\$ (163,977)	\$ 665,077	\$ 665,076	\$ 1
Salaries-pupil transport(between home & school)-Regular	5,314,897	(531,125)	4,783,772	4,783,772	-
Salaries-pupil transport (between home & school)-Special	877,505	53,413	930,918	930,918	-
Salaries-pupil transport(other than home & school)-Regular	263,300	(15,890)	247,410	247,410	-
Salaries-pupil transport(between home & school)-NonPublic School	95,946	(26,633)	69,313	69,313	-
Management Fee - ESC & CTSSA Trans. Program	120,000	(120,000)	-	-	-
Other purchased professional and technical services	96,006	180,938	276,944	273,536	3,408
Cleaning, repair and maintenance services	315,000	(162,960)	152,040	151,350	690
Lease purchase payments - School buses	925,825	(5,000)	920,825	919,952	873
Contract Svc (btw Home & Sch.) - Vendors	-	1,063,468	1,063,468	1,063,468	-
Contract Svc - Aid in Lieu Pymts - NonPub Sch	3,145,538	(847,390)	2,298,148	2,236,600	61,548
Contract Svc (other btw home & Sch.) - Vendors	3,000	(3,000)	-	-	-
Contract Svc (btw home & Sch.) - Joint Agreements	9,000	(9,000)	-	-	-
Contract Svc (Regular students) - ESCs & CTAS	180,590	(144,665)	35,925	26,756	9,169
Contract Svc (Spl. Ed. Students) - ESCs & CTAS	2,223,430	(117,034)	2,106,396	2,101,669	4,727
Travel	-	9,000	9,000	5,668	3,332
General supplies	10,657	10,000	20,657	18,008	2,649
Misc Purchased Serv - Transportation	151,795	(3,925)	147,870	145,855	2,015
Transportation supplies	1,809,404	118,891	1,928,295	1,854,091	74,204
Other objects	1,702	600	2,302	120	2,182
Total Undist. Expend. - Student Transportation Services	16,372,649	(714,289)	15,658,360	15,493,562	164,798
UNALLOCATED EMPLOYEE BENEFITS					
Social security contributions	2,210,910	(100,000)	2,110,910	1,235,574	875,336
Other retirement contributions - PERS	3,077,076	301,303	3,378,379	3,375,751	2,628
Workmen's compensation	1,182,746	(12,077)	1,170,669	1,167,601	3,068
Health benefits	21,749,443	2,556,695	24,306,138	24,300,570	5,568
Tuition reimbursement	80,227	(16,000)	64,227	64,227	-
Other employee benefits	227,224	63,305	290,529	275,244	15,285
TOTAL UNALLOCATED EMPLOYEE BENEFITS	28,527,626	2,793,226	31,320,852	30,418,967	901,885
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	28,527,626	2,793,226	31,320,852	30,418,967	901,885
ON-BEHALF CONTRIBUTIONS					
On-behalf TPAF LTDI (non-budgeted)	-	-	-	5,335	(5,335)
On-behalf TPAF OPEB (post retirement med) (non-budgeted)	-	-	-	5,533,779	(5,533,779)
On-behalf TPAF Pension Contributions (non-budgeted)	-	-	-	21,065,206	(21,065,206)
Reimbursed TPAF social security contributions (non-budgeted)	-	-	-	4,476,666	(4,476,666)
TOTAL ON-BEHALF CONTRIBUTIONS	-	-	-	31,080,986	(31,080,986)
TOTAL UNDISTRIBUTED EXPENDITURES	85,006,527	(226,328)	84,780,199	114,176,614	(29,396,415)
TOTAL GENERAL CURRENT EXPENDITURES	139,612,817	594,223	140,207,040	169,471,675	(29,264,635)
CAPITAL OUTLAY					
Interest Deposit to Capital Reserve	100	(100)	-	-	-
Equipment					
Regular Programs - Instruction:					
Undistributed expenditures - Admin Info Tech	2,400	495,736	498,136	498,136	-
Undistributed expenditures - Lease Purchase Payments - ESIP	-	835,000	835,000	835,000	-
Undistributed expenditures - Security	-	11,793	11,793	11,788	5
Undistributed expenditures - Student Trans - Non Inst. Equip	87,472	(71,953)	15,519	15,519	-
School Buses - Regular	-	73,953	73,953	72,653	1,300
Total Equipment	89,872	1,344,529	1,434,401	1,433,096	1,305
Facilities Acquisition and Construction Services					
Construction Services	665,750	-	665,750	532,905	132,845
Assessment for Debt Service on SDA Funding	296,467	-	296,467	296,467	-
Total Facilities Acquisition and Construction Services	962,217	-	962,217	829,372	132,845
TOTAL CAPITAL OUTLAY	1,052,189	1,344,429	2,396,618	2,262,468	134,150

JACKSON TOWNSHIP SCHOOL DISTRICT
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
SPECIAL SCHOOLS					
Summer School - Instruction					
Salaries of teachers	\$ 142,268	\$ (12,000)	\$ 130,268	\$ 66,652	\$ 63,616
General Supplies	-	-	-	-	-
Total Summer School - Instruction	<u>142,268</u>	<u>(12,000)</u>	<u>130,268</u>	<u>66,652</u>	<u>63,616</u>
Other Special School SAT Prep Supp Instruction					
Salaries of teachers	-	12,000	12,000	5,880	6,120
Total Other Special School SAT Prep Supp Instruction	<u>-</u>	<u>12,000</u>	<u>12,000</u>	<u>5,880</u>	<u>6,120</u>
TOTAL SPECIAL SCHOOLS	<u>142,268</u>	<u>-</u>	<u>142,268</u>	<u>72,532</u>	<u>69,736</u>
Transfer of funds to Charter Schools	<u>42,410</u>	<u>(42,410)</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>140,849,684</u>	<u>1,896,242</u>	<u>142,745,926</u>	<u>171,806,675</u>	<u>(29,060,749)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,408,530)	(253,343)	(11,661,873)	(3,269,186)	(8,392,687)
Other Financing Sources/ (Uses):					
Transfer from capital reserve	-	-	-	(955,331)	955,331
Total Other Financing Sources:	<u>-</u>	<u>-</u>	<u>-</u>	<u>(955,331)</u>	<u>955,331</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures & Other Financing Sources (Uses)	(11,408,530)	(253,343)	(11,661,873)	(4,224,517)	(7,437,356)
Fund Balance, July 1	<u>14,191,804</u>	<u>-</u>	<u>14,191,804</u>	<u>14,191,804</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 2,783,274</u>	<u>\$ (253,343)</u>	<u>\$ 2,529,931</u>	<u>9,967,287</u>	<u>\$ (7,437,356)</u>
Recapitulation:					
Restricted Fund Balance:					
Capital reserve				1,875,887	
Maintenance reserve				-	
Emergency reserve				-	
Unemployment compensation				1,054,724	
Excess surplus-current year				-	
Excess surplus - designated for subsequent year's expenditures				-	
Assigned Fund Balance:					
Year-end encumbrances				102,589	
Designated for subsequent year's expenditures				5,978,605	
Unrestricted/undesignated fund balance				<u>955,482</u>	
Reconciliation to governmental funds statements (GAAP)					
Fund balance per governmental funds (Budgetary)				9,967,287	
Last state aid payment not recognized on GAAP basis				(3,795,360)	
Fund balance per governmental funds (GAAP) - B-1				<u>6,171,927</u>	
Fund balance per governmental funds (GAAP) - B-1				<u>\$ 6,171,927</u>	

JACKSON TOWNSHIP SCHOOL DISTRICT
Budgetary Comparison Schedule
Special Revenue Fund
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local sources	\$ 10,000	\$ 1,823,741	\$ 1,833,741	\$ 2,966,249	\$ 1,132,508
State sources	4,432,946	190,624	4,623,570	4,820,345	196,775
Federal sources	12,827,049	392,045	13,219,094	9,654,633	(3,564,461)
Total Revenues	17,269,995	2,406,410	19,676,405	17,441,227	(2,235,178)
EXPENDITURES					
Instruction:					
Salaries of teachers	4,069,458	(1,474,594)	2,594,864	2,517,047	77,817
Other salaries for instruction	1,772,360	350,097	2,122,457	1,947,736	174,721
Purchased professional services	2,049,655	293,638	2,343,293	1,719,076	624,217
Textbooks	-	-	-	-	-
Miscellaneous expenditures	161	151,727	151,888	79,307	72,581
General supplies	2,389,407	(217,444)	2,171,963	1,595,418	576,545
Tuition	1,874,334	108,058	1,982,392	1,982,392	-
Total Instruction	12,155,375	(788,518)	11,366,857	9,840,976	1,525,881
Support services:					
Other professional staff salaries	1,558,972	1,053,751	2,612,723	2,091,703	521,020
Secretarial/clerical salaries	-	-	-	-	-
Personal services - employee benefits	1,277,043	1,158,717	2,435,760	1,929,887	505,873
Purchased Professional and Technical Services	1,345,191	(40,748)	1,304,443	677,868	626,575
Purchased Property Services	1,771,972	(1,769,839)	2,133	1,752	381
Other Purchased Services	44,173	42,506	86,679	58,131	28,548
Travel	-	10,026	10,026	10,026	-
Miscellaneous purchased services (400-500 series)	-	-	-	-	-
Miscellaneous expenditures	-	21,095	21,095	4,485	16,610
Supplies & materials	206,951	1,114,480	1,321,431	1,097,525	223,906
Equipment	-	1,361,086	1,361,086	1,356,010	5,076
Student activities	-	-	-	1,202,236	(1,202,236)
Total support services	6,204,302	2,951,074	9,155,376	8,429,623	725,753
EXPENDITURES (CONT'D):					
Facilities acquisition and const. serv.:					
Instructional equipment	114,951	(44,246)	70,705	60,804	9,901
Non-Instructional equipment	11,501	288,100	299,601	298,546	1,055
Total facilities acquisition and const. serv.	126,452	243,854	370,306	359,350	10,956
Total expenditures	18,486,129	2,406,410	20,892,539	18,629,949	2,262,590
Other financing sources (uses)					
Transfer in from general fund	1,216,134	-	1,216,134	1,226,134	(10,000)
Contribution to whole school reform	-	-	-	-	-
	1,216,134	-	1,216,134	1,226,134	(10,000)
Total outflows	17,269,995	2,406,410	19,676,405	17,403,815	2,272,590
Excess (deficiency) of revenues Over (under) expenditures	\$ -	\$ -	\$ -	37,412	\$ 37,412
Fund Balance, July 1				664,718	
Fund Balance, June 30				\$ 702,130	
Recapitulation:					
Restricted:					
Student Activities				702,130	
Total Fund Balance				\$ 702,130	

Note 1

Note 1 - Not required to budget for these funds.

**JACKSON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Budget-to-GAAP Reconciliation
Note to Required Supplementary Information
For the Year Ended June 30, 2023**

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

		General Fund		Special Revenue Fund
Sources/inflows of resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]	\$ 168,537,489	[C-2]	\$ 17,441,227
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		-		183,081
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.		(21,065,206)		
The 2021-22 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 (GAAP 33).		3,854,615		317,304
The 2022-23 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 (GAAP 33).		(3,795,360)		-
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	\$ 147,531,538	[B-2]	\$ 17,941,612
 Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 171,806,675	[C-2]	\$ 17,403,815
Differences - budget to GAAP				
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.		(21,065,206)		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.				183,081
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	\$ 150,741,469	[B-2]	\$ 17,586,896

REQUIRED SUPPLEMENTARY INFORMATION - PART III

**Jackson Township School District
Required Supplementary Information
Schedule of the District's Proportionate Share of Net Pension Liability-PERS
For the Year Ended June 30, 2023**

Last 10 Fiscal Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
District's proportion of the net pension liability	0.2554735380%	0.2479451138%	0.2486189228%	0.2519804763%	0.2517092688%	0.2573698992%	0.2610183409%	0.2637982280%	0.2625275122%
District's proportionate share of the net pension liability	\$ 47,881,634	\$ 55,658,710	\$ 73,633,794	\$ 58,657,027	\$ 49,560,301	\$ 46,374,151	\$ 42,565,265	\$ 31,319,754	\$ 39,619,016
District's covered-employee payroll	\$ 17,029,074	\$ 16,822,768	\$ 17,530,734	\$ 17,611,997	\$ 17,742,881	\$ 18,401,505	\$ 19,273,118	\$ 19,144,004	\$ 19,437,153
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	280.88%	330.85%	420.03%	333.05%	279.32%	252.01%	220.85%	163.60%	203.83%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

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

**Jackson Township School District
Required Supplementary Information
Schedule of the District Contributions-PERS
For the Year Ended June 30, 2023**

