

**PLUMSTED TOWNSHIP SCHOOL DISTRICT**

**Plumsted, New Jersey**

**County of Ocean**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**



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**INTRODUCTORY SECTION**

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# Plumsted Township School District

117 Evergreen Road  
New Egypt, NJ 08533

Honorable President and Members  
of the Board of Education  
Plumsted Township School District  
County of Ocean, New Jersey

Dear Board Members/Citizens:

The Annual Comprehensive Financial Report (ACFR) of the Plumsted Township School District for the fiscal year ended June 30, 2023, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Plumsted Township School District. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the district as of June 30, 2023, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

The Comprehensive Annual Financial Report is presented in four sections as follows:

Introductory Section:

Section contains a Letter of Transmittal, Roster of Officials, Consultants and Advisors, and an Organizational Chart.

Financial Section:

Section contains the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements, Required Supplementary Information (RSI) and Other Supplementary Information.

Statistical Section:

Section contains selected financial trends, revenue and debt capacity, demographic, economic and other operating information, generally presented on a multi-year basis.

Single Audit Section:

The School District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08 OMB, "*Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*". Information related to this Single Audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, are included in the Single Audit Section of this report.

## **REPORTING ENTITY AND ITS SERVICES**

The Plumsted Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standard Board (GASB) as established by NCGA Statement No. 3. All funds of the School District are included in this report. The School District has no component units.

The School District provides a full range of educational services appropriate to grade levels preschool through 12. These include regular as well as special education for children with special needs.

## **ECONOMIC CONDITION AND OUTLOOK**

The school funding formula, known as S2, passed July 24, 2018, continues to have a negative impact on the district's budget. The table below details the annual reductions in state aid since S2 inception:

School Year	State Aid Reduction	% Change
2018-2019	\$112,017	-0.96%
2019-2020	\$798,914	-6.9%
2020-2021	\$1,184,243	-10.99%
2021-2022	\$1,030,544	-10.74%
2022-2023	\$2,432,243	-28.40%

The cumulative total of state aid reductions over this five (5) year period is \$5,557,961. Over the same period the district tax levy has been increase the maximum amount permitted under the tax levy cap in the amount of \$1,595,615. The revenue shortfall from these sources is \$3,962,346.

The district has been able to fund operations through the use of surplus from prior fiscal years in combination with reductions to staff and cuts to programs. The actual district surplus at June 30, 2023 is \$3,242,717 and surplus appropriated for the 2023-2024 school is budgeted at \$2,545,949. The projected balance is \$696,766. The district will be unable to generate adequate surplus from the 2023-2024 school year to have a significant impact to the available surplus available for 2024-2025 school year without the receipt of supplemental funding from the State of New Jersey.

The district's student enrollment has stabilized from previous years of decline. Enrollment in the district has declined from a high of 1,841 students in the 2007-2008 school year. The table below presents the enrollment change over the last five (5) years:

School Year	Enrollment as of October 15	% Change
2018-2019	1,231	-4.20%
2019-2020	1,159	-5.85%
2020-2021	1,082	-6.64%
2021-2022	1,061	-1.99%
2022-2023	1,065	0.38%

## **EDUCATION PROGRAMS**

The district was approved for funding by the Department of Education to provide full day preschool for students during the 2022-2023 school year replacing the district's tuition based program. The program revenues and expenses are segregated in the special revenue fund as required and are not included in the state aid reductions above. The district provided services to an additional 50-60 regular education and special education inclusion students. The district is required to provide a per pupil contribution from the general fund for the special education inclusion students.

The Plumsted Township School District educational programs span preschool through 12<sup>th</sup> grade across three schools: Dr. Gerald H. Woehr Elementary School, New Egypt Middle School and New Egypt High School. With an expanded preschool implementing The Creative Classroom Curricula, and plans to

expand further in the coming years, all the District's approximately 1,100 students are learning in classrooms with updated standards-based curricula and instruction that prioritizes differentiated instruction and small group learning. Elementary K-3 instruction is newly supported with the New Jersey Tiered Systems of Supports Grant which includes professional development and consultative supports in early literacy. Technology is infused throughout all classrooms in developmentally appropriate ways with the youngest learner using iPads and grades three through high school having 1:1 Chromebooks or laptops. The district maintains 4 student learning academies at New Egypt High School: Business, Engineering, Law & Justice, and the Global Education, formerly known as Teach for Tomorrow, which is updated to reflect the array of expertise in a public school system that is not limited to teachers. New Egypt Middle School has a newly updated STEAM lab as well as a production studio in which students produce a daily news broadcast each day. New Egypt Middle School has implemented a new civics curriculum and new enrichment/G&T curriculum. Curricula is maintained in the Atlas Rubicon Curriculum Database for all contents. The middle school and high school staff and students currently utilize the Summit Learning Platform for English, Math, Science and Social Studies. The district is currently piloting programs for English, Math, Science and Social Studies that are aligned to the NJ Student Learning Standards for the 2024-25 academic year at the Middle School and High School. All three schools have developed and maintain robust arts programming with chorus, band and theatrical productions performed on stage for the public during the year.

