

# **Annual Comprehensive Financial Report**

**of the**

**Matawan-Aberdeen Regional School District**

**County of Monmouth**

**Aberdeen, New Jersey**

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

**Prepared by**

**Matawan-Aberdeen Regional, Board of Education  
Finance Department**



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**INTRODUCTORY SECTION**



Nelyda Perez  
Superintendent of Schools

Matawan-Aberdeen Regional School District  
Office of the School Business Administrator/Board Secretary

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Lindsey Case  
School Business Administrator/  
Board Secretary

January 23, 2024

Honorable President and  
Members of the Board of Education  
Matawan-Aberdeen Regional School District  
1027 State Route 34  
Aberdeen, New Jersey 07747

Dear Board Members/Citizens:

The Annual Comprehensive Financial Report of the Matawan-Aberdeen Regional School District for the fiscal year ended June 30, 2023, is hereby submitted. This ACFR includes the District's Basic Financial Statement prepared in accordance with Governmental Accounting Standards Board Statement 34. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Matawan-Aberdeen Regional School District Board of Education. To the best of our knowledge and belief, the data presented in the auditor's report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Annual Comprehensive Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the 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 Federal Uniform Guidance and New Jersey OMB's Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments." 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, is included in the single audit section of this report.

#### 1. REPORTING ENTITY AND ITS SERVICE

Matawan-Aberdeen Regional School District is an independent reporting entity within the criteria adopted by G.A.S.B. (Governmental Accounting Standards Board) established by Statement No. 14. All funds of the District are included in this report. The Matawan-Aberdeen Regional School Board of Education and all its schools constitute the District's reporting entity.

The District provided a full range of education services appropriate to grade levels pre-K through 12. These include regular, vocational and special needs students in and out of district. The District provides a variety of after school activities which include interscholastic athletics and extra-curricular club activities. The District provides transportation for children required by law and also provides courtesy subscription busing, which allows the District to charge parents for empty seats on a route. The District did not provide this service during the pandemic bus will ensure to resume in the new school year.

## 1. REPORTING ENTITY AND ITS SERVICE (CONTINUED)

The District completed the 2022-2023 fiscal year with an average daily enrollment of 3,798.6 students. The following details the changes in the student enrollment of the District over the past five year period.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percentage Change</u>
2022-2023	3,969	8.03%
2021-2022	3,674	1.13%
2020-2021	3,633	(3.71%)
2019-2020	3,773	1.29%
2018-2019	3,725	0.14%

## 2. ECONOMIC CONDITION AND OUTLOOK

The Township of Aberdeen and the Borough of Matawan are located in the center of New Jersey, in the northern part of Monmouth County and are halfway between New York and Philadelphia. Within a forty-five-minute drive to the north and east is the Manhattan Borough in New York City. Taking a westerly route, the semi-rural areas of New Jersey are a similar drive away. These municipalities are located near one of New Jersey's largest commercial/industrial areas as well as close proximity to plane, highway, and public transportation access.

These municipalities are almost completely developed and are primarily residential communities. The Garden State Parkway, which passes through the District, provides access to all parts of the State because of its connections with the New Jersey Turnpike, which is in close proximity. A station operated by the New Jersey Transit located in the Borough of Matawan provides commercial and mass transit rail service.

There is an active degree of participation by parents and community members with the school system including marking the facilities available for the recreation programs, Boy Scouts and Girl Scouts.

## 3. MAJOR INITIATIVES

The district engaged in and expanded upon several major initiatives to improve student achievement during the 2022-2023 school year, in the following areas:

### **Curriculum & Instruction Initiatives**

- Continued implementation and professional development of new Literacy Program Implementation K-5 - MyView Literacy (Year 3)
- Implementation and professional development of new K-5 math program - Ready Math
- Refinement of Multi-Tiered System of Supports (MTSS) to provide Tier 2 and Tier 3 supports for ELA and Math for identified struggling students
- Curriculum Revisions K-12 to align with 2020 NJSLS and NJ legislative mandates
- Continued implementation of Linkit Data Management System
- Continued implementation of Rubicon Curriculum Mapping Software
- Designated salaries for Thought Partners
- Offered Summer Enrichment Program and Credit Recovery for High School students
- Professional development focusing on Diversity, Equity & Inclusion
- New self-contained program at Strathmore, Ravine and Middle School to address student needs

### 3. MAJOR INITIATIVES (CONTINUED)

#### **Curriculum & Instruction Initiatives (Continued)**

- Allocated funding to provide PSAT/SAT for HS students
- Early College Academy at High School
- New Course opportunities
  - The STEAM Experience where elementary students will engage in hands-on, collaborative problem solving focused on real-world challenges.
  - Design Lab where students will have the opportunity to learn through the design process and gain experiences in business, positive social media marketing, and unique technologies.
- Debate League Memberships paid
- Purchase of additional Chromebooks to support the district's 1:1 initiative
- Specialized instruction training (i.e. Orion-Gilliam, Visualizing & Verbalizing)
- Collaborative work with EAB on school culture & climate, DEI and Principal leadership
- Professional development specific to developing preschool program, instruction and services

#### **Community Partnership Initiatives**

- Monmouth University
  - Principal's Academy, Superintendent's Academy, Social Justice Academy, Special Services Academy, Central Jersey Consortium for Excellence and Equity
- Brookdale Community College
  - Dual Credit Programs
  - K.E.Y.S. Academy
  - Early College Academy
- Effective School Solutions
- YMCA of Monmouth County
- Traumatic Loss Coalition of Monmouth County
- Monmouth County Partnership for Wellness
- Monmouth County Debate League
- Strong partnership with community organizations - PTSO's
- Matawan Aberdeen Educational Foundation
- Aberdeen Police Department
- Matawan Police Department
- Matawan Aberdeen Relay For Life
- New Jersey School Boards Association
- New Jersey Association of School Administrators
- Rutgers University
- NJ Coalition for Inclusive Education
- Department of Special Education

### 3. MAJOR INITIATIVES (CONTINUED)

#### **Special Education and Support Programs Major Initiatives**

- Challenger Physical Education program available for specialized population
- REACH program provides a structured learning experience for our post-graduate students with on-the-job training.
- Counseling, intervention, and integrated social-emotional learning and mental health support services are in place to assist and support students.
- Additional Support Classes are offered for all English Language Learners.
- After-school subject-based tutorial program at Middle School



- Professional development for assessing students with Autism
- PCAST training and District participation
- Effective School Solutions- third party therapeutic services

#### **Facilities and Finance Major Initiatives**

- Replaced and installed a playground at Lloyd Road
- Renovations continued on Central Office
- Renovation of the old central office into ten additional Pre-K classrooms
- Cambridge Park classrooms and hallways in the other pod received a new coat of paint
- Renovation of the Cambridge Park gym including flooring and ceiling replacement
- Continuous repairs of concrete sidewalks throughout the District
- Purchase of a new tractor to maintain fields
- Purchase of three additional 54 passenger buses
- Purchased three grade levels of Chromebooks
- Built a new server for our HVAC system
- Purchased a new shed for storage at Strathmore
- Continued the fire and burglar alarm replacements, cameras (internal/external), lighting improvements, and classroom renovations
- Abating and encapsulating asbestos, replacing mercury-containing floors, and changing out equipment with higher efficiency and less impactful refrigerants.
- Continued partnership with Cenergistic to assist us in becoming as energy efficient as possible to capture even more savings with the utilization of our energy audits

#### **Professional Development Major Initiatives**

- PD to support year 2 PD to support the implementation of the MyView Literacy Program
- Specialized training to support reading and math intervention - Lindamood Bell, Orton Gillingham, Wilson
- Ready Math Year 1 Implementation PD
- Tools of the Mind PD for PreK Staff
- TS Gold PD for Prek staff
- LGBTQ/Inclusivity
- Sheltered English Instruction PD for staff working with ESL students
- Health/PE Standards implementation
- Gifted and Talented (G&T) PD
- New Teacher Academy / Orientation and Training and monthly PD meetings for new teachers
- PD offered by Regional Professional Development Academy- 30+ offerings; topics include: Autism, Behavioral Interventions, Best Practices, Communication, Content Areas, Mental Health, Social Emotional Influences
- Lifelines Training- Administrators, Nurses, Counselors, Crisis Teams
- Handle With Care Training- Administrators, Nurses, Counselors, CST & Staff- 4 in-house trainers; initial 2 Day training & recertification
- Social/Emotional Wellness practices
- Monmouth County Schools Symposium on Mental Health & Wellness
- Equity & Restorative Practices- District Equity Team; Building Based Equity Teams
- Monmouth University Center for Equity and Excellence in Education- Focus on diversity, tolerance and school/district culture
- Monmouth University Principals' Academy- 5 evening workshops per year
- Workshops provided for parents on subjects related to high school to college/career
- Raising Resilient Teens in Challenging Times
- Mental Health & Self-Care Workshops

#### 4. INTERNAL ACCOUNTING CONTROLS

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft 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 (G.A.A.P.). An internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

As part of the District 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 program, 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 fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

Budgetary controls are part of a school district's complete internal control structure. The new Business Administrator will work to fully address all problems noted to the satisfaction of the district's independent auditor.

## 6. ACCOUNTING SYSTEM AND REPORTS

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

An effective and efficient system of internal controls is essential to accurate, timely reporting of all relevant transactions on an accounting system and the resultant administrative and external reports generated from that system.



## 7. DEBT ADMINISTRATION

The Districts total outstanding debt as of June 30, 2023, was \$24,706,00. The remaining annual maturity schedule as of June 30, 2023, for principal and interest are detailed in the section labeled “Notes to Financial Statements”.

## 8. CASH MANAGEMENT

The investment policy of the District is guided in large part by state statute as detailed in “Notes to the Financial Statements,” Note 1. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect Governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey where the funds are secured in accordance with the Act.

The District utilizes Citizens Bank as its main depository for district funds.

## 9. RISK MANAGEMENT

The District maintains a comprehensive insurance program, including but not limited to blanket building and contents property insurance, general liability, automobile liability and comprehensive/collision, umbrella liability and worker’s compensation. Annual reviews of the entire program are done in order to evaluate potential insurance changes. A schedule of insurance coverage can be found in Schedule J-20.

## 10. OTHER INFORMATION

Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board of Education selected the accounting firm Suplee, Clooney & Company. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act and the Federal Uniform Guidance and New Jersey OMB’s 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 the report. The auditor’s reports related specifically to the single audit are included in the single audit section of this report.

## ACKNOWLEDGEMENTS

We would like to express our appreciation to the members of the Matawan-Aberdeen Regional School District Board of Education for its concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,



Nelyda Perez,  
Superintendent of Schools



Lindsey Case,  
School Business Administrator/Board Secretary

**MATAWAN-ABERDEEN REGIONAL BOARD OF EDUCATION**

**ABERDEEN, NEW JERSEY**

**ROSTER OF OFFICIALS**

**JUNE 30, 2023**

**Members of the Board of Education**

**Term Expires**

Annette Ascoli, President	2025
Tara Martinez, Vice – President	2025
Shelly Gershner	2024
Sheetal Werneke	2025
Katie Feiles	2024
Danielle Spruell	2023
Kevin Ahern	2023
John Montone	2024
Dianna Pell	2024

**Other Officials**

Dr. Joseph G. Majka, Superintendent of Schools

Ms. Lindsey Case, School Business Administrator/Board Secretary

Ms. Nelyda Perez, Assistant Superintendent of Schools

Mr. Michael Liebmann, Director of Personnel

Mr. Sean Boyce, Treasurer of School Monies

**MATAWAN-ABERDEEN REGIONAL BOARD OF EDUCATION**

**ABERDEEN, NEW JERSEY**

**CONSULTANTS AND ADVISORS**

**JUNE 30, 2023**

**Auditor / Audit Firm**

Suplee, Clooney and Company  
308 East Broad Street  
Westfield, New Jersey 07090

**Attorney**

David B. Rubin, Esquire  
450 Main Street  
P.O. Box 4579  
Metuchen, New Jersey 08840

**Official Depository**

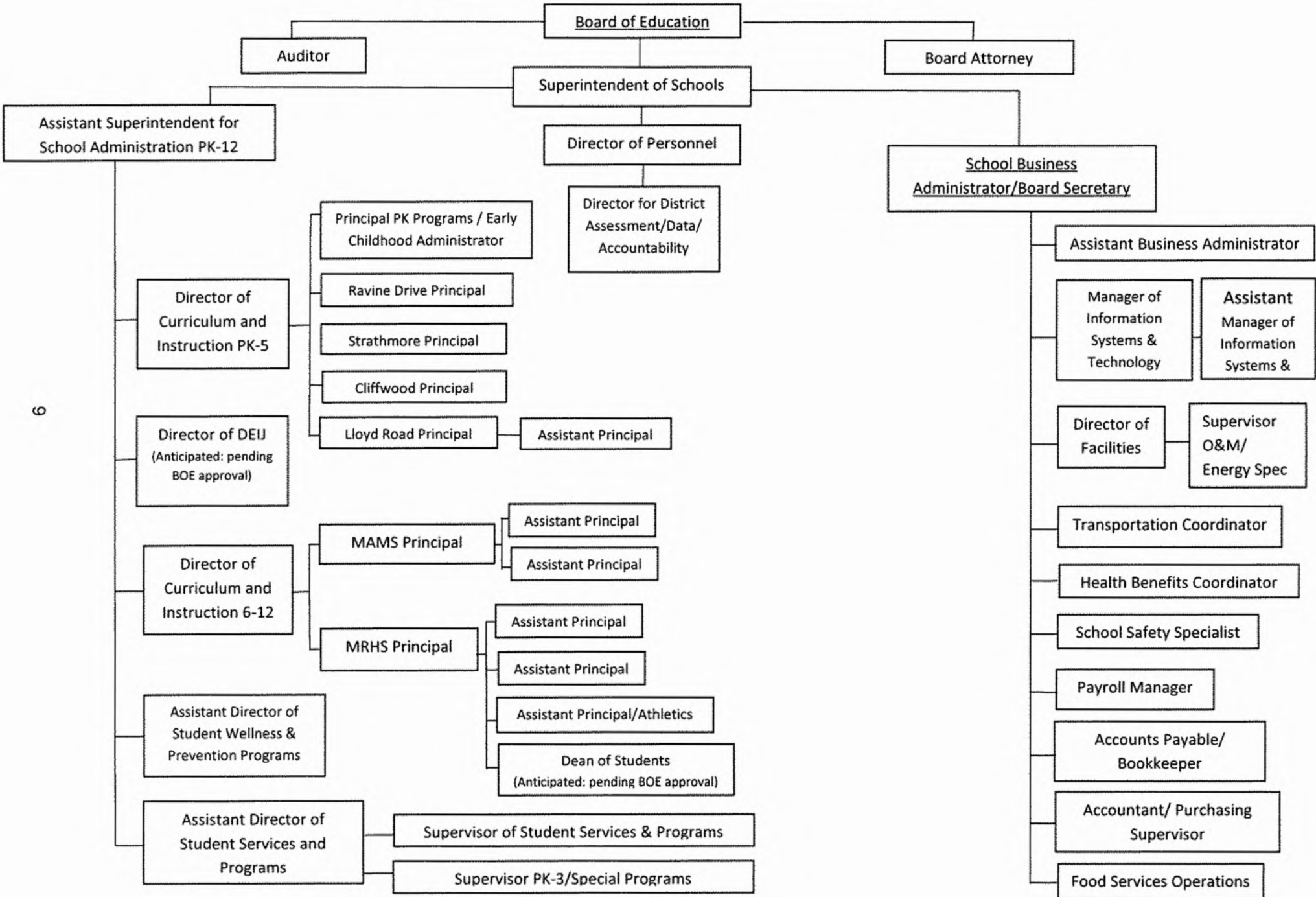
Citizens Bank  
343 Matawan Road  
Matawan, New Jersey 07747

NJARM

P.O. Box 11813  
Harrisburg, Pennsylvania 17108

Bank of America  
140 Main Street  
Matawan, New Jersey 07747

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
 Organization Chart  
 2022-2023



**FINANCIAL SECTION**



**SUPLEE, CLOONEY & COMPANY LLC**  
CERTIFIED PUBLIC ACCOUNTANTS

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

Telephone 908-789-9300

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**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Matawan-Aberdeen Regional School District  
County of Monmouth  
Aberdeen, New Jersey 07747

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

***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Matawan-Aberdeen Regional School District, County of Monmouth, New Jersey (the "District") as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

***Basis for Opinions***

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

# SUPLEE, CLOONEY & COMPANY LLC

## ***Emphasis of Matter***

As discussed in Note 1 to the basic financial statements, for the year ended June 30, 2023, the District adopted Governmental Accounting Standards Board Statement No. 96, Subscription Based Information Technology Arrangements. Our opinions are not modified with respect to this matter.

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

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

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

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

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

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

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



## SUPLEE, CLOONEY & COMPANY LLC

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

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

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information in Exhibit C-1 through C-3, the schedules related to accounting and reporting for pensions in Exhibit L-1 through L-4 and the schedules related to accounting and reporting for postretirement benefits other than pensions (OPEB) in Exhibits M-1 and M-2 are presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information schedules and data such as the combining statements and individual fund financial statements, and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, as required by the Uniform Guidance, New Jersey's OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and the State of New Jersey, Department of Education, Division of Finance, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and the schedule of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

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



# SUPLEE, CLOONEY & COMPANY LLC

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

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

In accordance with Government Auditing Standards, we have also issued our report dated January 22, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

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

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

January 22, 2024

**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

# MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

## Management's Discussion and Analysis

For the Year Ended June 30, 2023

### UNAUDITED

This section of the Matawan-Aberdeen Regional School District's Annual Comprehensive Financial Report presents our discussion and analysis of the District's financial performance during the fiscal year ended on June 30, 2023. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – *Basic Financial Statements-Management's Discussion and Analysis-for the State and Local Governments* issued in June 1999. Certain comparative information between the current fiscal year (2022-2023) and the prior fiscal year (2021-2022) is required to be presented in the MD&A. In fiscal year 2023 the District implemented GASB Statement No. 96- Subscription Based Information Technology Arrangements.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) District-wide financial statements, 2) Fund financial statements, and 3) Notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

**District-Wide Financial Statements.** The District-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to private sector business.

The statement of net position (A-1) presents information on all of the assets and liabilities of the District, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities (A-2) presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

**Fund Financial Statements.** A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental, proprietary or fiduciary.

*Governmental funds* – are used to account for essentially the same functions reported as governmental activities in the District-wide financial statements. However, unlike the District-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District’s near-term financing requirements.

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

The District maintains four individual government funds: the general fund, special revenue fund, capital projects fund and debt service fund. All are considered to be major funds. The basic governmental fund financial statements can be found as Exhibits B-1 through B-3 in this report.

*Proprietary funds* – The District maintains one proprietary fund for Food service operations. This fund is used 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 of providing the goods or services be financed through user charges. The basic proprietary fund statements can be found as Exhibits B-4 through B-6.

**Notes to the Financial Statements.** The notes provide additional information that is essential for a full understanding of the data provided in the District-wide and fund financial statements. The notes to the financial statements can be found after the fund statements in this report.

## **FINANCIAL HIGHLIGHTS**

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

On the District Wide Financial Statements:

In total, net position increased \$2,344,,669, which represents a 10.56 percent increase from 2022.

General revenues accounted for \$78,374,751 in revenue or 78 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$22,885,715 or 22 percent of total revenues.

The School District had \$98,915,798 in expenses; \$22,885,715 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$78,374,751 were adequate to provide for these programs.

On the Fund Financial Statements:

The General Fund local tax levy increased from 2021-2022 by \$941,891 to \$61,447,831. or 1.56 percent.

Among governmental funds, the General Fund had \$92,497,983 in revenues and \$93,450,668 in expenditures. Overall, the General Fund's fund balance decreased \$2,917,466 from 2022.

## District–Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the District’s financial position. The following table provides a summary of net position:

**TABLE 1**  
**Net Position**

	2022-2023			2021-2022 (as restated)		
	Governmental Activities	Business Activities	Total	Governmental Activities	Business Activities	Total
<b>ASSETS</b>						
Current & Other Assets	\$11,782,416	\$1,305,740	\$13,088,156	\$13,896,036	\$1,035,725	\$14,931,760
Capital Assets	53,354,327	94,957	53,449,284	52,058,432	118,567	52,176,999
<b>TOTAL ASSETS</b>	<b>65,136,744</b>	<b>1,400,697</b>	<b>66,537,440</b>	<b>65,954,468</b>	<b>1,154,292</b>	<b>67,108,760</b>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>						
Premium on Refunding of Long Term Debt	1,095,405		1,095,405	1,314,486		1,314,486
Pension Related	1,937,720		1,937,720	1,786,991		1,786,991
<b>Total Deferred Outflow of Resources</b>	<b>3,033,125</b>		<b>3,033,125</b>	<b>3,101,477</b>		<b>3,101,477</b>
<b>LIABILITIES</b>						
Cash Deficit						
Long-Term Liabilities	35,445,133		35,445,133	36,217,922		36,217,922
Other Liabilities	6,560,229	82,087	6,642,316	5,484,040	112,578	5,596,618
<b>TOTAL LIABILITIES</b>	<b>42,005,361</b>	<b>82,087</b>	<b>42,087,449</b>	<b>41,701,961</b>	<b>112,578</b>	<b>41,814,539</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>						
Gain on Refunding of Long Term Debt	867,857		867,857	1,041,429		1,041,429
Pension Related	2,061,682		2,061,682	5,145,360		5,145,360
<b>Total Deferred Inflow of Resources</b>	<b>2,929,539</b>		<b>2,929,539</b>	<b>6,186,789</b>		<b>6,186,789</b>
<b>NET POSITION</b>						
Net Investment in Capital Assets	27,083,470	94,957	27,178,427	23,450,004	118,567	23,568,571
Restricted	4,152,301		4,152,301	6,738,609		6,738,609
Unrestricted (Deficit)	(8,000,803)	1,223,653	(6,777,150)	(9,021,417)	923,147	(8,098,270)
<b>TOTAL NET POSITION</b>	<b>\$23,234,968</b>	<b>\$1,318,610</b>	<b>\$24,553,578</b>	<b>\$21,167,196</b>	<b>\$1,041,714</b>	<b>\$22,208,909</b>

The District’s combined net positions were \$24,553,578 on June 30, 2023. The District’s investment in capital assets is shown net of any related debt used to acquire those assets.

The following table provides a summary of revenues and expenses for the District's governmental and business-type activities and the change in net position from the prior year:

**TABLE 2  
CHANGES IN NET POSITION**

	2022-2023			2021-2022 (as restated)		
	Governmental Activities	Business Activities	Total	Governmental Activities	Business Activities	Total
Revenues:						
Program Revenues:						
Charges for Services	\$110,962	\$1,199,563	\$1,310,525	\$27,010	\$422,896	\$449,906
Operating Grants & Contributions	20,481,227	1,093,963	21,575,190	17,852,187	2,256,616	20,108,803
General Revenues						
Property Taxes	61,447,831		61,447,831	60,505,940		60,505,940
Grants (includes State Aid) and Entitlements	15,237,751		15,237,751	15,850,104		15,850,104
Other Revenues	1,702,156	439	1,702,594	250,213		250,213
Transfers & Other Adjustments	(61,575)	48,150	(13,425)	(273,633)	(12,838)	(286,472)
	<u>98,918,352</u>	<u>2,342,114</u>	<u>101,260,466</u>	<u>94,211,821</u>	<u>2,666,674</u>	<u>96,878,494</u>
Expenses:						
Instruction	36,601,314		36,601,314	34,051,823		34,051,823
Support Services/Undistributed Costs	57,152,595		57,152,595	54,724,645		54,724,645
Interest on Long-Term Debt	783,666		783,666	683,588		683,588
Business-Type		2,065,219	2,065,219		1,977,980	1,977,980
Unallocated depreciation	2,313,005		2,313,005	2,233,747		2,233,747
Total Expenses	<u>96,850,579</u>	<u>2,065,219</u>	<u>98,915,798</u>	<u>91,693,803</u>	<u>1,977,980</u>	<u>93,671,783</u>
Change in Net Position	2,067,773	276,896	2,344,669	2,518,017	688,694	3,206,711
Net Position July 1,	<u>21,167,196</u>	<u>1,041,714</u>	<u>22,208,909</u>	<u>18,649,178</u>	<u>353,020</u>	<u>19,002,198</u>
Net Position June 30,	<u>\$23,234,968</u>	<u>\$1,318,610</u>	<u>\$24,553,578</u>	<u>\$21,167,196</u>	<u>\$1,041,714</u>	<u>\$22,208,909</u>

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services.

Variances in both the revenues and expenditures are significantly affected by fluctuations in the actuarial revenue/expenses for TPAF and PERS Pension under GASB 68 and Postemployment Benefits under GASB 75.



Table 3 shows the total cost of services and the net cost of services. The total costs include compensating absences, unallocated benefits, and depreciation and is reduced by grants and specific state aid. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions. In accordance with GASB Statement 34, a comparison to fiscal year 2022 is presented.

**TABLE 3  
NET COST OF SERVICES**

	Total Cost of Services <u>2023</u>	Total Cost of Services <u>2022</u>	Net Cost of Services <u>2023</u>	Net Cost of Services <u>2022</u>
Instruction	\$36,601,314	34,051,823	\$42,298,859	\$40,337,490
Support Services/Undistributed Costs	57,152,595	54,724,645	31,505,004	30,659,092
Interest on Long-Term Debt	783,666	683,588	673,283	582,197
Business-Type	2,065,219	1,977,980	(228,308)	(701,532)
Unallocated depreciation	2,313,005	2,233,747	1,781,245	2,233,747
Total Expenses	<u>\$98,915,798</u>	<u>\$93,671,783</u>	<u>\$76,030,082</u>	<u>\$73,110,994</u>

### **General Fund Budgetary Highlights**

The difference between the original budget and the final amended budget is comprised mainly of the June 30, 2023 encumbrances, which 'roll-over' into the subsequent year's budget (2022-2023) and are added to the original budget appropriations.

Throughout the year, as necessary, budget transfers are effectuated between budget accounts to re-align the 2022-2023 budget.

## Capital Assets

At the end of the fiscal year 2023, the School District had \$77,892,945.89 invested in land, building, furniture and equipment, and vehicles. Table 4 shows fiscal year 2023 balances compared to 2022.

**Table 4**  
**Capital Assets (Net of Depreciation) at June 30**

	<u>2023</u>	<u>2022 (As Restated)</u>
Land	\$12,323,200.00	\$12,323,200.00
Construction in Progress		
Site Improvements	1,621,797.97	918,637.44
Buildings	36,995,991.50	35,846,407.67
Equipment	<u>2,508,295.00</u>	<u>3,088,754.22</u>
	<u>\$53,449,284.47</u>	<u>\$52,176,999.33</u>

## Debt Administration

At June 30, 2023, the School District had \$37,919,214 of outstanding debt. Of this amount, \$1,798,345 is for compensated absences; \$24,706,000 of serial bonds, \$1,095,405 in Unamortized Bond Premium, \$697,000 in Installment Purchase Contracts and \$9,622,463 in Net Pension Liability.