Last 10 Fiscal Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Contractually required contributions	\$ 2,131,663	\$ 2,208,695	\$ 2,334,330	\$ 2,503,694	\$ 2,503,465	\$ 2,855,412	\$ 3,096,195	\$ 3,310,598	\$ 3,096,195
Contributions in relation to the contractually required contribution	<u>2,131,663</u>	<u>2,208,695</u>	<u>2,334,330</u>	<u>2,503,694</u>	<u>2,503,465</u>	<u>2,855,412</u>	<u>3,096,195</u>	<u>3,310,598</u>	<u>3,375,751</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (279,556)</u>
District's covered-employee payroll	\$ 16,822,768	\$ 17,530,734	\$ 17,611,997	\$ 17,742,881	\$ 18,401,505	\$ 19,273,118	\$ 19,144,004	\$ 19,437,153	\$ 20,931,854
Contributions as a percentage of covered-employee payroll	12.67%	12.60%	13.25%	14.11%	13.60%	14.82%	16.17%	17.03%	14.79%

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

**Jackson Township School District
Required Supplementary Information
Schedule of the District's Proportionate Share of Net Pension Liability-TPAF
For the Year Ended June 30, 2023**

Last 10 Fiscal Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
State's proportion of the net pension liability associated with the District	0.5295315570%	0.5400397299%	0.5274475489%	0.5176863618%	0.5423756495%	0.5431339213%	0.5474053903%	0.5346538992%	0.5232144574%
State's proportionate share of the net pension liability associated with the District	\$ 283,017,383	\$ 343,489,498	\$ 414,923,825	\$ 349,042,812	\$ 345,047,738	\$ 333,326,414	\$ 360,459,863	\$ 257,035,871	\$ 269,949,443
District's covered-employee payroll	52,681,833	52,778,237	52,790,402	57,049,928	57,947,004	58,690,740	59,088,585	57,994,391	61,883,093
Proportionate share of the net pension liability as a percentage of District's covered-employee payroll	537.22%	650.82%	785.98%	611.82%	595.45%	567.94%	610.03%	443.21%	436.22%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%

The District has a special funding situation and is not required to make any payments for this liability therefore it is not recorded on the ACFR.

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

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

**Jackson Township School District
Required Supplementary Information
Schedule of Changes in the Total OPEB Liability and Related Ratios
For the Year Ended June 30, 2023
(Unaudited)**

Last 10 Fiscal Years*

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
State's proportion of the OPEB liability associated with the District						
Service cost	\$ 14,878,405	\$ 12,365,510	\$ 10,990,992	\$ 11,043,058	\$ 19,617,339	\$ 16,965,857
Interest cost	10,955,051	12,689,815	11,934,712	9,800,918	10,327,901	8,897,837
Differences between expected and actual experiences	-	(27,216,331)	(47,557,117)	80,342,115	(72,142,661)	10,359,874
Changes in benefit terms	-	-	-	-	(423,761)	-
Changes in assumptions	(45,501,609)	(34,589,787)	4,066,487	81,876,119	392,785	(90,068,879)
Member contributions	295,061	278,564	245,173	236,518	264,034	285,744
Gross benefit payments	(8,013,054)	(8,059,941)	(8,372,122)	(7,803,306)	(8,135,493)	(8,813,571)
Net change in total OPEB liability	(27,386,146)	(44,532,170)	(28,691,875)	175,495,422	(50,099,856)	(62,373,138)
Total State Share of OPEB liability - beginning	373,341,225	345,955,079	301,422,909	272,731,034	448,226,456	398,126,600
Total State Share of OPEB liability - ending	<u>\$ 345,955,079</u>	<u>\$ 301,422,909</u>	<u>\$ 272,731,034</u>	<u>\$ 448,226,456</u>	<u>\$ 398,126,600</u>	<u>\$ 335,753,462</u>
District's covered employee payroll	<u>\$ 75,689,885</u>	<u>\$ 77,092,245</u>	<u>\$ 77,092,245</u>	<u>\$ 77,267,509</u>	<u>\$ 77,138,395</u>	<u>\$ 94,981,435</u>
Total State's OPEB liability as a percentage of covered employee payroll	457%	391%	354%	580%	516%	353%

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

Jackson Township Board of Education

Notes to Required Supplementary Information - Part III

For the Year Ended June 30, 2023

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2021, to 7.00% as of June 30, 2022.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2021, to 7.00% as of June 30, 2022.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 2.16% as of June 30, 2021, to 3.54% as of June 30, 2022.

OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules
Not Applicable

E. Special Revenue Fund

JACKSON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2023

	Title I Part A 22/23	Title III 22/23	Title III Immigrant 22/23	Title II Part A 22/23	Title IV 22/23	Perkins 22/23
Revenues:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	<u>1,954,660</u>	<u>68,184</u>	<u>9,486</u>	<u>356,837</u>	<u>99,774</u>	<u>85,547</u>
Total revenues	<u>1,954,660</u>	<u>68,184</u>	<u>9,486</u>	<u>356,837</u>	<u>99,774</u>	<u>85,547</u>
Expenditures:						
Instruction:						
Salaries of teachers	439,284	-	-	-	-	-
Other salaries/instruction	132,645	5,194	-	-	44,056	18,473
Purchased professional services	553,217	-	-	-	8,626	24,773
General supplies	134,129	12,558	7,910	-	27,924	23,842
Tuition	-	-	-	-	-	-
Textbooks	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	1,190	-
Total instruction	<u>1,259,275</u>	<u>17,752</u>	<u>7,910</u>	<u>-</u>	<u>81,796</u>	<u>67,088</u>
Support services:						
Other support services - students - special:						
Other professional staff salaries	235,010	41,127	-	150,135	5,630	7,032
Secretarial/Clerical salaries	-	-	-	-	-	-
Purchased Professional and Technical S	134,246	-	-	124,680	-	1,010
Purchased Property Services	-	-	-	-	-	-
Other Purchased Services	13,664	2,749	1,576	7,369	4,813	-
Employee benefits	300,051	3,521	-	69,954	3,775	1,951
Travel	-	-	-	-	-	-
Miscellaneous purchased services	-	-	-	-	-	-
General supplies	12,414	3,035	-	4,699	3,760	-
Miscellaneous expenses	-	-	-	-	-	-
Student activities	-	-	-	-	-	-
Total other support services - students - special	<u>695,385</u>	<u>50,432</u>	<u>1,576</u>	<u>356,837</u>	<u>17,978</u>	<u>9,993</u>
Total support services	<u>695,385</u>	<u>50,432</u>	<u>1,576</u>	<u>356,837</u>	<u>17,978</u>	<u>9,993</u>
Equipment:						
Regular programs instruction	-	-	-	-	-	8,466
Non-instructional equipment	-	-	-	-	-	-
Total equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,466</u>
Total expenditures	<u>\$ 1,954,660</u>	<u>\$ 68,184</u>	<u>\$ 9,486</u>	<u>\$ 356,837</u>	<u>\$ 99,774</u>	<u>\$ 85,547</u>
Other Financing Sources (Uses)						
Operating transfer in	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues						
Over (under) expenditures	-	-	-	-	-	-
Fund Balance, July 1						
	-	-	-	-	-	-
Fund Balance, June 30						
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

JACKSON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2023

	IDEA-Part B-Basic Reg Prog 22/23	IDEA-Part B-Preschool Reg Prog 22/23	ARP Homeless 22/23	ARP ESSER 22/23	ARP Learning Coach 22/23
Revenues:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-
Federal sources	1,972,057	76,008	51,130	4,231,299	139,606
Total revenues	<u>1,972,057</u>	<u>76,008</u>	<u>51,130</u>	<u>4,231,299</u>	<u>139,606</u>
Expenditures:					
Instruction:					
Salaries of teachers	-	50,320	-	412,647	-
Other salaries/instruction	-	-	-	684,782	30,159
Purchased professional services	-	-	-	833,693	-
General supplies	-	25	-	867,229	62,221
Tuition	1,972,057	-	-	-	-
Textbooks	-	-	-	-	-
Miscellaneous expenses	-	-	-	78,117	-
Total instruction	<u>1,972,057</u>	<u>50,345</u>	<u>-</u>	<u>2,876,468</u>	<u>92,380</u>
Support services:					
Other support services - students - special:					
Other professional staff salaries	-	-	-	71,080	38,940
Secretarial/Clerical salaries	-	-	-	-	-
Purchased Professional and Technical Sr	-	-	-	314,038	3,000
Purchased Property Services	-	-	-	1,752	-
Other Purchased Services	-	-	-	27,560	-
Employee benefits	-	25,663	-	400,820	5,286
Travel	-	-	-	-	-
Miscellaneous purchased services	-	-	-	-	-
General supplies	-	-	-	482,758	-
Equipment	-	-	-	-	-
Miscellaneous expenses	-	-	-	4,485	-
Student activities	-	-	-	-	-
Total other support services - students - special	<u>-</u>	<u>25,663</u>	<u>-</u>	<u>1,302,493</u>	<u>47,226</u>
Total support services	<u>-</u>	<u>25,663</u>	<u>-</u>	<u>1,302,493</u>	<u>47,226</u>
Equipment:					
Regular programs instruction	-	-	-	52,338	-
Non-instructional equipment	-	-	51,130	-	-
Total equipment	<u>-</u>	<u>-</u>	<u>51,130</u>	<u>52,338</u>	<u>-</u>
Total expenditures	<u>\$ 1,972,057</u>	<u>\$ 76,008</u>	<u>\$ 51,130</u>	<u>\$ 4,231,299</u>	<u>\$ 139,606</u>
Other Financing Sources (Uses)					
Operating transfer in	-	-	-	-	-
Total other financing sources (uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Excess (deficiency) of revenues Over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

JACKSON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2023

	ACSERS 22/23	ARP Summer Learning 22/23	ESSER II 22/23	ESSER II LA 22/23	ESSER II MH 22/23	SDA Emergency 22/23
Revenues:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	190,624
Federal sources	107,393	29,042	443,961	7,781	4,475	-
Total revenues	<u>107,393</u>	<u>29,042</u>	<u>443,961</u>	<u>7,781</u>	<u>4,475</u>	<u>190,624</u>
Expenditures:						
Instruction:						
Salaries of teachers	48,346	-	-	-	-	-
Other salaries/instruction	16,670	26,978	20,409	6,641	-	-
Purchased professional services	-	-	298,767	-	-	-
General supplies	-	-	16,910	175	-	-
Tuition	10,335	-	-	-	-	-
Textbooks	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-	-
Total instruction	<u>75,351</u>	<u>26,978</u>	<u>336,086</u>	<u>6,816</u>	<u>-</u>	<u>-</u>
Support services:						
Other support services - students - special:						
Other professional staff salaries	24,431	-	-	-	-	-
Secretarial/Clerical salaries	-	-	-	-	-	-
Purchased Professional and Technical St	7,611	-	56,525	-	4,475	-
Purchased Property Services	-	-	-	-	-	-
Other Purchased Services	-	-	-	400	-	-
Employee benefits	-	2,064	-	565	-	-
Travel	-	-	-	-	-	-
Miscellaneous purchased services	-	-	-	-	-	-
General supplies	-	-	51,350	-	-	-
Equipment	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-	-
Student activities	-	-	-	-	-	-
Total other support services - students - special	<u>32,042</u>	<u>2,064</u>	<u>107,875</u>	<u>965</u>	<u>4,475</u>	<u>-</u>
Total support services	<u>32,042</u>	<u>2,064</u>	<u>107,875</u>	<u>965</u>	<u>4,475</u>	<u>-</u>
Equipment:						
Regular programs instruction	-	-	-	-	-	-
Non-instructional equipment	-	-	-	-	-	190,624
Total equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>190,624</u>
Total expenditures	<u>\$ 107,393</u>	<u>\$ 29,042</u>	<u>\$ 443,961</u>	<u>\$ 7,781</u>	<u>\$ 4,475</u>	<u>\$ 190,624</u>
Other Financing Sources (Uses)						
Operating transfer in	-	-	-	-	-	-
Total other financing sources (uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Excess (deficiency) of revenues	-	-	-	-	-	-
Over (under) expenditures	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

JACKSON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2023

(Continued from prior page)