### **INTERNAL ACCOUNTING CONTROLS**

Management of the School 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 and misuse and to ensure that adequate accounting data are completed to allow for the preparation of financial statement in conformity with general accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be delivered; and (2) the valuation of costs and benefits require 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 evaluations by the district management.

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

### **BUDGETARY CONTROLS**

In addition to internal accounting controls, the School 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 included as re-appropriations of fund balance in the subsequent year.

### **ACCOUNTING SYSTEM AND REPORTS**

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

## **FINANCIAL POLICIES**

The intent of the School Board is to ensure that the School District manages its budget and finance in a fiscally prudent and responsible way by establishing financial policies for the Budget, Fund Balance and the maintenance of adequate reserves. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues except for certain grant revenues, are recognized when susceptible to accrual that is when they become measurable and available. Property taxes, interest and certain General Fund revenues are the significant revenue sources considered susceptible to accrual.

## **OTHER INFORMATION**

### *INDEPENDENT AUDIT*

State statutes require an annual audit by independent certified public accountants. The accounting firm of Holman Frenia Allison, P.C., Certified Public Accounts, was appointed by the Board of Education. In addition to meeting the requirements set forth in the State statutes, the audit was also designed to meet the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and combining statements and related major fund supporting statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the Single Audit section of this report.