Table 5 illustrates the balances of the District's various bonds issues outstanding at June 30, 2023 and June 30, 2022.

**Table 5**  
**Outstanding Bonds at June 30,**

	<u>2023</u>	<u>2022</u>
2023 Refunding Bonds	\$7,600,000	\$8,990,000
2017 School Bonds	<u>17,106,000</u>	<u>17,656,000</u>
	<u>\$24,706,000</u>	<u>\$26,546,000</u>

**For the Future:**

On April 24, 2023, the 2023-2024 district budget was approved by the Board of Education. The certified general fund tax levy of \$61,235,043 represents an increase from 2022-2023 of \$2,159,069.00 or 3.65 percent. The Administration of the Matawan-Aberdeen Regional School District is determined to continue to address the educational needs of our students while delivering a fiscally responsible budget to the taxpayers of the community.

**Contacting the District's Financial Management**

The District's financial report is designed to provide citizen groups, taxpayers, parents, students, other local officials, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. Questions regarding this report can be addressed to the Business Administrator/Board Secretary, Matawan-Aberdeen Regional School District, One Crest Way, Aberdeen, NJ 07747 or at (732) 705-4016.

**BASIC FINANCIAL STATEMENTS**

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

## **DISTRICT-WIDE FINANCIAL STATEMENTS**

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

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2023

	GOVERNMENTAL <u>ACTIVITIES</u>	BUSINESS-TYPE <u>ACTIVITIES</u>	<u>TOTAL</u>
<b>ASSETS:</b>			
Cash and cash equivalents	\$3,045,183.19	\$1,080,830.25	\$4,126,013.44
Receivables, net	4,477,019.21	178,742.19	4,655,761.40
Inventory		46,167.27	46,167.27
<b>Restricted assets:</b>			
Restricted cash and cash equivalents	4,260,213.69		4,260,213.69
<b>Capital assets:</b>			
Land and Construction in progress	12,323,200.00		12,323,200.00
Other Capital Assets net of depreciation	41,031,127.47	94,957.00	41,126,084.47
<b>Total Assets</b>	<b>65,136,743.56</b>	<b>1,400,696.71</b>	<b>66,537,440.27</b>
<b>DEFERRED OUTFLOW OF RESOURCES:</b>			
Premium on Refunding of Long Term Debt	1,095,405.39		1,095,405.39
Pension Related	1,937,720.00		1,937,720.00
<b>Total Deferred Outflows</b>	<b>3,033,125.39</b>		<b>3,033,125.39</b>
<b>LIABILITIES:</b>			
Accounts payable	2,525,581.86	47,317.35	2,572,899.21
Payroll Deductions Payable	15,710.57		15,710.57
Payable to state government	10,148.00		10,148.00
Unearned revenue	1,227,444.75	34,769.82	1,262,214.57
Accrued Interest Payable	307,262.50		307,262.50
<b>Noncurrent liabilities:</b>			
Due within one year:			
Bonds and installment purchase contracts payable	2,474,081.08		2,474,081.08
Due beyond one year:			
Compensated absences payable	1,798,345.28		1,798,345.28
Bonds and installment purchase contracts payable	24,024,324.31		24,024,324.31
Net Pension Liability	9,622,463.00		9,622,463.00
<b>Total liabilities</b>	<b>42,005,361.35</b>	<b>82,087.17</b>	<b>42,087,448.52</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Gain on Refunding Bonds	867,857.14		867,857.14
Pension Related	2,061,682.00		2,061,682.00
<b>Total Deferred Inflows</b>	<b>2,929,539.14</b>		<b>2,929,539.14</b>
<b>NET POSITION:</b>			
Net investment in capital assets	27,083,470.33	94,957.00	27,178,427.33
<b>Restricted for:</b>			
Special Revenue Fund (deficit)	(477,876.00)		(477,876.00)
Capital projects	2,663,256.87		2,663,256.87
Other purposes	1,966,919.88		1,966,919.88
Unrestricted (deficit)	(8,000,802.62)	1,223,652.54	(6,777,150.08)
<b>Total net position</b>	<b>\$23,234,968.46</b>	<b>\$1,318,609.54</b>	<b>\$24,553,578.00</b>

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



## **MAJOR FUND FINANCIAL STATEMENTS**

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



MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2023

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUND</u>	<u>CAPITAL PROJECTS FUND</u>	<u>DEBT SERVICE FUND</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
<b>ASSETS:</b>					
Cash and cash equivalents	\$1,153,824.42	\$327,813.14	\$1,543,096.59	\$20,449.04	\$3,045,183.19
Cash, Capital Reserve	2,056,004.47				2,056,004.47
Cash, Emergency Reserve	198,141.58				198,141.58
Cash, Maintenance Reserve	2,006,067.64				2,006,067.64
Other receivables	4,796.18	118,065.74			122,861.92
Due from other funds	1,344,684.94				1,344,684.94
Receivables from other governments	1,821,143.00	2,533,014.29			4,354,157.29
	<u>8,584,662.23</u>	<u>2,978,893.17</u>	<u>1,543,096.59</u>	<u>20,449.04</u>	<u>13,127,101.03</u>
Total assets					
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts payable	738,314.68	623,307.27	297,845.91		1,659,467.86
Payroll deductions payable	15,710.57				15,710.57
Payable to state government		10,148.00			10,148.00
Interfund payables		1,344,663.19	21.75		1,344,684.94
Unearned revenue	11,504.70	1,215,940.05			1,227,444.75
	<u>765,529.95</u>	<u>3,194,058.51</u>	<u>297,867.66</u>		<u>4,257,456.12</u>
Total liabilities					
<b>Fund balances:</b>					
<b>Restricted:</b>					
Capital reserve account	1,983,546.85				1,983,546.85
Emergency Reserve Account	198,141.58				198,141.58
Maintenance Reserve Account	1,506,067.64				1,506,067.64
Student Activity Funds		250,323.22			250,323.22
Scholarships		12,387.44			12,387.44
Capital Projects Fund			\$679,710.02		679,710.02
Debt service fund				\$20,449.04	20,449.04
<b>Committed:</b>					
Encumbrances			565,518.91		565,518.91
<b>Assigned:</b>					
Encumbrances	1,443,211.21				1,443,211.21
Designated for subsequent years expenditures	1,061,799.00				1,061,799.00
<b>Unassigned:</b>					
General fund	1,626,366.00				1,626,366.00
Special revenue fund (deficit)		(477,876.00)			(477,876.00)
	<u>7,819,132.28</u>	<u>(215,165.34)</u>	<u>1,245,228.93</u>	<u>20,449.04</u>	<u>8,869,644.91</u>
Total fund balances (deficit)					
Total liabilities and fund balances	<u>\$8,584,662.23</u>	<u>\$2,978,893.17</u>	<u>\$1,543,096.59</u>	<u>\$20,449.04</u>	<u>\$13,127,101.03</u>

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

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2023

Total Fund Balances (Brought Forward)		\$8,869,644.91
Amounts Reported for Governmental Activities in the Statement of Net Position (A-1) are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Cost of Assets	\$101,872,524.12	
Accumulated Depreciation	<u>(48,518,196.65)</u>	
		53,354,327.47
Long term liabilities, including bonds payable, and other related amounts that are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
Net Pension Liability	(9,622,463.00)	
Compensated Absences	(1,798,345.28)	
Installment Purchase Contracts	(697,000.00)	
Bonds Payable	(24,706,000.00)	
Deferred Amount on Gain on Refunding Bonds	<u>(867,857.14)</u>	
		(37,691,665.42)
Deferred Outflows and Inflows of resources are applicable to future periods and therefore are not reported in the funds.		
Pensions:		
Deferred Outflows		1,937,720.00
Deferred Inflows		(2,061,682.00)
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.		
Accounts Payable - Pension Related	(866,114.00)	
Accrued Interest Payable	<u>(307,262.50)</u>	
		<u>(1,173,376.50)</u>
Net Position of Governmental Activities		<u><u>\$23,234,968.46</u></u>

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

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES:</b>					
Local sources:					
Local tax levy	\$59,075,974.00			\$2,371,857.00	\$61,447,831.00
Tuition from Individuals					
Tuition from Other LEAs Within State					
Transportation fees from Individuals	51,675.70				51,675.70
Transportation fees from Other LEAs	59,286.30				59,286.30
Rents and Royalties	69,595.00				69,595.00
Interest on Capital Reserve	7,148.26				7,148.26
Interest on Maintenance Reserve	67,726.30				67,726.30
Interest on Emergency Reserve	99,136.49				99,136.49
Miscellaneous	1,458,528.23	\$410,084.18	21.25		1,868,633.66
<b>Total - local sources</b>	<b>60,889,070.28</b>	<b>410,084.18</b>	<b>21.25</b>	<b>2,371,857.00</b>	<b>63,671,032.71</b>
State sources	31,414,091.34	6,243,403.01		344,948.00	38,002,442.35
Federal sources	194,820.92	3,589,073.88			3,783,894.80
<b>Total revenues</b>	<b>92,497,982.54</b>	<b>10,242,561.07</b>	<b>21.25</b>	<b>2,716,805.00</b>	<b>105,457,369.86</b>
<b>EXPENDITURES:</b>					
Current expense:					
Regular instruction	22,952,663.06				22,952,663.06
Special instruction	6,811,321.74	3,792,234.47			10,603,556.21
Other Instruction	3,045,094.73				3,045,094.73
Support services:					
Tuition	4,652,510.85				4,652,510.85
Student & instruction related services	7,965,260.48	6,063,947.14			14,029,207.62
General administrative services	1,477,366.49				1,477,366.49
School administrative services	2,605,533.10				2,605,533.10
Central service	699,937.09				699,937.09
Administrative information technology services	952,643.82				952,643.82
Plant operations and maintenance	6,122,926.59				6,122,926.59
Pupil transportation	4,817,072.59				4,817,072.59
Unallocated benefits	30,067,901.29				30,067,901.29
Debt Service:					
Principal				1,840,000.00	1,840,000.00
Interest				876,805.00	876,805.00
Capital outlay	2,090,783.49	1,114,622.09	570,043.21		3,775,448.79
<b>Total expenditures</b>	<b>94,261,015.32</b>	<b>10,970,803.70</b>	<b>570,043.21</b>	<b>2,716,805.00</b>	<b>108,518,667.23</b>
Excess (deficiency) of revenues over (under) expenditures	(1,763,032.78)	(728,242.63)	(570,021.96)		(3,061,297.37)
Other financing sources (uses):					
Operating transfers in/out	(581,972.75)	581,994.00	(21.25)		
Capital Reserve- Transfer to Capital Projects	(572,460.02)		572,460.02		
<b>Total other financing sources (uses)</b>	<b>(1,154,432.77)</b>	<b>581,994.00</b>	<b>572,438.77</b>		
<b>Net change in fund balances</b>	<b>(2,917,465.55)</b>	<b>(146,248.63)</b>	<b>2,416.81</b>		<b>(3,061,297.37)</b>
Fund balances, June 30, 2022 (deficit)	10,736,597.83	(68,916.71)	1,242,812.12	20,449.04	11,930,942.28
<b>Fund balances, June 30, 2023 (deficit)</b>	<b>\$7,819,132.28</b>	<b>(\$215,165.34)</b>	<b>\$1,245,228.93</b>	<b>\$20,449.04</b>	<b>\$8,869,644.91</b>

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

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Total net change in fund balances - governmental funds (from B-2)		(\$3,061,297.37)
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		(2,313,004.65)
Capital outlays	\$3,775,448.79	
Less: Capital Outlays not capitalized	<u>(104,974.00)</u>	
		3,670,474.79
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.		1,840,000.00
Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net Position and is not reported in the statement of activities.		
Payment of installment purchase contracts payable		324,000.00
In the statement of activities, interest on long-term debt is accrued, regardless of when due. In governmental funds, interest is reported when due. The accrued interest is an addition (deduction) in the reconciliation.		24,541.66
Governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Loss on Refunding Bonds		173,571.43
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 assets will differ from the change in fund balance by the cost of the asset removed(-).		(61,575.00)
District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.		
District pension contributions	\$804,061.00	
Add: Pension benefit	<u>622,667.00</u>	
		1,426,728.00
In the statement of activities, certain expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-). When the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		<u>44,333.87</u>
Change in net position of governmental activities (A-2)		<u>\$2,067,772.73</u>

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

OTHER FUNDS

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS - ENTERPRISE FUNDS  
JUNE 30, 2023

	<u>BUSINESS-TYPE</u> <u>ACTIVITIES - ENTERPRISE FUND</u> <u>FOOD SERVICE</u> <u>FUND</u>	<u>TOTAL</u>
<b>ASSETS:</b>		
Current assets:		
Cash and cash equivalents	\$1,080,830.25	\$1,080,830.25
Accounts receivable:		
State	2,246.52	\$2,246.52
Federal	57,071.70	\$57,071.70
Other	119,423.97	\$119,423.97
Inventories	46,167.27	46,167.27
	<hr/>	<hr/>
Total current assets	1,305,739.71	1,305,739.71
	<hr/>	<hr/>
Noncurrent assets:		
Furniture, machinery and equipment	463,294.00	463,294.00
Less accumulated depreciation	(368,337.00)	(368,337.00)
	<hr/>	<hr/>
Total noncurrent assets	94,957.00	94,957.00
	<hr/>	<hr/>
Total assets	1,400,696.71	1,400,696.71
	<hr/>	<hr/>
<b>LIABILITIES:</b>		
Current liabilities:		
Unearned revenue	34,769.82	34,769.82
Accounts payable	47,317.35	47,317.35
	<hr/>	<hr/>
Total current liabilities	82,087.17	82,087.17
	<hr/>	<hr/>
Total liabilities	82,087.17	82,087.17
	<hr/>	<hr/>
<b>NET POSITION:</b>		
Net investment in capital assets	94,957.00	94,957.00
Unrestricted	1,223,652.54	1,223,652.54
	<hr/>	<hr/>
Total net position	\$1,318,609.54	\$1,318,609.54
	<hr/> <hr/>	<hr/> <hr/>

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

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND FOOD SERVICE FUND	TOTAL
OPERATING REVENUES:		
Charges for services:		
Daily sales - reimbursable programs	\$769,565.33	\$769,565.33
Daily sales - non-reimbursable programs	394,797.00	394,797.00
Special functions	35,201.00	35,201.00
Total operating revenues	<u>1,199,563.33</u>	<u>1,199,563.33</u>
OPERATING EXPENSES:		
Cost of sales-reimbursable programs	736,127.84	736,127.84
Cost of sales-non-reimbursable programs	148,251.00	148,251.00
Salaries and benefits	647,675.00	647,675.00
Employee benefits	199,810.00	199,810.00
Management fee	131,580.00	131,580.00
Miscellaneous	37,668.75	37,668.75
Depreciation	23,610.00	23,610.00
Total operating expenses	<u>2,065,218.54</u>	<u>2,065,218.54</u>
Operating (loss)	<u>(865,655.21)</u>	<u>(865,655.21)</u>
NONOPERATING REVENUES (EXPENSES):		
State Sources		
State school lunch program	26,829.67	26,829.67
State school breakfast program	1,705.80	1,705.80
Federal Sources		
National school lunch program	575,072.89	575,072.89
School breakfast program	106,877.64	106,877.64
Local Food for Schools Co-Operative	1,932.88	1,932.88
Supply Chain Assistance Funds	181,690.24	181,690.24
National food distribution commodities	175,913.06	175,913.06
Interest	438.77	438.77
Accounts Payable Cancelled	48,149.59	48,149.59
Total nonoperating revenues (expenses)	<u>1,142,551.10</u>	<u>1,142,551.10</u>
Change in net position	276,895.89	276,895.89
Total net position - beginning	<u>1,041,713.65</u>	<u>1,041,713.65</u>
Total net position - ending	<u>\$1,318,609.54</u>	<u>\$1,318,609.54</u>

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

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS - ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND <u>FOOD SERVICE</u> FUND	<u>TOTAL</u>
Cash flows from operating activities:		
Receipts from customers	\$1,111,211.21	\$1,111,211.21
Payments to employees	(647,675.00)	(647,675.00)
Payments for employees benefits	(185,807.00)	(185,807.00)
Payments to suppliers	(1,000,961.46)	(1,000,961.46)
	<u>(723,232.25)</u>	<u>(723,232.25)</u>
Net cash provided by (used for) operating activities		
Cash flows from noncapital financing activities:		
State sources	29,586.69	\$29,586.69
Federal sources	1,011,797.97	1,011,797.97
Operating subsidies and transfers to other funds	(98,282.30)	(98,282.30)
	<u>943,102.36</u>	<u>943,102.36</u>
Net cash provided by noncapital financing activities		
Net increase (decrease) in cash and cash equivalents	<u>220,308.88</u>	<u>220,308.88</u>
Cash and cash equivalents, July 1, 2022	<u>860,521.37</u>	<u>\$860,521.37</u>
Cash and cash equivalents, June 30, 2023	<u>\$1,080,830.25</u>	<u>\$1,080,830.25</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities		
Operating income (loss)	(\$865,655.21)	(\$865,655.21)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	23,610.00	23,610.00
Federal commodities	175,913.06	175,913.06
Change in assets and liabilities:		
(Increase) decrease in other accounts receivable	(90,644.58)	(90,644.58)
Increase (decrease) in accounts payable	16,827.55	16,827.55
Increase (decrease) in unearned revenue	831.19	831.19
(Increase) decrease in inventories	15,885.74	15,885.74
	<u>142,422.96</u>	<u>142,422.96</u>
Net cash provided by (used for) operating activities	<u>(\$723,232.25)</u>	<u>(\$723,232.25)</u>

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



**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

The financial statements of the Matawan-Aberdeen Regional School District (the "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 District's accounting policies are described below:

**Reporting Entity**

The Matawan-Aberdeen Regional School District is a Type II District located in Monmouth County, New Jersey. The School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board of Education of the Matawan-Aberdeen Regional School District, comprised of nine elected individuals, is the primary governing authority of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

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

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

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

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Reporting Entity (Continued)**

The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include elementary schools, a middle school and a High School, located in Matawan and Aberdeen. 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.

**Basis of Presentation**

The 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.

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

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

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Basis of Presentation (Continued)**

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

**Governmental Funds**

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

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. U.S. Generally Accepted Accounting Principles as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes, and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to 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 the current expense by Board resolution; in certain instances approval by the County Superintendent of Schools may also be required.

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

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Capital Projects Funds** 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 debt issued to finance major property acquisition, construction and improvement programs.

**Proprietary Funds**

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

**Basis of Accounting-Measurement Focus**

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

*District-wide and Proprietary Fund Financial Statements:* The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation for expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable." Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.



**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Basis of Accounting-Measurement Focus (Continued)**

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

All governmental and business type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

**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 for approval. In accordance with P.L. 2011, c. 202, which became effective January 17, 2012, the District elected to move the school Board election to the date of the November general election thereby eliminating the vote on the annual base budget. 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:23-2.2(f)1. Expenditures may not legally exceed budgeted appropriations at the line item level. All budget amendments and transfers must be approved by School Board resolution.

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

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Budgets/Budgetary Control (Continued)**

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures. Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles (GAAP) with the exception of the legally mandated (NJSA 18A:22-44.2) revenue recognition of one or more deferred State Aid payments for budgetary purposes only due to the State deferral of such payments into the subsequent budget year and the accounting treatment of encumbrances in the special revenue fund as described 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 recognized encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial records.

**Encumbrance Accounting**

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

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

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

**Interfunds**

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

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Inventories and Prepaid Expenses**

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

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

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

**Capital Assets**

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

Capital assets are depreciated in the district-wide statements using the straight-line method over the following estimated useful lives:

	<u>Estimated Life</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and computer equipment	10
Instructional equipment	10
Grounds equipment	15

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Compensated Absences**

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy and/or collective bargaining unit contracts. Upon termination, employees are paid for accrued vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after ten years of service and are only paid upon retirement.

The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments.

For the district-wide statements, the current portion is the amount estimated to be used in the following year. For the governmental funds in the fund financial statements, a liability is reported only for to the extent of the amount actually due at year end as a result of employee resignations/retirements. Compensated absences are a reconciling item between the fund level and district-wide presentations.

**Fund Equity**

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

**Unearned Revenue**

Unearned revenue in the General, Special Revenue and Proprietary funds represents funds which have been received but not yet earned.



**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Accrued Liabilities and Long-Term Obligations**

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

**Net Position**

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

**Fund Balance Reserves**

In accordance with GASB Statement 54, "Fund Balance Reporting and Governmental Fund Type Definitions" the fund financial statements, governmental funds report the following classifications of fund balance:

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

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

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Fund Balance Reserves (Continued)**

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

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

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

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

**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.

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Revenues, Exchange and Non-exchange Transactions (Continued)**

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

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

**Proprietary Fund Revenues and Expenses**

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

**Allocation of Indirect Expenses**

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

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Extraordinary and Special Items**

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

**Management Estimates**

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

**Accounting and Financial Reporting for Pensions**

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

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

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Deferred Outflows/Inflows of Resources**

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

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Currently, the District has two items that qualify for reporting in this category, deferred amounts from a gain on refunding bonds and deferred amounts that are pension related.

**Recently Adopted Accounting Pronouncements**

Beginning with the year ended June 30, 2023, the District has implemented GASB Statement 96, *Subscription-Based Information Technology Arrangements (SBITAs)*. GASB Statement No. 96 defines a SBITA; establishes that a SBITA results in a right-to-use subscription asset (an intangible asset) and a corresponding liability; provides capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and requires note disclosure regarding SBITAs.



**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

The Board considers petty cash, change funds, cash in banks, and short term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at cost, which approximates market.

**Deposits**

New Jersey statutes permit the deposit of public funds in public depositories which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. Each depository participating in the GUDPA system must pledge collateral equal to 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of 75% of its capital funds. No collateral is required for amounts covered by FDIC insurance. The collateral which may be pledged to support these deposits includes obligations of the State and federal governments, insured securities and other collateral approved by the Department. When the capital position of the depository deteriorates or the depository takes an unusually large amount of public deposits, the Department of Banking and Insurance requires additional collateral to be pledged. Under (GUDPA), if a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of the deposits to the governmental unit.

**Deposits**

The Matawan-Aberdeen Regional School District had the following cash and cash equivalents at June 30, 2023:

<u>Fund Type</u>	<u>Amount</u>
Cash in Bank:	
Governmental Funds	\$10,664,851.58
Proprietary Funds	<u>1,355,525.58</u>
Total Cash in Bank	\$12,020,377.16
Less: Reconciling Items	<u>(3,634,150.03)</u>
	<u><u>\$8,386,227.13</u></u>

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

Custodial Credit Risk- Deposits – Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2023, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank of \$12,020,377.16, \$391,011.71 was covered by Federal Depository Insurance, \$5,407,059.33 was covered under the provisions of NJGUDPA and \$5,656,763.11 was on deposit with the New Jersey Assets Rebate Management (NJARM). \$565,543.01 was cash on hand with fiscal agents.

**Investments**

The types of investments which may be purchased by the District are strictly limited by the express authority of the N.J.S.A. 18A:20-37 Education, Administration of School Districts. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a1 et seq., and operated in accordance with 17 C.F.R. § 270.2a7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

**Investments (Continued)**

5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by School Districts;
6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:2037. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 C. 52:18A-90.4); or
8. Agreements for the repurchase of fully collateralized securities if:
  - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
  - b. the custody of collateral is transferred to a third party;
  - c. the maturity of the agreement is not more than 30 days;
  - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 C. 17:1941); and
  - e. a master repurchase agreement providing for the custody and security of collateral is executed.

As of June 30, 2023, the District has \$5,656,763.11 on deposit with NJARM. Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1, and existing investment practices of NJARM, the District is generally not exposed to credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risk for its deposits and investments.