	ARP Beyond the Day School 22/23	ARP Mental Health 22/23	Preschool Education Aid 22/23	Student Activities 22/23	Local 22/23	Total 2023
Revenues:						
Local sources	\$ -	\$ -	\$ -	\$ 1,239,648	\$ 1,726,601	\$ 2,966,249
State sources	-	-	4,629,721	-	-	4,820,345
Federal sources	39	17,354	-	-	-	9,654,633
Total revenues	39	17,354	4,629,721	1,239,648	1,726,601	17,441,227
Expenditures:						
Instruction:						
Salaries of teachers	-	-	1,566,450	-	-	2,517,047
Other salaries/instruction	36	-	961,693	-	-	1,947,736
Purchased professional services	-	-	-	-	-	1,719,076
General supplies	-	-	437,293	-	5,202	1,595,418
Tuition	-	-	-	-	-	1,982,392
Textbooks	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-	79,307
Total instruction	36	-	2,965,436	-	5,202	9,840,976
Support services:						
Other support services - students - special:						
Other professional staff salaries	-	-	1,518,318	-	-	2,091,703
Secretarial/Clerical salaries	-	-	-	-	-	-
Purchased Professional and Technical Ser	-	15,075	17,208	-	-	677,868
Purchased Property Services	-	-	-	-	-	1,752
Other Purchased Services	-	-	-	-	-	58,131
Employee benefits	3	-	1,116,234	-	-	1,929,887
Travel	-	-	10,026	-	-	10,026
Miscellaneous purchased services	-	-	-	-	-	-
General supplies	-	2,279	171,841	-	365,389	1,097,525
Equipment	-	-	-	-	1,356,010	1,356,010
Miscellaneous expenses	-	-	-	-	-	4,485
Student activities	-	-	-	1,202,236	-	1,202,236
Total other support services - students - special	3	17,354	2,833,627	1,202,236	1,721,399	8,429,623
Total support services	3	17,354	2,833,627	1,202,236	1,721,399	8,429,623
Equipment:						
Regular programs instruction	-	-	-	-	-	60,804
Non-instructional equipment	-	-	56,792	-	-	298,546
Total equipment	-	-	56,792	-	-	359,350
Total expenditures	\$ 39	\$ 17,354	\$ 5,855,855	\$ 1,202,236	\$ 1,726,601	\$ 18,629,949
Other Financing Sources (Uses)						
Operating transfer in	-	-	1,226,134	-	-	1,226,134
Total other financing sources (uses)	-	-	1,226,134	-	-	1,226,134
Excess (deficiency) of revenues Over (under) expenditures	-	-	-	37,412	-	37,412
Fund Balance, July 1	-	-	-	664,718	-	664,718
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 702,130	\$ -	\$ 702,130

JACKSON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Schedule of Expenditures of Preschool Education Aid
Preschool - All Programs
Budgetary Basis
For the Year Ended June 30, 2023

	Budget	Actual	Variance
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 1,688,806	\$ 1,566,450	\$ 122,356
Other Salaries for Instruction	1,041,564	961,693	79,871
Purchased Professional & Technical Services	-	-	-
Other Purchased Services (400-500 series)	-	-	-
Tuition to Other LEAs Within the State - Regular	-	-	-
General Supplies	258,833	437,293	(178,460)
Other Objects	-	-	-
Total instruction	2,989,203	2,965,436	23,767
Support services:			
Salaries of Program Directors	150,265	-	150,265
Salaries of Supervisors of Instruction	324,360	-	324,360
Salaries of Other Professional Staff	914,632	-	914,632
Salaries of Secr. And Clerical Assistants	41,227	-	41,227
Other Salaries	141,450	1,518,318	(1,376,868)
Salaries of Community Parent Involvement Spec.	-	-	-
Salaries of Master Teachers	-	-	-
Personal Services - Employee Benefits	1,002,003	1,116,234	(114,231)
Purchased Educational Services - Contracted Pre-K	-	-	-
Purchased Professional - Educational Services	-	-	-
Other Purchased Professional Services	-	-	-
Cleaning, Repair, and Maintenance Services	-	-	-
Purchased Technical Services	-	17,208	(17,208)
Rentals	-	-	-
Contr. Serv.-Trans. (Bet. Home & Sch.)	-	-	-
Contr. Serv.-Trans. (Wrap Around Services)	-	-	-
Contr. Serv.-Trans. (Field Trips)	-	-	-
Travel	8,880	10,026	(1,146)
Other Purchased Services (400-500 series)	-	-	-
Supplies & Materials	87,460	171,841	(84,381)
Other Objects	-	-	-
Total support services	2,670,277	2,833,627	(163,350)
Facilities acquisition and cont. serv:			
Instructional equipment	-	-	-
Noninstructional Equipment	-	56,792	(56,792)
Total Facilities acquisition and cont. serv.	-	56,792	(56,792)
Contribution to Charter Schools			
Transfer to General Fund	-	-	-
Total Expenditures	\$ 5,659,480	\$ 5,855,855	\$ (196,375)

CALCULATION OF BUDGET & CARRYOVER

Total 2022-23 PreK/ECPA Aid Allocation	\$ 4,432,946
Add: Actual PreK/ECPA Aid Carryover June 30, 2022	-
Add: Budgeted Transfer From General Fund	1,226,134
Total Funds Available for 2022-23 Budget	5,659,080
Less: 2021-22 Budgeted PreK/ECPA (Including prior year budgeted carryover)	196,775
Available & Unbudgeted Funds as of June 30, 2023	5,855,855
Add: June 30, 2023 Unexpended PreK Aid	-
2023- Actual Carryover - PreK Aid	-
2022-23 PreK Aid Carryover Budgeted in 2023-FY	\$ -

F. Capital Projects Fund

**JACKSON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Summary Schedule of Project Expenditures
For the Year Ended June 30, 2023**

<u>Project Title/Issue</u>	<u>Approval Date</u>	<u>Revised Budgetary Appropriations</u>	<u>GAAP Expenditures to Date</u>		<u>Unexpended Appropriations June 30, 2023</u>
			<u>Prior Years</u>	<u>Current Year</u>	
ESIP Implementation Project	1/19/2023	\$ 105,820	\$ 40,614	\$ 12,430	\$ 52,776
Fuel Depot at Memorial Transportation Facility	5/17/2023	955,331	-	955,331	-
Totals		<u>\$ 1,061,151</u>	<u>\$ 40,614</u>	<u>\$ 967,761</u>	<u>\$ 52,776</u>

JACKSON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary
For the Year Ended June 30, 2023

Revenues and Other Financing Sources

State Sources - SCC Grant	\$	-
Bond proceeds and transfers		-
Contribution from private source		-
Transfer from capital reserve		955,331
Transfer from capital outlay		-
Total revenues		955,331

Expenditures and Other Financing Uses

Purchased professional and technical services		-
Other objects		12,430
Construction services		955,331
Equipment purchases		-
Total expenditures		967,761

Excess (deficiency) of revenues over (under) expenditures	(12,430)
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Fund balance - beginning	65,206
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Fund balance - ending	\$ 52,776
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JACKSON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Additions and Renovations to various Schools
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budgetary Basis
ESIP Implementation Project
For the Year Ended June 30, 2023

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ -	\$ -	\$ -
Bond proceeds and transfers	-	-	-	-
Contribution from private sources	-	-	-	-
Transfer from capital reserve	105,820	-	105,820	105,820
Transfer from capital outlay	-	-	-	-
Total revenues	<u>105,820</u>	<u>-</u>	<u>105,820</u>	<u>105,820</u>
Expenditures and Other Financing Uses				
Purchased prof. and technical services	-	-	-	-
Other objects	40,614	12,430	53,044	53,044
Construction services	-	-	-	-
Equipment purchases	-	-	-	-
Total expenditures	<u>40,614</u>	<u>12,430</u>	<u>53,044</u>	<u>53,044</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 65,206</u>	<u>\$ (12,430)</u>	<u>\$ 52,776</u>	<u>\$ 52,776</u>

Additional project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	-
Bonds Authorized	-
Bonds Issued	-
Original Authorized Cost	\$ 105,820
Additional Authorized Cost	-
Revised Authorized Cost	\$ 105,820
Percentage Increase over Original Authorized Cost	0.0%
Percentage Completion	50%
Original target completion date	FY2023
Revised target completion date	FY2024

JACKSON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Additions and Renovations for various schools
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budgetary Basis
Fuel Depot at Memorial Transportation Facility
From Inception and For the Year Ended June 30, 2023

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ -	\$ -	\$ -	\$ -
Bond proceeds and transfers	-	-	-	-
Contribution from private sources	-	-	-	-
Transfer from capital reserve	-	955,331	955,331	955,331
Transfer from capital outlay	-	-	-	-
Total revenues	-	955,331	955,331	955,331
Expenditures and Other Financing Uses				
Purchased prof. and technical services	-	-	-	-
Land and improvements	-	-	-	-
Construction services	-	955,331	955,331	955,331
Equipment purchases	-	-	-	-
Total expenditures	-	955,331	955,331	955,331
Excess (deficiency) or revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -

Additional project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	-
Bonds Authorized	-
Bonds Issued	-
Original Authorized Cost	\$ 955,331
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 955,331
Percentage Increase over Original Authorized Cost	0.0%
Percentage Completion	100%
Original target completion date	FY2024
Revised target completion date	FY2024

G. Proprietary Funds
See B-4 through B-6

H. Fiduciary Funds
Not Applicable

I. Long-Term Debt

**JACKSON TOWNSHIP SCHOOL DISTRICT
Long-Term Debt
Schedule of Serial Bonds
June 30, 2023**

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount Of Issue</u>	<u>Annual Maturities</u>		<u>Interest Rate</u>	<u>Balance July 1, 2022</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 2023</u>
			<u>Date</u>	<u>Amount</u>					
Refunding Bonds	4/13/06	\$ 87,650,000				\$ 5,945,000	\$ -	\$ 5,945,000	\$ -
Refunding Bonds	9/11/14	7,890,000	2/1/2024	920,000	5.000%				
			2/1/2025	965,000	4.000%				
			2/1/2026	1,005,000	3.000%	3,770,000	-	880,000	2,890,000
Refunding Bonds	9/14/16	27,150,000	6/15/2024	1,320,000	5.000%				
			6/15/2025	1,455,000	4.000%				
			6/15/2026	1,615,000	3.000%				
			6/15/2027	1,785,000	3.000%	<u>27,150,000</u>	<u>-</u>	<u>-</u>	<u>27,150,000</u>
						<u>\$ 36,865,000</u>	<u>\$ -</u>	<u>\$ 6,825,000</u>	<u>\$ 30,040,000</u>

JACKSON TOWNSHIP SCHOOL DISTRICT
Long-Term Debt
Schedule of Obligations Under Finance Purchases Payable
June 30, 2023

<u>Purpose</u>	<u>Amount of Original Contract</u>	<u>Interest Rate</u>	<u>Balance 06/30/22</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance 06/30/23</u>
Buses 18/19	\$ 990,000	2.97%	\$ 205,165	\$ -	\$ 205,165	\$ -
Buses 19/20	616,000	2.13%	252,168	-	124,756	127,412
Buses 20/21	982,000	1.10%	591,550	-	195,030	396,520
ESIP	26,219,000	2.20%	23,760,000	-	835,000	22,925,000
Technology 21/22	2,500,000	0.86%	1,997,453	-	492,967	1,504,486
Buses 21/22	1,015,000	0.92%	809,854	-	199,691	610,163
Copiers 21/22	310,130	0.58%	266,501	-	59,708	206,793
			<u>\$ 27,882,691</u>	<u>\$ -</u>	<u>2,112,317</u>	<u>\$ 25,770,374</u>

JACKSON TOWNSHIP SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 7,760,482	\$ -	\$ 7,760,482	\$ 7,760,482	\$ -
State Sources:					
Debt Service Aid Type II	469,251	-	469,251	469,251	-
Total - State Sources	469,251	-	469,251	469,251	-
Total Revenues	8,229,733	-	8,229,733	8,229,733	-
EXPENDITURES:					
Regular Debt Service:					
Interest	1,605,812	-	1,605,812	1,605,812	-
Redemption of Principal	6,825,000	-	6,825,000	6,825,000	-
Total Regular Debt Service	8,430,812	-	8,430,812	8,430,812	-
Total expenditures	8,430,812	-	8,430,812	8,430,812	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(201,079)	-	(201,079)	(201,079)	-
Other Financing Sources (uses):					
Bond premium	-	-	-	-	-
Bond refunding costs	-	-	-	-	-
Interest on bond payoff	-	-	-	-	-
Payoff old bonds	-	-	-	-	-
Issue new bonds	-	-	-	-	-
Operating transfer in	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(201,079)	-	(201,079)	(201,079)	-
Fund Balance, July 1	201,081	-	201,081	269,752	(470,833)
Fund Balance, June 30	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ 68,673</u>	<u>\$ (470,833)</u>
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	<u>\$ (201,079)</u>	<u>\$ -</u>	<u>\$ (201,079)</u>	<u>\$ -</u>	<u>\$ -</u>