## **ACKNOWLEDGEMENTS**

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

Respectfully submitted,

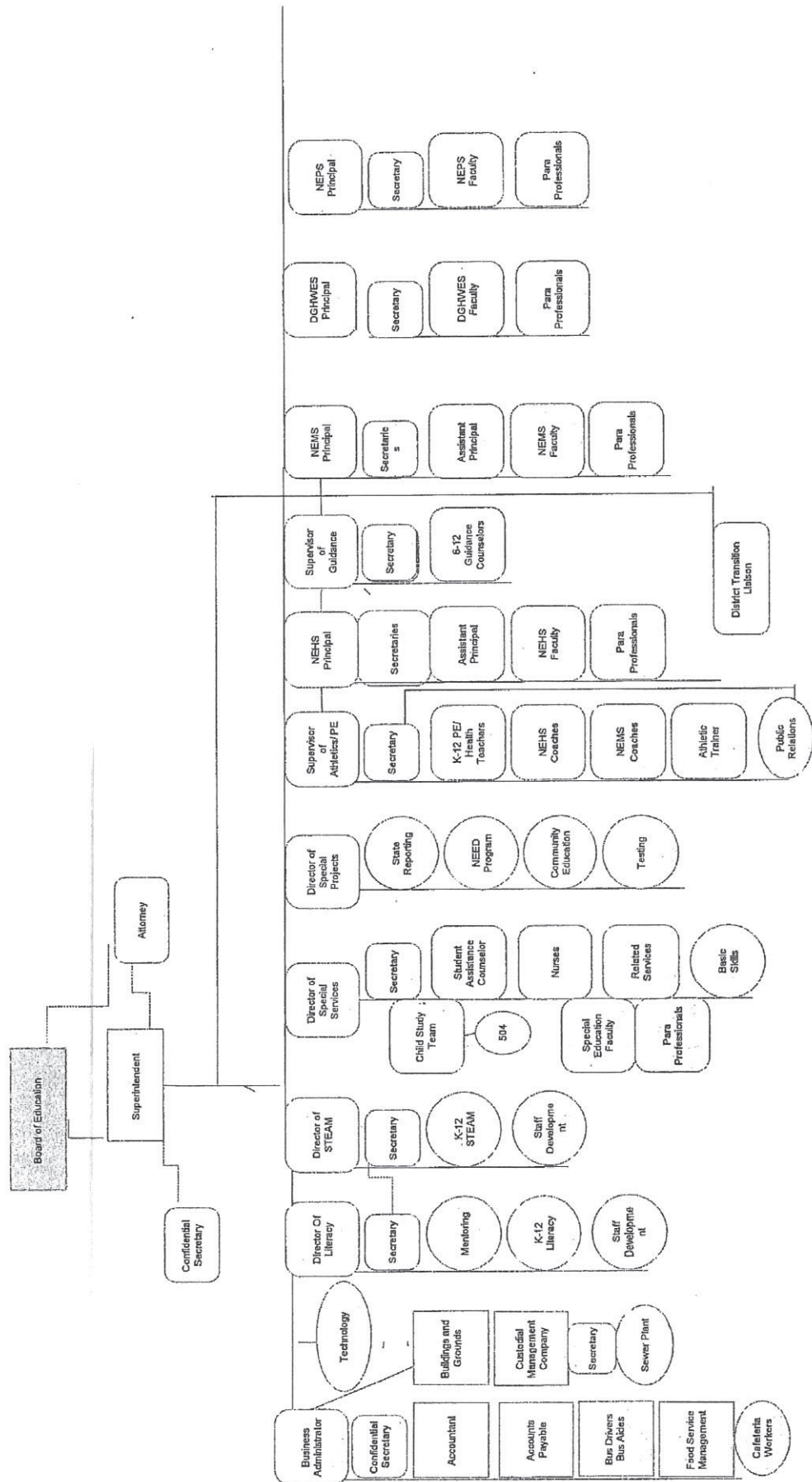


David Ytreboe  
Superintendent of Schools



Sean Gately  
Business Administrator/  
Board Secretary

# Plumsted Township School District



**PLUMSTED TOWNSHIP SCHOOL DISTRICT**  
**Plumsted, New Jersey**

**ROSTER OF OFFICIALS**

**JUNE 30, 2023**

**MEMBERS OF THE BOARD OF EDUCATION**

**TERM EXPIRES**

Susan Potter, President	January 1, 2024
S. Justin Burnett, Vice President	January 1, 2024
Vincent Giardina	January 1, 2025
Justin Goodman	January 1, 2025
Earl Meroney	January 1, 2026
Kelly Morgan	January 1, 2026
Ashley Raywood	January 1, 2025

**OTHER OFFICIALS**

Michelle Halperin-Krain, Superintendent  
Sean Gately, Business Administrator/Board Secretary  
Stein & Supsie, Board Attorney  
Frank J. Frazee, Treasurer

**PLUMSTED TOWNSHIP SCHOOL DISTRICT**

**CONSULTANTS AND ADVISORS**

**AUDIT FIRM**

Holman Frenia Allison, P. C.  
1985 Cedar Bridge Ave. Suite 3  
Lakewood, NJ 08701

**ATTORNEY**

Stein & Supsie, P.C.  
1041 West Lacey Road  
PO Box 1070  
Forked River, NJ 08731

**BOND COUNSEL**

Wilentz, Goldman, & Spitzer, P.A.  
90 Woodbridge Center Drive, Suite 900  
Woodbridge, NJ 07095

**OFFICIAL DEPOSITORY**

TD Bank  
1701 Route 70 East  
Cherry Hill, New Jersey 08034

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**FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Education  
Plumsted Township School District  
County of Ocean  
New Egypt, New Jersey 08533

### Report on the Audit of the Financial Statements

#### *Opinions*

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the School 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 and 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 prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Emphasis of Matter**

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

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

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

## **Auditor's Responsibility**

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 opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and the schedules related to accounting and reporting for pensions and other post employment benefits, as listed in the table of contents be presented to supplement the basic financial statements. Such information, 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 School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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 accompanying combining statements and related major fund supporting statements and schedules and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

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

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

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

In accordance with *Government Auditing Standards* , we have also issued our report dated February 5, 2024 on our consideration of the School District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 School District’s internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Robert W. Allison  
Certified Public Accountant  
Public School Accountant, No. 897

Lakewood, New Jersey  
February 5, 2024

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**REQUIRED SUPPLEMENTARY INFORMATION - PART I**

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

As management of the Plumsted Township School District, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2023. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

**Overview of the Basic Financial Statements**

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components:

- 1) Government-Wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-Wide Financial Statements**

The *government-wide financial statements* are designed to provide the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The government-wide financial statements include the statement of net position and the statement of net activities.

The *statement of net position* presents information about all of the School District's assets and liabilities. The difference between the assets plus deferred outflows or resources and liabilities plus deferred inflows of resources is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the School District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenditures are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the government-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund. Business-type activities reflect the Food Service Fund, New Egypt Extended Daycare (N.E.E.D.), Community Education, and Warrior Day Camp.

**Fund Financial Statements**

*Fund financial statements* are designed to demonstrate compliance with financial-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

*Governmental funds* account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide financial statements,

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

**Overview of the Basic Financial Statements (continued)**

**Fund Financial Statements (continued)**

the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financial requirements in the near term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund, Special Revenue Fund and the Debt Service Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

*Proprietary funds* are used to present the same functions as the business-type activities presented in the government-wide financial statements. The School District maintains one type of proprietary fund – the Enterprise Fund. The fund financial statements of the enterprise fund provides the same information as the government-wide financial statements, only in more detail.