**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 3: CAPITAL ASSETS**

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

	<u>Beginning Balance (As Restated)</u>	<u>Additions</u>	<u>Deletions &amp; Transfers</u>	<u>Ending Balance</u>
<b>Governmental Activities:</b>				
Capital assets not being depreciated:				
Land	\$12,323,200.00			\$12,323,200.00
Construction in Progress				
Total Capital Assets not being depreciated	<u>12,323,200.00</u>			<u>12,323,200.00</u>
Site improvements	2,147,004.44	\$713,448.53		2,860,452.9
Buildings & Building Improvements	77,997,641.67	2,788,755.48		80,786,397.1
Machinery & Equipment	5,795,778.22	168,270.78	\$61,575.00	5,902,474.0
Totals at historical cost	<u>85,940,424.33</u>	<u>3,670,474.79</u>	<u>61,575.00</u>	<u>89,549,324.1</u>
Gross Assets (Memo only)	<u>98,263,624.33</u>	<u>3,670,474.79</u>	<u>61,575.00</u>	<u>101,872,524.1</u>
Less: Accumulated Depreciation				
Site improvements	(1,228,367.00)	(10,288.00)		(1,238,655.0)
Buildings & Building Improvements	(42,151,234.00)	(1,639,171.65)		(43,790,405.6)
Machinery & Equipment	(2,825,591.00)	(663,545.00)		(3,489,136.0)
Total Depreciation	<u>(46,205,192.00)</u>	<u>(2,313,004.65)</u>		<u>(48,518,196.6)</u>
Total capital assets being depreciated, net of depreciation	<u>39,735,232.33</u>	<u>1,357,470.14</u>	<u>61,575.00</u>	<u>41,031,127.4</u>
Total Governmental Fund Activities, net	<u>\$52,058,432.33</u>	<u>\$1,357,470.14</u>	<u>\$61,575.00</u>	<u>\$53,354,327.4</u>
<b>Proprietary Activities:</b>				
Machinery & Equipment	\$469,818.00			\$469,818.00
Totals at historical cost	<u>469,818.00</u>			<u>469,818.00</u>
Less: Accumulated Depreciation				
Machinery & Equipment	(351,251.00)	(23,610.00)		(374,861.00)
Total Depreciation	<u>(351,251.00)</u>	<u>(23,610.00)</u>		<u>(374,861.00)</u>
Total Proprietary Fund Activities, net	<u>\$118,567.00</u>	<u>(23,610.00)</u>		<u>\$94,957.00</u>

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

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

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

Instruction:	
Regular	(\$6,009.00)
Special Education Instruction	(4,404.00)
Other Instruction	(58,587.00)
Support services:	
Student and Instruction Related Services	(39,035.00)
General administrative services	(78,912.00)
School administrative services	(18,159.00)
Plant operations and maintenance	(90,270.00)
Pupil transportation	(236,384.00)
Direct Expense of various functions	(1,781,244.65)
	<u>(\$2,313,004.65)</u>

**NOTE 4: LONG-TERM LIABILITIES**

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

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

The following is a summary of transactions that affect long-term liabilities for the year ended June 30, 2023:

	Balance June 30, <u>2022</u>	<u>Additions</u>	<u>Reductions</u>	Balance June 30, <u>2023</u>	Amounts due Within <u>one year</u>
Bonds Payable	\$26,546,000.00		\$1,840,000.00	\$24,706,000.00	\$1,915,000.00
Unamortized Bond Premium	1,314,486.47		219,081.08	1,095,405.39	219,081.08
Installment Purchase Contracts	1,021,000.00		324,000.00	697,000.00	340,000.00
Compensated Absences	1,842,679.15		44,333.87	1,798,345.28	
Net Pension Liability	7,876,837.00	\$1,745,626.00		9,622,463.00	
	<u>\$38,601,002.62</u>	<u>\$1,745,626.00</u>	<u>\$2,427,414.95</u>	<u>\$37,919,213.67</u>	<u>\$2,474,081.08</u>

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 4: LONG-TERM LIABILITIES (CONTINUED)**

Debt Service Requirements:

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

Fiscal Year	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<u>June 30,</u>			
2024	\$1,915,000.00	\$796,680.00	\$2,711,680.00
2025	1,980,000.00	713,055.00	2,693,055.00
2026	2,075,000.00	625,430.00	2,700,430.00
2027	2,150,000.00	533,555.00	2,683,555.00
2028	2,230,000.00	437,805.00	2,667,805.00
2029-33	5,350,000.00	1,604,025.00	6,954,025.00
2034-38	5,000,000.00	953,400.00	5,953,400.00
2039-42	4,006,000.00	240,630.00	4,246,630.00
	<u>\$24,706,000.00</u>	<u>\$5,904,580.00</u>	<u>\$30,610,580.00</u>

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 4: LONG-TERM LIABILITIES (CONTINUED)**

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

<u>Issue</u>	<u>Amount Outstanding June 30, 2023</u>	<u>Bonds Authorized But Not Issued</u>
\$19,856,000.00 in School Bonds dated August 2, 2016, due in remaining annual installments ranging between \$550,000.00 and \$1,100,000.00 beginning August 1, 2023 and ending August 1, 2041 with interest from 2.50% to 3.00%	\$17,106,000.00	-0-
\$8,990,000.00 in Refunding School Bonds dated June 17, 2021, due in remaining annual installments ranging between \$1,365,000.00 and \$1,680,000.00 beginning September 15, 2023 and ending September 15, 2027 with interest of 5.00%	7,600,000.00	-0-
	\$24,706,000.00	-0-

**Refunding School Bonds**

The district issued \$8,990,000.00 in Refunding School bonds to advance refund \$10,205,000.00 of the districts previously issued and outstanding school bonds. The reacquisition price exceeded the net carrying amount by \$1,205,000.00. The District also received a premium on the sale of \$1,533,567.55. These amounts are being amortized over the remaining life of the refunded debt, which is shorter than the life of the new debt issued. Under the escrow agreement, the escrow is irrevocably pledged to the payment of principal and interest on the refunded bonds. As a result, the \$10,205,000.00 of the refunded obligations are considered to be defeased and the liability for those bonds has been removed from the financial statements.

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 4: LONG-TERM LIABILITIES (CONTINUED)**

**Bonds Authorized But Not Issued**

As of June 30, 2023, the District had no Bonds Authorized but not issued.

**Installment Purchase Contracts Payable**

The District has entered into an installment purchase contract for school buses and technology totaling \$1,601,000.00. The contract is for a term of five years. The improvements are financed through the Monmouth County Improvement Authority. The following is a schedule of the future minimum contract payments under installment purchase contracts, and the present value of the net minimum contract payments at June 30, 2023:

Fiscal Year	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<u>June 30,</u>			
2024	\$340,000.00	\$26,350.00	\$366,350.00
2025	<u>357,000.00</u>	<u>8,925.00</u>	<u>365,925.00</u>
	<u>\$697,000.00</u>	<u>\$35,275.00</u>	<u>\$732,275.00</u>

**NOTE 5: PENSION PLANS**

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

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 5: PENSION PLANS (CONTINUED)**

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

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

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

**Significant Legislation**

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

**Pension Plan Design Changes**

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



**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 5: PENSION PLANS (CONTINUED)**

**Funding Changes**

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2020 actuarial valuation (July 1, 2020 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

**COLA Suspension**

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

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

Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

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

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

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 5: PENSION PLANS (CONTINUED)**

Three Year Trend Information for PERS

<u>Year Ended June 30,</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2023	\$804,061.00	100%	\$804,061.00
2022	778,685.00	100%	778,685.00
2021	682,722.00	100%	682,722.00

Three Year Trend Information for TPAF (On-Behalf)

<u>Year Ended June 30,</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2023	\$11,189,805.00	100%	\$11,189,805.00
2022	11,306,446.00	100%	11,306,446.00
2021	7,808,134.00	100%	7,808,134.00

In accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District for the years ended June 30, 2023, 2022 and 2021 \$2,472,641.94, \$2,330,553.08 and \$2,179,068.10 respectively for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.



**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**

**Public Employees Retirement System (PERS)**

At June 30, 2023, the State reported a net pension liability of \$9,622,463.00 for the District's proportionate share of the total net pension liability. The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the District's proportion was 0.0637613307 percent, which was a decrease of 0.0027295080 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the District recognized a pension benefit of \$617,099.00 in the government-wide financial statements. This pension benefit was based on the pension plan's June 30, 2022 measurement date.

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 69,451.00	\$ 61,245.00
Changes of assumptions	29,813.00	1,440,864.00
Net difference between projected and actual earnings on pension plan investments	398,265.00	
Changes in proportion and differences between District contributions and proportionate share of contributions	574,077.00	559,573.00
District contributions subsequent to the measurement date	<u>866,114.00</u>	<u>                    </u>
	<u>\$ 1,937,720.00</u>	<u>\$ 2,061,682.00</u>

The \$866,114.00 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2023, the plan measurement date is June 30, 2022) will be recognized as a reduction of the net pension liability in the year ended June 30, 2024.

**NOTE 6: ACCOUNTING AND REPORTING FOR PENSIONS – GASB 68 (CONTINUED)**

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

Other local amounts reported by the State as the District's proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the State's actuarially calculated pension expense as follows:

<u>Year Ended</u> <u>June 30,</u>	<u>Amount</u>
2023	(\$822,504.20)
2024	(417,615.20)
2025	(202,177.20)
2026	450,302.80
2027	1,917.80
	<u>(\$990,076.00)</u>

**Actuarial Assumptions**

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

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

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.

**NOTE 6: ACCOUNTING AND REPORTING FOR PENSIONS – GASB 68 (CONTINUED)**

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

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

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

**Long-Term Rate of Return**

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

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

**NOTE 6: ACCOUNTING AND REPORTING FOR PENSIONS – GASB 68 (CONTINUED)**

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

**Discount Rate**

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

**Sensitivity of the District's proportionate share of net pension liability to changes in the discount rate**

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

	June 30, 2022		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's proportionate share of the pension liability	\$12,362,046.00	\$9,622,463.00	\$7,290,967.00

**Pension plan fiduciary net position**

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

**NOTE 6: ACCOUNTING AND REPORTING FOR PENSIONS – GASB 68 (CONTINUED)**

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

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

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

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

Net Pension Liability:	
Districts proportionate share	-0-
State's proportionate share associated with the District	<u>139,733,247.00</u>
	<u>\$139,733,247.00</u>

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021 which was rolled forward to June 30, 2022. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2022, the proportion of the TPAF net pension liability associated with the District was .02708301758% which was an increase of .0022213301 percent from its proportion measured as of June 30, 2020.

For the year ended June 30, 2023, the District recognized on-behalf pension expense and revenue of \$139,733,247.00 in the government-wide financial statements for contributions provided by the State. This pension expense and revenue was based on the pension plans June 30, 2022 measurement date.

**NOTE 6: ACCOUNTING AND REPORTING FOR PENSIONS – GASB 68 (CONTINUED)**

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

**Actuarial Assumptions**

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

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases	1.55%-5.65%
	Based on Years of Service
Investment Rate of Return	7.00%

**Mortality Rate**

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

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

**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.



**NOTE 6: ACCOUNTING AND REPORTING FOR PENSION - GASB 68 (CONTINUED)**

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

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

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

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

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

**Discount Rate**

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

**NOTE 6: ACCOUNTING AND REPORTING FOR PENSION - GASB 68 (CONTINUED)**

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

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

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

**Pension Plan Fiduciary Net Position**

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

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75**

**Plan Description and Benefits Provided**

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

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



**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Employees Covered by Benefit Terms**

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

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

**Total Non-Employer OPEB Liability**

The portion of the total Non-Employer OPEB Liability that was associated with the District at June 30, 2023 was as follows:

Total OPEB Liability:	
District's Proportionate Share	\$-0-
State's Proportionate Share associated with the District	<u>142,831,886</u>
	<u>\$142,831,886</u>

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

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

For the year ended June 30, 2023, the District recognized on-behalf post-employment expense and revenue of \$3,895,029.00 in the government-wide financial statements for contributions provided by the State. This expense and revenue was based on the plans June 30, 2022 measurement date.

At June 30, 2023, the District's proportion was .2820174947 percent, which was an increase of .0037427575 from its proportion measured as of June 30, 2022.

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

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Actuarial Assumptions and Other Inputs**

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

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

\*- Based on Years of Service

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

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

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

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

**Health Care Trend Assumptions**

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

**Discount Rate**

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

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

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

Balance at 6/30/21		\$166,986,133
Changes for the year:		
Service cost	\$7,152,618	
Interest	3,785,203	
Changes of Benefit Terms		
Differences between expected and actual experience	6,852,941	
Changes in assumptions or other inputs	(38,315,935)	
Membership Contributions	120,281	
Benefit payments - Net	<u>(3,749,355)</u>	
Net changes		<u>(24,154,247)</u>
Balance at 6/30/22		<u><u>\$142,831,886</u></u>

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

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

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

	June 30, 2022		
	<u>1.00% Decrease (2.54%)</u>	<u>At Discount Rate (3.54%)</u>	<u>1.00% Increase (4.54%)</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$167,883,857	\$142,831,886	\$122,753,983

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

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

	June 30, 2022		
	<u>1.00% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1.00% Increase</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$118,059,284	\$142,831,886	\$175,372,203

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

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

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 25,501,157	\$ 43,608,226
Changes of assumptions	24,720,584	48,612,171
Changes in proportion	<u>4,118,528</u>	<u>4,089,748</u>
	<u>\$ 54,340,269</u>	<u>\$ 96,310,145</u>

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

Measurement Period Ended	<u>Amount</u>
<u>June 30,</u>	
2023	(\$7,093,052)
2024	(\$7,093,052)
2025	(\$7,093,052)
2026	(\$6,129,393)
2027	(\$3,502,404)
Total Thereafter	<u>(\$11,058,923)</u>
	<u>(\$41,969,876)</u>

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

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

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

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

**NOTE 8: LITIGATION**

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

**NOTE 9: CONTINGENCIES**

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2022-2023 fiscal year were subject to the Uniform Guidance and New Jersey OMB Circular 15-08 which mandates that grant revenues and expenditures be audited in conjunction with the District's annual audit if expenditures for federal or state programs exceed \$750,000.00 Findings and questioned costs, if any, relative to federal and state financial assistance programs are discussed in the Single Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. The District's management does not believe any such audit would result in material amounts of disallowed costs.

**NOTE 10: RISK MANAGEMENT**

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

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

**New Jersey Unemployment Compensation Insurance** The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Contributory Method". Under this plan, the District is required to remit an employer's match to the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State.



**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 11: COMPENSATED ABSENCES**

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

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

The liability for vested compensated absences of the governmental fund types are recorded in the district - wide statement of net position. As of June 30, 2023, a liability existed for compensated absences for governmental fund-types in the district- wide Statement of Net Position of \$1,798,345.28.

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

**NOTE 12: FUND BALANCE**

**General Fund** The table below reflects the District's Fund Balance at June 30, 2023 on both a GAAP (Exhibit B-1) and Budgetary (Exhibit C-1) basis including the required adjustment related to the last two state aid payments which under GAAP are not recognized:

	<u>Budgetary Basis (C-1)</u>	<u>Adjustment</u>	<u>GAAP Basis (B-1)</u>
Restricted:			
Capital Reserve	\$1,983,546.85		\$1,983,546.85
Maintenance Reserve	1,506,067.64		1,506,067.64
Emergency Reserve	198,141.58		198,141.58
Assigned:			
Designated for Subsequent Year's Expenditures	1,061,799.00		1,061,799.00
Encumbrances	2,711,449.21	(\$1,268,238.00)	1,443,211.21
Unassigned	1,626,366.00		1,626,366.00
	<u>\$9,087,370.28</u>	<u>(\$1,268,238.00)</u>	<u>\$7,819,132.28</u>

**Debt Service Fund** The \$20,449.04 in Debt Service Fund Balance at June 30, 2023 is restricted in accordance with N.J.S.A. 18A:7F-41c(2).

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 13: CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS**

**Calculation of Excess Surplus** In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2007, c73 (S1701), the Restricted Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if the District did not appropriate a required minimum amount as budgeted fund balance in the subsequent year's budget.

General Fund Expenditures:		
Fiscal Year Ended, June 30 2023		\$94,261,015.32
Increased by:		
Transfer from General Fund to SRF for PreK	\$581,994.00	
Transfer from Capital Outlay to Capital Projects	<u>572,460.02</u>	
		<u>1,154,454.02</u>
		\$95,415,469.34
Less:		
Reimb. TPAF Pension Contributions	\$11,036,684.00	
Reimb. TPAF Non-Contributory Insurance	153,121.00	
Reimb. TPAF Post Retirement Contributions	2,939,535.00	
Reimb. TPAF Social Security Contributions	2,472,641.94	
Reimb. TPAF Long-Term Disability	<u>3,744.00</u>	
		<u>16,605,725.94</u>
Adjusted General Fund Expenditures		\$78,809,743.40
Excess Surplus Percentage		<u>2.00%</u>
		\$1,576,195.00
Increased by:		
Non-Public Transportation Aid (unbudgeted)	24,468.00	
Extraordinary Aid (unbudgeted)	<u>25,703.00</u>	
		<u>50,171.00</u>
Maximum Unreserved/Undesignated General Fund Balance		\$1,626,366.00
Actual Unassigned General Fund Balance		<u>1,626,366.00</u>
Excess Surplus		<u><u>\$0.00</u></u>
Recapitulation of Excess Surplus, June 30, 2023		
Restricted for Excess Surplus - Designated for Subsequent Year's Expenditure		\$0.00
Restricted for Excess Surplus		<u>0.00</u>
		<u><u>\$0.00</u></u>



**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 13: CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS (CONTINUED)**

Based on the preceding calculation, as of June 30, 2023, \$-0- is reported as Restricted Fund Balance Excess Surplus Designated for Subsequent Year's Expenditure and is required to be appropriated for property tax relief in the 2023-24 budget. \$-0- is reported as Restricted Fund Balance Excess Surplus and is required to be appropriated for property tax relief in the 2024-2025 budget.

**NOTE 14: INTERFUND RECEIVABLES AND PAYABLES**

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

<u>Fund</u>	<u>Interfund Balance</u>	
	<u>Receivable</u>	<u>Payable</u>
General Fund	\$1,344,684.94	
Special Revenue Fund		\$1,344,663.19
Capital Projects Fund		21.75
	\$1,344,684.94	\$1,344,684.94

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received.

**NOTE 15: CAPITAL RESERVE ACCOUNT**

A capital reserve account was established by the Matawan-Aberdeen Regional Board of Education on October 16, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line item appropriations, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained by either a separate proposal at budget time or by a special question at one of the four special election dates authorized by 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.

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 15: CAPITAL RESERVE ACCOUNT (CONTINUED)**

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

Balance, July 1, 2022		\$3,542,628.53
Increased by:		
Board Resolution dated 06/26/2023	\$1,914,239.45	
Interest	99,136.49	
		2,013,375.94
		5,556,004.47
Decreased by:		
Budget Appropriation	3,500,000.00	
		3,500,000.00
Balance, June 30, 2023		\$2,056,004.47

**NOTE 16: EMERGENCY RESERVE ACCOUNT**

In accordance with N.J.S.A. 18A:7F-41c(1), an emergency reserve account was established by the District. The emergency reserve account is maintained in the general fund.

The funds in the reserve shall be used to finance unanticipated general fund current expense costs required for T&E. For the purpose of the emergency reserve account "unanticipated" shall mean reasonably unforeseeable and shall not include additional costs caused by poor planning or error.

The account balance is not to exceed \$250,000.00 or one percent of the district's general fund budget up to a maximum of \$1,000,000.00 whichever is greater. Withdrawals require approval by the Commissioner.

At June 30, 2023, the balance of the Emergency Reserve Account was \$198,141.58 and is within the statutory limitations.

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

Balance, July 1, 2022		\$190,993.32
Increased by:		
Interest	7,148.26	
Balance, June 30, 2023		\$198,141.58

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 17: MAINTENANCE RESERVE ACCOUNT**

In accordance with N.J.S.A. 18A:7G-13, a Maintenance reserve account was established by the District. The Maintenance reserve account is maintained in the general fund.

A district board of education or board of school estimate, as appropriate, may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes.

A district board of education or board of school estimate, as appropriate, may by resolution withdraw such funds from the maintenance reserve account and appropriate into the required maintenance account lines at budget time or any time during the year for use on required maintenance activities for a school facility as reported in the comprehensive maintenance plan pursuant to N.J.A.C. 6A:26A-4.

The district board of education shall ensure that the maintenance reserve account balance does not, at any time, exceed four percent of the replacement cost of the school district's school facilities for the current year. If the account exceeds this maximum amount at June 30, the district board of education shall reserve and designate such excess in the subsequent year's budget.

At June 30, 2023, the balance of the Maintenance Reserve Account was \$2,006,067.64 and is within the statutory limitations.

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

Balance, July 1, 2022		\$1,938,341.34
Increased by:		
Board Resolution dated 06/26/2023	\$650,000.00	
Interest	67,726.30	
Interest	717,726.30	
		2,656,067.64
Decreased by:		
FY2023 Budget Appropriation		650,000.00
Balance, June 30, 2023		\$2,006,067.64

**Matawan-Aberdeen Regional School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2023**

**NOTE 18: INVENTORY**

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

Food and Supplies	<u>\$46,167.27</u>
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The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Amendments of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

**NOTE 19: TAX ABATEMENTS**

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential 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.

The District has identified agreements that have been entered into by Matawan Borough and Aberdeen Township that require disclosure under this statement. The gross dollar amount, on an accrual basis, by which the District's property tax revenues were potentially reduced during the reporting period as a result of tax abatement agreements totaled \$1,999,063.45. It is important to note that the District Tax Levy is guaranteed to be paid in full by the municipalities and that the District collected its full tax levy for FY2023.

**NOTE 20: SUBSEQUENT EVENTS**

The Board of Education has evaluated subsequent events occurring after the financial statement date through January 22, 2024 which is the date the financial statements were available to be issued. The District has determined that no subsequent events require disclosure.

**NOTE 22: DEFICIT FUND BALANCES / NET POSITION**

The District has a deficit fund balance of \$477,876.00 in the Special Revenue Fund as of June 30, 2023 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, in the current budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year.

For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditures, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability.

Since the State is recording the last state aid payment in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the last state aid payment, the fund balance deficits in the General and Special Revenue Funds do not alone indicate that the District is facing financial difficulties. Pursuant to P.L. 2003, c.97, any negative unreserved, undesignated general fund balance that is reported as a direct result from the delay in the payment of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The District's deficit in the GAAP funds' statements does not exceed the last state aid payment.

**NOTE 22: PRIOR PERIOD ADJUSTMENTS**

Net Position at June 30, 2022 has been adjusted to properly reflect Capital Assets as the result of a new inventory completed in FY2021:

District-Wide Financial Statements:	
	Governmental <u>Activities</u>
Net Position 06/30/22	\$45,625,806.50
Adjustments:	
Capital Asset Adjustment	<u>(24,458,610.77)</u>
Net Position 06/30/22 (As restated)	<u><u>\$21,167,195.73</u></u>

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

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

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$59,075,974.00		\$59,075,974.00	\$59,075,974.00	
Transportation Fees From Individuals	100,000.00		100,000.00	51,675.70	(48,324.30)
Transportation Fees From Other LEAS				59,286.30	59,286.30
Rents and Royalties	31,144.00		31,144.00	69,595.00	38,451.00
Unrestricted Miscellaneous Revenues	415,000.00		415,000.00	1,458,528.23	1,043,528.23
Interest Earned on Current Expense Emergency Res	75.00		75.00	99,136.49	99,061.49
Interest Earned on Maintenance Reserve	950.00		950.00	67,726.30	66,776.30
Interest Earned on Capital Reserve Funds	1,000.00		1,000.00	7,148.26	6,148.26
<b>Total Local Sources</b>	<b>59,624,143.00</b>		<b>59,624,143.00</b>	<b>60,889,070.28</b>	<b>1,264,927.28</b>
State Sources:					
Categorical Transportation Aid	849,277.00		849,277.00	849,277.00	
Extraordinary Aid	1,753,632.00		1,753,632.00	1,779,335.00	25,703.00
Categorical Special Education Aid	2,836,511.00		2,836,511.00	2,836,511.00	
Equalization Aid	9,076,068.00		9,076,068.00	9,076,068.00	
Categorical Security Aid	173,621.00		173,621.00	173,621.00	
Other State Aids	17,340.00		17,340.00	41,808.00	24,468.00
On-behalf TPAF Contributions-non-budgeted				11,036,684.00	11,036,684.00
On-behalf TPAF N.C.G.I.-non-budgeted				153,121.00	153,121.00
Reimbursed TPAF Soc. Sec. Contribution-non-budgeted				2,472,641.94	2,472,641.94
Post Retirement Medical-non budgeted				2,939,535.00	2,939,535.00
Long Term Disability Insurance				3,744.00	3,744.00
<b>Total State Sources</b>	<b>14,706,449.00</b>		<b>14,706,449.00</b>	<b>31,362,345.94</b>	<b>16,655,896.94</b>
Federal Sources:					
Medicaid Reimbursement	148,812.00		148,812.00	194,820.92	46,008.92
<b>Total Federal Sources</b>	<b>148,812.00</b>		<b>148,812.00</b>	<b>194,820.92</b>	<b>46,008.92</b>
<b>Total Revenues</b>	<b>74,479,404.00</b>		<b>74,479,404.00</b>	<b>92,446,237.14</b>	<b>17,966,833.14</b>



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

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS AND AMENDMENTS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE/ (UNFAVORABLE)</u>
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
Instruction - Regular Programs:					
Preschool	\$241,738.00	\$533,810.16	\$775,548.16	\$775,546.82	\$1.34
Kindergarten	995,776.00	(51,039.00)	944,737.00	944,736.25	0.75
Grades 1-5	6,362,843.00	(132,264.50)	6,230,578.50	6,230,551.25	27.25
Grades 6-8	4,668,769.33	155,410.44	4,824,179.77	4,806,945.87	17,233.90
Grades 9-12	5,855,385.00	232,655.00	6,088,040.00	6,076,568.62	11,471.38
Regular programs - home instruction:					
Salaries of teachers	34,930.98	672.50	35,603.48	35,603.48	
Purchased professional educational services	30,894.28	36,750.61	67,644.89	67,644.89	
Regular programs - undistributed instruction:					
Other salaries for instruction	279,001.00	30,589.00	309,590.00	309,589.43	0.57
Purchased professional - educational services	1,600,000.00	672,509.00	2,272,509.00	2,264,478.82	8,030.18
Purchased technical services	75,000.00	3,786.06	78,786.06	78,786.06	
Other purchased services (400 - 500 series)	4,960.00	(4,090.00)	870.00	870.00	
General supplies	1,417,436.99	(33,341.46)	1,384,095.53	1,291,336.93	92,758.60
Textbooks	62,033.00	64,147.28	126,180.28	69,548.64	56,631.64
Other objects	8,766.00	(7,896.00)	870.00	456.00	414.00
Total regular programs	<u>21,637,533.58</u>	<u>1,501,699.09</u>	<u>23,139,232.67</u>	<u>22,952,663.06</u>	<u>186,569.61</u>
<b>Instruction - Special Education:</b>					
Cognitive Mild:					
Salaries of Teachers	36,990.00	14,947.50	51,937.50	51,937.50	
Total Cognitive Mild	<u>36,990.00</u>	<u>14,947.50</u>	<u>51,937.50</u>	<u>51,937.50</u>	
Cognitive Moderate:					
Salaries of Teachers	131,458.00	20,048.25	151,506.25	151,506.25	
Other Salaries for Instruction	88,067.00	(42,420.00)	45,647.00	45,648.25	0.75
Total Cognitive Moderate	<u>219,525.00</u>	<u>(22,371.75)</u>	<u>197,153.25</u>	<u>197,152.50</u>	<u>0.75</u>
<b>Learning and/or Language Disabilities:</b>					
Salaries of Teachers	418,418.00	9,633.55	428,051.55	428,051.55	
Other salaries for instruction	65,583.00	(19,475.00)	46,108.00	46,107.30	0.70
Total Learning and/or Language Disabilities	<u>484,001.00</u>	<u>(9,841.45)</u>	<u>474,159.55</u>	<u>474,158.85</u>	<u>0.70</u>

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

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS AND AMENDMENTS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE/ (UNFAVORABLE)</u>
Auditory Disabilities:					
Salaries of Teachers		\$100.00	\$100.00		\$100.00
Total Auditory Disabilities		100.00	100.00		100.00
Behavioral Disabilities:					
Salaries of Teachers	123,337.00	(58,664.00)	64,673.00	64,672.30	0.70
Total Behavioral Disabilities	123,337.00	(58,664.00)	64,673.00	64,672.30	0.70
Multiple Disabilities:					
Salaries for Teachers	81,699.00	9,439.00	91,138.00	91,137.50	0.50
Other Salaries for Instruction	77,880.00	(49,173.35)	28,706.65	28,706.07	0.58
Total Multiple Disabilities	159,579.00	(39,734.35)	119,844.65	119,843.57	1.08
Resource Room / Resource Center:					
Salaries of Teachers	4,021,905.00	104,761.08	4,126,666.08	4,126,665.82	0.26
Other salaries for instruction	63,051.00	19,890.47	82,941.47	82,941.47	
Total Resource Room / Resource Center	4,084,956.00	124,651.55	4,209,607.55	4,209,607.29	0.26
Autism:					
Salaries of Teachers	571,496.00	69,956.50	641,452.50	641,452.40	0.10
Other Salaries for Instruction	304,147.00	54,989.28	359,136.28	359,136.10	0.18
General Supplies	4,034.00	(1,842.08)	2,191.92	2,090.08	101.84
Total Autism	879,677.00	123,103.70	1,002,780.70	1,002,678.58	102.12
Preschool Disabilities - Full - Time:					
Salaries of Teachers	321,104.00	28,117.59	349,221.59	349,220.76	0.83
Other Salaries for Instruction	292,479.00	(23,365.75)	269,113.25	269,112.89	0.36
Total Preschool Disabilities - Full - Time	613,583.00	4,751.84	618,334.84	618,333.65	1.19
Home Instruction:					
Salaries of Teachers	4,000.00		4,000.00	1,935.00	2,065.00
Purchased Professional-Educational Services	24,200.74		74,200.74	71,002.50	3,198.24
Total Home Instruction	28,200.74		78,200.74	72,937.50	5,263.24
Total Special Education	6,629,848.74	186,943.04	6,816,791.78	6,811,321.74	5,470.04