STATISTICAL SECTION

**Jackson School District
Statistical Section**

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

Township of Jackson School District
Net Position by Component
Last Ten Fiscal Years
UNAUDITED
(accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities										
Net investment in capital assets	\$ 47,814,504	\$ 51,059,391	\$ 62,704,699	\$ 65,055,149	\$ 66,097,599	\$ 70,179,132	\$ 75,571,648	\$ 78,286,518	\$ 84,077,531	\$ 85,754,815
Restricted	12,339,597	14,169,847	11,576,907	12,474,787	11,285,982	7,501,636	2,446,786	3,502,875	3,268,811	2,099,925
Unrestricted	(3,660,493)	(52,594,416)	(54,912,236)	(60,222,899)	(60,427,551)	(59,573,600)	(58,291,396)	(57,214,543)	(47,876,814)	(41,403,875)
Total governmental activities net position	\$ 56,493,609	\$ 12,634,822	\$ 19,369,370	\$ 17,307,037	\$ 16,956,030	\$ 18,107,167	\$ 19,727,038	\$ 24,574,851	\$ 39,469,528	\$ 46,450,865
Business-type activities										
Net investment in capital assets	\$ 1,372,697	\$ 1,281,676	\$ 1,225,360	\$ 1,200,060	\$ 1,185,145	\$ 1,158,333	\$ 1,082,432	\$ 952,889	\$ 973,662	\$ 976,372
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	1,927,162	2,138,738	2,728,026	2,793,430	2,511,530	2,274,199	1,435,873	1,253,004	1,763,589	1,573,518
Total business-type activities position	\$ 3,299,859	\$ 3,420,415	\$ 3,953,385	\$ 3,993,490	\$ 3,696,675	\$ 3,432,532	\$ 2,518,305	\$ 2,205,893	\$ 2,737,251	\$ 2,549,890
District-wide										
Net investment in capital assets	\$ 49,187,202	\$ 52,341,068	\$ 63,930,058	\$ 66,255,209	\$ 67,282,744	\$ 71,337,465	\$ 76,654,080	\$ 79,239,408	\$ 85,051,193	\$ 86,731,187
Restricted	12,339,597	14,169,847	11,576,907	12,474,787	11,285,982	7,501,636	2,446,786	3,502,875	3,268,811	2,099,925
Unrestricted	(1,733,331)	(50,455,678)	(52,184,211)	(57,429,469)	(57,916,021)	(57,299,401)	(56,855,523)	(55,961,539)	(46,113,225)	(39,830,357)
Total district net position	\$ 59,793,468	\$ 16,055,237	\$ 23,322,755	\$ 21,300,527	\$ 20,652,706	\$ 21,539,700	\$ 22,245,342	\$ 26,780,743	\$ 42,206,779	\$ 49,000,755

Source: ACFR Schedule A-1 and District records.
a - In FY2015 the Districted Implemented GASB 68

Township of Jackson School District
Changes in Net Position
Last Ten Fiscal Years
UNAUDITED
(accrual basis of accounting)

Fiscal Year Ending June 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental activities										
Instruction										
Regular	\$ 51,228,343	\$ 56,563,472	\$ 60,811,329	\$ 65,972,494	\$ 69,951,421	\$ 64,451,276	\$ 60,735,451	\$ 68,640,296	\$ 60,566,007	\$ 44,614,975
Special education	25,176,976	30,585,453	33,066,079	37,085,171	38,174,469	37,809,355	37,844,034	42,677,393	41,042,049	15,953,106
Other special education	-	-	-	-	-	-	-	-	-	3,524,903
Other instruction	3,744,844	4,167,503	4,468,380	5,058,372	5,567,258	5,213,208	5,116,261	5,622,296	5,300,951	-
Support Services:										
Tuition	-	-	-	-	-	-	-	-	-	-
Student and instruction related services	20,425,794	23,538,412	24,335,585	26,132,832	28,282,891	26,622,719	24,659,167	26,896,552	26,671,062	3,374,633
Attendance and social work	-	-	-	-	-	-	-	-	-	-
Health services	-	-	-	-	-	-	-	-	-	989,506
Other support services	-	-	-	-	-	-	-	-	-	19,455,636
Educational media services	-	-	-	-	-	-	-	-	-	1,062,300
Instruction staff training	-	-	-	-	-	-	-	-	-	15,546
General administration	1,439,252	1,133,281	1,306,603	1,486,943	1,252,518	1,247,916	688,753	402,188	88,432	1,393,099
School administrative services	7,577,919	9,327,491	10,079,197	10,712,412	11,233,646	10,906,798	10,833,511	12,636,278	12,356,438	5,594,363
Central services	3,468,124	3,279,626	2,969,567	3,501,362	3,879,166	3,648,179	3,746,643	3,847,182	2,701,793	1,606,672
Plant operations and maintenance	12,077,243	12,537,490	12,501,620	14,933,639	15,486,698	14,148,410	13,553,919	14,205,760	12,599,231	17,371,762
Care & upkeep of grounds	-	-	-	-	-	-	-	-	-	895,959
Security	-	-	-	-	-	-	-	-	-	1,009,392
Administrative information technology	-	-	-	-	-	-	-	-	-	1,743,020
Allocated employee benefits	-	-	-	-	-	-	-	-	-	-
Pupil transportation	11,094,694	10,789,147	10,831,895	12,776,349	13,974,062	14,096,949	12,902,436	14,291,401	16,663,967	15,493,562
Other support services	-	-	-	-	-	-	-	-	-	-
Special schools	515,477	527,004	540,983	502,555	520,452	464,955	295,011	78,264	33,653	72,532
Charter Schools	-	-	-	-	-	-	-	-	-	-
Transfer to charter school	-	-	-	-	-	-	-	-	-	-
Interest on long-term debt	4,857,337	4,512,100	4,150,757	3,949,029	3,186,377	2,878,444	2,574,164	2,287,093	1,980,647	1,255,595
Unallocated depreciation	4,032,879	4,041,356	4,043,346	3,983,234	4,378,362	4,826,334	4,678,582	4,790,383	5,008,709	21,279,205
Unallocated amortization	-	-	-	-	-	-	-	-	-	10,015,780
Total governmental activities expenses	145,638,884	161,002,334	169,111,343	186,094,392	195,887,320	186,314,543	177,627,933	196,375,086	185,012,939	166,721,546
Business-type activities:										
Food service	2,812,088	2,856,912	2,618,054	2,660,600	2,648,320	3,236,870	2,848,428	2,505,985	4,127,595	5,212,205
Child Care	954,810	1,038,946	1,147,144	1,167,302	1,181,720	1,156,862	929,866	632,486	730,209	-
Extended Enrichment Kindergarten	310,207	408,606	-	-	-	-	-	-	-	-
Community School	88,046	83,506	84,888	84,836	89,033	91,614	89,805	19,628	46,254	-
Preschool	86,488	57,411	47,181	70,208	254,915	228,260	275,321	273,275	141,469	-
Digital Media	30,643	39,911	46,657	50,125	40,164	50,385	24,194	18,628	33,293	-
Summer Electives	9,999	12,218	15,063	18,772	16,956	18,594	16,838	4,673	22,155	-
Stem Summer Camp	-	-	13,541	13,119	7,997	4,896	2,575	-	-	-
Total business-type activities expense	4,292,281	4,497,510	3,972,529	4,064,961	4,239,106	4,787,482	4,187,026	3,454,675	5,100,974	5,212,205
Total district expenses	\$ 149,931,165	\$ 165,499,844	\$ 173,083,872	\$ 190,159,353	\$ 200,126,426	\$ 191,102,025	\$ 181,814,959	\$ 199,829,761	\$ 190,113,913	\$ 171,933,751
Program Revenues										
Governmental activities:										
Operating grants and contributions	\$ 14,404,622	\$ 28,500,405	\$ 34,836,898	\$ 44,931,583	\$ 54,163,330	\$ 42,830,222	\$ 35,239,934	\$ 55,188,558	\$ 47,493,843	-
Charges for Services	-	-	-	-	-	-	-	558,977	1,062,830	10,015,921
Total governmental activities program revenues	14,404,622	28,500,405	34,836,898	44,931,583	54,163,330	42,830,222	35,239,934	55,747,536	48,556,673	10,015,921
Business-type activities:										
Charges for services										
Food service	1,720,956	1,747,806	1,812,358	1,757,285	1,679,170	1,701,970	1,085,296	29,782	269,173	2,633,114
Extended Enrichment Kindergarten	480,133	582,380	-	-	-	-	-	-	-	-
Child care	1,093,489	1,114,437	1,278,197	1,318,939	1,326,897	1,469,319	1,061,478	390,506	848,538	-
Community School	105,610	92,519	97,960	96,988	97,555	94,505	90,385	3,728	-	-
Preschool	133,276	145,578	150,229	121,156	286,324	279,603	280,335	166,529	77,297	-
Digital Media Program	38,513	38,805	42,980	51,640	46,555	40,310	28,465	24,776	26,449	-
Summer Electives	10,000	27,765	12,560	26,200	22,150	24,725	18,975	-	23,000	-
Stem Summer Camp	-	-	13,650	13,125	7,350	7,425	4,875	-	-	-
Operating grants and contributions	994,268	1,046,105	1,087,364	1,147,911	1,216,546	1,205,482	1,002,990	3,276,941	4,637,876	2,391,730
Total business-type activities program revenues	4,576,245	4,795,394	4,495,299	4,533,245	4,682,548	4,823,339	3,572,798	3,892,263	5,882,333	5,024,844
Total district program revenues	18,980,867	33,295,798	39,332,197	49,464,828	58,845,878	47,653,562	38,812,733	59,639,798	54,439,006	15,040,765
Net (Expense)/Revenue										
Governmental activities	\$ (131,234,262)	\$ (132,501,929)	\$ (134,274,444)	\$ (141,162,809)	\$ (141,723,990)	\$ (143,484,320)	\$ (142,387,999)	\$ (140,627,551)	\$ (136,456,266)	\$ (156,705,625)
Business-type activities	283,964	297,883	522,770	468,284	443,442	35,857	(614,228)	437,588	781,359	(187,361)
Total district-wide net expense	\$ (130,950,298)	\$ (132,204,046)	\$ (133,751,675)	\$ (140,694,525)	\$ (141,280,548)	\$ (143,448,464)	\$ (143,002,226)	\$ (140,189,963)	\$ (135,674,907)	\$ (156,892,986)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 74,095,557	\$ 76,178,357	\$ 77,701,924	\$ 79,273,729	\$ 81,522,303	\$ 84,481,516	\$ 86,171,146	\$ 87,894,569	\$ 89,652,460	\$ 91,445,509
Taxes levied for debt service	6,398,341	7,244,288	8,220,933	7,518,642	6,966,039	7,374,647	7,994,629	7,911,836	7,860,938	7,760,482
Federal and state aid not restricted	49,581,509	49,860,614	50,032,328	49,987,467	50,185,200	49,603,784	47,131,284	44,899,845	49,115,545	42,755,740
Federal and state aid restricted	699,143	2,589,489	4,111,814	1,015,228	901,803	828,157	361,770	390,756	2,216,122	364,578
Payments in lieu of taxes	-	-	-	-	-	-	-	-	-	15,444,614
Tuition Received	-	-	-	-	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-	-	-	326,044
Rents and royalties	-	-	-	-	-	-	-	-	-	-
Miscellaneous income	1,218,783	773,333	968,925	846,152	1,060,743	2,050,707	1,991,717	2,105,998	2,286,412	5,589,995
Capital Asset Adjustments	-	-	-	13,773	-	-	-	-	-	-
Disposal of capital asset (net)	(204,331)	(3,661)	(26,933)	(4,515)	(2,470)	(3,353)	-	(5,880)	(30,534)	-
Transfers	62,200	200,000	-	450,000	740,257	300,000	300,000	750,000	250,000	-
Total governmental activities	131,851,201	136,842,420	141,008,992	139,100,477	141,373,874	144,635,458	143,950,547	143,947,125	151,350,943	163,686,962
Business-type activities:										
Miscellaneous Income	33,420	22,672	22,551	21,820	-	-	-	-	-	-
Transfers	(62,200)	(200,000)	-	(450,000)	(740,257)	(300,000)	(300,000)	(750,000)	(250,000)	-
Total business-type activities	(28,780)	(177,328)	22,551	(428,180)	(740,257)	(300,000)	(300,000)	(750,000)	(250,000)	-
Total district-wide	\$ 131,822,422	\$ 136,665,092	\$ 141,031,543	\$ 138,672,297	\$ 140,633,617	\$ 144,335,458	\$ 143,650,547	\$ 143,197,125	\$ 151,100,943	\$ 163,686,962
Change in Net Position										
Governmental activities	\$ 616,940	\$ 4,340,490	\$ 6,734,547	\$ (2,062,333)	\$ (350,116)	\$ 1,151,137	\$ 1,562,548	\$ 3,319,574	\$ 14,894,677	\$ 6,981,337
Business-type activities	255,184	120,555	545,321	40,104	(296,814)	(264,143)	(914,248)	(312,412)	531,359	(187,361)
Total district	\$ 872,124	\$ 4,461,046	\$ 7,279,868	\$ (2,022,229)	\$ (646,930)	\$ 886,994	\$ 648,321	\$ 3,007,162	\$ 15,426,036	\$ 6,793,976

Source: ACFR Schedule A-2 and District records.