The School District's four enterprise funds (Food Service Fund, N.E.E.D. Fund, Community Education Fund, and Warrior Day Camp Fund) are listed individually and are considered to be a major funds.

**Notes to the Basic Financial Statements**

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

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

**Financial Analysis of the School District as a Whole**

Table 1 provides a summary of the School Districts net position for the fiscal years 2023 compared to fiscal year 2022.

**Table 1**  
**Summary of Net Position**

	June 30, <u>2023</u>	June 30, <u>2022</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 3,761,635	\$ 4,103,712	\$ (342,077)	-8.3%
Capital Assets, Net	<u>22,077,317</u>	<u>23,542,501</u>	<u>(1,465,184)</u>	-6.2%
Total Assets	<u>25,838,952</u>	<u>27,646,213</u>	<u>(1,807,261)</u>	-6.5%
Deferred Outflow of Pension	547,525	612,597	(65,072)	-10.6%
Deferred Outflow of Loss on Refund	<u>50,366</u>	<u>62,828</u>	<u>(12,462)</u>	-19.8%
Deferred Outflow of Resources	<u>597,891</u>	<u>675,425</u>	<u>(77,534)</u>	-11.5%
Current and other Liabilities	1,026,413	891,463	134,950	15.1%
Noncurrent Liabilities	<u>6,124,768</u>	<u>6,377,719</u>	<u>(252,951)</u>	-4.0%
Total Liabilities	<u>7,151,181</u>	<u>7,269,182</u>	<u>(118,001)</u>	-1.6%
Deferred Inflow of Resources	<u>1,466,804</u>	<u>2,509,725</u>	<u>(1,042,921)</u>	-41.6%
Net Position:				
Net Investment in Capital Assets	19,593,919	20,520,658	(926,739)	-4.5%
Restricted	979,375	2,534,682	(1,555,307)	-61.4%
Unrestricted (Deficit)	<u>(2,754,436)</u>	<u>(4,512,609)</u>	<u>1,758,173</u>	-39.0%
Total Net Position	<u>\$ 17,818,858</u>	<u>\$ 18,542,731</u>	<u>\$ (723,873)</u>	-3.9%

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

**Financial Analysis of the School District as a Whole (continued)**

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

**Table 2**  
**Summary of Changes in Net Position**

	June 30, <u>2023</u>	June 30, <u>2022</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
<b>Revenues:</b>				
Program Revenues:				
Charges for Services	\$ 494,807	\$ 438,065	\$ 56,742	13.0%
Operating Grants & Contributions	9,481,718	9,328,630	153,088	1.6%
General Revenues:				
Property Taxes	13,225,404	12,953,150	272,254	2.1%
Federal & State Aid	13,661,639	15,853,578	(2,191,939)	-13.8%
Other General Revenues	338,283	274,071	64,212	23.4%
<b>Total Revenues</b>	<b>37,201,851</b>	<b>38,847,494</b>	<b>(1,645,643)</b>	<b>-4.2%</b>
<b>Function/Program Expenditures:</b>				
Regular Instruction	5,586,432	5,521,956	64,476	1.2%
Special Education Instruction	4,661,258	3,587,166	1,074,092	29.9%
Other Instruction	1,125,346	1,173,615	(48,269)	-4.1%
Tuition	200,480	661,108	(460,628)	-69.7%
Student & Instruction Related Services	2,841,358	2,109,519	731,839	34.7%
General Administrative	378,492	397,339	(18,847)	-4.7%
School Administrative Services	1,006,792	1,068,090	(61,298)	-5.7%
Central Services	364,215	427,397	(63,182)	-14.8%
Plant Operations & Maintenance	2,369,083	2,352,209	16,874	0.7%
Pupil Transportation	1,775,298	1,479,489	295,809	20.0%
Unallocated Benefits	15,248,928	17,028,949	(1,780,021)	-10.5%
Interest & Other Charges	132,104	145,720	(13,616)	-9.3%
Unallocated Depreciation	1,486,684	1,651,842	(165,158)	-10.0%
Food Service	526,601	541,485	(14,884)	-2.7%
Community Education	18,894	20,502	(1,608)	-7.8%
N.E.E.D.	160,936	148,925	12,011	8.1%
Warrior Day Camp	42,823	29,992	12,831	0.0%
<b>Total Expenditures</b>	<b>37,925,724</b>	<b>38,345,303</b>	<b>(419,579)</b>	<b>-1.1%</b>
Change In Net Position	(723,873)	502,191	(1,226,064)	-244.1%
Net Position - Beginning	18,542,731	18,040,540	502,191	2.8%
<b>Net Position - Ending</b>	<b>\$ 17,818,858</b>	<b>\$ 18,542,731</b>	<b>\$ (723,873)</b>	<b>-3.9%</b>

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

**Governmental Activities**

During the fiscal year 2023, the net position of governmental activities decreased by \$708,159 or 3.84%.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$17,718,840 with an unrestricted deficit balance of \$2,854,454. The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last 2 state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

**Business-type Activities**

During the fiscal year 2023, the net position of business-type activities decreased by \$15,714. There was a in fund balance of \$100,018.