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

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Basic Skills / Remedial:					
Salaries of Teachers	\$1,262,727.00	\$71,843.00	\$1,334,570.00	\$1,302,354.73	\$32,215.27
General Supplies	6,075.41	(3,432.99)	2,642.42	1,342.77	1,299.65
Total Basic Skills / Remedial	1,268,802.41	68,410.01	1,337,212.42	1,303,697.50	33,514.92
Bilingual Education Instruction:					
Salaries of Teachers	367,390.00	(4,572.00)	362,818.00	362,817.20	0.80
Purchased Professional-Educational Services	700.00		700.00		700.00
General Supplies	222.42		222.42	135.47	86.95
Total Bilingual Education Instruction	368,312.42	(4,572.00)	363,740.42	362,952.67	787.75
School Sponsored Co-Curricular Activities:					
Salaries	338,130.00	(16,995.40)	321,134.60	308,594.60	12,540.00
Purchased Services (300-500 series)	8,560.00	(1,270.00)	7,290.00	7,290.00	
Supplies and Materials	25,598.00	(2,249.62)	23,348.38	20,518.49	2,829.89
Other Objects	15,300.00	(3,393.00)	11,907.00	10,313.09	1,593.91
Total School Sponsored Co-Curricular Activities	387,588.00	(23,908.02)	363,679.98	346,716.18	16,963.80
School Sponsored Athletics:					
Salaries	721,848.00	(43,483.90)	678,364.10	678,363.55	0.55
Purchased Services (300-500 Series)	256,000.00	(58,358.00)	197,642.00	181,094.98	16,547.02
Supplies and Materials	151,530.07	(9,634.00)	141,896.07	138,522.11	3,373.96
Other Objects	35,400.00	(1,890.00)	33,510.00	33,209.02	300.98
Transfers to Cover Deficit (Agency Funds)	15,000.00	(15,000.00)			
Total School Sponsored Athletics	1,179,778.07	(128,365.90)	1,051,412.17	1,031,189.66	20,222.51
Before/After School Programs Instruction:					
Salaries of Teacher Tutors	24,800.00	17,899.21	42,699.21	538.72	42,160.49
Total Before/After School Programs Instruction	24,800.00	17,899.21	42,699.21	538.72	42,160.49
Total Before/After School Programs	24,800.00	17,899.21	42,699.21	538.72	42,160.49
Total Other Instructional Programs	3,229,280.90	(70,536.70)	3,158,744.20	3,045,094.73	113,649.47
Total - Instruction	31,496,663.22	1,618,105.43	33,114,768.65	32,809,079.53	305,689.12

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

GENERAL FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEA's within the State - Special	\$830,471.60	(\$341,860.07)	\$488,611.53	\$483,867.13	\$4,744.40
Tuition to County Vocational School District - Regular	310,667.00	129,294.45	439,961.45	439,961.45	
Tuition to Private Schools for the Handicapped w/in State	3,099,976.92	658,886.82	3,758,863.74	3,653,356.27	105,507.47
Total Undistributed Expenditures - Instruction	4,241,115.52	446,321.20	4,687,436.72	4,577,184.85	110,251.87
Attendance and Social Work Services:					
Salaries	293,539.00	(174,249.00)	119,290.00	119,290.00	
Total Attendance and Social Work Services	293,539.00	(174,249.00)	119,290.00	119,290.00	
Health Services:					
Salaries	551,606.00	(35,391.04)	516,214.96	516,214.96	
Purchased Professional and Technical Services	565,961.00	(296,959.65)	269,001.35	220,328.63	48,672.72
Other Purchased Services	3,575.00	(3,575.00)			
Supplies and Materials	40,920.65	(5,180.27)	35,740.38	33,008.37	2,732.01
Total Health Services	1,162,062.65	(341,105.96)	820,956.69	769,551.96	51,404.73
Other Support Services - Speech, OT, PT & Related Services:					
Salaries	804,150.00	(58,828.00)	745,322.00	745,321.04	0.96
Purchased Professional - Educational Services	1,012,352.25	(7,000.00)	1,005,352.25	1,004,975.00	377.25
Supplies and Materials	10,723.00		10,723.00	10,545.56	177.44
Total Other Support Services - Speech, OT, PT & Related Services	1,827,225.25	(65,828.00)	1,761,397.25	1,760,841.60	555.65
Other Support Services - Students - Extra Services					
Aids for Instruction	572,915.00	(28,348.00)	544,567.00	542,100.08	2,466.92
Purchased Professional - Educational Services	1,010,710.86	(222,749.47)	787,961.39	732,131.43	55,829.96
Total Other Support Services - Students - Extra Services	1,583,625.86	(251,097.47)	1,332,528.39	1,274,231.51	58,296.88

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

GENERAL FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Guidance:					
Salaries of Other Professional Staff	\$892,257.00	\$56,168.67	\$948,425.67	\$948,425.67	
Salaries of Secretarial and Clerical Assistants	67,749.00		67,749.00	67,449.84	299.16
Other Purchased Professional and Tech Services	84,538.00	(53,849.00)	30,689.00	27,960.12	2,728.88
Other Purchased Services	57,260.00	(30,352.00)	26,908.00	26,118.18	789.82
Supplies and Materials	4,309.37	(433.00)	3,876.37	3,719.06	157.31
Other Objects	7,385.00	(6,635.00)	750.00	750.00	
Total Guidance	1,113,498.37	(35,100.33)	1,078,398.04	1,074,422.87	3,975.17
Child Study Teams:					
Salaries of Other Professional Staff	1,305,115.00	208,932.50	1,514,047.50	1,509,053.34	4,994.16
Salaries of Secretarial and Clerical Assistants	120,147.00	(147.00)	120,000.00	119,999.45	0.55
Purchased Professional Educational Services	21,759.00	(7,444.36)	14,314.64	14,314.64	
Other Purchased Professional and Technical Svces.	39,261.75	(5,485.41)	33,776.34	32,095.91	1,680.43
Other Purchased Services (400-500 series)	535,525.72	(24,563.92)	510,961.80	510,652.36	309.44
Supplies and Materials	15,615.88	9,743.29	25,359.17	25,294.69	64.48
Other Objects	5,769.16	14,361.18	20,130.34	19,617.21	513.13
Total Child Study Teams	2,043,193.51	195,396.28	2,238,589.79	2,231,027.60	7,562.19
Improvement of Instruction Services					
Other Support Services - Instructional Staff:					
Salaries of Supervisors of Instruction	16,696.00	93,075.50	109,771.50	109,770.81	0.69
Salaries of Other Professional Staff	91,600.00	(60,370.17)	31,229.83	31,229.83	
Other Salaries		57,262.00	57,262.00	57,261.30	0.70
Sal of Facilitators, Math & Literacy Coaches	100,158.00	(53,253.00)	46,905.00	46,899.35	5.65
Purchased Prof. and Tech. Services	25,200.00	(24,450.00)	750.00	750.00	
Other Purchased Services (400-500)	7,000.00	(4,164.00)	2,836.00	2,425.23	410.77
Supplies and materials	7,500.00	(1,439.00)	6,061.00	6,061.00	
Other Objects	21,579.00	(4,240.00)	17,339.00	17,339.00	
Total Improvement of Instruction Services /					
Other Support Services - Instructional Staff	269,733.00	2,421.33	272,154.33	271,736.52	417.81

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

GENERAL FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
<b>Educational Media Services / School Library:</b>					
Salaries	\$259,228.00	(\$75,961.00)	\$183,267.00	\$183,266.25	\$0.75
Salaries of Technological Coordinators	50,000.00	17,494.89	67,494.89	67,494.64	0.25
Purchased Professional and Technical Services	12,269.00		12,269.00	12,268.52	0.48
Supplies and materials	22,362.58	(10,272.84)	12,089.74	11,188.72	901.02
Total Educational Media Services / School Library	343,859.58	(68,738.95)	275,120.63	274,218.13	902.50
<b>Instructional Staff Training Services:</b>					
Salaries of Supervisors of Instr. Summer Hours	166,951.00	15,161.00	182,112.00	182,111.85	0.15
Other Purchased Professional - Educational Svcs.	8,010.00	(2,441.00)	5,569.00	5,569.00	
Other Purchased Services (400- 500)	15,000.00	(14,678.00)	322.00	261.94	60.06
Supplies and materials		1,998.00	1,998.00	1,997.50	0.50
Total Instructional Staff Training Services	189,961.00	40.00	190,001.00	189,940.29	60.71
<b>Support Services General Administration:</b>					
Salaries	941,264.00	(78,353.00)	862,911.00	861,945.44	965.56
Legal Services	189,227.00	(121,854.00)	67,373.00	62,484.22	4,888.78
Expenditure and Internal Control Audit Fees	39,600.00	(2,710.00)	36,890.00	36,890.00	
Other Purchased Professional Services	11,500.00	(10,357.00)	1,143.00	1,100.00	43.00
Other Purchased Technical Services	26,867.00	300.00	27,167.00	26,713.64	453.36
Communications / Telephone	139,250.34	(26,285.23)	112,965.11	101,808.43	11,156.68
Board Travel Expense	3,990.00	2,773.00	6,763.00	6,762.46	0.54
Miscellaneous Expenditures	297,499.00	24,508.23	322,007.23	321,785.23	222.00
General Supplies	14,131.78	(62.00)	14,069.78	13,001.44	1,068.34
BOE In- House Training/ Meeting Supplies	5,300.00	2,000.00	7,300.00	7,129.93	170.07
Judgements against the District	10,000.00	(10,000.00)			
Miscellaneous Expenditures	11,039.00	(2,431.00)	8,608.00	8,583.00	25.00
BOE Membership Dues and Fees	27,000.00	3,000.00	30,000.00	29,162.70	837.30
Total Support Services General Administration	1,716,668.12	(219,471.00)	1,497,197.12	1,477,366.49	19,830.63



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

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS AND AMENDMENTS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE/ (UNFAVORABLE)</u>
Support Services School Administration:					
Salaries of Principals / Asst. Principals	\$2,311,832.00	(\$397,277.00)	\$1,914,555.00	\$1,913,942.97	\$612.03
Salaries of Secretarial and Clerical Assistants	581,587.00	(398.00)	581,189.00	580,984.88	204.12
Purchased Professional and Technical Services	20,000.00	20,000.00	40,000.00	40,000.00	
Other Purchased Services(400-500 series)	9,060.00	(4,828.00)	4,232.00	3,274.56	957.44
Supplies and Materials	66,556.16	1,422.97	67,979.13	61,830.69	6,148.44
Other Objects	5,860.00		5,860.00	5,500.00	360.00
Total Support Services School Administration	<u>2,994,895.16</u>	<u>(381,080.03)</u>	<u>2,613,815.13</u>	<u>2,605,533.10</u>	<u>8,282.03</u>
Central Service:					
Salaries	647,566.00	(113,675.00)	533,891.00	533,890.14	0.86
Purchased Professional Services	17,000.00	(16,883.00)	117.00	117.00	
Other Purchase Professional Service	112,764.66	50,679.00	163,443.66	119,475.65	43,968.01
Misc. Purch Services (400-500)	17,067.00	1,800.00	18,867.00	16,672.72	2,194.28
Supplies and Materials	14,249.15	11,000.00	25,249.15	23,969.18	1,279.97
Miscellaneous Expenditures	7,957.00	(1,000.00)	6,957.00	5,929.40	1,027.60
Total Central Service	<u>816,603.81</u>	<u>(68,079.00)</u>	<u>748,524.81</u>	<u>699,937.09</u>	<u>48,587.72</u>
Administrative Information Technology:					
Salaries	373,146.00	(95,171.00)	277,975.00	277,455.61	519.39
Purchased Technical Services	211,537.19	(35,914.00)	175,623.19	152,184.46	23,438.73
Other Purchased Services	396,342.99	(26,086.00)	370,256.99	369,063.02	1,193.97
Supplies and Materials	160,970.00	(4,000.00)	156,970.00	153,940.73	3,029.27
Total Administrative Information Technology	<u>1,141,996.18</u>	<u>(161,171.00)</u>	<u>980,825.18</u>	<u>952,643.82</u>	<u>28,181.36</u>
Required Maintenance for School Facilities:					
Salaries		205,534.21	205,534.21	204,823.68	710.53
Cleaning, Repair and Maintenance Services	548,720.33	(209,771.11)	338,949.22	274,137.81	64,811.41
General Supplies	148,575.02	20,447.78	169,022.80	156,074.93	12,947.87
Other Objects	13,700.00		13,700.00	11,399.92	2,300.08
Total Required Maintenance for School Facilities	<u>710,995.35</u>	<u>16,210.88</u>	<u>727,206.23</u>	<u>646,436.34</u>	<u>80,769.89</u>



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

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
<b>Custodial Services:</b>					
Salaries	\$720,866.00	(\$211,817.00)	\$509,049.00	\$504,862.84	\$4,186.16
Salaries of Non-Instructional Aides	85,358.00	(6,087.00)	79,271.00	79,269.83	1.17
Purchased Professional and Technical Services	113,503.31	51,449.00	164,952.31	150,200.35	14,751.96
Cleaning, Repair and Maintenance Services	2,542,725.31	(248,970.00)	2,293,755.31	2,242,100.87	51,654.44
Rental of Land and Building		22,735.00	22,735.00	19,485.98	3,249.02
Other Purchased Property Services	451,365.10	(50,224.57)	401,140.53	395,570.91	5,569.62
Insurance	445,062.00	60,053.57	505,115.57	505,115.02	0.55
Miscellaneous Purchased Services	3,000.00	(3,000.00)			
General Supplies	156,753.03	7,900.00	164,653.03	157,029.19	7,623.84
Energy (Natural Gas)	488,425.17	20,657.00	509,082.17	457,589.13	51,493.04
Energy (Heat and Electricity)	572,721.84	145,863.00	718,584.84	683,635.74	34,949.10
Energy (Oil)	7,500.00	(7,500.00)			
Other Objects	2,500.00	910.00	3,410.00	986.44	2,423.56
<b>Total Custodial Services</b>	<b>5,589,779.76</b>	<b>(218,031.00)</b>	<b>5,371,748.76</b>	<b>5,195,846.30</b>	<b>175,902.46</b>
<b>Care and Upkeep of Grounds:</b>					
Salaries	30,000.00	(23,696.00)	6,304.00	6,303.13	0.87
Cleaning, Repair And Maintenance	128,572.54	(9,160.00)	119,412.54	118,868.10	544.44
General Supplies	41,904.25		41,904.25	41,199.66	704.59
<b>Total Care and Upkeep of Grounds</b>	<b>200,476.79</b>	<b>(32,856.00)</b>	<b>167,620.79</b>	<b>166,370.89</b>	<b>1,249.90</b>
<b>Security:</b>					
Purchased Professional and Technical Services	6,500.00	(1,777.00)	4,723.00	4,723.00	
Cleaning, Repair, and Maintenance Services	85,000.00	(10,755.00)	74,245.00	74,244.22	0.78
General Supplies	33,910.25	1,682.74	35,592.99	35,305.84	287.15
<b>Total Security</b>	<b>125,410.25</b>	<b>(10,849.26)</b>	<b>114,560.99</b>	<b>114,273.06</b>	<b>287.93</b>

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

GENERAL FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Student Transportation Services:					
Salaries of Non-Instructional Aides	\$201,682.00	\$280,230.00	\$481,912.00	\$481,599.99	\$312.01
Home and School) - Regular	767,211.00	166,299.00	933,510.00	930,498.88	3,011.12
Home and School) - Special	288,378.00	19,117.00	307,495.00	307,494.25	0.75
Salaries (Other than H & S)	100,000.00	(100,000.00)			
Transportation- Other Purchased Prof & Tech	4,500.00	4,005.00	8,505.00	6,498.25	2,006.75
Cleaning, Repair and Maintenance Services	253,199.64	(37,283.00)	215,916.64	214,151.12	1,765.52
Contracted Services - Aid in Lieu Payments-NonPub Sch	115,000.00	12,239.00	127,239.00	127,239.00	
Contracted Services (Between Home & School) - Vendors	578,715.00	442,572.00	1,021,287.00	797,340.13	223,946.87
and School) - Vendors	150,000.00	(136,650.00)	13,350.00	13,198.50	151.50
Contract Services (Sp. Ed. Stds.) - Vendors	1,634,550.00	162,806.00	1,797,356.00	1,769,757.36	27,598.64
Contracted Svcs. (Spec. Ed. Stud.s) - Joint Agree.	35,000.00	(34,542.00)	458.00	423.14	34.86
Miscellaneous Purchased Services - Transportation	30,475.00	(8,659.00)	21,816.00	21,715.42	100.58
Transportation Supplies	195,750.00	(15,500.00)	180,250.00	140,121.58	40,128.42
Other Objects	11,600.00	(4,565.00)	7,035.00	7,034.97	0.03
Total Student Transportation Services	4,366,060.64	750,069.00	5,116,129.64	4,817,072.59	299,057.05
Unallocated Benefits - Employee Benefits:					
Group Insurance	5,000.00	(5,000.00)			
Social Security Contributions	785,350.01	(89,847.02)	695,502.99	694,625.38	877.61
Other Retirement Contributions - PERS	815,637.77	27,430.90	843,068.67	828,247.36	14,821.31
Unemployment Compensation	165,999.66	(57,848.66)	108,151.00	97,675.73	10,475.27
Workmen's Compensation	504,002.00	(22,000.00)	482,002.00	481,971.76	30.24
Health Benefits	11,772,290.71	(1,065,116.36)	10,707,174.35	10,534,744.74	172,429.61
Tuition Reimbursements	108,670.00	(14,000.00)	94,670.00	91,065.04	3,604.96
Other Employee Benefits	441,250.00	304,784.02	746,034.02	733,845.34	12,188.68
Total Unallocated Benefits - Employee Benefits	14,598,200.15	(921,597.12)	13,676,603.03	13,462,175.35	214,427.68

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

GENERAL FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
On-Behalf TPAF Contributions (Non-Budgeted):					
On-behalf TPAF Contributions-non-budgeted				\$11,036,684.00	(\$11,036,684.00)
NCGI-non-budgeted				153,121.00	(153,121.00)
Post Retirement Medical-non budgeted				2,939,535.00	(2,939,535.00)
Reimbursed TPAF Social Security Contribution-non-budgeted				2,472,641.94	(2,472,641.94)
Long Term Disability Insurance				3,744.00	(3,744.00)
Total TPAF Pension/Social Security				16,605,725.94	(16,605,725.94)
Total Undistributed Expenditures	45,328,899.95	(1,538,795.43)	43,790,104.52	59,285,826.30	(15,495,721.78)
General Current Expense:					
Interest Earned on Maintenance Reserve	950.00		950.00		950.00
Interest Earned on Current Expense Emergency Res	75.00		75.00		75.00
Total General Current Expense	1,025.00		1,025.00		1,025.00
TOTAL EXPENDITURES - CURRENT EXPENSE	76,826,588.17	79,310.00	76,905,898.17	92,094,905.83	(15,189,007.66)
CAPITAL OUTLAY:					
Equipment:					
Undistributed-Admin. Info Technology	42,509.33	(10,000.00)	32,509.33	32,509.33	
Undistributed-Req. Maint. For Schools		16,567.26	16,567.26		16,567.26
Total Equipment	42,509.33	6,567.26	49,076.59	32,509.33	16,567.26
Facilities Acquisition and Construction Services:					
Architectural/engineering services	315,317.29	(103,490.72)	211,826.57	185,666.57	26,160.00
Construction services	4,212,447.70	(982,402.11)	3,230,045.59	1,536,186.29	1,693,859.30
Supplies & Materials		506,865.55	506,865.55	219,098.30	287,767.25
Land and Improvements	108,300.00		108,300.00	12,349.00	95,951.00
Assessment for Debt Service on SDA Funding	104,974.00		104,974.00	104,974.00	
Total Facilities Acquisition and Construction Services	4,741,038.99	(579,027.28)	4,162,011.71	2,058,274.16	2,103,737.55
Interest in Capital Reserve	1,000.00		1,000.00		1,000.00
TOTAL CAPITAL OUTLAY	4,784,548.32	(572,460.02)	4,212,088.30	2,090,783.49	2,121,304.81
Transfer of funds to charter schools	154,636.00	(79,310.00)	75,326.00	75,326.00	
TOTAL EXPENDITURES	81,765,772.49	(572,460.02)	81,193,312.47	94,261,015.32	(13,067,702.85)

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

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Excess (deficiency) of revenues over (under) expenditures	(\$7,286,368.49)	\$572,460.02	(\$6,713,908.47)	(\$1,814,778.18)	\$4,899,130.29
Other financing sources (uses)					
Transfers from Other Funds				21.25	21.25
Capital outlay - Transfer to Capital Projects	(581,994.00)	(572,460.02)	(572,460.02)	(572,460.02)	
Transfers to grants and entitlements - Local Contribution	(581,994.00)	(581,994.00)	(581,994.00)	(581,994.00)	
Total other financing sources	(581,994.00)	(572,460.02)	(1,154,454.02)	(1,154,432.77)	21.25
Excess of revenues and other financing sources over expenditures and other expenditures and other financing sources	(7,868,362.49)	(0.00)	(7,868,362.49)	(2,969,210.95)	4,899,151.54
Fund balances, July 1	12,056,581.23		12,056,581.23	12,066,581.23	
Fund balances, June 30	\$4,188,218.74	(\$0.00)	\$4,188,218.74	\$9,087,370.28	\$4,899,151.54
Restricted:					
Capital reserve				\$1,983,546.85	
Maintenance reserve				1,506,067.64	
Emergency reserve				198,141.58	
Assigned:					
Year-end encumbrances				2,711,449.21	
Designated for subsequent years expenditures				1,061,799.00	
Unassigned fund balance				1,626,366.00	
Reconciliation to governmental funds statements (GAAP):				9,087,370.28	
Prior Year aid payment not recognized on GAAP basis				(1,268,238.00)	
Fund balance per governmental funds (GAAP)				\$7,819,132.28	

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
<b>REVENUES:</b>					
Federal sources	\$ 3,688,794.00	\$ 1,464,725.29	\$ 5,153,519.29	\$ 3,570,804.58	\$ (1,582,714.71)
State sources	5,639,064.00	1,175,644.00	6,814,708.00	6,584,364.66	(230,343.34)
Other sources		612,866.00	612,866.00	432,071.66	(180,794.34)
<b>Total revenues</b>	<b>9,327,858.00</b>	<b>3,253,235.29</b>	<b>12,581,093.29</b>	<b>10,587,240.90</b>	<b>(1,993,852.39)</b>
<b>EXPENDITURES:</b>					
<b>Instruction:</b>					
Salaries of teachers	1,074,997.00	834,791.95	1,909,786.95	1,360,379.63	549,409.32
Salaries of other professional staff		210,000.00	210,000.00	209,305.12	694.88
Other salaries for instruction	377,059.00	108,414.00	485,473.00	485,472.06	0.94
Other purchased professional services		29,520.00	29,520.00	21,425.35	8,094.65
Other purchased services	59,103.00	26,179.00	85,282.00	81,714.86	3,567.14
Tuition	711,231.00	102,787.00	814,018.00	814,018.00	
Supplies and materials	375,180.00	661,219.44	1,056,399.44	789,931.07	266,468.37
Textbooks	2,557.00	8,663.00	11,220.00	2,967.55	8,252.45
Miscellaneous Expenditures		20,000.00	20,000.00	20,000.00	
<b>Total instruction</b>	<b>2,600,127.00</b>	<b>2,021,574.39</b>	<b>4,621,701.39</b>	<b>3,785,213.64</b>	<b>836,487.75</b>
<b>Support services:</b>					
Salaries of Supervisors of Instruction	46,267.00	42,406.00	88,673.00	88,672.48	0.52
Salaries of Program Directors	203,126.00	44,747.00	247,873.00	247,874.74	0.26
Salaries of Other Professional Staff	206,062.00	21,247.30	227,309.30	227,309.30	
Salaries of Secretarial and Clerical Assistants	78,808.00	7,017.00	85,825.00	85,824.50	0.50
Other salaries for instruction	36,357.00	475,786.81	512,143.81	149,600.13	362,543.68
Salaries of Family Liaisons/Community Parent Involvement Specialists - Guidance		4,950.00	4,950.00	4,950.00	
Salaries of Master Teachers	122,727.00	(40,802.00)	81,925.00	81,925.00	
Personal services - employee benefits	897,683.00	1,299,617.79	2,197,300.79	2,079,909.35	117,391.44
Purchased professional - educational services	2,263,656.00	(1,311,579.00)	952,077.00	925,762.28	26,314.72
Purchased professional - technical services					
purchased property services		35,000.00	35,000.00	35,000.00	
Cleaning, Repair and Maintenance Services	211,048.00	245,869.00	456,917.00	456,916.63	0.37
Contracted Services - Transportation (Between Home and School) -Vendors.	417,602.00	181,461.00	599,063.00	599,057.52	5.48
Contract Services (Between Home and School) -Joint Agreements		470,517.30	470,517.30	304,573.81	165,943.49
Contract Services - Transportation (Field Trips)	1,000.00		1,000.00	1,000.00	
Other purchased services	31,900.00	482,398.00	514,298.00	202,237.91	312,060.09
Supplies and materials	133,866.00	(45,314.00)	88,552.00	87,053.98	1,498.02
Miscellaneous expenditures	16,616.00	558,384.00	575,000.00	312,113.74	262,886.26
<b>Total support services</b>	<b>4,666,720.00</b>	<b>2,471,706.20</b>	<b>7,138,426.20</b>	<b>5,888,781.37</b>	<b>1,249,644.83</b>
<b>Facilities acquisition and construction services:</b>					
Construction	2,193,005.00	(1,142,630.00)	1,050,375.00	1,050,375.00	
Instructional equipment	450,000.00	(97,415.30)	352,584.70	351,783.12	801.58
<b>Total facilities acquisition and construction services</b>	<b>2,643,005.00</b>	<b>(1,240,045.30)</b>	<b>1,402,959.70</b>	<b>1,402,158.12</b>	<b>801.58</b>
<b>Total expenditures</b>	<b>9,909,852.00</b>	<b>3,253,235.29</b>	<b>13,163,087.29</b>	<b>11,076,153.13</b>	<b>2,086,934.16</b>
<b>Other Financing Sources (Uses):</b>					
Transfer from General Fund	581,994.00		581,994.00	581,994.00	
<b>Total Other Financing Sources (Uses)</b>	<b>581,994.00</b>		<b>581,994.00</b>	<b>581,994.00</b>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ 93,081.77</b>	<b>\$ 93,081.77</b>
<b>Fund Balance, July 1</b>				<b>169,628.89</b>	
<b>Fund Balance, June 30</b>				<b>\$ 262,710.66</b>	
Scholarships				\$ 12,387.44	
Student Activities				250,323.22	
<b>Fund Balance, June 30</b>				<b>\$ 262,710.66</b>	