Township of Jackson School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Restricted	\$ 12,663,645	\$ 8,167,419	\$ 11,241,915	\$ 12,149,018	\$ 10,748,040	\$ 3,674,507	\$ 2,390,407	\$ 2,790,632	\$ 2,720,316	\$ 2,930,611
Committed	2,408,702	1,268,082	666,636	194,829	1,601,341	3,295,819	5,376,355	4,539,268	7,616,873	-
Assigned	-	524,391	555,768	557,720	191,989	(306,709)	172,570	373,091	-	6,081,194
Unassigned	-	-	-	-	-	-	-	-	-	(2,839,878)
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Total general fund	<u>\$ 15,072,347</u>	<u>\$ 9,959,892</u>	<u>\$ 12,464,320</u>	<u>\$ 12,901,567</u>	<u>\$ 12,541,369</u>	<u>\$ 6,663,617</u>	<u>\$ 7,939,331</u>	<u>\$ 7,702,991</u>	<u>\$ 10,337,189</u>	<u>\$ 6,171,927</u>
All Other Governmental Funds										
Restricted	\$ 1,375,749	\$ 47,403	\$ 586,703	\$ 764,172	\$ 581,745	\$ 542,433	\$ 424,313	\$ 831,325	\$ 481,291	\$ -
Assigned	25,388	-	-	-	-	-	-	-	-	-
Committed	12,653	6,385,047	731,993	529,897	743,636	3,827,129	56,379	104,427	201,081	-
Special revenue fund	-	-	-	-	-	-	-	-	-	702,130
Debt service fund	-	-	-	-	-	-	-	-	-	68,673
Capital projects fund	-	-	-	-	-	-	-	-	-	52,776
Total all other governmental funds	<u>\$ 1,413,790</u>	<u>\$ 6,432,450</u>	<u>\$ 1,318,696</u>	<u>\$ 1,294,068</u>	<u>\$ 1,325,381</u>	<u>\$ 4,369,561</u>	<u>\$ 480,692</u>	<u>\$ 935,752</u>	<u>\$ 682,372</u>	<u>\$ 823,579</u>

Source: ACFR Schedule B-1 and District records.

Township of Jackson School District
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

Fiscal Year Ending June 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Tax levy	\$ 80,493,898	\$ 83,422,645	\$ 85,922,857	\$ 86,792,371	\$ 88,488,342	\$ 91,856,163	\$ 94,165,775	\$ 95,806,405	\$ 97,513,398	\$ 99,205,991
Interest on capital reserve	7,947	9,700	2,169	4,579	22,136	29,909	9,650	21,038	23,815	141
Tuition charges	-	-	-	-	-	-	385,930	422,569	429,126	326,044
Admissions	-	-	-	-	-	-	-	-	-	-
Miscellaneous	1,225,562	883,889	1,049,592	928,475	1,081,969	2,072,088	1,486,467	2,678,773	3,960,000	5,589,995
Transportation fees	-	-	-	-	-	-	-	-	-	-
State sources	61,788,958	65,462,345	68,955,663	67,207,875	70,167,698	71,804,170	69,432,452	71,091,271	83,838,655	58,378,420
Federal sources	2,881,203	3,076,708	3,186,661	3,286,149	3,307,575	3,311,018	3,557,345	4,930,515	11,975,285	10,202,292
Total revenue	146,397,567	152,855,286	159,116,941	158,219,449	163,067,719	169,073,347	169,037,619	174,950,570	197,740,279	173,702,883
Expenditures										
Instruction										
Regular Instruction	35,606,213	34,854,856	35,738,782	36,286,052	36,829,442	36,575,622	35,254,492	35,216,654	34,269,103	44,614,975
Special education instruction	15,617,593	17,434,806	18,170,647	19,002,324	18,625,983	19,146,030	19,823,193	20,620,919	25,165,737	15,953,106
Other special instruction	2,736,039	2,726,237	2,821,716	3,003,089	3,115,195	3,139,162	3,096,263	3,066,886	3,162,870	3,524,903
Support Services:										
Instruction	3,712,591	3,322,398	3,545,263	3,969,069	4,286,311	5,464,214	5,255,528	4,731,339	3,313,952	3,374,633
Student & inst. related services	14,333,987	14,746,722	15,416,589	15,277,168	16,189,574	15,830,696	14,881,417	14,559,570	17,070,101	21,522,988
General administration	1,385,754	1,248,935	1,226,106	1,743,326	1,656,086	1,923,294	1,500,073	1,502,021	1,864,514	1,393,099
School administrative services	5,106,242	5,340,818	5,321,915	5,409,893	5,489,312	5,476,826	5,535,055	5,626,593	5,888,426	5,594,363
Central services and Admin Technology	2,511,879	2,327,830	2,372,093	2,379,806	2,549,403	2,598,261	2,840,527	2,757,717	2,748,743	3,349,692
Plant operations and maintenance	10,587,678	10,291,660	10,035,676	10,869,080	11,023,853	10,919,773	10,861,405	11,864,962	12,580,067	10,377,947
Pupil transportation	8,707,904	8,770,999	8,699,370	9,535,862	10,326,103	11,240,313	10,821,239	11,293,456	15,438,836	15,493,562
Unallocated benefits	35,278,120	37,460,773	38,111,329	39,996,418	43,846,055	47,345,771	48,803,184	56,343,352	62,603,058	40,434,747
Special Schools	385,262	382,328	381,465	297,391	302,366	307,560	210,283	51,475	30,639	72,532
Charter Schools	-	-	-	-	-	-	-	-	-	-
Capital outlay	2,580,999	6,041,661	11,269,236	3,152,583	2,124,452	4,288,190	14,110,106	18,273,329	7,774,270	3,589,579
Debt service:										
Principal	4,155,000	5,245,000	5,830,000	5,435,000	5,400,000	6,110,000	5,960,000	6,205,000	6,500,000	6,825,000
Interest and other charges	4,203,065	3,915,078	3,668,778	3,066,185	3,114,075	2,832,438	2,521,475	2,235,063	1,936,438	1,605,812
Total expenditures	146,908,327	154,110,099	162,608,964	159,423,248	164,878,210	173,198,150	181,474,237	194,348,335	200,346,753	177,726,938
Excess (Deficiency) of revenues over (under) expenditures	(510,760)	(1,254,813)	(3,492,023)	(1,203,799)	(1,810,491)	(4,124,803)	(12,436,618)	(19,397,764)	(2,606,474)	(4,024,055)
Other Financing sources (uses)										
Interest earned on Arbitrage reserve	387	348	5,706	553	1,106	3,739	6,926	7,082	4,554	-
Proceeds from borrowing	-	-	-	-	-	-	-	-	-	-
Proceeds from refunding	-	-	-	-	-	-	-	-	-	-
Premium and costs for bond issuance	-	-	-	-	-	-	-	-	-	-
Capital Leases (Non-budgeted)	994,442	960,671	876,991	1,165,865	740,244	987,492	9,516,536	17,331,164	4,732,736	2,181,465
Transfers	62,200	200,000	-	450,000	740,257	300,000	300,000	750,000	250,000	(2,181,465)
Total other financing sources (uses)	1,057,029	1,161,019	882,697	1,616,418	1,481,607	1,291,231	9,823,462	18,088,245	4,987,290	-
Net change in fund balances	\$ 546,269	\$ (93,794)	\$ (2,609,326)	\$ 412,619	\$ (328,884)	\$ (2,833,572)	\$ (2,613,155)	\$ (1,309,519)	\$ 2,380,817	\$ (4,024,055)
Debt service as a percentage of noncapital expenditures	5.79%	6.19%	6.28%	5.44%	5.23%	5.29%	5.07%	4.79%	4.38%	4.84%

Source: ACFR Schedule B-2 and District records.

Township of Jackson School District
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

Fiscal Year Ending June 30,	<u>Interest Earned</u>	<u>Prior Year Voided Checks</u>	<u>Tuition</u>	<u>Reimbursements</u>	<u>Township Contributions</u>	<u>Miscellaneous</u>	<u>Annual Totals</u>
2014	\$ 28,242	\$ 1,968	\$ 297,145	\$ 363,117		\$ 513,755	\$ 1,204,228
2015	28,001		208,588			520,991	757,580
2016	24,527		88,769			842,847	956,142
2017	29,120		98,547			708,452	836,118
2018	94,248		258,771			668,905	1,021,924
2019	311,210	9,267	503,745	689,800		452,906	1,966,928
2020	563,486	4,212		300,000		487,263	1,354,961
2021	503,334			200,000	1,000,000	274,861	1,978,195
2022	290,027			1,158,345		1,363,736	2,812,107
2023	-	2,623,746					2,623,746

Source: District records

**Township of Jackson School District
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
UNAUDITED**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities ^a	Net Valuation Taxable	Estimated Actual (County Equalized Value)	Total Direct School Tax Rate ^b
2014	172,257,600	5,759,476,120	25,598,200	-	552,672,700	44,536,900	84,670,800	6,639,212,320	-	8,759,488	6,647,971,808	6,543,417,283	1.233
2015	167,254,100	5,768,918,720	24,710,800	-	570,689,000	44,202,500	85,155,000	6,660,930,120	-	8,244,360	6,669,174,480	6,691,228,327	1.269
2016	160,251,900	5,796,690,420	26,795,900	-	567,759,535	44,200,900	83,655,000	6,679,353,655	-	7,769,090	6,687,122,745	6,948,799,597	1.291
2017	155,729,300	5,835,677,920	26,478,600	-	568,468,735	43,953,400	91,321,500	6,721,629,455	-	7,372,103	6,729,001,558	7,432,945,960	1.303
2018	150,563,200	5,853,408,520	28,264,611	-	573,372,000	44,262,300	104,821,500	6,754,692,131	-	7,026,896	6,761,719,027	7,649,810,479	1.331
2019	147,129,300	5,866,070,020	27,114,611	-	575,465,701	44,485,200	122,389,300	6,782,654,132	-	6,964,614	6,789,618,746	7,820,182,137	1.373
2020	144,891,600	5,889,336,020	27,401,511	-	580,983,701	44,717,200	139,061,200	6,826,391,232	-	6,904,030	6,833,295,262	7,891,393,787	1.390
2021	143,216,257	5,908,605,420	26,281,511	-	580,677,001	45,193,900	135,054,100	6,839,028,189	-	7,042,693	6,846,070,882	8,561,174,261	1.412
2022	180,251,600	5,921,939,500	26,126,400	-	599,278,700	45,193,900	148,435,000	6,921,225,100	-	6,513,973	6,927,739,073	-	1.420
2023	-	-	-	-	-	-	-	-	-	-	-	-	-

Source: District records Tax list summary & Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

(b): Tax rates are per \$100

Township of Jackson School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
UNAUDITED
(rate per \$100 of assessed value)

Fiscal Year Ended June 30,	Jackson Township School District			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct School Tax Rate	Township of Jackson	Ocean County	
2014	1.126	0.107	1.233	0.468	0.396	2.097
2015	1.148	0.121	1.269	0.474	0.411	2.154
2016	1.179	0.112	1.291	0.482	0.418	2.191
2017	1.200	0.103	1.303	0.493	0.431	2.227
2018	1.224	0.107	1.331	0.498	0.454	2.283
2019	1.256	0.117	1.373	0.506	0.463	2.342
2020	1.278	0.112	1.390	0.512	0.466	2.368
2021	1.298	0.114	1.412	0.531	0.457	2.400
2022			0.000			0.000
2023	0.000	0	0.000	0	-	0.000

Source: District Records and Municipal Tax Collector

- Note:**
- a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calcu
- a** The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.
- b** Rates for debt service are based on each year's requirements.