**General Fund Budgeting Highlights**

Final budgeted revenues were \$20,003,827. Excluding nonbudgeted revenues, the School District's actual revenues were more than budgeted revenues by \$766,243. TPAF, which is the state's contribution to the pension fund, is an "on-behalf" revenue item to the district and is required to be reflected in the financial statements.

Final budgeted appropriations were \$22,032,202. Excluding nonbudgeted expenditures, the School District's budget appropriations exceeded actual expenditures by \$720,949. TPAF, which is the state's contribution to the pension fund, is an "on-behalf" expenditure item to the district and is required to be reflected in the financial statements.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$3,242,717 at June 30, 2023, an decrease of \$541,183 from the prior year.

**Governmental Funds**

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$2,814,570, an decrease of \$371,561 from the prior year.

*General fund* - During the current fiscal year, the fund balance of the School District's general fund decreased by \$389,621.

*Special revenue fund* – During the current fiscal year, the fund balance of the School District's special revenue fund increased by \$25,818.

*Debt service fund* - During the current fiscal year, the fund balance of the School District's debt service fund decreased by \$7,758.

**Proprietary Funds**

*Food service fund* - During the current fiscal year, the net position of the School District's food service fund decreased by \$59,343.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT**  
**Management’s Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2023**  
**(Unaudited) (Continued)**

**Proprietary Funds (continued)**

*N.E.E.D. fund* - During the current fiscal year, the net position of the School District’s N.E.E.D. fund increased by \$5,826.

*Warrior Day Camp fund* – During the current fiscal year, the net position of the School District’s Warrior Day Camp fund increased by \$36,587.

*Community Education fund* - During the current fiscal year, the net position of the School District’s Community Education fund increased by \$1,216.

**Capital Assets**

The School District’s capital assets for its governmental and business-type activities as of June 30, 2023, totaled \$22,077,317 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements and equipment. There was a net decrease in the School District’s investment in capital assets for the current fiscal year in the amount of \$1,465,184. This decrease is primarily due to depreciation expense during the year. Table 3 shows fiscal 2023 balances compared to 2022.

**Table 3**  
**Summary of Capital Assets**

<u>Capital Assest (Net of Depreciation):</u>	<u>June 30,</u> <u>2023</u>	<u>June 30,</u> <u>2022</u>	<u>Increase/</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
Land	\$ 1,571,070	\$ 1,571,070	\$ -	0.0%
Building and Improvements	20,249,099	21,530,935	(1,281,836)	-6.0%
Equipment	257,148	440,496	(183,348)	-41.6%
	<u>\$ 22,077,317</u>	<u>\$ 23,542,501</u>	<u>\$ (1,465,184)</u>	<u>-6.2%</u>
 Depreciation Expense	 <u>\$ 1,486,684</u>	 <u>\$ 1,651,842</u>		

**Debt Administration**

**Long-term debt** – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$2,375,000.

Additional information on the School District’s long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

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

**Factors on the School District's Future**

The District loss of state aid as a result of the enactment of the S2 legislation on July 24, 2018 continues to have a negative impact.

Student enrollment is projected to decline in future years and continued reductions in state aid are projected to continue through the 2024-2025 school year.

Long-term debt decreased by \$430,000 from 2021-2022 to 2022-2023 school year due resulting from annual principal payment.

**Contacting the School Districts Financial Management**

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Sean Gately, School Business Administrator/Board Secretary, at the Plumsted Township School District, 131 Evergreen Road, New Egypt, New Jersey 08533.

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**BASIC FINANCIAL STATEMENTS**

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**A. Government-Wide Financial Statements**