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
BUDGET TO GAAP RECONCILIATION  
NOTE TO RSI  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Note A - Explanation of difference between budgetary inflows and outflows and GAAP Revenues and Expenditures

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUND</u>
<i>Sources/inflows of resources</i>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$92,446,237.14	\$10,587,240.90
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Adjust for encumbrances:		
Add prior year encumbrances		220,199.86
Less current year encumbrances		(325,549.29)
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	(1,268,238.00)	(477,876.00)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	1,319,983.40	238,545.60
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	\$92,497,982.54	\$10,242,561.07
<i>Uses/outflows of resources</i>		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule.	\$94,261,015.32	\$11,076,153.13
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.		
Adjust for encumbrances:		
Add prior year encumbrances		220,199.86
Less current year encumbrances		(325,549.29)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	\$94,261,015.32	\$10,970,803.70

REQUIRED SUPPLEMENTARY INFORMATION - PART III



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

MATAWAN-BERDEN REGIONAL SCHOOL DISTRICT  
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 PUBLIC EMPLOYEES RETIREMENT SYSTEM  
 LAST TEN YEARS

	Measurement Date Ending June 30, 2022	0.0637613307%	Measurement Date Ending June 30, 2021	0.0664908367%	Measurement Date Ending June 30, 2020	0.0624089102%	Measurement Date Ending June 30, 2019	0.0639305567%	Measurement Date Ending June 30, 2018	0.0637077200%	Measurement Date Ending June 30, 2017	0.0629478929%	Measurement Date Ending June 30, 2016	0.0613803205%	Measurement Date Ending June 30, 2015	0.0569806767%	Measurement Date Ending June 30, 2014	0.0592040926%	Measurement Date Ending June 30, 2013	0.0526147030%
District's proportion of the net pension liability (asset)	\$9,622,463		\$7,876,837		\$10,177,261		\$11,519,316		\$12,543,733		\$14,653,263		\$18,179,090		\$12,791,020		\$11,084,625		\$10,093,939	
District's proportionate share of the net pension liability (asset)	4,820,162		4,559,363		4,420,303		4,474,150		4,411,152		4,286,208		4,031,866		3,900,890		3,875,203		3,893,593	
District's covered-employee payroll	199.63%		172.76%		230.24%		257.46%		284.36%		341.87%		450.89%		327.90%		286.04%		259.24%	
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	62.91%		70.33%		58.32%		56.27%		53.60%		48.10%		40.14%		47.92%		52.08%		48.72%	
Plan fiduciary net position as a percentage of the total pension liability																				

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
 SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS  
 PUBLIC EMPLOYEES RETIREMENT SYSTEM  
 LAST TEN YEARS

	Fiscal Year Ending June 30, 2023	Fiscal Year Ending June 30, 2022	Fiscal Year Ending June 30, 2021	Fiscal Year Ending June 30, 2020	Fiscal Year Ending June 30, 2019	Fiscal Year Ending June 30, 2018	Fiscal Year Ending June 30, 2017	Fiscal Year Ending June 30, 2016	Fiscal Year Ending June 30, 2015	Fiscal Year Ending June 30, 2014
Contractually required contribution	\$ 804,061	\$ 778,685	\$ 682,722	\$ 621,858	\$ 633,686	\$ 583,145	\$ 545,294	\$ 489,881	\$ 488,070	\$ 397,948
Contributions in relation to the contractually required contribution	804,061	778,685	682,722	621,858	633,686	583,145	545,294	489,881	488,070	397,948
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	5,584,740	4,820,162	4,559,363	4,420,303	4,474,150	4,411,152	4,286,208	4,031,866	3,900,890	3,875,203
Contributions as a percentage of covered-employee payroll	14.40%	14.16%	14.97%	14.07%	14.16%	13.22%	12.72%	12.15%	12.51%	10.27%

MATAWAN-BERDEEN REGIONAL SCHOOL DISTRICT  
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 TEACHERS PENSION AND ANNUITY FUND  
 LAST TEN YEARS

	Measurement Date Ending June 30, 2022	Measurement Date Ending June 30, 2021	Measurement Date Ending June 30, 2020	Measurement Date Ending June 30, 2019	Measurement Date Ending June 30, 2018	Measurement Date Ending June 30, 2017	Measurement Date Ending June 30, 2016	Measurement Date Ending June 30, 2015	Measurement Date Ending June 30, 2014	Measurement Date Ending June 30, 2013
District's proportion of the net pension liability (asset)	0.2708301758%	0.2686088457%	0.2747375990%	0.2791414821%	0.2743311913%	0.2879312255%	0.2652378642%	0.2669482601%	0.2568708471%	0.2643382202%
State's proportionate share of the net pension liability (asset) associated with the District	\$139,733,247	\$129,134,209	\$180,911,403	\$171,311,782	\$174,523,611	\$180,648,893	\$208,663,008	\$168,722,700	\$138,358,042	\$133,564,457
District's covered-employee payroll	31,199,210	30,230,152	29,635,472	29,203,700	29,057,279	28,606,062	28,154,845	28,408,945	26,871,307	25,970,782
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
State's Proportionate Share of the Total Net Pension Liability associated with the District as a percentage of the District's Covered-Employee Payroll	447.87%	427.17%	610.46%	586.61%	600.62%	631.51%	741.09%	638.86%	514.89%	514.40%
Plan fiduciary net position as a percentage of the total pension liability	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART III  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions:

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

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

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms:

None

Change in assumptions:

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

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

**REQUIRED SUPPLEMENTARY INFORMATION - PART IV**

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



MATAWAN-ABERDEEN REGIONAL HIGH SCHOOL DISTRICT  
 SCHEDULE OF CHANGES IN THE DISTRICT'S  
 TOTAL OPEB LIABILITY AND RELATED RATIOS  
 LAST SIX YEARS

	Measurement Date Ended June 30,					
	2022	2021	2020	2019	2018	2017
Total Non-Employer OPEB Liability - State's Proportionate Share of Total OPEB Liability Associated with the School District						
Balance at 6/30	\$166,986,133	\$190,426,019	\$119,817,464	\$132,559,197	\$150,536,859	\$162,670,109
Changes for the year:						
Service cost	7,152,618	8,122,611	4,811,022	4,809,294	5,106,758	6,160,515
Interest	3,785,203	4,331,796	4,306,224	5,240,016	5,511,325	4,764,152
Changes of benefit terms and actual experience	6,852,941	(32,579,803)	29,921,697	(20,808,519)	(9,961,835)	
Changes in assumptions or other inputs	(38,315,935)	164,745	34,784,290	1,786,488	(15,211,831)	(19,699,555)
Membership Contributions	120,281	110,743	100,482	109,027	122,507	128,391
Benefit payments - Net	(3,749,355)	(3,412,242)	(3,315,160)	(3,678,039)	(3,544,586)	(3,486,753)
Net changes	(24,154,247)	(23,439,886)	70,608,555	(12,741,733)	(17,977,662)	(12,133,250)
Balance at 6/30	\$142,831,886	\$166,986,133	\$190,426,019	\$119,817,464	\$132,559,197	\$150,536,859
Covered Employee Payroll	36,019,372	35,758,573	34,055,775	33,677,850	33,468,431	32,892,270
District's Proportionate Share of the Total Non-Employer OPEB Liability as a Percentage of the District's Covered Employee Payroll	-0-	-0-	-0-	-0-	-0-	-0-
State's Proportionate Share of the Total Non-Employer OPEB Liability associated with the District as a Percentage of the District's Covered Employee Payroll	396.54%	466.98%	559.16%	355.78%	396.07%	457.67%

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

MATAWAN-ABERDEEN REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART IV  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Change in benefit terms:           None

Change in assumptions:

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

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

OTHER SUPPLEMENTARY INFORMATION

**SPECIAL REVENUE FUND  
DETAIL STATEMENTS**

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	TITLE I	TITLE I - SIA	TITLE II A	TITLE III	TITLE IV	IDEA PART B	IDEA PRESCHOOL	PERKINS SECONDARY
REVENUES:								
Federal sources	\$ 396,919.00	\$ 23,651.00	\$ 69,674.00	\$ 31,091.00	\$ 66,648.00	\$ 878,968.00	\$ 26,409.00	\$ 3,416.00
State sources								
Other sources								
<b>Total revenues</b>	<b>\$ 396,919.00</b>	<b>\$ 23,651.00</b>	<b>\$ 69,674.00</b>	<b>\$ 31,091.00</b>	<b>\$ 66,648.00</b>	<b>\$ 878,968.00</b>	<b>\$ 26,409.00</b>	<b>\$ 3,416.00</b>
EXPENDITURES:								
Instruction:								
Salaries of teachers	208,778.00			10,000.00				
Salaries of other professional staff								
Other salaries for instruction	5,000.00		7,000.00					
Purchased professional-educational services								
Tuition	39,565.00	16,251.00		15,641.00	28,900.00	814,018.00		3,416.00
Supplies and materials						60,000.00		
Textbooks								
Miscellaneous Expenditures								
<b>Total instruction</b>	<b>253,343.00</b>	<b>16,251.00</b>	<b>7,000.00</b>	<b>25,641.00</b>	<b>28,800.00</b>	<b>874,018.00</b>		<b>3,416.00</b>
Support services:								
Salaries of Supervisors of Instruction								
Salaries of Program Directors								
Salaries of Other Professional Staff	6,090.00			2,850.00		4,950.00		
Salaries of Secretarial and Clerical Assistants								
Other Salaries for Instruction								
Salaries of Family Liaisons/Community Parent Involvement Specialists - Guidance								
Salaries of Master Teachers	105,214.00				16,022.00		26,409.00	
Personal services - employee benefits	17,272.00		62,674.00					
Purchased professional - educational services								
Purchased property services								
Cleaning, Repair and Maintenance Services								
Cont Services - Trans (Bet. Home & School)								
Contract Services (Between Home and School)-Joint Agreements								
Other purchased services	15,000.00	7,400.00		2,600.00	6,510.00			
Supplies and materials					15,316.00			
Miscellaneous expenditures								
<b>Total support services</b>	<b>143,576.00</b>	<b>7,400.00</b>	<b>62,674.00</b>	<b>5,450.00</b>	<b>37,848.00</b>	<b>4,950.00</b>	<b>26,409.00</b>	
Facilities acquisition and construction serv:								
Construction								
Instructional equipment								
<b>Total facilities acquisition and construction serv.</b>								
<b>Total expenditures</b>	<b>\$ 396,919.00</b>	<b>\$ 23,651.00</b>	<b>\$ 69,674.00</b>	<b>\$ 31,091.00</b>	<b>\$ 66,648.00</b>	<b>\$ 878,968.00</b>	<b>\$ 26,409.00</b>	<b>\$ 3,416.00</b>
Other Financing Sources (Uses):								
Transfer from General Fund								
<b>Total Other Financing Sources (Uses)</b>								
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$	\$	\$	\$	\$	\$	\$	\$
Fund Balance - July 1								
Fund Balance - June 30								

(Continued on next page)

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	SDA EMERGENCY AID	CRRSA- ESSER II	CRRSA- ESSER II- LEARNING ACCELERATION	CRRSA- ESSER II- MENTAL HEALTH	AR-ESSER	AR-ESSER COMPREHENSIVE BEYOND THE SCHOOL DAY	AGSERS	FRESH SCHOOL EXPANSION/LAD
REVENUES:								
Federal sources	\$ 85,951.00							
State sources		\$ 274,281.25	\$ 8,603.00	\$ 4,500.00	\$ 1,730,249.33	\$ 40,000.00	\$ 16,395.00	\$ 5,640,764.09
Other sources								
Total revenues	\$ 85,951.00	\$ 274,281.25	\$ 8,603.00	\$ 4,500.00	\$ 1,730,249.33	\$ 40,000.00	\$ 16,395.00	\$ 5,640,764.09
EXPENDITURES:								
Instruction:								
Salaries of teachers					141,150.00	40,000.00		808,982.93
Salaries of other professional staff								485,472.06
Other salaries for instruction							16,395.00	45,442.40
Purchased professional-educational services								105,778.98
Other purchased services								
Tuition		95,327.44	100.00		377,664.83			
Supplies and materials								
Textbooks								
Miscellaneous Expenditures								
Total instruction		\$ 95,327.44	\$ 100.00		\$ 518,614.83	\$ 40,000.00	\$ 16,395.00	\$ 1,445,679.37
Support services:								
Salaries of Supervisors of Instruction								88,672.48
Salaries of Program Directors								247,674.74
Salaries of Other Professional Staff								227,309.30
Salaries of Secretarial and Clerical Assistants								85,624.50
Other Salaries for Instruction								4,791.66
Salaries of Family Liaisons/Community Parent Involvement Specialists - Guidance			2,796.00		32,416.84			
Salaries of Master Teachers								4,990.00
Personal services - employee benefits		43,820.00	5,747.00	4,500.00	11,206.79			81,923.00
Purchased professional - educational services		35,000.00			40,736.00			1,854,341.08
Purchased property services								739,590.25
Cleaning, Repair and Maintenance Services								456,916.63
Contract Services (Between Home and School)-Joint Agreements								599,667.52
Contract Services - Trans (Bct, Home & School)		4,388.00			172,651.07			11,388.84
Other purchased services								22,367.96
Supplies and materials								412.60
Miscellaneous expenditures								
Total support services		\$ 178,653.81	\$ 8,503.00	\$ 4,500.00	\$ 257,910.50			\$ 4,425,298.60
Facilities acquisition and construction serv:								
Construction	\$ 85,951.00				954,424.00			351,783.12
Instructional equipment								
Total facilities acquisition and construction serv	\$ 85,951.00				\$ 954,424.00			\$ 351,783.12
Total expenditures	\$ 85,951.00	\$ 274,281.25	\$ 8,603.00	\$ 4,500.00	\$ 1,730,249.33	\$ 40,000.00	\$ 16,395.00	\$ 6,222,768.09
Other Financing Sources (Uses):								
Transfer from General Fund								561,894.00
Total Other Financing Sources (Uses)								561,894.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$	\$	\$	\$	\$	\$	\$	\$
Fund Balance, July 1								
Fund Balance, June 30								

(Continued on next page)

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

	RECOVERY HIGH SCHOOL GRANT	NON - PUBLIC TEXTBOOKS	NON - PUBLIC TECHNOLOGY	NON - PUBLIC NURSING	NON - PUBLIC SECURITY	STUDENT ACTIVITIES	SCHOLARSHIPS	OTHER LOCAL GRANTS	TOTAL
REVENUES:									
Federal sources	\$ 785,547.35	\$ 2,967.55	\$ 6,425.35	\$ 18,583.03	\$ 34,126.29	\$ 404,774.02	\$	\$	\$ 3,570,804.89
State sources							8.89	27,288.75	6,594,364.66
Other sources							8.89		432,071.66
Total revenues	\$ 785,547.35	\$ 2,967.55	\$ 6,425.35	\$ 18,583.03	\$ 34,126.29	\$ 404,774.02	\$ 8.89	\$ 27,288.75	\$ 10,567,240.90
EXPENDITURES:									
Instruction:									
Salaries of teachers	151,469.70								1,360,378.63
Salaries of other professional staff	209,305.12								209,305.12
Other salaries for instruction	10,000.00		6,425.35						485,472.06
Purchased professional-educational services	12,877.46								21,425.35
Tuition					34,126.29				81,714.86
Supplies and materials		2,967.55					1,072.75		814,018.00
Textbooks									789,931.07
Miscellaneous Expenditures	20,000.00								2,967.55
Total instruction	415,839.06	2,967.55	6,425.35		34,126.29		1,072.75		3,765,213.64
Support services:									
Salaries of Supervisors of Instruction									48,672.48
Salaries of Program Directors									247,874.74
Salaries of Other Professional Staff									227,309.30
Salaries of Secretarial and Clerical Assistants									65,624.50
Other Salaries for Instruction									149,600.13
Salaries of Family Liaisons/Community Parent Involvement Specialists - Guidance									4,950.00
Salaries of Master Teachers	59,580.46			18,583.03					81,925.00
Personal services - employer benefits									2,079,909.35
Purchased professional - educational services									925,762.28
Purchased property services									35,000.00
Cleaning, Repair and Maintenance Services									466,916.63
Contract Services - Trans (Bk, Home & School)	304,573.81								304,573.81
Other purchased services									599,057.52
Supplies and materials	5,954.00							26,216.00	202,237.91
Miscellaneous expenditures						311,701.14		26,216.00	87,053.96
Total support services	309,708.29			18,583.03		311,701.14		26,216.00	3,121,137.74
Facilities acquisition and construction serv.									
Construction									1,050,375.00
Instructional equipment									351,763.12
Total facilities acquisition and construction serv.									1,402,138.12
Total expenditures	\$ 785,547.35	\$ 2,967.55	\$ 6,425.35	\$ 18,583.03	\$ 34,126.29	\$ 311,701.14	\$	\$ 27,288.75	\$ 11,076,153.13
Other Financing Sources (Uses):									
Transfer from General Fund									591,994.00
Total Other Financing Sources (Uses)									591,994.00
Excess (Deficiency) of Revenues Over (Under) Expenditures							8.89		93,081.77
Fund Balance, July 1							12,378.55		166,628.89
Fund Balance, June 30							12,387.44		262,710.66



MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
SCHEDULE OF PRESCHOOL EDUCATION AID  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
<b>EXPENDITURES:</b>			
<b>Instruction:</b>			
Salaries of Teachers	\$808,986.00	\$808,982.93	\$3.07
Other Salaries for Instruction	485,473.00	485,472.06	\$0.94
Other Purchased Services (400-500 Series)	46,387.00	45,442.40	944.60
General supplies	105,779.00	105,778.98	0.02
<b>Total instruction</b>	<b>1,446,625.00</b>	<b>1,445,676.37</b>	<b>948.63</b>
<b>Support Services:</b>			
Salaries of Supervisors of Instruction	88,673.00	88,672.48	0.52
Salaries of Program Directors	247,875.00	247,874.74	0.26
Salaries of Other Professional Staff	227,309.30	227,309.30	
Salaries of Secretarial and Clerical Assistants	85,825.00	85,824.50	0.50
Other Salaries	4,792.00	4,791.68	0.32
Salaries of Community Parent Involvement Specialists	4,950.00	4,950.00	
Salaries of Master Teachers	81,925.00	81,925.00	
Personal Services - Employee Benefits	1,854,436.00	1,854,341.08	94.92
Purchased Educational Services - Contracted Pre-K	736,560.00	736,560.00	
Purchased Professional - Educational Services	3,100.00	3,006.25	93.75
Other Purchased Professional Services	8,500.00	8,013.84	486.16
Cleaning, Repair & Maintenance Svcs.	456,917.00	456,916.63	0.37
Contr Services - Trans (Bet. Home & School)	599,063.00	599,057.52	5.48
Contr Services Field Trips	1,000.00		1,000.00
Travel	4,500.00	3,275.00	1,225.00
Supplies and Materials	22,866.00	22,367.98	498.02
Other Objects	1,000.00	412.60	587.40
<b>Total support services</b>	<b>4,429,291.30</b>	<b>4,425,298.60</b>	<b>3,992.70</b>
<b>Facilities acquisition and const. serv.:</b>			
Instructional Equipment	352,584.70	351,783.12	801.58
<b>Total facilities acquisition and const. serv.</b>	<b>352,584.70</b>	<b>351,783.12</b>	<b>801.58</b>
<b>Total expenditures</b>	<b>\$6,228,501.00</b>	<b>\$6,222,758.09</b>	<b>\$5,742.91</b>

CALCULATION OF BUDGET AND CARRYOVER

Total 2022-23 Preschool Education Aid Allocation	\$4,778,850.00
Add: Actual PreK Carryover (June 30, 2022)	867,657.00
Add: Budgeted Transfer From General Fund	581,994.00
<b>Total Preschool Education Funds Available for 2022-23 Budget</b>	<b>6,228,501.00</b>
Less: 2022-23 Budgeted Prek (Including prior year budgeted carryover)	6,228,501.00
<b>Available &amp; Unbudgeted Preschool Education Aid Funds as of June 30, 2023</b>	
Add: June 30, 2023 Unexpended Preschool Education Aid	5,742.91
2022-23 actual Carryover-Preschool Education Aid	5,742.91
<b>2022-23 Preschool Education Aid Carryover Budgeted for Preschool Programs 2023-24</b>	<b>\$504,434.00</b>

**CAPITAL PROJECTS FUND  
DETAIL STATEMENTS**

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
 CAPITAL PROJECTS FUND  
 SUMMARY STATEMENT OF PROJECT EXPENDITURES - BUDGETARY BASIS  
 AS OF JUNE 30, 2023

ISSUE/PROJECT TITLE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES TO DATE		(MEMO ONLY) UNEXPENDED PROJECT BALANCE
			PRIOR YEAR	CURRENT YEAR	
2014 Capital Improvements:					
Matawan High School - Boiler & Fire Alarm System Replacement	6/13/2014	698,335.79	698,335.79	(44,900.00)	44,900.00
Strathmore Elementary School - Fire Alarm System Replacement	6/13/2014	113,101.50	113,101.50	(62,350.00)	62,350.00
2016 Bond Referendum:					
Various Improvements and Replacements of HVAC					
Question #1:					
Cambridge Park Elementary	3/8/2016	1,458,632.42	888,589.21	570,043.21	
2019 Monmouth County Improvement Authority					
Lease Financing - Equipment Purchases	10/31/2020	1,783,620.79	1,218,101.88	565,518.91	
Cambridge Park Improvements	6/30/2023	572,460.02			572,460.02
Totals		\$ 4,053,690.50	\$ 2,918,128.38	\$ 1,028,312.12	\$ 679,710.02

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGETARY BASIS  
FOR THE YEAR ENDED JUNE 30, 2023

Revenues and Other Financing Sources:	
Miscellaneous	\$21.75
Transfer from capital outlay	572,460.02
Total revenues	<u>572,481.77</u>
Expenditures and Other Financing Uses:	
Equipment	565,518.91
Construction services	\$462,793.21
Total expenditures	<u>\$1,028,312.12</u>
Excess (deficiency) of revenues over (under) expenditures	(\$455,830.35)
Other financing sources (uses):	
Transfers out - Interest	(21.75)
Total other financing sources (uses)	<u>(21.75)</u>
Net change in fund balance	(455,852.10)
Fund balance - beginning	<u>1,135,562.12</u>
Fund balance - ending	<u><u>\$679,710.02</u></u>
<u>Reconciliation to Governmental Fund Statements (GAAP):</u>	
Fund Balance - budgetary basis	\$679,710.02
Add: Current Year Encumbrances	<u>565,518.91</u>
Fund Balance - GAAP basis (B-1)	<u><u>\$1,245,228.93</u></u>
Expenditures - budgetary basis	1,028,312.12
Add: Prior Year Encumbrances	107,250.00
Less: Current Year Encumbrances	<u>(565,518.91)</u>
Expenditures - GAAP Basis	<u><u>570,043.21</u></u>

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
MATAWAN HIGH SCHOOL - BOILER & FIRE ALARM SYSTEM REPLACEMENT  
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and other financing sources:				
State sources - ROD grant	\$ 269,674.32	\$	269,674.32	269,674.32
Transfer from capital reserve	428,661.47		428,661.47	428,661.47
Total revenues	<u>698,335.79</u>		<u>698,335.79</u>	<u>698,335.79</u>
Expenditures and other financing uses:				
Other Purchased Professional & Technical Services	23,293.93		23,293.93	23,293.93
Construction services	675,041.86	(44,900.00)	630,141.86	675,041.86
Total expenditures	<u>698,335.79</u>	<u>(44,900.00)</u>	<u>653,435.79</u>	<u>698,335.79</u>
Excess (deficiency) of revenues over (under) expenditures	\$	\$ 44,900.00	\$ 44,900.00	\$

Additional project information:

Project Number	3040-050-14-G2CT	
Grant Date	6/13/2014	
Original Authorized Cost	\$1,150,000.00	
Additional Authorized Cost	(\$451,664.21)	
Revised Authorized Cost	<u>\$698,335.79</u>	

Percentage Increase over Original Authorized Cost	-39.28%	
Percentage completion	93.57%	
Original target completion date	FY2016	
Revised target completion date	FY2016	

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
STRATHMORE ELEMENTARY SCHOOL - FIRE ALARM SYSTEM REPLACEMENT  
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and other financing sources:				
State sources - ROD grant	\$ 43,093.50	\$	43,093.50	43,093.50
Transfer from capital reserve	70,008.00		70,008.00	70,008.00
Total revenues	<u>113,101.50</u>		<u>113,101.50</u>	<u>113,101.50</u>
Expenditures and other financing uses:				
Other Purchased Professional & Technical Services	1,830.00		1,830.00	1,830.00
Construction services	111,271.50	(62,350.00)	48,921.50	111,271.50
Total expenditures	<u>113,101.50</u>	<u>(62,350.00)</u>	<u>50,751.50</u>	<u>113,101.50</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$</u>	<u>\$ 62,350.00</u>	<u>\$ 62,350.00</u>	

Additional project information:

Project Number	3040-080-14-G2CY
Grant Date	6/13/2014
Original Authorized Cost	\$165,000.00
Additional Authorized Cost	(\$51,898.50)
Revised Authorized Cost	<u>\$113,101.50</u>

Percentage Increase over Original Authorized Cost	-31.45%
Percentage completion	44.87%
Original target completion date	FY2016
Revised target completion date	FY2016

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
CAMBRIDGE PARK ELEMENTARY SCHOOL - VARIOUS IMPROVEMENTS AND REPLACEMENTS OF HVAC - QUESTION #1  
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and other financing sources:				
Bond proceeds	\$ 1,458,632.42	\$	1,458,632.42	1,458,632.42
Total revenues	<u>1,458,632.42</u>		<u>1,458,632.42</u>	<u>1,458,632.42</u>
Expenditures and other financing uses:				
Legal Services	5,341.64		5,341.64	10,000.00
Architectural/Engineering Services	54,765.31		54,765.31	75,425.20
Construction services	828,482.26	570,043.21	1,398,525.47	1,373,207.22
Total expenditures	<u>888,589.21</u>	<u>570,043.21</u>	<u>1,458,632.42</u>	<u>1,458,632.42</u>
Excess (deficiency) of revenues over (under) expenditures	\$ 570,043.21	\$ (570,043.21)	\$	\$

Additional project information:

Project Number	
Bond Authorization Date	3/8/2016
Bonds Authorized	\$852,000.00
Bonds Issued	-0-
Original Authorized Cost	\$852,000.00
Additional Authorized Cost	\$606,632.42
Revised Authorized Cost	<u>\$1,458,632.42</u>

Percentage Increase over Original Authorized Cost 71.20%  
 Percentage completion 100.00%  
 Original target completion date FY2020  
 Revised target completion date FY2023



MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
 CAPITAL PROJECTS FUND  
 SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
 MONMOUTH COUNTY IMPROVEMENT AUTHORITY EQUIPMENT LEASE FINANCING  
 FOR THE YEAR ENDED JUNE 30, 2023

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources:</b>				
Installment Purchase Contract proceeds	\$ 1,601,000.00	\$	1,601,000.00	\$ 1,601,000.00
Premium	182,620.79		182,620.79	182,620.79
<b>Total revenues</b>	<u>1,783,620.79</u>		<u>1,783,620.79</u>	<u>1,783,620.79</u>
<b>Expenditures and other financing uses:</b>				
Other Purchased Professional & Technical Services	40,121.78		40,121.78	40,121.78
Equipment	1,177,980.10	565,518.91	1,743,499.01	1,743,499.01
<b>Total expenditures</b>	<u>1,218,101.88</u>	<u>565,518.91</u>	<u>1,783,620.79</u>	<u>1,783,620.79</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ 565,518.91</b>	<b>\$ (565,518.91)</b>		<b>\$</b>

Additional project information:

Project Number	
Bond Authorization Date	10/31/2020
Bonds Authorized	\$1,783,620.74
Bonds Issued	-0-
Original Authorized Cost	\$1,783,620.74
Additional Authorized Cost	-0-
Revised Authorized Cost	\$1,783,620.74

Percentage Increase over Original Authorized Cost	N/A
Percentage completion	100.00%
Original target completion date	FY2020
Revised target completion date	FY2021

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
CAMBRIDGE PARK IMPROVEMENTS  
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and other financing sources:				
Installment Purchase Contract proceeds	\$	\$	\$	\$
Transfer from capital outlay		572,460.02	572,460.02	572,460.02
Total revenues		572,460.02	572,460.02	572,460.02
Expenditures and other financing uses:				
Construction services				572,460.02
Total expenditures				572,460.02
Excess (deficiency) of revenues over (under) expenditures	\$	572,460.02	\$	572,460.02
Additional project information:				
Project Number		N/A		
Bond Authorization Date		N/A		
Bonds Authorized		N/A		
Bonds Issued		-0-		
Original Authorized Cost		\$572,460.02		
Additional Authorized Cost		-0-		
Revised Authorized Cost		\$572,460.02		
Percentage Increase over Original Authorized Cost		N/A		
Percentage completion				
Original target completion date		FY2024		
Revised target completion date		FY2024		

## **LONG-TERM DEBT SCHEDULES**

The Long-Term schedules are used to reflect the outstanding principal balances of the long-term liabilities of the District. This includes obligations under Serial Bonds and Installment Purchase Contracts.