**Township of Jackson School District
Principal Property Taxpayers
Current Year and Nine Years Ago
UNAUDITED**

2023				2014			
Taxpayer	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Six Flags Theme Park, Inc.	\$ -	1	0.00%	Six Flags Theme Park, Inc.	\$ -	1	0.00%
CPG Partners LP	-	2	0.00%	CPG Partners LP	-	2	0.00%
Gardens at Jackson 21 LLC	-	3	0.00%	Gardens at Jackson 21 LLC	-		0.00%
GM Prospect Pointe LLC	-	4	0.00%	GM Prospect Pointe LLC	-		0.00%
Healthcare Reit Inc.	-	5	0.00%	Healthcare Reit Inc.	-	4	0.00%
Jackson Owner II LLC	-	6	0.00%	Jackson Owner II LLC	-		0.00%
Jackson Plaza Associates	-	7	0.00%	Jackson Plaza Associates	-	5	0.00%
Centro NP LLC	-	8	0.00%	Centro NP LLC	-		0.00%
Meridian Health Realty Corp	-	9	0.00%	Meridian Health Realty Corp	-		0.00%
Jackson Crossing Associates LLC	-	10	0.00%	Jackson Crossing Associates LLC	-		0.00%
Gaia Regency, LLC	-		0.00%	Gaia Regency, LLC	-	3	0.00%
Cardinale & Jackson Crossing	-		0.00%	Cardinale & Jackson Crossing	-	6	0.00%
Centrol/IA Bennetts Mills Plaza, LLC	-		0.00%	Centrol/IA Bennetts Mills Plaza, LLC	-	7	0.00%
Leigh, Mitch	-		0.00%	Leigh, Mitch	-	8	0.00%
Paramount Homes	-		0.00%	Paramount Homes	-	9	0.00%
Bartley Associates, LLC	-		0.00%	Bartley Associates, LLC	-	10	0.00%
Total	\$ -		0.00%	Total	\$ -		0.00%

Source: District ACFR & Municipal Tax Assessor

**Township of Jackson School District
Property Tax Levies and Collections
Last Ten Fiscal Years
UNAUDITED**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy (a)		Collections in Subsequent Years
		Amount	Percentage of Levy	
2014	\$ 80,493,898	\$ 80,493,898	100.00%	-
2015	83,422,645	83,422,645	100.00%	-
2016	85,922,857	85,922,857	100.00%	-
2017	86,792,371	86,792,371	100.00%	-
2018	91,856,163	91,856,163	100.00%	-
2019	91,856,163	91,856,163	100.00%	-
2020	94,165,775	94,165,775	100.00%	-
2021	95,806,405	95,806,405	100.00%	-
2022	97,513,398	97,513,398	100.00%	-
2023	99,205,991	99,205,991	100.00%	-

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

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

Township of Jackson School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
UNAUDITED

Fiscal Year Ended June 30,	<u>Governmental Activities</u>		Total District	Percentage of Personal Income (a)	Per Capita (a)
	General Obligation Bonds (b)	Installment Purchase Contracts			
2014	\$ 87,236,000	\$ 3,211,198	\$ 90,447,198	0.046%	1,602
2015	82,065,000	3,628,345	85,693,345	0.054%	1,640
2016	76,235,000	2,623,040	78,858,040	0.600%	1,390
2017	67,040,000	2,650,128	69,690,128	0.072%	1,221
2018	61,640,000	1,907,474	63,547,474	0.082%	111
2019	55,530,000	1,941,261	57,471,261	0.092%	996
2020	49,570,000	27,847,353	77,417,353	0.074%	1,326
2021	43,365,000	26,823,984	70,188,984	N/A	1,177
2022	36,865,000	27,882,691	64,747,691	N/A	N/A
2023	30,040,000	-	30,040,000		-

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

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

- (a) See Exhibit NJ J-14 for personal income and population data. Those ratios are calculated using personal income and population for the prior calendar year.
 - (b) Includes Early Retirement Incentive Plan (ERIP) refunding
- N/A - Not available

Township of Jackson School District
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2014	\$ 87,236,000	\$ 1,275,000	\$ 85,961,000	1.293%	1,645
2015	82,065,000	655,000	81,410,000	1.221%	1,435
2016	76,235,000	-	76,235,000	1.140%	1,336
2017	67,040,000	-	67,040,000	0.991%	1,175
2018	61,640,000	-	61,640,000	0.912%	1,077
2019	55,530,000	-	55,530,000	0.819%	962
2020	49,570,000	-	49,570,000	0.725%	849
2021	43,365,000	-	43,365,000	0.633%	727
2022	36,865,000	-	36,865,000	N/A	N/A
2023	30,040,000	-	30,040,000		

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

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

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

N/A - Not Available

**Township of Jackson School District
Direct and Overlapping Governmental Activities Debt
June 30, 2023
UNAUDITED**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Jackson Township	\$ -	0.000%	\$ -
Other debt			
Ocean County	-	0.000%	-
Ocean County Utilities Authority (Unaudited)	-	0.000%	-
Subtotal, overlapping debt			-
Jackson School District Direct Debt			-
Total direct and overlapping debt			<u><u>\$ -</u></u>

Source: Township of Jackson Chief Financial Officer, Ocean County Treasurer's Office and Ocean County Utilities Authority.

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

**Township of Jackson School District
Legal Debt Margin Information
Last Ten Fiscal Years
UNAUDITED**

Legal Debt Margin Calculation for Fiscal 2023:

Equalized valuation basis

Calendar Year

2023	\$	-	
2022		-	
2021		8,554,131,568	
	[A]	<u>8,554,131,568</u>	
[A/3]		\$ 2,851,377,189	
	[B]	85,541,316	a
	[C]	-	
	[B-C]	<u>85,541,316</u>	

	Fiscal year	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt limit	\$	266,138,492	\$ 262,594,042	\$ 262,680,005	\$ 268,782,297	\$ 280,661,178	\$ 293,458,506	\$ 305,087,666	\$ 311,206,545	\$ 323,357,851	\$ 85,541,316
Total net debt applicable to limit		<u>87,236,973</u>	<u>82,065,973</u>	<u>76,235,973</u>	<u>67,040,000</u>	<u>67,040,973</u>	<u>67,040,973</u>	<u>55,530,973</u>	<u>49,570,000</u>	<u>43,365,000</u>	<u>29,135,000</u>
Legal debt margin	\$	<u>178,901,519</u>	<u>\$ 180,528,069</u>	<u>\$ 186,444,032</u>	<u>\$ 201,742,297</u>	<u>\$ 213,620,205</u>	<u>\$ 226,417,533</u>	<u>\$ 249,556,693</u>	<u>\$ 261,636,545</u>	<u>\$ 279,992,851</u>	<u>\$ 56,406,316</u>
Total net debt applicable to the limit as a percentage of debt limit		32.78%	31.25%	29.02%	24.94%	23.89%	22.85%	18.20%	15.93%	13.41%	34.06%

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

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

**Township of Jackson School District
Demographic and Economic Statistics
Last Ten Fiscal Years
UNAUDITED**

Year	Population ^a	Personal Income (thousands of dollars) ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2014	56,449	2,505,263,069	44,381	6.70%
2015	52,251	2,409,241,359	46,109	5.50%
2016	56,733	2,689,881,729	47,413	4.80%
2017	57,073	2,875,566,032	50,384	4.30%
2018	57,218	2,975,793,744	52,008	3.80%
2019	57,731	3,067,767,609	53,139	3.20%
2020	58,371	3,347,226,624	57,344	8.70%
2021	59,614	N/A	N/A	5.40%
2022	60,207	-	-	0.00%
2023	-	-	-	0.00%

Source:

^a Population information provided by the NJ Dept of Labor and Workforce Development.

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

^c Per Capita personal income by municipality provided by NJ Dept. of Labor and Workforce development

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development.

Township of Jackson School District
Principal Employers
Current Year and Nine Years Ago
UNAUDITED

Employer	2023			2014		
	# of Employees	Rank (Optional)	Percentage of Total Employment	# of Employees	Rank (Optional)	Percentage of Total Employment
Six Flags Great Adventure Theme Park	-	1	0.00%	-	1	0.00%
Jackson Township Board of Education	-	2	0.00%	-	2	0.00%
	-		0.00%	-		0.00%

N/A - Not available

Source: District Records

**Township of Jackson School District
Full-time Equivalent District Employees by Function/Program
Last Ten Fiscal Years
UNAUDITED**

<u>Function/Program</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Instruction										
Regular	499	491	490	495	487	476	474	442	431	415
Special education	282	294	302	315	313	321	334	335	334	349
Other special education	0	0	0	0	0	0	0	0	0	0
Vocational	0	0	0	0	0	0	0	0	0	0
Other instruction	0	0	0	0	0	0	0	0	0	0
Nonpublic school programs	0	0	0	0	0	0	0	0	0	0
Adult/continuing education programs	0	0	0	0	0	0	0	0	0	0
Support Services:										
Tuition	0	0	0	0	0	0	0	0	0	0
Student & instruction related services	185	185	181	181	190	175	169	162	169	166
General administrative	3	3	4	4	4	4	4	4	4	4
School administrative services	63	63	63	63	64	62	62	60	61	57
Other administrative services	0	0	0	0	0	0	0	0	0	0
Plant operations and maintenance	169	169	176	177	177	182	184	177	179	173
Pupil transportation	158	162	157	154	153	156	161	158	176	195
Central Services	18	18	18	18	18	18	18	18	18	17
Administration information technology	8	8	8	8	8	8	8	8	8	8
Food Service	61	62	62	62	60	60	58	58	58	58
Child Care	4	4	4	4	4	4	4	4	3	3
Total	1450	1459	1465	1481	1478	1466	1476	1426	1441	1445

Source: District Personnel Records

Township of Jackson School District
 Operating Statistics
 Last Ten Fiscal Years
 UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Teacher/Pupil Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2014	9,015	135,969,264	15,083	2.47%	808	1:11	1:11	1:12	8,941	8,471	-2.27%	94.74%
2015	8,780	138,908,361	15,821	4.90%	806	1:10	1:11	1:12	8,707	8,201	-2.62%	94.19%
2016	8,660	141,840,950	16,379	3.53%	814	1:09	1:11	1:12	8,601	8,123	-1.22%	94.44%
2017	8,440	147,769,479	17,508	6.90%	816	1:09	1:11	1:12	8,434	7,902	-1.94%	93.69%
2018	8,190	154,239,683	18,833	7.56%	808	1:09	1:10	1:10	8,205	7,686	-2.72%	93.67%
2019	8,106	159,967,523	19,734	4.79%	803	1:10	1:11	1:10	8,123	7,636	-1.00%	94.00%
2020	7,963	158,882,656	19,953	1.11%	795	1:10	1:11	1:10	7,986	7,678	-1.69%	96.14%
2021	7,630	167,634,944	21,971	10.11%	756	1:10	1:10	1:10	7,610	7,143	-4.71%	93.86%
2022	7,360	184,136,045	25,018	13.87%	766	1:09	1:11	1:09	7,530	7,015	-1.05%	93.16%
2023	7,214	165,706,547	22,970	-8.19%	766	1:11	1:11	1:09	7,533	6,968	0.04%	92.50%

Sources: District records

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**Township of Jackson School District
School Building Information
Last Ten Fiscal Years
UNAUDITED**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
District Building^a										
Elementary School(s)										
Elms Elementary School (2003)										
Square Feet	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000
Capacity (students)	808	808	808	808	808	808	808	808	808	808
Enrollment	873	680	645	622	609	619	606	625	600	599
Crawford Rodriguez Elementary School (2001)										
Square Feet	107,400	107,400	107,400	107,400	107,400	107,400	107,400	107,400	107,400	107,400
Capacity (students)	742	742	742	742	742	742	742	742	742	742
Enrollment	830	783	733	674	658	656	623	534	512	539
Switlik Elementary School (1948)										
Square Feet	62,750	62,750	62,750	62,750	62,750	62,750	62,750	62,750	62,750	62,750
Capacity (students)	475	475	475	475	475	475	475	475	475	475
Enrollment	802	806	828	819	777	753	747	737	787	764
Holman Elementary School (1970)										
Square Feet	62,280	62,280	62,280	62,280	62,280	62,280	62,280	62,280	62,280	62,280
Capacity (students)	462	462	462	462	462	462	462	462	462	462
Enrollment	635	653	630	624	566	549	534	498	472	452
Johnson Elementary School (1970)										
Square Feet	47,490	47,490	47,490	47,490	47,490	47,490	47,490	47,490	47,490	47,490
Capacity (students)	352	352	352	352	352	352	352	352	352	352
Enrollment	547	479	461	466	468	463	449	398	340	350
Middle School(s)										
Rosenauer Middle School (1962)										
Square Feet	34,128	34,128	34,128	34,128	34,128	34,128	34,128	34,128	34,128	34,128
Capacity (students)	252	252	252	252	252	252	252	252	252	252
Enrollment	315	303	315	310	289	285	260	235	211	191
McAuliffe Middle School (1993)										
Square Feet	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000
Capacity (students)	886	886	886	886	886	886	886	886	886	886
Enrollment	957	902	906	878	908	844	855	805	760	732
Goetz Middle School (1973)										
Square Feet	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000	130,000
Capacity (students)	886	886	886	886	886	886	886	886	886	886
Enrollment	1,209	1,212	1,193	1,174	1,139	1,129	1,112	1,049	999	988
High School(s)										
Jackson Memorial High School										
Square Feet	375,000	375,000	375,000	375,000	375,000	375,000	375,000	375,000	375,000	375,000
Capacity (students)	1,980	1,980	1,980	1,980	1,980	1,980	1,980	1,980	1,980	1,980
Enrollment	1,635	1,592	1,560	1,554	1,560	1,582	1,599	1,585	1,521	1,451
Jackson Liberty High School										
Square Feet	295,000	295,000	295,000	295,000	295,000	295,000	295,000	295,000	295,000	295,000
Capacity (students)	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900
Enrollment	1,342	1,298	1,320	1,248	1,151	1,142	1,099	1,100	1,091	1,118