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2023**

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ -	\$ 258,895	\$ 258,895
Restricted Cash and Cash Equivalents	846,975	-	846,975
Investments	500,000	-	500,000
Receivables, Net (Note 4)	2,031,915	6,986	2,038,901
Inventory	-	6,858	6,858
Capital Assets, Net (Note 5)			
Non-Depreciable	1,571,070	-	1,571,070
Depreciable	20,506,247	-	20,506,247
Right to use leased assets, net of amortization (Note 18)	110,006	-	110,006
Total Assets	<u>25,566,213</u>	<u>272,739</u>	<u>25,838,952</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Related to Pensions (Note 8)	547,525	-	547,525
Related to Loss on Debt Refunding	50,366	-	50,366
Total Deferred Outflow of Resources	<u>597,891</u>	<u>-</u>	<u>597,891</u>
Total Assets and Deferred Outflows of Resources	<u>26,164,104</u>	<u>272,739</u>	<u>26,436,843</u>
<b>LIABILITIES</b>			
Cash Deficit	76,843	61,929	138,772
Intergovernmental Payable - State	3,278	-	3,278
Accounts Payable	376,562	5,864	382,426
Due to Other Governments	245,270	-	245,270
Payroll Deductions and Withholdings	32,326	-	32,326
Unemployment Trust Fund Liability	12,945	-	12,945
Unearned Revenue	62,366	104,928	167,294
Accrued Interest	44,102	-	44,102
Noncurrent Liabilities (Note 7)			
Due Within One Year	592,288	-	592,288
Due Beyond One Year	5,532,480	-	5,532,480
Total Liabilities	<u>6,978,460</u>	<u>172,721</u>	<u>7,151,181</u>
<b>DEFERRED INFLOW OF RESOURCES</b>			
Related to Pensions (Note 8)	1,466,804	-	1,466,804
Total Deferred Inflow of Resources	<u>1,466,804</u>	<u>-</u>	<u>1,466,804</u>
Total Liabilities and Deferred Inflows of Resources	<u>8,445,264</u>	<u>172,721</u>	<u>8,617,985</u>
<b>NET POSITION</b>			
Net Investment In Capital Assets	19,593,919	-	19,593,919
Restricted for:			
Capital Projects	13,305	-	13,305
Scholarships Fund Reserve	1,684	-	1,684
Students Activities Reserve	130,716	-	130,716
Unemployment Reserve	31,233	-	31,233
Impact Aid Reserve	802,437	-	802,437
Unrestricted (Deficit)	(2,854,454)	100,018	(2,754,436)
Total Net Position	<u>\$ 17,718,840</u>	<u>\$ 100,018</u>	<u>\$ 17,818,858</u>

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
Governmental Activities:						
Instruction:						
Regular Instruction	\$ 5,586,432	\$ -	-	\$ (5,586,432)	\$ -	\$ (5,586,432)
Special Schools Instruction	4,661,258	-	2,262,186	(2,399,072)	-	(2,399,072)
Other Special Instruction	394,235	-	-	(394,235)	-	(394,235)
Other Instruction	731,111	-	-	(731,111)	-	(731,111)
Support Services and Undistributed Costs:						
Instruction	200,480	-	-	(200,480)	-	(200,480)
Attendance and Social Work Services	33,730	-	-	(33,730)	-	(33,730)
Health Services	225,148	-	-	(225,148)	-	(225,148)
Other Support Services	2,504,678	-	771,081	(1,733,597)	-	(1,733,597)
Educational Media Services	42,316	-	-	(42,316)	-	(42,316)
Instructional Staff Training	35,486	-	-	(35,486)	-	(35,486)
General Administrative Services	378,492	-	-	(378,492)	-	(378,492)
School Administrative Services	1,006,792	-	-	(1,006,792)	-	(1,006,792)
Central Services	308,462	-	-	(308,462)	-	(308,462)
Technology	55,753	-	-	(55,753)	-	(55,753)
Allowed Maintenance for School Facilities	324,425	-	-	(324,425)	-	(324,425)
Other Operation & Maintenance of Plant	2,044,658	-	6,211,313	4,166,655	-	4,166,655
Student Transportation Services	1,775,298	-	-	(1,775,298)	-	(1,775,298)
Unallocated Employee Benefits	15,248,928	-	-	(15,248,928)	-	(15,248,928)
Interest on Long-Term Debt and Other Charges	132,104	-	-	(132,104)	-	(132,104)
Unallocated Depreciation and Amortization	1,486,684	-	-	(1,486,684)	-	(1,486,684)
Total Government Activities	37,176,470	-	9,244,580	(27,931,890)	-	(27,931,890)

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
Business-Type Activities:						
Food Service	526,601	228,525	237,138	-	(60,938)	(60,938)
Community Education	18,894	20,110	-	-	1,216	1,216
N.E.E.D.	160,936	166,762	-	-	5,826	5,826
Warrior Day Camp	42,823	79,410	-	-	36,587	36,587
Total Business-Type Activities	749,254	494,807	237,138	-	(17,309)	(17,309)
Total Primary Government	\$ 37,925,724	\$ 494,807	\$ 9,481,718	(27,931,890)	(17,309)	(27,949,199)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				12,699,562	-	12,699,562
Property Taxes, Levied for Debt Service				525,842	-	525,842
Federal & State Aid Not Restricted				13,661,639	-	13,661,639
Miscellaneous Income				336,688	1,595	338,283
Total General Revenues, Special Items, Extraordinary Items & Transfers				27,223,731	1,595	27,225,326
Change in Net Position				(708,159)	(15,714)	(723,873)
Net Position - Beginning				18,426,999	115,732	18,542,731
Net Position - Ending				\$ 17,718,840	\$ 100,018	\$ 17,818,858