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
 LONG-TERM DEBT  
 SCHEDULE OF SERIAL BONDS  
 JUNE 30, 2023

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	MATURITIES		RATE OF INTEREST	BALANCE JUNE 30, 2022	RETIRED	BALANCE JUNE 30, 2023
			DATE	AMOUNT				
2016 School Bonds	8/2/2016	\$ 19,856,000.00	8/1/2023	\$ 550,000.00	2.50%			
			8/1/2024	550,000.00	2.50%			
			8/1/2025	550,000.00	2.50%			
			8/1/2026	550,000.00	2.50%			
			8/1/2027	550,000.00	2.50%			
			8/1/2028	1,100,000.00	2.50%			
			8/1/2029	1,100,000.00	2.50%			
			8/1/2030	1,100,000.00	2.50%			
			8/1/2031	1,050,000.00	2.50%			
			8/1/2032	1,000,000.00	2.50%			
			8/1/2033	1,000,000.00	2.50%			
			8/1/2034	1,000,000.00	2.50%			
			8/1/2035	1,000,000.00	3.00%			
			8/1/2036	1,000,000.00	3.00%			
2021 Refunding School Bonds	6/17/2021	8,990,000.00	9/15/2023	1,365,000.00	5.00%			
			9/15/2024	1,430,000.00	5.00%			
			9/15/2025	1,525,000.00	5.00%			
			9/15/2026	1,600,000.00	5.00%			
			9/15/2027	1,680,000.00	5.00%			
						17,656,000.00	550,000.00	17,106,000.00
						8,890,000.00	1,290,000.00	7,600,000.00
					\$ 26,546,000.00	\$ 1,840,000.00	\$ 24,706,000.00	

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER INSTALLMENT PURCHASE CONTRACTS  
JUNE 30, 2023

<u>ISSUE</u>	<u>AMOUNT OF ORIGINAL CONTRACT</u>	<u>DATE</u>	<u>MATURITIES</u>	<u>AMOUNT</u>	<u>RATE OF INTEREST</u>	<u>BALANCE JUNE 30, 2022</u>	<u>DECREASE</u>	<u>BALANCE JUNE 30, 2023</u>
School Buses and Technology	\$ 1,601,000.00	10/1/2023	\$	340,000.00	5.00%	\$ 1,021,000.00	\$ 324,000.00	\$ 697,000.00
		10/1/2024		357,000.00	5.00%			
						\$ 1,021,000.00	\$ 324,000.00	\$ 697,000.00

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<b>REVENUES:</b>					
Local sources:					
Local tax levy	\$2,371,857.00		\$2,371,857.00	\$2,371,857.00	
State sources:					
Debt service aid type II	344,948.00		\$344,948.00	344,948.00	
<b>Total revenues</b>	<u>2,716,805.00</u>		<u>2,716,805.00</u>	<u>2,716,805.00</u>	
<b>EXPENDITURES:</b>					
Regular debt service:					
Interest	876,805.00		876,805.00	876,805.00	
Redemption of principal	1,840,000.00		1,840,000.00	1,840,000.00	
<b>Total regular debt service-expenditures</b>	<u>2,716,805.00</u>		<u>2,716,805.00</u>	<u>2,716,805.00</u>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>					
Fund balance, July 1	20,449.04	-	20,449.04	20,449.04	-
Fund balance, June 30	<u>20,449.04</u>	<u>-</u>	<u>20,449.04</u>	<u>\$20,449.04</u>	

**STATISTICAL SECTION - UNAUDITED**



MATAWAN ABERDEEN REGIONAL SCHOOL DISTRICT  
STATISTICAL SECTION

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Financial Trends:	
These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	J-1 to J-4
Revenue Capacity:	
These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	J-5 to J-9
Debt Capacity:	
These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	J-10 to J-13
Demographic and Economic Information:	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	J-14 to J-15
Operating Information:	
These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	J-16 to J-20

Sources

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

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Government Activities:</b>										
Net Investment in capital assets	\$ 34,718,497.02	\$ 37,599,133.47	\$ 43,378,893.96	\$ 28,033,266.48	\$ 35,979,531.04	\$ 42,243,160.38	\$ 44,482,022.46	\$ 47,093,675.89	\$ 47,908,614.53	\$ 27,083,470.33
Restricted	8,688,028.44	9,991,342.03	5,361,767.11	18,386,453.46	10,774,261.40	8,552,700.08	10,863,443.96	10,770,983.78	6,738,608.60	4,152,300.75
Unrestricted (deficit)	1,044,727.93	(9,948,266.80)	(9,346,284.19)	(8,351,764.42)	(10,240,429.11)	(11,499,571.87)	(13,915,826.94)	(11,209,981.66)	(9,021,416.63)	(6,000,802.62)
<b>Total Government Activities Net Position</b>	<b>\$ 44,431,253.39</b>	<b>\$ 37,642,208.70</b>	<b>\$ 39,394,376.88</b>	<b>\$ 38,067,956.52</b>	<b>\$ 36,513,363.32</b>	<b>\$ 39,296,288.58</b>	<b>\$ 41,429,639.47</b>	<b>\$ 46,654,678.02</b>	<b>\$ 45,625,806.50</b>	<b>\$ 23,234,968.46</b>
<b>Business-Type Activities:</b>										
Net Investment in capital assets	\$ 34,937.88	\$ 30,369.58	\$ 24,943.67	\$ 26,790.29	\$ 37,631.82	\$ 32,713.00	\$ 28,477.52	\$ 24,822.02	\$ 118,567.00	\$ 94,957.00
Unrestricted	205,037.12	251,013.79	243,952.56	295,290.43	299,463.78	363,305.73	311,705.74	211,439.02	923,146.65	1,223,652.54
<b>Total Business-Type Activities Net Position</b>	<b>\$ 239,975.00</b>	<b>\$ 281,383.37</b>	<b>\$ 268,896.23</b>	<b>\$ 322,080.72</b>	<b>\$ 337,095.60</b>	<b>\$ 396,018.73</b>	<b>\$ 340,183.26</b>	<b>\$ 236,261.04</b>	<b>\$ 1,041,713.65</b>	<b>\$ 1,318,609.54</b>
<b>District-wide:</b>										
Net Investment in capital assets	\$ 34,753,434.90	\$ 37,629,503.05	\$ 43,403,837.63	\$ 28,060,056.77	\$ 36,017,162.86	\$ 42,275,873.38	\$ 44,510,499.98	\$ 47,118,497.91	\$ 48,027,181.53	\$ 27,178,427.33
Restricted	8,688,028.44	9,991,342.03	5,361,767.11	18,386,453.46	10,774,261.40	8,552,700.08	10,863,443.96	10,770,983.78	6,738,608.60	4,152,300.75
Unrestricted (Deficit)	1,249,765.05	(9,697,253.01)	(9,102,331.63)	(8,056,473.99)	(9,940,965.33)	(11,136,266.14)	(13,604,121.20)	(10,998,542.64)	(8,098,269.98)	(6,777,150.08)
<b>Total District Net Position</b>	<b>\$ 44,671,228.39</b>	<b>\$ 37,923,592.07</b>	<b>\$ 39,663,273.11</b>	<b>\$ 38,390,036.24</b>	<b>\$ 36,850,458.92</b>	<b>\$ 39,692,307.31</b>	<b>\$ 41,769,822.73</b>	<b>\$ 46,890,939.06</b>	<b>\$ 46,667,520.15</b>	<b>\$ 24,553,578.00</b>

Source: ACFR Schedule A-1

MATWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses:										
Governmental Activities:										
Instruction:										
Regular	(\$26,402,997.94)	(\$30,576,866.32)	(\$32,641,015.65)	(\$36,006,814.33)	(\$36,434,721.08)	(\$34,037,987.18)	(\$33,219,545.44)	(\$36,835,764.33)	(\$33,347,439.87)	(\$34,628,651.34)
Special Education	(7,433,190.35)	(9,106,753.32)	(11,306,311.52)	(13,469,170.52)	(15,157,440.07)	(12,693,317.06)	(12,704,499.60)	(15,158,261.16)	(14,697,860.09)	(14,673,027.75)
Other Instruction	(3,154,911.27)	(3,737,195.65)	(3,346,289.56)	(3,656,873.31)	(4,004,548.93)	(5,241,228.01)	(4,932,204.31)	(5,335,707.19)	(4,549,551.65)	(4,717,192.38)
Support Services:										
Tuition	(2,396,195.41)	(2,499,060.76)	(2,748,344.69)	(3,245,947.40)	(3,603,617.22)	(3,960,527.99)	(3,911,623.93)	(3,896,577.24)	(3,478,285.28)	(4,652,510.85)
Student & Instruction related services	(8,453,847.45)	(9,820,682.85)	(10,733,037.05)	(12,657,596.66)	(13,066,618.80)	(13,015,768.06)	(12,755,431.38)	(14,610,200.73)	(14,139,486.38)	(17,191,713.25)
General Administrative Services	(2,069,753.29)	(1,599,392.97)	(1,779,955.48)	(2,116,459.67)	(2,028,360.88)	(2,008,794.74)	(1,974,012.76)	(1,952,903.96)	(1,691,282.77)	(1,597,317.41)
Central Services	(2,755,320.65)	(4,016,175.77)	(4,183,763.30)	(4,716,153.73)	(5,073,665.93)	(4,964,086.77)	(5,029,674.69)	(4,900,603.15)	(4,372,015.26)	(4,146,560.88)
School Administrative Services	(654,633.85)	(693,080.86)	(789,419.54)	(978,616.18)	(944,264.72)	(824,214.86)	(936,162.42)	(956,073.52)	(785,487.98)	(725,719.96)
Admin. Information Technology	(150,468.43)	(206,024.95)	(245,699.00)	(273,593.34)	(390,958.13)	(266,592.97)	(286,537.58)	(696,768.19)	(735,784.48)	(966,671.13)
Plant Operations and Maintenance	(5,310,910.77)	(5,014,146.43)	(5,086,206.80)	(5,742,379.70)	(5,477,751.08)	(5,447,345.32)	(5,398,512.20)	(4,954,748.87)	(6,125,855.08)	(6,227,418.32)
Student Transportation Services	(3,369,277.60)	(3,434,847.16)	(3,408,230.46)	(4,062,271.75)	(4,369,462.63)	(4,169,539.02)	(4,230,319.79)	(3,820,837.13)	(4,853,395.62)	(4,813,199.17)
Unallocated Employee Benefits						(0.01)		(19,430.87)		44,333.87
Summer School										
Interest on Long-Term Debt	(768,949.08)	(964,918.80)	(908,629.48)	(849,265.88)	(2,427,426.85)	(1,004,323.02)	(1,138,595.21)	(656,646.96)	(693,597.89)	(763,665.91)
Unallocated Depreciation and Amortization	(1,755,145.58)	(1,903,994.29)	(1,802,742.67)	(1,915,940.35)	(1,963,562.05)	(1,796,727.51)	(1,756,317.44)	(2,094,280.68)	(2,233,747.00)	(1,781,244.65)
Total Governmental Activities Expenses	(\$64,675,541.67)	(\$73,476,262.13)	(\$79,959,645.20)	(\$89,710,982.82)	(\$94,942,748.27)	(\$89,132,445.52)	(\$88,277,636.75)	(\$95,690,904.98)	(\$91,693,903.35)	(\$96,850,579.13)

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Business-Type Activities:</b>										
Food Service	(\$1,598,194.04)	(\$1,522,971.29)	(\$1,628,414.71)	(\$1,870,171.96)	(\$1,645,864.22)	(\$1,659,550.66)	(\$1,645,631.38)	(\$1,382,379.70)	(\$1,977,980.02)	(\$2,065,218.54)
Other Activities	(35,543.52)	(36,913.92)	(37,748.88)	(33,506.43)	(68,970.33)	(37,437.54)	(38,191.64)	(18,971.50)		
<b>Total Business-Type Activities Expenses</b>	<b>(1,633,737.56)</b>	<b>(1,559,885.21)</b>	<b>(1,666,163.59)</b>	<b>(1,703,678.39)</b>	<b>(1,714,834.55)</b>	<b>(1,696,988.20)</b>	<b>(1,683,823.03)</b>	<b>(1,401,351.20)</b>	<b>(1,977,980.02)</b>	<b>(2,065,218.54)</b>
<b>Total District Expenses</b>	<b>(\$65,169,535.96)</b>	<b>(\$66,235,426.86)</b>	<b>(\$75,142,425.72)</b>	<b>(\$80,563,323.59)</b>	<b>(\$91,425,817.37)</b>	<b>(\$95,639,736.47)</b>	<b>(\$90,816,268.55)</b>	<b>(\$89,678,987.95)</b>	<b>(\$93,671,783.37)</b>	<b>(\$98,915,797.67)</b>
<b>Program Revenues:</b>										
Governmental Activities:										
Charges for Services:										
Instruction	\$90,686.00	\$105,195.20	\$113,801.50	\$115,147.50	\$136,881.92	\$220,341.10			\$2,079.88	
Student & instruction related services	122,883.89	106,837.10	88,230.17	78,038.67	164,091.97	106,159.10	13,100.00		24,930.35	110,962.00
Pupil Transportation	6,861,736.97	6,237,529.41	13,127,677.98	16,298,456.28	21,687,327.92	25,404,708.94	20,415,273.84	17,382,045.31	17,854,266.78	20,481,227.37
Operating Grants and Contributions	7,095,006.86	6,449,581.71	13,329,709.65	16,491,642.45	21,988,101.81	25,731,209.14	20,428,373.84	17,382,045.31	17,881,277.01	20,592,189.37
<b>Total Governmental Activities Program Revenues</b>										
<b>Business-Type Activities:</b>										
Charges for Services:										
Food Service	896,275.13	928,747.72	947,758.19	933,213.12	951,243.28	912,102.72	957,280.00	621,076.03	422,895.71	1,199,563.33
Other Activities	41,433.75	33,600.00	36,452.00	32,430.45	65,895.50	42,640.00	32,553.10	28,970.00		
Operating Grants and Contributions	614,195.64	658,373.49	723,361.77	725,547.68	750,880.26	751,294.63	752,911.09	695,416.72	2,256,616.31	1,093,962.74
<b>Total Business-Type Activities Program Revenues</b>	<b>1,551,904.52</b>	<b>1,620,721.21</b>	<b>1,707,571.96</b>	<b>1,691,191.25</b>	<b>1,768,019.04</b>	<b>1,706,037.35</b>	<b>1,742,744.19</b>	<b>1,345,462.75</b>	<b>2,679,512.02</b>	<b>2,293,526.07</b>
<b>Total District Program Revenues</b>	<b>\$8,646,911.38</b>	<b>\$8,070,282.92</b>	<b>\$15,037,281.61</b>	<b>\$18,182,833.70</b>	<b>\$23,756,120.85</b>	<b>\$27,437,246.49</b>	<b>\$22,171,118.03</b>	<b>\$18,727,508.06</b>	<b>\$20,560,789.03</b>	<b>\$22,885,715.44</b>
<b>Net (Expense)/Revenue:</b>										
Governmental Activities	(\$56,440,791.54)	(\$58,225,979.96)	(\$60,146,552.48)	(\$62,468,002.75)	(\$67,722,881.01)	(\$69,211,539.13)	(\$68,704,071.66)	(\$70,895,581.44)	(\$73,812,526.34)	(\$76,258,389.76)
Business-Type Activities	(61,833.04)	60,836.00	41,408.37	(12,487.14)	53,184.49	9,049.15	58,921.16	(55,888.45)	701,532.00	228,307.53
<b>Total District-wide Net (Expense)/Revenue</b>	<b>(\$56,522,624.58)</b>	<b>(\$58,165,143.96)</b>	<b>(\$60,105,144.11)</b>	<b>(\$62,480,489.89)</b>	<b>(\$67,669,696.52)</b>	<b>(\$69,202,489.98)</b>	<b>(\$68,645,150.52)</b>	<b>(\$70,951,479.89)</b>	<b>(\$73,110,994.34)</b>	<b>(\$76,030,082.23)</b>

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)

	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Revenues and Other Changes in Net Assets:									
Governmental Activities:									
Property Taxes Levied for General Purposes, Net	\$46,206,109.00	\$47,130,231.00	\$48,072,836.00	\$50,596,991.00	\$52,003,125.00	\$54,069,892.00	\$55,427,966.00	\$55,427,966.00	\$59,075,974.00
Taxes Levied for Debt Service	2,420,553.00	2,438,530.00	2,448,770.00	1,871,150.00	2,392,475.00	2,557,351.00	2,558,607.00	2,588,318.00	2,371,857.00
Unrestricted Grants and Contributions	12,457,914.69	12,695,618.18	12,782,832.47	13,075,588.39	12,965,096.53	13,863,166.92	13,652,781.02	15,601,870.49	15,003,186.32
Restricted Grants and Contributions	13,512.99	683,036.48	480,000.64	518,057.83	114,329.69	354,540.40	222,129.26	248,233.75	234,564.64
Tuition Received									
Miscellaneous Income	341,192.30	438,502.41	305,979.86	284,555.51	196,963.35	884,030.87	1,219,118.18	250,212.65	1,702,155.53
Investment Earnings		12,000.00							
Transfers and Other Adjustments	(8,135.00)			50,116.91	(5,962.64)	(41,974.25)	(51,639.13)	(51,639.13)	(61,575.00)
Total Governmental Activities	61,431,146.98	63,997,916.07	64,090,418.97	66,396,459.64	67,666,026.83	71,466,996.94	73,028,942.33	76,332,823.50	78,326,162.49
Business-Type Activities:									
Other	8,135.00				3.09	1.97	52.98		48,588.36
Transfers					5,962.64				(12,838.37)
Total Business-Type Activities	8,135.00				5,965.73	1.97	52.98	52.98	48,588.36
Total District-wide	\$61,439,281.98	\$63,997,916.07	\$64,090,418.97	\$66,396,459.64	\$67,671,992.56	\$71,468,998.91	\$73,028,995.31	\$76,319,785.13	\$78,374,750.85
Changes in Net Assets:									
Governmental Activities	\$3,205,167.02	\$3,251,365.59	\$1,622,416.22	(\$1,326,421.37)	(\$1,545,512.20)	\$2,782,925.26	\$2,133,350.89	\$2,520,097.16	\$2,067,772.73
Business-Type Activities	88,971.00	41,408.37	(12,487.14)	53,184.49	15,014.88	58,923.13	(55,635.47)	688,693.63	276,895.89
Total District	\$3,274,138.02	\$3,292,773.96	\$1,609,929.08	(\$1,273,236.88)	(\$1,530,497.32)	\$2,841,848.39	\$2,077,515.42	\$3,208,790.79	\$2,344,668.62

Source: ACFR Schedule A-2

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)

General Fund:	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Restricted	\$ 8,943,379.26	\$ 9,183,044.23	\$ 7,559,693.02	\$ 6,808,046.05	\$ 6,392,894.40	\$ 8,122,215.79	\$ 9,408,599.51	\$ 9,707,332.27	\$ 5,671,963.19	\$ 3,687,756.07
Assigned	682,422.79	1,320,811.74	493,434.52	375,705.26	694,894.88		877,931.62	105,739.23	804,953.09	1,443,211.21
Committed	2,609,195.00	0.06	2,252.78	129,646.93	117,738.44			399,999.74	1,593,426.00	1,061,799.00
Unassigned	49,560.88	94,491.87	396,546.20	433,598.05	215,621.65	1,552,414.35	476,960.26	4,170,165.74	2,666,255.55	1,626,366.00
<b>Total General Fund</b>	<b>\$ 12,284,557.93</b>	<b>\$ 10,598,347.90</b>	<b>\$ 8,451,926.52</b>	<b>\$ 7,746,996.29</b>	<b>\$ 7,421,149.37</b>	<b>\$ 9,674,630.14</b>	<b>\$ 10,763,491.39</b>	<b>\$ 14,383,236.98</b>	<b>\$ 10,736,597.83</b>	<b>\$ 7,819,132.28</b>
All Other Governmental Funds:										
Committed	\$	\$ 512,077.65	\$ 2,317,275.42	\$ 4,837,094.54	\$ 3,481,233.14	\$ 2,675,678.04	\$ 906,582.05	\$ 135,005.00	\$ 107,250.00	\$ 565,518.91
Assigned					34,488.00	27,938.00	1,898.00			
Unreserved, Reported In:										
Special Revenue Fund								(121,869.51)	(68,916.71)	(215,165.34)
Capital Projects Fund		1,064,367.62	(1,952,971.09)	11,776,683.94	4,994,105.26	428,585.97	1,454,843.63	1,185,519.70	1,135,562.12	679,710.02
Debt Service Fund	1.43	1.43	1.43	34,488.05	27,938.11	1,898.32	0.82	1.32	20,449.04	20,449.04
<b>Total All Other Governmental Funds:</b>	<b>\$ 1.43</b>	<b>\$ 1,576,446.70</b>	<b>\$ 364,305.76</b>	<b>\$ 16,648,266.53</b>	<b>\$ 8,537,764.51</b>	<b>\$ 3,134,100.33</b>	<b>\$ 2,363,324.50</b>	<b>\$ 1,198,656.51</b>	<b>\$ 1,194,344.45</b>	<b>\$ 1,050,512.63</b>