Number of Schools at June 30, 2023
 Elementary = 5
 Middle School = 2
 Other = 2

Source: District Facilities Office, District Records

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

**Township of Jackson School District
General Fund
Schedule of Required Maintenance for School Facilities
Last Ten Fiscal Years
UNAUDITED**

Undistributed expenditures - Required maintenance for school facilities - 11-000-261-XXX

* School Facilities Project # (s)	Liberty High School	Jackson Memorial High School	Rosenauer	Johnson	Holman	McAuliffe	Switlik	Elms	Goetz	Crawford/Rodriguez	Other Facilities	Total
	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2014	223,155	630,008	58,646	41,823	63,186	130,204	61,588	138,397	121,345	130,035	9,405	1,607,792
2015	208,946	219,262	362,862	34,893	44,159	148,862	54,573	125,487	119,934	155,106	8,120	1,482,204
2016	247,385	222,146	30,322	44,168	51,205	161,554	69,775	137,828	168,424	154,839	10,247	1,297,893
2017	263,297	249,230	61,446	40,009	55,884	156,680	57,973	120,553	204,476	170,347	10,802	1,390,697
2018	308,493	302,359	47,812	50,552	55,296	179,985	63,176	136,947	181,235	164,232	12,880	1,502,967
2019	259,762	307,132	51,467	74,585	59,739	222,792	72,588	140,405	175,508	149,483	10,813	1,524,274
2020	271,786	451,256	32,931	69,447	58,869	155,244	62,860	128,216	163,333	121,134	9,012	1,524,088
2021	248,291	323,577	33,061	83,355	57,589	173,040	56,088	139,966	200,076	112,128	9,238	1,436,409
2022	280,924	306,204	33,668	70,385	59,763	176,275	67,080	127,781	173,183	123,444	9,201	1,427,908
2023	237,331	243,095	27,358	66,216	41,763	126,161	54,242	117,484	166,687	100,943	9,035	1,190,315
Total School Facilities	\$ 2,549,370	\$ 3,254,269	\$ 739,573	\$ 575,433	\$ 547,453	\$ 1,630,797	\$ 619,943	\$ 1,313,064	\$ 1,674,201	\$ 1,381,691	\$ 98,753	\$ 14,384,547

* 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

**Township of Jackson School District
Insurance Schedule
For the Year Ended June 30, 2023
UNAUDITED**

	Coverage		Deductible
Property:			
Special Multi Peril Package: Reinsurer: Great American Insurance Co./ACCASBOJIF			
Blanket Building & Contents, EDP Equipment, Data, Media & Extra Expense Musical Instruments & Contractor Equip.	\$ 174,749,500 xs \$ 250,000		
Earthquake	\$ 150,000,000	Per Occurrence-Sublimit	\$ 250,000
Flood:			
A Flood Zones	\$ 10,000,000	Per Occurrence-Sublimit per Location	\$ 500,000
Terrorism (Property - Certified or Non-Certified Event) Lloyd's of London/ACCASBOJIF			
Property Damage and Business Interruption	\$ 75,000,000	Per Occurrence	\$ 10,000
Prevention or Restriction of Access to Premises	\$ 5,000,000	Per Occurrence	\$ 10,000
Contingent Business Interruption	\$ 5,000,000	Per Occurrence	\$ 10,000
Utilities	\$ 5,000,000	Per Occurrence	\$ 10,000
Bodily Injury and Property Damage Liability	\$ 5,000,000	Per Occurrence	\$ 10,000
General Liability/Auto Liability-Reinsurer: General Reinsurance Corp./ACCASBOJIF			
General Liability/Auto Liability Limit	\$ 14,750,000 xs \$ 250,000		
Employee Benefit Liability	\$ 14,750,000 xs \$ 250,000		
Employee Benefit Liability Retroactive Date	7/1/2008		
Boiler & Machinery - Travelers Insurance/ACCASBOJIF			
Property Damage, Business Income and Extra Expense	\$ 125,000,000		
Sub-limits per Occurrence:			
Off Premises Property Damage:	\$ 5,000,000		
Service Interruption:	Included in limit	Subject to 4 Hour waiting period	
Spoilage/Perishable Goods:	\$ 100,000,000	Subject to 4 Hour waiting period	
Data Restoration:	\$ 5,000,000		
Ordinance or Law:	\$ 10,000,000		
Expediting Expenses	Included in limit		
Hazardous Substances:	\$ 10,000,000		
Newly Acquired Locations:	Included in limit	365 days Maximum coverage	
Deductibles:			
Direct Coverage		\$	1,000
Perishable Goods		\$	1,000
Indirect Coverage			12 Hours
Statutory Workers Compensation Excess Coverage Limits: Safety National Casualty Corporation/ACCASBOJIF			
Workers' Compensation:	Statutory XS \$ 1,000,000		
Employer's Liability and Occupational Disease	\$ 1,000,000 xs \$ 1,000,000		
Educator's Legal Liability - Reinsurer: General Reinsurance Corporation/ACCASBOJIF			
Educator's Legal Liability	\$ 14,750,000 x \$ 250,000		
Commercial Pollution and Mold Legal Liability Insurance - Carrier: Beazley/Lloyd's of London/ACCASBOJIF			
Each Incident On-Site Clean-up/Legal Liability	\$ 3,000,000		
Annual Aggregate Per Owner Group Joint Insurance Fund,			
On-Site Clean-Up/Legal Liability	\$ 6,000,000		
Annual Aggregate On-Site Clean-Up/Legal Liability	\$ 12,000,000		
First Party Property Damage Sublimit per Owner Group JIF	\$ 100,000		
		Each Pollution Incident/ \$ 50,000 to \$ 250,000 Each Mold Incident*	
Deductibles:	\$ 25,000		

*Mold deductibles are tiered from \$ 50,000 to \$ 250,000 depending upon age and major renovation and shall be determined at time of loss

**Township of Jackson School District
Insurance Schedule (Continued)
For the Year Ended June 30, 2023
UNAUDITED**

	Coverage	Deductible
Cyber Liability - Carrier: Starr Indemnity & Liability Company/ACCASBOJIF		
Security and Privacy Liability	\$ 2,000,000	
Incident Response Expense	\$ 2,000,000	
Business Interruption	\$ 2,000,000	\$ 50,000
Business Interruption Waiting Period	8 hours	\$ 100,000 8 Hour
Data Recovery (including bricking)	\$ 2,000,000	waiting period for
Regulatory Proceedings	\$ 2,000,000	Business
Cyber Extortion	\$ 2,000,000	Interruption
Media Liability	\$ 2,000,000	
Aggregate Limit	\$ 15,000,000	
Retroactive Date	Prior & pending Date: 7/1/2018 / Full Prior Acts	
Crisis Protection & Disaster Management Services - Lloyds of London/ACCASBOJIF		
Each Occurrence	\$ 1,000,000	\$ 10,000
Annual Aggregate Per Owner Group Joint Insurance Fund	\$ 10,000,000	
Commercial Umbrella Liability Insurance - Fireman's Fund Insurance Company/ACCASBOJIF		
Aggregated Shared Program Limit:	\$ 50,000,000	
Underlying Insurance	\$ 20,000,000	GL/AL/ELL
Student Accident: 2 policies (Basic & Catastrophe Plan)		
Carrier: Catlin Insurance Co. through Bob McCloskey Agency		
Basic Disability Plan for all students including interscholastic athletes:	\$ 25,000	
Accidental Death Benefit limit	\$10,000/25,000/50,000	
80% coinsurance, \$1,000 deductible		
Full excess plan, 2 year benefit period		
Catastrophe Plan for all students including interscholastic athletes		
Excess Disability limit over basic plan-Max Medical Expense Benefit	\$ 5,000,000	
Accidental Death Benefit limit	\$ 10,000	
10 year benefit period		
Board Secretary/Business Administrator		
Carrier: Traveler Insurance Co through Glenn Insurance, Inc.	\$ 250,000	
Treasurer of School Funds		
Carrier: Traveler Insurance Co through Glenn Insurance, Inc.	\$ 750,000	

SINGLE AUDIT SECTION



K-1

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

Honorable President and
Members of the
Jackson Township Board of Education
County of Ocean
Jackson, New Jersey 08527

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Jackson Township Board of Education in the County of Ocean, State of New Jersey, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise of the Jackson Township Board of Education basic financial statements, and have issued our report thereon dated December 5, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Jackson Township Board of Education'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 Jackson Township Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Jackson Township Board of Education's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Jackson Township Board of Education'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 Division of Finance, Department of Education, State of New Jersey.

Purpose of this Report

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

Respectfully Submitted,

Jump, Perry and Company, L.L.P.
Toms River, New Jersey



Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

December 5, 2023



K-2

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

Honorable President and
Members of the Board of Education
Jackson Township Board of Education
County of Ocean
Jackson, New Jersey 08527

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

We have audited Jackson Township Board of Education's compliance with the types of compliance requirements described in the OMB Compliance Supplement and the New Jersey OMB Circular 15-08 that could have a direct and material effect on each of Jackson Township Board of Education's major federal and state programs for the year ended June 30, 2023. Jackson Township Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major Federal and State Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

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

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

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

Respectfully submitted,

Jump. Perry and Company, L.L.P.
Toms River, New Jersey



Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

December 5, 2023

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

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Period	Award Amount	Balance at June 30, 2022	Cash Received	Budgetary Expenditures	Repayment of Prior years' Balances	Deferred Revenue at June 30, 2023	(Accounts Receivable) at June 30, 2023	Due to Grantor at June 30, 2023
General Fund:										
U.S Department of Health and Human Services										
Medical Assistance Program	93.778	7/1/22-6/30/23	\$ 331,021	\$ -	\$ 331,021	\$ (331,021)	\$ -	\$ -	\$ -	\$ -
FFCRA/SEMI	93.778	1/1/21-12/31/21	33,557	-	33,557	(33,557)	-	-	-	-
				-	364,578	(364,578)	-	-	-	-
U.S. Department of Agriculture										
Passed-through State Department of Education:										
Food Distribution Program	10.550	7/1/22-6/30/23	274,437	-	274,437	(274,437)	-	-	-	-
Child Nutrition Cluster:										
Supply Chain Assistance Funding	10.555	7/1/22-6/30/23	500,822	-	500,822	(500,822)	-	-	-	-
National School Lunch Program	10.555	7/1/22-6/30/23	1,300,092	-	1,190,126	(1,300,092)	-	-	(109,966)	-
National School Breakfast Program	10.553	7/1/22-6/30/23	256,291	-	230,871	(256,291)	-	-	(25,420)	-
National School Lunch Program	10.555	7/1/21-6/30/22	3,846,046	(266,272)	266,272	-	-	-	-	-
National School Breakfast Program	10.559	7/1/21-6/30/22	454,547	(42,628)	42,628	-	-	-	-	-
Subtotal Child Nutrition Cluster				(308,900)	2,230,719	(2,057,205)	-	-	(135,386)	-
Total U.S. Department of Agriculture				(308,900)	2,505,156	(2,331,642)	-	-	(135,386)	-
U.S Department of the Treasury										
Passed-through State Department of Education:										
Coronavirus State and Local Fiscal Recovery Fund										
Special Education Services	21.027	7/1/21-6/30/22	107,393	34,932	72,461	(107,393)	-	-	-	-
U.S. Department of Education										
Passed-through State Department of Education:										
Title I	84.010	7/1/22-6/30/23	2,755,843	-	1,014,342	(1,954,660)	-	-	(940,318)	-
Title I	84.010	7/1/21-6/30/22	1,472,715	(298,107)	298,107	-	-	-	-	-
Title II Part A	84.367A	7/1/22-6/30/23	359,237	-	257,366	(356,837)	-	-	(99,471)	-
Title II Part A	84.367A	7/1/21-6/30/22	255,902	(52,539)	52,539	-	-	-	-	-
Title III	84.365A	7/1/22-6/30/23	71,913	-	19,494	(68,184)	-	-	(48,690)	-
Title III	84.365A	7/1/21-6/30/22	51,064	(17,987)	17,987	-	-	-	-	-
Title III Immigrant	84.365A	7/1/22-6/30/23	14,014	-	2,674	(9,486)	-	-	(6,812)	-
Title III Immigrant	84.365A	7/1/21-6/30/22	6,159	(3,902)	3,902	-	-	-	-	-
Title IV	84.424	7/1/21-6/30/22	5,321	-	5,321	-	-	-	-	-
Title IV	84.424	7/1/22-6/30/23	110,602	-	65,972	(99,774)	-	-	(33,802)	-
Carl D. Perkins-Secondary	84.048	7/1/22-6/30/23	84,687	-	68,441	(85,547)	-	-	(17,106)	-
Carl D. Perkins-Secondary	84.048	7/1/21-6/30/22	64,403	(17,498)	17,498	-	-	-	-	-
Elementary and Secondary Education Cluster:										
CARES Emergency Relief Grant	84.425D	3/13/20-9/30/22	718,134	(9,034)	9,034	-	-	-	-	-
ARP ESSER	84.425U	3/13/20-9/30/24	8,380,600	(1,699,826)	5,389,527	(4,231,299)	-	-	(541,598)	-
ARP ESSER Accelerate Learning Coach	84.425U	3/13/20-9/30/24	680,750	(163,882)	282,845	(139,606)	-	-	(20,643)	-
ARP ESSER Summer Learning	84.425U	3/13/20-9/30/24	46,400	-	29,041	(29,042)	-	-	(1)	-
ARP ESSER Beyond the School Day	84.425U	3/13/20-9/30/24	46,400	(9,986)	10,025	(39)	-	-	-	-
ARP ESSER NJTSS Mental Health	84.425U	3/13/20-9/30/24	45,000	(159)	17,513	(17,354)	-	-	-	-
ARP-Homeless	84.425U	3/13/20-9/30/24	51,130	-	51,130	(51,130)	-	-	-	-
ESSER II - CRRSA	84.425D	3/13/20-9/30/23	8,380,600	(350,183)	772,319	(443,961)	-	-	(21,825)	-
ESSER II - CRRSA CR Mental Health	84.425D	3/13/20-9/30/23	45,000	-	4,475	(4,475)	-	-	-	-
ESSER II - CR Learning Acceleration	84.425D	3/13/20-9/30/23	63,953	(35,640)	43,996	(7,781)	-	-	575	-
Subtotal Elementary and Secondary Education Cluster				(2,268,710)	6,609,905	(4,924,687)	-	-	(583,492)	-
Special Education Cluster:										
I.D.E.A. Part B Basic Regular	84.027	7/1/21-6/30/22	1,912,226	(467,545)	467,545	-	-	-	-	-
I.D.E.A. Part B Basic Regular	84.027	7/1/22-6/30/23	1,974,556	-	1,386,107	(1,972,057)	-	-	(585,950)	-
ARP I.D.E.A Part B Basic Regular	84.027X	7/1/21-6/30/22	361,143	(91,538)	91,538	-	-	-	-	-
I.D.E.A. Part B Preschool	84.173	7/1/22-6/30/23	76,008	-	50,367	(76,008)	-	-	(25,641)	-
I.D.E.A. Part B Preschool	84.173	7/1/21-6/30/22	68,061	(17,070)	17,070	-	-	-	-	-
Subtotal Special Education Cluster				(576,153)	2,012,627	(2,048,065)	-	-	(611,591)	-
Total U.S. Department of Education				(3,240,217)	10,446,175	(9,654,633)	-	-	(2,341,282)	-
Total Expenditures of Federal Awards				\$ (3,514,185)	\$ 13,388,370	\$ (12,350,853)	\$ -	\$ -	\$ (2,476,668)	\$ -