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

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**B. Fund Financial Statements**

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**Governmental Funds**

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2023**

	GENERAL	SPECIAL REVENUE	DEBT SERVICE FUND	TOTALS
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 851,441	\$ -	\$ -	\$ 851,441
Investments	500,000	-	-	500,000
Receivables, Net:				
Receivables From Other Governments:				
State	428,662	49,924	-	478,586
Federal	-	680,373	-	680,373
Other	228,767	-	-	228,767
Other Receivables	141,590	-	502,599	644,189
Interfund Receivable	72,690	-	-	72,690
Restricted Cash and Cash Equivalents	846,975	-	-	846,975
Total Assets	<u>\$ 3,070,125</u>	<u>\$ 730,297</u>	<u>\$ 502,599</u>	<u>\$ 4,303,021</u>
<b>LIABILITIES &amp; FUND BALANCES</b>				
Liabilities:				
Cash Deficit	\$ -	\$ 425,685	\$ 502,599	\$ 928,284
Intergovernmental Payable - State	-	3,278	-	3,278
Accounts Payable	342,684	33,878	-	376,562
Interfund Payable	-	72,690	-	72,690
Payroll Deductions and Withholdings	32,326	-	-	32,326
Unemployment Trust Fund Liability	12,945	-	-	12,945
Unearned Revenue	-	62,366	-	62,366
Total Liabilities	<u>387,955</u>	<u>597,897</u>	<u>502,599</u>	<u>1,488,451</u>
Fund Balances:				
Restricted:				
Capital Reserve	13,305	-	-	13,305
Scholarships Fund Reserve	-	1,684	-	1,684
Students Activities Reserve	-	130,716	-	130,716
Unemployment Reserve	31,233	-	-	31,233
Reserve for Impact Aid	802,437	-	-	802,437
Assigned:				
Designated for Subsequent Year's Expenditures	1,834,058	-	-	1,834,058
Other Purposes	1,137	-	-	1,137
Total Fund Balances	<u>2,682,170</u>	<u>132,400</u>	<u>-</u>	<u>2,814,570</u>
Total Liabilities and Fund Balances	<u>\$ 3,070,125</u>	<u>\$ 730,297</u>	<u>\$ 502,599</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. The cost of the assets is \$56,793,644 and the accumulated depreciation is \$34,716,327 (Note 5).	22,077,317
Right to use leased assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$330,018 and the accumulated amortization is \$220,012.	110,006
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding's are applicable to future reporting periods and, therefore, are not reported in the funds.	
Deferred outflow related to pensions	547,525
Deferred inflow related to pensions	(1,466,804)
Deferred Outflow related to Loss on Bond Refunding of Debt	50,366
Accrued interest on long-term liabilities is not due and payable in the current period and therefore is not reported as a liability in the funds.	(44,102)
Accrued pension contributions for the June 30, 2023 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(245,270)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	<u>(6,124,768)</u>
Net Position of Governmental Activities	<u>\$ 17,718,840</u>

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	TOTALS
Revenues:				
Local Sources:				
Local Tax Levy	\$ 12,699,562	\$ -	\$ 525,842	\$ 13,225,404
Miscellaneous	198,641	138,047	-	336,688
Total Revenues - Local Sources	12,898,203	138,047	525,842	13,562,092
State Sources	12,660,601	792,970	-	13,453,571
Federal Sources	1,113,267	2,128,068	-	3,241,335
Total Revenues	26,672,071	3,059,085	525,842	30,256,998
Expenditures:				
Current:				
Regular Instruction	5,902,643	-	-	5,902,643
Special Education Instruction	2,662,473	2,262,186	-	4,924,659
Other Special Instruction	416,775	-	-	416,775
Other Instruction	785,378	-	-	785,378
Support Services and Undistributed Costs:				
Instruction	200,480	-	-	200,480
Attendance and Social Work Services	33,730	-	-	33,730
Health Services	225,148	-	-	225,148
Other Support Services	1,733,597	771,081	-	2,504,678
Educational Media Services	42,316	-	-	42,316
Instructional Staff Training	35,486	-	-	35,486
General Administrative Services	378,492	-	-	378,492
School Administrative Services	1,006,792	-	-	1,006,792
Central Services	308,462	-	-	308,462
Technology	55,753	-	-	55,753
Allowed Maintenance for School Facilities	324,425	-	-	324,425
Other Operation & Maintenance of Plant	2,044,658	-	-	2,044,658
Student Transportation Services	1,775,298	-	-	1,775,298
Unallocated Employee Benefits	3,287,176	-	-	3,287,176
On-Behalf TPAF Pension & FICA Contributions	5,750,439	-	-	5,750,439
Debt Service:				
Principal	-	-	430,000	430,000
Interest and Other Charges	70,671	-	103,600	174,271
Capital Outlay	21,500	-	-	21,500
Total Expenditures	27,061,692	3,033,267	533,600	30,628,559
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(389,621)	25,818	(7,758)	(371,561)
Fund Balance, July 1	3,071,791	106,582	7,758	3,186,131
Fund Balance - June 30	\$ 2,682,170	\$ 132,400	\$ -	\$ 2,814,570