Source: ACFR Schedule B-1

MATAWAN-BERDEEN REGIONAL SCHOOL DISTRICT  
 CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS  
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
 (UNAUDITED)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues:</b>										
Tuition Charges	\$ 48,626,662.00	\$ 49,566,781.00	\$ 50,521,606.00	\$ 52,468,141.00	\$ 54,396,600.00	\$ 56,627,233.00	\$ 57,986,573.00	\$ 59,363,117.00	\$ 60,505,940.00	\$ 61,447,831.00
Rents and Royalties	105,195.20	113,801.50	115,147.50	136,881.92	220,341.10			2,079.88	2,079.88	
Transportation Fees	106,037.10	86,230.17	78,038.67	164,091.97	106,159.10	13,100.00	1,056,917.96	306,643.24	24,930.35	69,595.00
Miscellaneous	379,397.02	510,891.42	350,096.52	336,024.78	245,548.95	894,872.77	1,056,917.96	567,351.60	567,351.60	110,962.00
State Sources	17,322,995.40	19,017,499.29	19,890,641.44	21,178,564.14	22,532,585.91	25,128,432.20	25,107,723.07	28,880,185.84	35,147,337.56	2,042,644.71
Federal Sources	1,347,756.97	1,414,793.34	1,448,119.29	1,394,029.73	1,393,662.65	1,351,536.06	1,518,787.00	2,236,057.86	3,019,290.51	38,002,442.35
<b>Total Revenues</b>	<b>67,888,843.69</b>	<b>70,713,885.72</b>	<b>72,403,619.42</b>	<b>75,677,533.54</b>	<b>78,893,895.71</b>	<b>84,015,174.03</b>	<b>85,670,001.03</b>	<b>90,799,083.62</b>	<b>99,286,929.90</b>	<b>105,457,369.66</b>
<b>Expenditures:</b>										
Instruction:										
Regular	18,954,329.42	18,687,500.03	19,183,784.11	19,629,861.29	19,501,668.72	19,026,673.24	19,766,047.02	19,878,630.53	20,886,074.15	22,952,663.06
Special	5,353,137.75	5,780,109.50	6,072,891.95	6,483,006.75	7,259,734.36	7,369,827.21	7,773,055.35	8,839,731.63	10,293,031.63	10,603,556.21
Other	2,223,951.66	2,268,791.17	2,485,126.45	2,629,321.24	2,954,502.79	2,878,330.68	2,882,106.39	2,783,606.14	2,872,717.22	3,045,094.73
Support Services:										
Tuition	2,396,195.41	2,499,060.76	2,748,344.69	3,245,947.40	3,603,617.22	3,660,527.99	3,911,823.93	3,690,577.24	3,478,269.28	4,652,510.65
Student & Instruction related services	6,188,651.98	6,440,672.38	6,640,007.93	7,355,577.65	7,779,389.34	8,231,013.87	8,501,550.66	8,950,350.29	10,574,349.96	14,029,207.62
General Administrative Services	1,372,641.74	1,339,165.35	1,428,420.10	1,483,149.93	1,414,837.64	1,521,103.01	1,505,883.50	1,493,776.53	1,581,808.69	1,477,396.46
School Administrative Services	2,342,556.71	2,351,340.43	2,347,961.67	2,418,743.75	2,585,747.41	2,833,710.04	2,968,938.36	2,475,526.29	2,615,981.49	2,665,535.10
Central Services	484,733.31	517,277.81	567,492.52	609,144.13	586,689.14	546,891.13	705,175.29	681,957.94	717,295.40	689,857.09
Admin. Information Technology	150,468.43	167,293.04	183,548.49	176,200.89	280,007.51	195,845.19	227,623.09	635,673.23	712,433.64	952,643.62
Plant Operations and Maintenance	5,023,773.22	4,761,512.64	4,797,563.78	5,258,528.06	4,958,730.49	4,966,130.14	4,960,600.85	4,536,589.30	6,196,418.17	6,122,926.59
Student Transportation Services	2,697,326.83	2,836,086.37	2,759,656.96	3,027,783.29	3,238,708.18	3,254,050.17	3,429,310.28	3,253,632.70	4,987,698.15	4,817,072.59
Unallocated Employee Benefits	14,979,122.25	16,461,597.18	18,219,390.21	20,439,208.65	21,245,505.09	23,350,890.45	23,528,848.28	25,967,486.65	30,675,927.77	30,067,901.29
Debt Service:										
Principal	1,484,726.91	1,540,000.00	1,615,000.00	1,095,000.00	1,145,000.00	1,760,000.00	1,625,000.00	1,900,000.00	2,075,000.00	1,840,000.00
Interest and Other Charges	853,868.00	898,530.00	833,770.00	776,150.00	1,513,356.65	1,194,317.50	1,119,617.50	1,134,087.65	842,495.28	876,805.00
Capital Outlay	5,479,556.46	4,274,770.82	5,881,676.02	5,316,590.99	9,254,727.47	6,576,046.52	4,109,502.86	2,110,511.94	4,142,977.01	3,775,448.79
<b>Total Expenditures</b>	<b>70,084,652.06</b>	<b>70,823,650.48</b>	<b>75,778,935.88</b>	<b>79,954,503.01</b>	<b>87,324,282.01</b>	<b>87,135,536.36</b>	<b>87,135,536.36</b>	<b>88,640,348.06</b>	<b>102,642,167.84</b>	<b>108,518,667.23</b>
<b>Excess/(Deficiency) of Revenues Over/(Under) Expenditures</b>	<b>(2,196,108.39)</b>	<b>(109,764.76)</b>	<b>(3,375,316.46)</b>	<b>(4,276,969.47)</b>	<b>(8,430,386.30)</b>	<b>(3,150,183.41)</b>	<b>(1,465,535.33)</b>	<b>2,157,735.56</b>	<b>(3,375,237.94)</b>	<b>(3,061,297.37)</b>
<b>Other Financing Sources/(Uses):</b>										
Transfers										
Proceeds from Bonds				19,856,000.00	(5,962.64)		1,601,000.00	1,533,567.65	12,838.37	8,980,000.00
Original Issue Premium							182,620.74	8,960,000.00	(10,431,287.50)	
Bonds Refunded										
Payment to Refunding Escrow Agent										
Canceled Receivables										
<b>Total Other Financing Sources/(Uses)</b>				<b>19,856,000.00</b>	<b>(5,962.64)</b>		<b>1,783,620.74</b>	<b>92,280.15</b>	<b>(286,471.76)</b>	<b>(181,353.24)</b>
<b>Net Change in Fund Balances</b>	<b>(2,196,108.39)</b>	<b>(109,764.76)</b>	<b>(3,375,316.46)</b>	<b>(15,579,030.53)</b>	<b>(8,430,348.94)</b>	<b>(3,150,183.41)</b>	<b>318,085.41</b>	<b>2,250,015.71</b>	<b>(3,556,591.18)</b>	<b>(3,061,297.37)</b>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	<b>3.77%</b>	<b>3.66%</b>	<b>3.50%</b>	<b>2.51%</b>	<b>3.41%</b>	<b>3.67%</b>	<b>3.55%</b>	<b>3.51%</b>	<b>2.96%</b>	<b>2.59%</b>

Source: District records

Source: ACR Schedule B-2



MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Tuition</u>	<u>Interest on</u> <u>Investments</u>	<u>Accounts</u> <u>Payable</u> <u>Cancelled</u>	<u>Prior Year</u> <u>Checks Void</u>	<u>Miscellaneous</u>	<u>Annual</u> <u>Totals</u>
2013	\$105,195.20	\$8,156.69			\$328,289.37	\$441,641.26
2014	113,801.50	5,757.03	54,159.57		373,267.06	546,985.16
2015	115,147.50	4,764.52	241.50		297,348.18	417,501.70
2016	136,681.92		8,179.49		166,486.58	311,347.99
2017	220,341.10	10,017.91	1,500.00		110,345.52	342,204.53
2018	268,901.79	144,341.61	50,302.25		282,578.99	746,124.64
2019	564,554.60	139,802.87			180,065.25	884,422.72
2020		23,219.37			75,689.34	98,908.71
2022		28,043.25			218,864.22	246,907.47
2023		123,318.65		283,341.91	1,051,867.67	1,458,528.23

Source: District records

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

ABERDEEN TOWNSHIP

LAST TEN FISCAL YEARS  
(UNAUDITED)

Calendar Year	Vacant Land	Residential	Farm Res.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities*	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>b</sup>
2013	35,814,450	1,745,296,900	1,671,200	54,600	232,175,600	9,695,700	40,400,800	1,993,937,050	-0-	1,993,937,050	2,028,395,295	1.598
2014	42,063,400	1,668,574,650	1,622,700	54,900	231,509,900	9,710,700	37,372,000	2,005,645,900	-0-	2,005,645,900	1,999,678,536	1.691
2015	34,957,400	1,696,513,500	1,636,300	38,200	225,377,800	9,710,700	37,396,000	2,028,693,839	-0-	2,028,693,839	2,076,708,282	1.714
2016	28,970,300	1,733,589,639	1,641,600	31,500	217,866,600	9,178,200	37,978,000	2,074,819,500	-0-	2,074,819,500	2,089,669,431	1.723
2017	31,647,700	1,786,771,900	1,678,600	30,800	213,181,500	3,531,000	40,246,700	2,077,088,200	-0-	2,077,088,200	2,228,103,108	1.722
2018	48,183,400	1,825,220,190	1,646,600	28,000	223,122,100	3,563,400	54,146,600	2,218,824,590	-0-	2,218,824,590	2,339,312,381	1.733
2019	41,429,600	1,901,129,190	1,716,400	28,000	216,982,400	3,392,400	67,800,800	2,349,364,490	-0-	2,349,364,490	2,399,740,718	1.744
2020	43,958,500	1,983,140,790	1,704,900	26,900	219,937,600	3,431,000	77,184,400	2,329,384,090	-0-	2,329,384,090	2,447,860,540	1.697
2021	44,139,600	2,013,059,380	1,547,800	22,400	219,324,400	3,470,100	85,131,000	2,366,694,690	-0-	2,366,694,690	2,565,986,331	1.705
2022	50,698,500	2,252,564,090	1,646,900	26,500	226,056,200	3,745,200	101,240,600	2,635,977,990	-0-	2,635,977,990	2,850,322,221	1.559

Source: Abstract of Ratables

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

\* Revaluation

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

b Tax rates are per \$100

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
MATAWAN BOROUGH  
LAST TEN FISCAL YEARS  
(UNAUDITED)

<u>Calendar Year</u>	<u>Vacant Land</u>	<u>Residential</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Apartment</u>	<u>Total Assessed Value</u>	<u>Public Utilities<sup>a</sup></u>	<u>Net Valuation Taxable</u>	<u>Estimated Actual (County Equalized) Value</u>	<u>Total Direct School Tax Rate<sup>b</sup></u>
2013	5,166,300	822,359,100	133,916,700	8,854,000	69,394,100	1,039,690,200	-	1,039,690,200	923,922,687	1.472
2014	4,492,700	733,473,400	131,837,800	8,854,000	67,274,700	945,932,600	-	945,932,600	911,390,865	1.632
2015	10,110,500	737,787,300	136,005,600	5,144,200	76,687,800	965,735,400	-	965,735,400	1,016,280,693	1.622
2016	9,484,000	775,634,000	139,778,700	5,173,300	81,780,900	1,011,850,900	-	1,011,850,900	1,020,927,120	1.634
2017	10,937,400	788,783,600	140,489,700	3,512,100	84,833,400	1,028,556,200	-	1,028,556,200	1,056,101,333	1.718
2018	5,363,700	813,226,800	144,389,200	3,534,600	118,917,200	1,116,243,000	-	1,116,243,000	1,118,886,197	1.673
2019	5,404,600	846,425,900	141,965,700	3,529,600	118,917,200	1,116,243,000	-	1,116,243,000	1,178,466,005	1.661
2020	5,821,100	879,316,700	155,289,200	4,581,500	119,023,100	1,164,031,600	-	1,164,031,600	1,176,978,362	1.646
2021	5,803,300	906,172,100	154,987,800	4,606,500	119,023,100	1,190,592,800	-	1,190,592,800	1,317,902,147	1.641
2022	4,432,700	1,020,302,900	164,978,100	4,715,300	136,642,700	1,331,071,700	-	1,331,071,700	1,394,376,388	1.487

Source: Abstract of Ratables

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

- a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies
- b Tax rates are per \$100

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS  
 (RATE PER \$100 OF ASSESSED VALUE)  
 (UNAUDITED)

Fiscal Year Ending June 30,	Matawan-Aberdeen Regional School District Direct Rate										Overlapping Rates				Total Direct and Overlapping Tax Rate	
	Basic Rate <sup>a</sup>				Debt Service <sup>a</sup>				School Tax Rate		Municipality of				Municipality of	
	Aberdeen Township	Matawan Borough	Aberdeen Township	Matawan Borough	Aberdeen Township	Matawan Borough	Aberdeen Township	Matawan Borough	Aberdeen Township	Matawan Borough	Aberdeen Township	Matawan Borough	Monmouth County Aberdeen Township	Matawan Borough	Aberdeen Township	Matawan Borough
2014	1.607	1.551	0.084	0.081	0.084	0.081	1.691	1.632	0.533	0.832	0.290	0.261	0.261	2.514	2.725	
2015	1.630	1.542	0.084	0.080	0.084	0.080	1.714	1.622	0.550	0.836	0.296	0.277	0.277	2.560	2.735	
2016	1.639	1.555	0.084	0.079	0.084	0.079	1.723	1.634	0.536	0.838	0.290	0.284	0.284	2.549	2.756	
2017	1.661	1.657	0.061	0.061	0.061	0.061	1.722	1.718	0.568	0.819	0.275	0.278	0.278	2.565	2.815	
2018	1.657	1.599	0.076	0.076	0.076	0.076	1.733	1.673	0.582	0.820	0.292	0.282	0.282	2.607	2.775	
2019	1.665	1.586	0.079	0.075	0.079	0.075	1.744	1.661	0.547	0.797	0.321	0.272	0.272	2.612	2.730	
2020	1.622	1.573	0.075	0.073	0.075	0.073	1.697	1.646	0.560	0.818	0.279	0.272	0.272	2.536	2.736	
2021	1.631	1.570	0.074	0.071	0.074	0.071	1.705	1.641	0.547	0.817	0.272	0.259	0.259	2.524	2.717	
2022	1.492	1.423	0.067	0.064	0.067	0.064	1.559	1.487	0.486	0.764	0.241	0.245	0.245	2.286	2.496	
2023	1.314	1.251	0.053	0.050	0.053	0.050	1.367	1.301	0.417	0.673	0.211	0.200	0.200	1.995	2.174	

Source: Abstract of Ratables

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

- a The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation taxable.
- b Rates for debt service are based on each year's requirements.

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO  
(UNAUDITED)

ABERDEEN TOWNSHIP

	2023			2014		
	Taxable Assessed Value	Rank (Optional)	% of Total District Net Assessed Value	Taxable Assessed Value	Rank (Optional)	% of Total District Net Assessed Value
Taxpayer 1	\$ 66,195,600	1	2.51%	\$ 20,918,800	1	1.05%
Taxpayer 2	32,959,900	2	1.25%	15,853,500	2	0.80%
Taxpayer 3	26,540,300	3	1.01%	13,799,500	3	0.69%
Taxpayer 4	26,258,800	4	1.00%	12,700,000	4	0.64%
Taxpayer 5	25,269,300	5	0.96%	9,600,000	5	0.48%
Taxpayer 6	18,641,400	6	0.71%	9,549,900	6	0.48%
Taxpayer 7	15,092,600	7	0.57%	9,531,600	7	0.48%
Taxpayer 8	10,700,000	8	0.41%	9,000,000	8	0.45%
Taxpayer 9	11,217,700	9	0.43%	6,246,400	9	0.31%
Taxpayer 10	8,800,000	10	0.33%	6,066,000	10	0.30%
Total	<u>\$ 241,675,600</u>		<u>9.18%</u>	<u>\$ 113,265,700</u>		<u>5.680%</u>

MATAWAN BOROUGH

	2023			2014		
	Taxable Assessed Value	Rank (Optional)	% of Total District Net Assessed Value	Taxable Assessed Value	Rank (Optional)	% of Total District Net Assessed Value
Taxpayer 1	\$ 35,227,600	1	2.65%	\$ 20,044,000	1	2.12%
Taxpayer 2	19,250,000	2	1.45%	18,000,000	2	1.90%
Taxpayer 3	16,577,400	3	1.25%	9,181,700	3	0.97%
Taxpayer 4	12,953,700	4	0.97%	8,904,000	4	0.94%
Taxpayer 5	10,946,600	5	0.82%	7,600,000	5	0.80%
Taxpayer 6	10,245,800	6	0.77%	7,250,000	6	0.77%
Taxpayer 7	9,957,400	7	0.75%	6,919,400	7	0.73%
Taxpayer 8	9,928,400	8	0.75%	4,786,800	8	0.51%
Taxpayer 9	8,655,000	9	0.65%	4,617,300	9	0.49%
Taxpayer 10	8,594,200	10	0.65%	4,250,000	10	0.45%
Total	<u>\$ 142,336,100</u>		<u>10.69%</u>	<u>\$ 91,553,200</u>		<u>9.68%</u>

Source: Municipal Tax Assessor

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year Ended <u>June 30,</u>	Taxes Levied for <u>the Fiscal Year</u>	Collected Within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent <u>Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2014	48,571,807	48,516,952	99.00%	\$54,854.99
2015	49,568,761	49,568,761	100.00%	-
2016	50,521,606	50,521,606	100.00%	-
2017	52,468,141	52,468,141	100.00%	-
2018	54,395,600	52,468,141	100.00%	-
2019	56,627,233	56,627,233	100.00%	-
2020	57,986,573	57,986,573	100.00%	-
2021	59,363,117	59,363,117	100.00%	-
2022	60,505,940	60,505,940	100.00%	-
2023	61,447,831	61,447,831	100.00%	-

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

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

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICTRATIOS OF OUTSTANDING DEBT BY TYPELAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year <u>Ending June 30,</u>	Governmental Activities		Total <u>District</u>	Percentage of Personal <u>Income</u> <sup>a</sup>	Per <u>Capita</u> <sup>a</sup>
	General Obligation <u>Bonds</u> <sup>b</sup>	Installment Purchase <u>Contracts</u>			
2014	\$20,860,000.00		\$20,860,000.00	3.11%	\$2,087.71
2015	19,320,000.00		19,320,000.00	1.10%	772.34
2016	17,705,000.00	\$101,104.44	17,806,104.44	0.99%	716.25
2017	36,466,000.00	51,281.91	36,517,281.91	1.79%	1,352.34
2018	35,321,000.00	25,944.37	35,346,944.37	1.63%	1,307.40
2019	33,561,000.00		33,561,000.00	1.45%	1,199.81
2020	31,736,000.00	1,601,000.00	33,337,000.00	1.39%	1,192.57
2021	28,621,000.00	1,330,000.00	29,951,000.00	1.12%	1,033.86
2022	26,546,000.00	1,021,000.00	27,567,000.00	N/A	955.03
2023	24,706,000.00	697,000.00	25,403,000.00	N/A	N/A

Note: Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements.

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

b Includes Early Retirement Incentive Plan ("ERIP") refunding

N/A Not available at the time of audit



MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING

LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year Ending June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions			
2014	\$20,860,000.00	\$1,110,000.00	\$19,750,000.00	0.67%	\$1,845.28
2015	19,320,000.00	570,000.00	18,750,000.00	0.63%	694.21
2016	17,705,000.00	-0-	17,705,000.00	0.57%	656.37
2017	36,466,000.00	-0-	36,466,000.00	1.17%	1,350.44
2018	35,321,000.00	-0-	35,321,000.00	1.06%	1,306.44
2019	31,736,000.00	-0-	31,736,000.00	0.92%	1,134.56
2020	31,736,000.00	-0-	31,736,000.00	0.91%	1,135.29
2021	28,621,000.00	-0-	28,621,000.00	0.80%	987.95
2022	26,546,000.00	-0-	26,546,000.00	0.67%	919.66
2023	24,706,000.00	-0-	24,706,000.00	N/A	N/A

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 at the time of audit.

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF DECEMBER 31, 2022  
(UNAUDITED)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Gross Debt Repaid with Property Taxes:			
Aberdeen Township	\$ 80,941,065	100.00%	\$ 80,941,065
Matawan Borough	60,074,231	100.00%	60,074,231
Monmouth County General Obligation Debt -Aberdeen Township	1,298,400,000	1.726%	22,408,059
Monmouth County General Obligation Debt -Matawan Borough	1,298,400,000	0.844%	10,962,013
Subtotal, Overlapping Debt			<u>174,385,367</u>
Matawan-Aberdeen Regional School District Direct Debt			<u>24,706,000</u>
Total Direct and Overlapping Debt			<u>\$ 199,091,367</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Monmouth County Board of Taxation.  
Debt Outstanding data provided by each governmental unit.  
Overlapping County Debt provided by the County Finance Department.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Aberdeen Township and Matawan Borough. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS  
(UNAUDITED)

Legal Debt Margin Calculation for Fiscal Year 2023:

Equalized Valuation Basis		
2022	\$	3,924,475,330
2021		3,903,888,478
2020		3,624,838,902
(A)	\$	11,453,202,710
(A/3)	\$	3,817,734,237
(B)		152,709,369
(C)		26,546,000
(B-C)	\$	126,163,369

	Fiscal Year							
	2013	2014	2015	2016	2017	2021	2022	
Debt Limit	\$	122,590,699	\$	119,418,352	\$	119,644,136	\$	126,494,882
Total Net Debt Applicable To Limit		19,750,000		36,466,000		36,466,000		35,321,000
Legal Debt Margin	\$	102,840,699	\$	100,503,965	\$	83,178,136	\$	91,173,882
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	16.11%	20.95%	18.39%	16.50%	30.54%			
Debt Limit	\$	131,364,344	\$	142,149,922	\$	148,092,455	\$	152,709,369
Total Net Debt Applicable To Limit		33,561,000		31,736,000		26,546,000		26,546,000
Legal Debt Margin	\$	97,803,344	\$	110,413,922	\$	121,546,455	\$	126,163,369
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	46.64%	24.39%	22.33%	17.93%	17.38%			

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 N.J.S.A. 18A:24-19 for a K through 12 District, other percentage limits would be applicable for other District types.
- b Equalized valuations utilized are from the annual debt statements as of December 31, 2022

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICTDEMOGRAPHIC AND ECONOMIC STATISTICSLAST TEN FISCAL YEARS  
(UNAUDITED)

<u>Year</u>	<u>Population</u> <sup>a</sup>	<u>Personal Income</u> <sup>b</sup>	<u>Per Capita Personal Income</u> <sup>c</sup>	<u>Unemployment Rate</u> <sup>d</sup>	
				<u>Matawan</u>	<u>Aberdeen</u>
2013	27,149	1,728,359,638	63,662	8.40%	8.30%
2014	10,703	717,839,507	67,069	6.60%	6.20%
2015	27,009	1,896,869,079	70,231	5.40%	5.00%
2016	26,974	1,948,817,552	72,248	4.80%	4.60%
2017	27,003	2,035,891,185	75,395	4.10%	4.30%
2018	27,036	2,162,285,208	79,978	3.60%	3.70%
2019	27,972	2,309,116,572	82,551	3.50%	3.40%
2020	27,954	2,406,587,814	86,091	9.10%	9.00%
2021	28,970	2,668,687,430	92,119	6.30%	5.80%
2022	28,865	N/A	N/A	3.60%	3.30%

Source:

<sup>a</sup> Population information provided by the NJ Department of Labor and Workforce Development.<sup>b</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented.<sup>c</sup> Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis and includes both the Borough of Matawan And Township of Aberdeen<sup>d</sup> Unemployment data provided by the NJ Department of Labor and Workforce Development.

N/A - Not Available

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

PRINCIPAL EMPLOYERS

CURRENT YEAR AND TEN YEARS AGO  
(UNAUDITED)

ABERDEEN TOWNSHIP

<u>Employer</u>	<u>2023</u>			<u>2014</u>		
	<u>Employees</u>	<u>Rank (Optional)</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Rank (Optional)</u>	<u>Percentage of Total Municipal Employment</u>
UNAVAILABLE		1			1	
		2			2	
		3			3	
		4			4	
		5			5	
		6			6	
		7			7	
		8			8	
		9			9	
		10			10	
<u>Total</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>

MATAWAN BOROUGH

<u>Employer</u>	<u>2023</u>			<u>2014</u>		
	<u>Employees</u>	<u>Rank (Optional)</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Rank (Optional)</u>	<u>Percentage of Total Municipal Employment</u>
UNAVAILABLE		1			1	
		2			2	
		3			3	
		4			4	
		5			5	
		6			6	
		7			7	
		8			8	
		9			9	
		10			10	
<u>Total</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>

Information not available at time of ACFR preparation

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS  
(UNAUDITED)

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Instruction:										
Regular	306	309	306	310	305	236	236	238	247	264
Special Education	64	67	81	77	85	105	105	107	116	124
Other Instruction										
Support Services:										
Student and Instruction Related Services	65	63	73	73	75	132	132	133	139	106
General Administration	21	21	19	19	16	12	12	12	13	10
School Administrative Services	34	38	39	37	37	33	33	33	34	20
Central Services	2	2	2	2	2	6	6	6	6	12
Administrative Information Technology	3	3	7	7	4	3	3	3	5	4
Plant Operations and Maintenance	7	7	4	4	9	7	7	7	8	7
Pupil Transportation	33	27	30	30	27	36	36	31	33	42
Total	535	537	561	559	560	570	570	570	601	589

Source: District Personnel Records

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	Percentage Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2014	3,783.0	62,167,089	16,433	4.36%	370	1:11	1:9	1:9	3,803.6	3,595.8	0.89%	94.54%
2015	3,824.0	64,110,350	16,765	2.02%	376	1:11	1:10	1:9	3,846.9	3,631.4	1.14%	94.40%
2016	3,767.5	67,438,190	17,900	6.77%	387	1:10	1:10	1:10	3,770.3	3,597.5	(1.99%)	95.42%
2017	3,712.0	72,766,772	19,603	9.51%	387	1:10	1:10	1:10	3,716.1	3,533.5	(1.44%)	95.09%
2018	3,720.0	75,411,198	20,272	3.41%	390	1:10	1:10	1:10	3,702.6	3,514.6	(0.36%)	94.92%
2019	3,704.0	77,634,993	20,960	6.92%	341	1:11	1:11	1:11	3,725.1	3,541.1	0.24%	95.06%
2020	3,773.0	80,081,216	21,225	4.70%	341	1:11	1:11	1:11	3,773.0	3,655.5	1.90%	96.89%
2021	3,633.0	83,495,738	22,983	9.65%	338	1:11	1:11	1:11	3,633.3	3,443.3	(2.46%)	94.77%
2022	3,674.1	95,581,696	26,015	22.57%	338	1:10	1:11	1:12	3,674.1	3,445.4	(2.62%)	93.78%
2023	3,798.6	102,026,413	26,859	16.87%	404	1:10	1:11	1:12	3,798.6	3,543.7	4.55%	93.29%

Source: 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).



MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

SCHOOL BUILDING INFORMATION

LAST TEN FISCAL YEARS  
(UNAUDITED)

<u>District/Building</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<b>Elementary:</b>										
Cambridge Park Elementary	21,800	21,800	21,800	21,800	21,800	21,800	21,800	21,800	21,800	21,800
Square Feet	120	120	120	120	120	120	120	120	120	120
Capacity (Students)	82	79	80	80	80	116	140	100	115	135
Enrollment										
Cliffwood Elementary School	66,376	66,376	67,300	67,300	67,300	67,300	67,300	67,300	67,300	67,300
Square Feet	342	342	342	342	342	342	342	342	342	342
Capacity (Students)	318	364	353	353	353	333	306	290	331	343
Enrollment										
Lloyd Road School	70,581	70,581	102,300	102,300	102,300	102,300	102,300	102,300	102,300	102,300
Square Feet	621	621	621	621	621	621	621	621	621	621
Capacity (Students)	596	563	593	593	593	592	587	522	533	530
Enrollment										
Ravine Drive School	46,879	46,879	48,600	48,600	48,600	48,600	48,600	48,600	48,600	48,600
Square Feet	400	400	400	400	400	400	400	400	400	400
Capacity (Students)	398	408	377	377	377	341	338	320	293	355
Enrollment										
Strathmore Elementary School	58,513	58,513	63,000	63,000	63,000	63,000	63,000	63,000	63,000	63,000
Square Feet	463	463	463	463	463	463	463	463	463	463
Capacity (Students)	502	516	464	464	464	411	409	383	414	496
Enrollment										
<b>Middle School:</b>										
Matawan Avenue Middle School	136,032	136,032	136,000	136,000	136,000	136,000	136,000	136,000	136,000	136,000
Square Feet	1,225	1,225	1,225	1,225	1,225	1,225	1,225	1,225	1,225	1,225
Capacity (Students)	866	898	888	888	888	905	907	896	942	849
Enrollment										
<b>High School:</b>										
Matawan Regional High School	161,388	161,388	153,900	153,900	153,900	153,900	153,900	153,900	153,900	153,900
Square Feet	1,509	1,509	1,509	1,509	1,509	1,509	1,509	1,509	1,509	1,509
Capacity (Students)	1,040	1,034	1,030	1,030	1,030	1,249	1,086	1,122	1,356	1,140
Enrollment										

Number of Schools at June 30, 2023

Elementary = 5

Middle School = 1

Senior High School = 1

Source: District Facilities Office

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.