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

State Grantor/ Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2022	Carryover Amount	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Deferred Revenue at June 30, 2023	(Accounts Receivable) at June 30, 2023	Due to Grantor at June 30, 2023	Budgetary Receivable	Total Expenditures
State Department of Education													
General Fund:													
Transportation Aid	22-495-034-5120-014	7/1/21-6/30/22	\$ 601,355	\$ (59,812)	\$ -	\$ 59,812	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	601,355
Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	601,355	-	-	601,355	(601,355)	-	-	-	-	-	601,355
Special Education Aid	23-495-034-5120-089	7/1/22-6/30/23	5,211,500	-	-	5,211,500	(5,211,500)	-	-	-	-	-	5,211,500
Special Education Aid	22-495-034-5120-089	7/1/21-6/30/22	5,211,500	(518,336)	-	518,336	-	-	-	-	-	-	-
Equalization Aid	22-495-034-5120-078	7/1/21-6/30/22	32,097,569	(3,191,431)	-	3,191,431	-	-	-	-	-	-	-
Equalization Aid	23-495-034-5120-078	7/1/22-6/30/23	27,481,691	-	-	23,686,331	(27,481,691)	-	-	-	(3,795,360)	-	27,481,691
Security Aid	23-495-034-5120-084	7/1/22-6/30/23	854,977	-	-	854,977	(854,977)	-	-	-	-	-	854,977
Security Aid	22-495-034-5120-084	7/1/21-6/30/22	854,977	(85,036)	-	85,036	-	-	-	-	-	-	-
Stabilization Aid	7/1/22-6/30/23		1,642,899	-	-	1,642,899	(1,642,899)	-	-	-	-	-	1,642,899
Supplemental Stabilization Aid	7/1/22-6/30/23		4,149,911	-	-	4,149,911	(4,149,911)	-	-	-	-	-	4,149,911
Per Pupil Growth Aid	19-495-034-5120-097	7/1/22-6/30/23	-	-	-	-	-	-	-	-	-	-	-
Per Pupil Growth Aid	17-495-034-5120-097	7/1/22-6/30/23	-	-	-	-	-	-	-	-	-	-	-
Professional Learning Comm Aid	19-495-034-5120-101	7/1/22-6/30/23	-	-	-	-	-	-	-	-	-	-	-
Additional Adjustment Aid	18-495-034-5120-085	7/1/22-6/30/23	-	-	-	-	-	-	-	-	-	-	-
Extraordinary Aid	23-495-034-5120-044	7/1/22-6/30/23	1,774,732	-	-	-	(1,774,732)	-	-	(1,774,732)	-	-	1,774,732
Extraordinary Aid	22-495-034-5120-044	7/1/21-6/30/22	1,854,389	(1,854,389)	-	1,854,389	-	-	-	-	-	-	-
Nonpublic Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	979,420	-	-	-	(979,420)	-	-	(979,420)	-	-	979,420
Nonpublic Transportation Aid	22-495-034-5120-014	7/1/21-6/30/22	797,751	(797,751)	-	797,751	-	-	-	-	-	-	-
On-Behalf TPAF Pension Contribution	23-495-034-5094-002	7/1/22-6/30/23	21,065,206	-	-	21,065,206	(21,065,206)	-	-	-	-	-	21,065,206
On-Behalf TPAF Long-Term Disability Ins	23-495-034-5094-004	7/1/22-6/30/23	5,335	-	-	5,335	(5,335)	-	-	-	-	-	5,335
On-Behalf TPAF Post-Retirement Medical Reimbursed TPAF Social Security Contribution	23-495-034-5094-001	7/1/22-6/30/23	5,533,779	-	-	5,533,779	(5,533,779)	-	-	-	-	-	5,533,779
Security Contribution	23-495-034-5094-003	7/1/22-6/30/23	4,476,666	-	-	4,476,666	(4,476,666)	-	-	-	-	-	4,476,666
Total General Fund				(6,506,755)	-	73,734,714	(73,777,471)	-	-	(2,754,152)	-	(3,795,360)	74,378,826
Enterprise Fund:													
State School Lunch Program	23-100-010-3350-023	7/1/22-6/30/23	60,088	-	-	55,185	(60,088)	-	-	(4,903)	-	-	60,088
State School Lunch Program	22-100-010-3350-023	7/1/21-6/30/22	37,960	(2,544)	-	2,544	-	-	-	-	-	-	-
Total Enterprise Fund				(2,544)	-	57,729	(60,088)	-	-	(4,903)	-	-	60,088
Debt Service Fund:													
Debt service aid type II	23-495-034-5120-075	7/1/22-6/30/23	469,251	-	-	469,251	(469,251)	-	-	-	-	-	469,251
Total Debt Service Fund				-	-	469,251	(469,251)	-	-	-	-	-	469,251
Special Revenue Fund:													
Preschool Education Aid	23-100-034-5120-086	7/1/22-6/30/23	4,432,946	-	-	4,432,946	(4,432,946)	-	-	-	-	-	4,432,946
Preschool Education Aid	22-100-034-5120-086	7/1/21-6/30/22	3,966,300	196,775	-	-	(196,775)	-	-	-	-	-	-
SDA Emergency	23-100-034-5120-519	7/1/22-6/30/23	190,624	-	-	190,624	(190,624)	-	-	-	-	-	190,624
Total Special Revenue Fund				196,775	-	4,623,570	(4,820,345)	-	-	-	-	-	4,623,570
Total Expenditures of State Awards				(6,312,524)	-	78,885,264	(79,127,155)	-	-	(2,759,055)	-	(3,795,360)	79,531,735
State Financial Assistance Not Subject to Single Audit Determination													
On-Behalf TPAF Pension Contribution	23-495-034-5094-002	7/1/22-6/30/23	21,065,206	-	-	21,065,206	(21,065,206)	-	-	-	-	-	21,065,206
On-Behalf TPAF Long-Term Disability Ins	23-495-034-5094-004	7/1/22-6/30/23	5,335	-	-	5,335	(5,335)	-	-	-	-	-	5,335
On-Behalf TPAF Post-Retirement Medical	23-495-034-5094-001	7/1/22-6/30/23	5,533,779	-	-	5,533,779	(5,533,779)	-	-	-	-	-	5,533,779
Total State Financial Assistance Not Subject to Single Audit Determination				-	-	26,604,320	(26,604,320)	-	-	-	-	-	26,604,320
Total Expenditures of State Awards Subject to Single Audit Determination				(6,312,524)	-	52,280,944	(52,522,835)	-	-	(2,759,055)	-	(3,795,360)	52,927,415

See accompanying notes to schedules of expenditures.

Jackson Township Board of Education

Notes to Schedules of Awards and Financial Assistance

June 30, 2023

1. General

The accompanying schedules of expenditures of award present the activity of all federal and state awards of the Board of Education of Jackson Township Board of Education. The Board of Education is defined in Note 1(A) to the Board's general purpose financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies are included on the schedules of expenditures of federal and state awards.

2. Basis of Accounting

The accompanying schedules of expenditures of federal and state awards are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements.

3. Relationship to Basic Financial Statements

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(21,005,951) for the general fund, \$500,385 for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue fund. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page.

Jackson Township Board of Education

Notes to Schedules of Awards and Financial Assistance (continued)

June 30, 2023

3. Relationship to Basic Financial Statements (cont'd)

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 364,578	\$ 52,771,520	\$ 53,136,098
Special Revenue Fund	9,837,714	5,137,649	14,975,363
Debt Service Fund	-	469,251	469,251
Capital Projects Fund	-	-	-
Food Service Fund	<u>2,331,642</u>	<u>60,088</u>	<u>2,391,730</u>
Total awards and financial assistance	<u>\$ 12,533,934</u>	<u>\$ 58,438,508</u>	<u>\$ 70,972,442</u>

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.

5. Other

TPAF Social Security and Post Retirement/Medical Benefits Contributions represent the amounts reimbursed by the State for the employer’s share of social security contributions and Post Retirement/Medical Benefits for TPAF members for the year ended June 30, 2023.

The TPAF post retirement/medical benefits expenditures are not subject to New Jersey OMB Circular 15-08.

6. Indirect Costs

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

Jackson Township Board of Education

Schedule of Findings and Questioned Costs

June 30, 2023

Section I - Summary of Auditor's Results
Financial Statement Section

Type of auditor's report issued: Unmodified opinion

Internal control over financial reporting:

- 1) Material weakness(es) identified? yes no
- 2) Significant deficiencies identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to general-purpose financial statements noted? yes no

Federal Awards Section

Internal Control over major programs:

- 1) Material weakness(es) identified? yes no
- 2) Significant deficiencies identified that are not considered to be material weaknesses? yes none reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section .516(a) of the Uniform Guidance? yes no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.010	Title I
84.425D	<u>Elementary and Secondary Education Cluster:</u> Elementary and Secondary School Emergency Relief Fund
84.425U	American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER)

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

Auditee qualified as low-risk auditee? yes no

Jackson Township Board of Education
 Schedule of Findings and Questioned Costs (continued)

June 30, 2023

Section I - Summary of Auditor's Results (continued)

State Financial Assistance Section

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

Auditee qualified as low-risk auditee? yes no

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

Internal Control over major programs:

- 1) Material weakness(es) identified? yes no
- 2) Significant deficiencies identified
 that are not considered to be material
 weaknesses? yes none reported

Any audit findings disclosed that are
 required to be reported in accordance
 with NJOMB Circular 15-08? yes no

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
	State Aid - Public (Cluster)
495-034-5120-089	Special Education Categorical Aid
495-034-5120-078	Equalization Aid
495-034-5120-084	Security Aid

Jackson Township Board of Education
Schedule of Findings and Questioned Costs (continued)

June 30, 2023

Section II - Financial Statement Findings - N/A

Section III -Federal Award and State Financial Assistance Findings and Questioned Costs - N/A

Jackson Township Board of Education
Summary Schedule of Prior Audit Findings and Questioned Costs
June 30, 2023

Financial Statement Findings

There were no prior year findings for the period ended June 30, 2022.

Federal Awards

There were no prior year findings for the period ended June 30, 2022.

State Financial Assistance

There were no prior year findings for the period ended June 30, 2022.