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

SCHEDULE OF REQUIRED MAINTENANCE

LAST TEN FISCAL YEARS  
(UNAUDITED)

UNDISTRIBUTED EXPENDITURES - REQUIRED  
MAINTENANCE FOR SCHOOL FACILITIES

Year	Project # (s)	Matawan-Aberdeen Regional School District										Total
		Cliffwood Elementary	Lloyd Road Elementary	Ravine Drive Elementary	Strathmore Elementary	Matawan Avenue Middle School	Matawan Regional High School	Other Facilities				
2014	N/A	111,495.00	118,341.00	78,242.00	97,803.00	227,880.00	270,913.00	73,352.00	978,026.00			
2015	N/A	96,823.00	102,769.00	67,946.00	84,933.00	197,893.00	235,263.00	63,699.00	849,326.00			
2016	N/A	104,430.00	159,040.00	75,688.00	97,723.00	210,777.00	238,561.00	71,856.00	958,075.00			
2017	N/A	137,813.00	209,484.00	99,520.00	129,008.00	278,493.00	315,148.00	95,220.00	1,264,686.00			
2018	N/A	110,864.00	168,520.00	80,059.00	103,781.00	224,035.00	253,521.00	76,600.00	1,017,380.00			
2019	N/A	115,667.00	145,740.00	91,833.00	97,309.00	208,378.00	288,757.00	80,524.95	1,028,208.95			
2020	N/A	120,865.77	183,723.16	87,281.97	113,143.29	244,245.84	276,392.91	39,151.17	1,064,804.12			
2021	N/A	121,568.00	183,458.00	83,993.00	112,727.00	243,137.00	276,292.00	58,898.16	1,080,073.16			
2022	N/A	161,485.00	121,483.00	55,575.00	74,838.00	182,741.00	464,546.33	65,762.16	1,126,430.49			
2023	N/A	81,322.00	91,071.34	57,939.00	76,424.00	159,755.00	173,324.00	6,601.00	646,436.34			

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

Source: District records

## MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT

## INSURANCE SCHEDULE

JUNE 30, 2023

(UNAUDITED)

	<u>Carrier</u>	<u>Coverage</u>	<u>Deductible</u>
School Package Policy:			
Property - Blanket Building and Contents	(1)	\$ 178,990,178	\$ 5,000
EDP Hardware/Software	(1)	2,000,000	5,000
Extra Expense	(1)	50,000,000	5,000
Valuable Papers and Records	(1)	10,000,000	5,000
Flood Zones A&V	(1)	25,000,000	500,000
Flood Zone B	(1)	75,000,000	10,000
Earthquake	(1)	50,000,000	5,000
Crime - Money Orders & Counterfeit	(1)	50,000	500
Loss of Money & Securities	(1)	50,000	500
Public Employee Dishonesty	(1)	1,000,000	1,000
Forgery or Alteration	(1)	1,000,000	1,000
Computer Fraud	(1)	1,000,000	1,000
General Liability - Each Occurrence	(1)	31,000,000	
Sexual Abuse Each Occurrence	(1)	31,000,000	
Sexual Abuse Aggregate	(1)	17,000,000	
Products/Completed Operations	(1)	31,000,000	
Personal & Advertising Injury	(1)	31,000,000	
Employee Benefits	(1)	31,000,000	1,000
Medical Payments	(1)	10,000	
Terrorism	(1)	1,000,000	
Boiler & Machinery - Energy Systems	(1)	100,000,000	5,000
Automobile Policy - Auto Liability - General Security	(1)	31,000,000	
Garage Liability	(1)	Included	
Collision & Comprehensive	(1)		1,000
Uninsured/Underinsured	(1)	1,000,000	
Personal Injury Protection	(1)	250,000	
Medical Payments	(1)	10,000	
Hired Car Physical Damage	(1)	110,000	
Hired & Non-Owned Auto Liability	(1)	1,000,000	
School Board Legal Liability (E&O)	(1)	31,000,000	10,000
Extended Reporting Option	(1)		
Workers' Compensation - ERIC/NJSBAIG	(1)	Statutory	
Bodily Injury By Accident	(1)	3,000,000	
Bodily Injury By Disease	(1)	3,000,000	
Supplemental Workers' Compensation Policy	(1)	52 weeks	7 days
CAP Program	(3)	50,000,000	
Environmental	(8)	1,000,000	10,000
Environmental - Aggregate	(5)	31,000,000	25,000
Environmental - Microbial	(8)	1,000,000	25,000-250,000
Student Accident	(7)	500,000	500
Student Accident - Supplemental	(6)	5,000,000	25,000
Surety Bonds:			
Treasurer	(1)	350,000	
Board Secretary/Business Administrator	(1)	150,000	
List Insurance Company:			
(1) NJSIG	(5)	Zurich	
(2) Bollinger Insurance Co.	(6)	United State Fire Ins.	
(3) Fireman's Fund	(7)	Catlin	
(4) Selective	(8)	Lloyds	

Source: District records

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**SINGLE AUDIT SECTION**



# SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

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

Telephone 908-789-9300

Fax 908-789-8535

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

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

Honorable President and Members  
of the Board of Education  
Matawan-Aberdeen Regional School District  
County of Monmouth  
Aberdeen, New Jersey 07747

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and in compliance with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities and each major fund of the Matawan-Aberdeen Regional School District (the "District") as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 22, 2024.

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

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

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

## SUPLEE, CLOONEY & COMPANY LLC

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

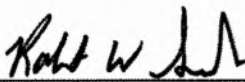
### ***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. However, we noted an instance of noncompliance that we have reported to the Board of Education of the Matawan-Aberdeen Regional School District in a separate Auditor's Management Report on Administrative Finding – Finance and Compliance dated January 22, 2024.

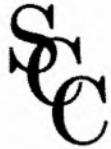
### ***Purpose of This Report***

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

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

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

January 22, 2024



**SUPLEE, CLOONEY & COMPANY LLC**  
CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
FOR EACH MAJOR FEDERAL AND STATE FINANCIAL ASSISTANCE  
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  
Matawan-Aberdeen Regional School District  
County of Monmouth  
Aberdeen, New Jersey 07747

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

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

We have audited the Matawan-Aberdeen Regional School District's, County of Monmouth, State of New Jersey (the "District") compliance with the types of compliance requirements described in the federal *OMB Compliance Supplement* and the New Jersey *OMB State Grant Compliance Supplement* that could have a direct and material effect on each of the Matawan-Aberdeen Regional School District's major federal and state programs for the year ended June 30, 2023. The District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major 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; 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 State Grant Compliance Supplement*. Our responsibilities under those standards, the Uniform Guidance and the New Jersey OMB State Grant Compliance Supplement are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.



## SUPLEE, CLOONEY & COMPANY LLC

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

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

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

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

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

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

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

**Other Matters**

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying *Schedule of Findings and Questioned Costs and Independent Auditor's Management Report on Administrative Findings* as finding 2023-001. Our opinion on each major federal program is not modified with respect to this matter.

*Government Auditing Standards* requires the auditor to perform limited procedures on the Matawan-Aberdeen Regional School District's response to the noncompliance findings identified in our compliance audit described in the accompanying *Schedule of Findings and Questioned Costs and Independent Auditor's Management Report on Administrative Findings*. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

**Report on Internal Control Over Compliance**

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

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

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

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



CERTIFIED PUBLIC ACCOUNTANTS



PUBLIC SCHOOL ACCOUNTANT NO. 948

January 22, 2024

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

FEDERAL AGENCY NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	GRANT OR STATE PROJECT NUMBER	GRANT PERIOD FROM TO	AWARD AMOUNT	BALANCE AT JUNE 30, 2022	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED-THROUGH TO SUBRECIPIENTS	(ACCOUNTS RECEIVABLE)	BALANCE JUNE 30, 2023 UNEARNED REVENUE	DUE GRANTOR
				194,820.92	\$	194,820.92	(194,820.92)	\$	\$	\$	\$
93.778	1605N5MAP	N/A	07/01/2022 06/30/2023	194,820.92	\$	194,820.92	(194,820.92)	\$	\$	\$	\$
84.010	S010A200030	ESEA304022	09/01/2022 08/31/2023	396,919.00		163,482.00	(396,919.00)		(233,437.00)		
84.010	S010A210030	ESEA304021	09/01/2021 08/31/2022	355,944.00	(256,534.00)	256,534.00					
84.010	S010A200030	ESEA304020	09/01/2022 08/31/2023	3,651.00		3,651.00	(3,651.00)		(1,487.00)		
84.010	S010A200030	ESEA304022	09/01/2022 08/31/2023	20,000.00		18,513.00	(20,000.00)				
84.010	S010A210030	ESEA304021	09/01/2021 08/31/2022	12,851.00	(9,000.00)	9,000.00			(19,654.00)		
84.367	S367A190029	ESEA304022	09/01/2022 08/31/2023	48,070.00		28,416.00	(48,070.00)				
84.367	S367A200029	ESEA304020	09/01/2021 08/31/2022	81,849.00		21,604.00	(21,604.00)				
84.365	S367A210029	ESEA304021	09/01/2021 08/31/2022	84,137.00	(15,185.00)	15,185.00					
84.365	S365A190030	ESEA304022	09/01/2022 08/31/2023	23,713.00		4,978.00	(23,713.00)		(18,735.00)		
84.365	S365A200030	ESEA304020	09/01/2021 08/31/2022	38,480.00		7,378.00	(38,480.00)				
84.365	S365A210030	ESEA304021	09/01/2021 08/31/2022	33,380.00	(25,820.00)	25,820.00					
84.365	S365A190030	ESEA304022	09/01/2022 08/31/2023	6,826.00							
84.365	S365A200030	ESEA304020	09/01/2021 08/31/2022	4,521.00							
84.365	S365A210030	ESEA304021	09/01/2021 08/31/2022	2,229.00	(2,229.00)	2,229.00			(60,000.00)		
84.424a	S424A190026	ESEA304022	09/01/2022 08/31/2023	60,000.00		6,648.00	(60,000.00)				
84.424a	S424A200026	ESEA304020	09/01/2021 08/31/2022	11,497.00	(20,079.00)	20,079.00					
84.424a	S424A210026	ESEA304021	09/01/2021 08/31/2022	29,995.00	(765.00)	765.00			(3,416.00)		
84.048A	V048A210030	N/A	09/01/2021 08/31/2022	3,008.00							
84.027	H027A200100	IDEA304020	09/01/2022 08/31/2023	878,966.00		779,174.00	(878,966.00)		(99,794.00)		
84.027	H027A210100	IDEA304021	09/01/2021 08/31/2022	836,742.00	(428,350.00)	428,350.00					
84.027X	H027X210100	IDEA304021	09/01/2021 08/31/2022	173,038.00	(107,372.00)	107,372.00					
84.173	H173A200114	IDEA304020	09/01/2022 08/31/2023	26,409.00		26,409.00	(26,409.00)				
84.173	H173A210114	IDEA304021	09/01/2021 08/31/2022	22,320.00	(15,440.00)	15,440.00					
84.173X	H173X210114	IDEA304021	09/01/2021 08/31/2022	14,728.00	(13,738.00)	13,738.00			(69,794.00)		
84.425D	S425D210027	N/A	3/13/2020 09/30/2023	1,249,282.00		581,445.00	(274,281.25)		(387,905.00)		
84.425D	S425D210027	N/A	3/13/2020 09/30/2023	80,173.00	(6,000.00)	4,356.00	(8,603.00)		(10,247.00)		
84.425D	S425D210027	N/A	3/13/2020 09/30/2023	45,000.00	(40,500.00)	45,000.00	(4,500.00)				
84.425U	S425U210027	N/A	3/13/2020 09/30/2024	2,807,680.00	(116,936.96)	168,847.00	(1,730,249.33)		(1,678,339.29)		
84.425U	S425U210027	N/A	3/13/2020 09/30/2024	40,000.00			(40,000.00)		(40,000.00)		
84.425U	S425U210027	N/A	3/13/2020 09/30/2024	40,000.00	(838,505.71)	799,648.00	(2,057,633.58)		(2,086,491.29)		
					(1,733,017.71)	2,754,413.00	(3,554,409.58)		(2,533,014.29)		
21.027	SLFRFDOE1SES		07/01/2021 06/30/2022	32,790.00		16,395.00	(16,395.00)				
21.027	SLFRFDOE1SES		07/01/2021 06/30/2022	132,331.00	(132,331.00)	148,726.00	(16,395.00)				
					(1,865,348.71)	2,903,139.00	(3,570,804.58)		(2,533,014.29)		

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

MATAWAN-ABERDEEN REGIONAL SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

FEDERAL AGENCY	FEDERAL AWARD IDENTIFICATION NUMBER	GRANT OR STATE PROJECT NUMBER	GRANT PERIOD FROM	TO	AWARD AMOUNT	BALANCE AT JUNE 30, 2022	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED-THROUGH TO SUBRECIPIENTS	(ACCOUNTS RECEIVABLE)	BALANCE JUNE 30, 2023 UNEARNED REVENUE	DUE GRANTOR
Enterprise Fund												
U.S. Department of Agriculture												
Passed-through State Department of Education												
Child Nutrition Cluster												
U.S.D.A. Commodities Program	211NJ304N1059	N/A	07/01/2022	06/30/2023	116,145.59		174,622.69	(166,307.68)			8,315.01	
U.S.D.A. Commodities Program	221NJ304N1059	N/A	07/01/2021	06/30/2022	169,915.53	9,605.38		(9,605.38)				
National School Breakfast Program	211NJ304N1059	N/A	07/01/2022	06/30/2023	151,405.48		96,701.31	(106,877.64)		(10,176.33)		
National School Breakfast Program	221NJ304N1059	N/A	07/01/2021	06/30/2022	345,930.69	(36,061.02)	36,061.02					
National School Lunch Program	211NJ304N1059	N/A	07/01/2022	06/30/2023	575,072.89		530,014.72	(575,072.89)		(45,058.17)		
National School Lunch Program	221NJ304N1059	N/A	07/01/2021	06/30/2022	1,679,119.28	(143,264.44)	143,264.44					
Healthy Hunger-Free Kids Act	211NJ304N1059	N/A	07/01/2022	06/30/2023	23,940.86		22,103.36	(23,940.86)		(1,837.20)		
Supply Chain Assistance Funds	211NJ344N8903	N/A	07/01/2020	06/30/2021	77,007.07		77,007.07	(77,007.07)				
Supply Chain Assistance Funds	221NJ344N8903	N/A	07/01/2021	06/30/2022	70,251.81		70,251.81	(70,251.81)				
Total Child Nutrition Cluster					34,431.36	(169,750.08)	1,184,487.78	(1,063,494.39)		(57,071.70)	8,315.01	
Local Food for Schools Co-Operative					1,932.88		1,932.88	(1,932.88)				
Total Enterprise Fund					1,932.88	(169,750.08)	1,186,420.66	(1,065,427.27)		(57,071.70)	8,315.01	
Total Federal Financial Assistance					\$ 4,284,380.58	\$ (2,035,098.79)	\$ 4,284,380.58	\$ (4,831,052.77)	\$	\$ (2,590,085.99)	\$ 8,315.01	\$

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

MATILAWANABEREEN REGIONAL SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

STATE GRANT/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	GRANT PERIOD	BALANCE JUNE 30, 2022		CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS OF PRIOR YEARS BALANCES	(ACCOUNTS RECEIVABLE)	BALANCE JUNE 30, 2023		BUDGETARY RECEIVABLE	MEMO CUMULATIVE TOTAL EXPENDITURES
			DUE STATE/ACCTS RECOVERABLE	AWARD AMOUNT					UNEARNED REVENUE	DUE GRANTOR		
State Department of Education												
State Aid Public - Charter												
Education Aid	23-485-034-5120-078	07/01/2021	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Category Special Education Aid	23-485-034-5120-089	07/01/2021	9,574,552.00	2,836,511.00	278,707.53	(940,768.66)	(278,707.53)			868,948.46	9,574,552.00	
Category Special Education Aid	23-485-034-5120-084	07/01/2022	173,621.00	173,621.00	8,186,219.54	(9,076,096.00)	(17,059.51)				2,836,511.00	
Category Special Education Aid	23-485-034-5120-078	07/01/2022	2,585,011.00	2,585,011.00	14,071.85	(2,585,011.00)				17,059.51	9,076,096.00	
Category Special Education Aid	23-485-034-5120-084	07/01/2022	113,061.00	113,061.00	158,599.52	(113,061.00)				17,059.51	10,000,000.00	
Total State Aid - Public Charter										1,184,977.00	24,670,884.00	
Category Transportation Aid	23-485-034-5120-014	07/01/2021	849,277.00	849,277.00	799,011.00	(84,447.58)				83,206.00	849,277.00	
Category Transportation Aid	23-485-034-5120-014	07/01/2022	2,081,024.00	2,081,024.00	2,081,024.00					1,779,335.00	2,081,024.00	
Extraordinary Aid	23-100-034-5120-473	07/01/2022	1,793,632.00	1,793,632.00	4,000.00	(4,000.00)					1,793,632.00	
Non-Public Transportation Aid	23-485-034-5120-014	07/01/2022	41,808.00	41,808.00	4,000.00					41,808.00	41,808.00	
Non-Public Transportation Aid	23-485-034-5120-014	07/01/2022	2,330,553.08	2,330,553.08	174,918.18	(174,918.18)					2,330,553.08	
Reimbursed TPAF Social Security Contributions	23-485-034-5094-003	07/01/2022	2,472,841.94	2,472,841.94	153,121.00						2,472,841.94	
On-behalf TPAF Non-Contributory Insurance (non-budgeted)	23-485-034-5094-004	07/01/2022	153,121.00	153,121.00	11,036,684.00						153,121.00	
On-behalf TPAF Pension (non-budgeted)	23-485-034-5094-002	07/01/2022	3,744.00	3,744.00	2,339,355.00						3,744.00	
On-behalf TPAF Long-Term Disability (non-budgeted)	23-485-034-5094-004	07/01/2022	2,939,335.00	2,939,335.00	31,852,363.35						2,939,335.00	
On-behalf TPAF Post Retirement Contributions (non-budgeted)	23-485-034-5094-001	07/01/2022	(2,260,022.19)	(2,260,022.19)						(51,748.40)	(2,311,770.59)	
Total General Funds										3,069,381.00	35,050,137.02	
Special Revenue Fund												
Preschool Education Aid	23-485-034-5120-086	07/01/2021	2,365,456.00	794,743.77	238,545.80					(238,545.80)	794,743.77	
Preschool Education Aid	23-485-034-5120-086	07/01/2022	1,574,034.00	76,810.00	4,300,974.00						1,574,034.00	
Preschool Education Aid	23-485-034-5120-086	07/01/2022	4,778,850.00	4,565.28	11,219.35					6,252.00	4,778,850.00	
Non-Public Textbooks	23-100-034-5120-084	07/01/2021	10,303.00	4,565.28	3,547.58						10,303.00	
Non-Public Textbooks	23-100-034-5120-084	07/01/2022	19,040.00	3,547.58	19,040.03						19,040.00	
Non-Public Textbooks	23-100-034-5120-070	07/01/2022	19,040.00	19.30	7,140.35						19,040.00	
Non-Public Technology	23-100-034-5120-373	07/01/2021	7,140.00	19.30	(0.30)						7,140.00	
Non-Public Technology	23-100-034-5120-373	07/01/2022	29,750.00	1.36	34,850.29						29,750.00	
Non-Public Security	23-100-034-5120-559	07/01/2022	34,850.00	516,567.56	594,717.59					724.00	34,850.00	
Non-Public Security	23-100-034-5120-559	07/01/2022	1,000.00	1,397,506.95	5,707,720.16						1,000.00	
SDA Emergent Grant	23-100-034-5120-019	07/01/2022	1,000.00	1,397,506.95	5,707,720.16						1,000.00	
Recovery High Schools Grant	23-100-034-5120-107	07/01/2022	1,000.00	1,414,897.60	1,414,897.60						1,000.00	
Total Special Revenue Fund										(238,545.80)	9,076,803.67	
Debt Service Fund												
Debt Service Aid Type II	23-100-034-5120-125	07/01/2022	344,948.00	344,948.00	344,948.00						344,948.00	
Total Debt Service Fund											344,948.00	
Enterprise Fund												
School Breakfast Program (State Share)	23-100-034-5120-122	07/01/2022	1,705.80	(3,297.74)	1,529.40					(176.40)	1,705.80	
National School Lunch Program (State Share)	23-100-034-5120-122	07/01/2022	20,305.12	(3,297.74)	3,297.74						20,305.12	
National School Lunch Program (State Share)	23-100-034-5120-122	07/01/2022	26,829.87	(3,297.74)	24,759.55						26,829.87	
Total Enterprise Fund											48,840.59	
Total State Financial Assistance												
			\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
			671,792.89	23,300.65	37,935,205.38					179,462.13	2,759,302.63	48,720,336.65
Less: On-Behalf amounts not utilized for determination of Major Programs:												
On-behalf TPAF Non-Contributory Insurance (non-budgeted)	23-485-034-5094-004				(153,121.00)							
On-behalf TPAF Pension (non-budgeted)	23-485-034-5094-002				(11,036,684.00)							
On-behalf TPAF Long-Term Disability (non-budgeted)	23-485-034-5094-004				(3,744.00)							
On-behalf TPAF Post Retirement Contributions (non-budgeted)	23-485-034-5094-001				(2,939,335.00)							
Total State Financial Assistance Subject to Single Audit			\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
			671,792.89	23,300.65	37,935,205.38					179,462.13	2,759,302.63	48,720,336.65

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

**Matawan-Aberdeen Regional School District**  
**Notes to the Schedules of Expenditures of Federal Awards**  
**and State Financial Assistance**  
**Year Ended June 30, 2023**

**NOTE 1: GENERAL**

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state activity of the Matawan-Aberdeen Regional School District ("the District"). The District is defined in Note 1 to the basic financial statements. All federal and state awards received directly from the federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**NOTE 2: BASIS OF ACCOUNTING**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exceptions of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 of the District's basic financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"), Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

**NOTE 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 schedule (RSI) are presented for the general fund and special revenue fund to demonstrate finance-regulated legal compliance in which certain revenue is permitted by law or grant agreement to be recognized in the audit year, whereas for GAAP reporting, revenue is not recognized until the subsequent year or when expenditures have been made.

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



**Matawan-Aberdeen Regional School District**  
**Notes to the Schedules of Expenditures of Federal Awards**  
**and State Financial Assistance**  
**Year Ended June 30, 2023**

**NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)**

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$51,745.40) for the general fund and \$322,692.35 for the special revenue fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$194,820.92	\$31,414,091.34	\$31,608,912.26
Special Revenue Fund	3,589,073.88	6,243,403.01	9,832,476.89
Capital Projects Fund			
Debt Service Fund		344,948.00	344,948.00
Food Service Fund	1,065,427.27	28,535.47	1,093,962.74
	<u>\$4,849,322.07</u>	<u>\$38,030,977.82</u>	<u>\$42,880,299.89</u>
GAAP Adjustment:			
Related to:			
Last State Aid Payment		187,585.00	187,585.00
Encumbrances	(18,269.30)	101,631.25	83,361.95
Total Awards & Financial Assistance	<u>\$4,831,052.77</u>	<u>\$38,320,194.07</u>	<u>\$42,880,299.89</u>

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

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

**NOTE 5: OTHER**

Revenues and expenditures reported in the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF pension contributions, post-retirement medical benefits and long-term disability insurance represents the amount paid by the state on behalf of the district for the year ended June 30, 2023. TPAF Social Security contributions represent the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2023.

**Matawan-Aberdeen Regional School District**  
**Monmouth County, New Jersey**

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

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

**Financial Statements**

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

**Federal Program(s)**

- |     |  |            |
|-----|--|------------|
| (1) | Internal Control Over Major Federal Programs:  |            |
|     | (a) Material weaknesses identified?  | No         |
|     | (b) Significant deficiencies identified that are not considered to be material weaknesses?   | No         |
| (2) | Type of Auditor’s Report issued on compliance for major federal program(s)?  | Unmodified |
| (3) | Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.510(a) of the Uniform Guidance? | Yes        |
| (4) | Identification of Major Federal Program(s):  |            |

<u>Program Title</u>	<u>ALN</u>
Education Stabilization Fund:	
CARES – ESSERF	84.425D
CARES – ESSER II	84.425D
ARP ESSER	84.425U
Child Nutrition Cluster:	
National School Lunch Program	10.555
School Breakfast Program	10.553
Health Hunger-Free Kids Act	10.592
U.S.D.A Commodities Program	10.555
Supply Chain Assistance Funds	10.555



**Matawan-Aberdeen Regional School District**  
**Monmouth County, New Jersey**

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

**Section I – Summary of Auditor’s Results (Continued)**

**Federal Program(s) (Continued)**

- (5) Program Threshold Determination:  
 Type A Federal Program Threshold > \$750,000.00  
 Type B Federal Program Threshold <= \$750,000.00
- (6) Auditee qualified as a low-risk auditee under OMB Circular Uniform Guidance? Yes

**State Program(s)**

- (1) Internal Control Over Major State Programs:
- (a) Material weakness(es) identified? No
- (b) Significant deficiencies identified that are not considered to be material weaknesses? No
- (2) Type of Auditor’s Report issued on compliance for major state program(s)? Unmodified
- (3) Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 15-08? No
- (4) Identification of Major State Program(s):

<u>Program Title</u>	<u>Project Number</u>
State Aid Cluster:	
Equalization Aid	495-034-5120-078
Special Education Categorical Aid	495-034-5120-089
Security Aid	495-034-5120-084

- (5) Program Threshold Determination:  
 Type A State Program Threshold > \$750,000.00  
 Type B State Program Threshold <= \$750,000.00
- (6) Auditee qualified as a low-risk auditee under OMB Circular 15-08? Yes

**Matawan-Aberdeen Regional School District**  
**Monmouth County, New Jersey**

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

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

**Internal Control Findings** – None Reported

**Compliance Findings** – None Reported

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

**Federal Programs**

**U.S. Department of Agriculture - Child Nutrition Cluster 10.553, 10.555, 10.559**

**Finding FY2023-01:**

**Criteria**

Federal register section 7 CFR Part 210.14b requires school districts to limit its Food Service Fund net cash resources to an amount not to exceed three months average expenditures at June 30, 2023.

**Condition**

The District's net cash resources exceeded three months average expenditures at June 30, 2023.

**Questioned Costs**

None

**Context**

The District did not meet the three months average test at June 30, 2023.

**Cause**

This appears to have occurred due to increased reimbursement rates for meals claimed.

**Effect or Potential Effect**

None

**Matawan-Aberdeen Regional School District**  
**Monmouth County, New Jersey**

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

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

**Recommendation**

Appropriate action be taken to ensure that net cash resources of the Food Service Fund do not exceed (3) months average expenditures.

**View of Responsible Officials and Planned Corrective Action**

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

**State Programs – None Reported**

**Matawan-Aberdeen Regional School District**  
**Monmouth County, New Jersey**

**Schedule of Prior Year Audit Findings**

Not Applicable