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

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

Total Net Change in Fund Balances - Governmental Funds (from B-2)	\$	(371,561)
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
<p>Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.</p>		
Depreciation Expense	\$	(1,486,684)
Capital Outlay		<u>21,500</u>
		(1,465,184)
<p>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.</p>		
		644,013
<p>Repayment of long-term debt principal and obligation of lease purchase agreements are 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.</p>		
		538,445
<p>Governmental funds recognize the right to use leased assets as a revenue when lease is first entered, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:</p>		
Amortization of Right to Use Leased Assets		(110,006)
<p>In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation (+).</p>		
		12,299
<p>Governmental funds report the effect of premiums, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:</p>		
Amortization of premium on bonds		43,891
Amortization of loss on Bond Refunding		<u>(12,462)</u>
		31,429
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).</p>		
		<u>12,406</u>
Change in Net Position of Governmental Activities	\$	<u><u>(708,159)</u></u>

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

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**Proprietary Funds**

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF NET POSITION  
AS OF JUNE 30, 2023**

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>				<b>TOTALS</b>
	<b>FOOD SERVICE</b>	<b>N.E.E.D</b>	<b>WARRIOR DAY CAMP</b>	<b>COMMUNITY EDUCATION</b>	
<b>ASSETS</b>					
Current Assets:					
Cash and Cash Equivalents	\$ 83,178	\$ -	\$ 143,216	\$ 32,501	\$ 258,895
Accounts Receivable:					
State	296	-	-	-	296
Federal	6,098	-	-	-	6,098
Other	592	-	-	-	592
Inventories	6,858	-	-	-	6,858
Total - Current Assets	97,022	-	143,216	32,501	272,739
Noncurrent Assets					
Equipment	294,351	-	-	-	294,351
Accumulated Depreciation	(294,351)	-	-	-	(294,351)
Total - Noncurrent Assets	-	-	-	-	-
Total Assets	\$ 97,022	\$ -	\$ 143,216	\$ 32,501	\$ 272,739
<b>LIABILITIES</b>					
Current Liabilities:					
Cash Deficit	\$ -	\$ 61,929	\$ -	\$ -	\$ 61,929
Accounts Payable	1,865	1,227	2,442	330	5,864
Unearned Revenue	15,438	-	86,105	3,385	104,928
Total Liabilities	17,303	63,156	88,547	3,715	172,721
<b>NET POSITION</b>					
Unrestricted	79,719	(63,156)	54,669	28,786	100,018
Total Net Position	79,719	(63,156)	54,669	28,786	100,018
Total Liabilities and Net Position	\$ 97,022	\$ -	\$ 143,216	\$ 32,501	\$ 272,739

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

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

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>				<b>TOTALS</b>
	<b>FOOD SERVICE</b>	<b>N.E.E.D</b>	<b>WARRIOR DAY CAMP</b>	<b>COMMUNITY EDUCATION</b>	
Operating Revenues:					
Charges for services:					
Daily Sales - Reimbursable Programs:					
Program Fees	\$ 105,174	\$ -	\$ -	\$ -	\$ 105,174
Daily Sales - Non-Reimbursable Programs:					
Program Fees	123,351	166,762	79,410	20,110	389,633
Miscellaneous Income	1,595	-	-	-	1,595
<b>Total Operating Revenues</b>	<b>230,120</b>	<b>166,762</b>	<b>79,410</b>	<b>20,110</b>	<b>496,402</b>
Operating Expenses:					
Salaries	206,145	131,073	34,024	17,551	388,793
Support Services - Employee Benefits	62,411	28,851	2,603	1,343	95,208
Purchased Professional Services	1,474	-	166	-	1,640
Management Fee	24,375	-	-	-	24,375
Supplies and Materials	17,902	608	2,779	-	21,289
Cost of Sales-reimbursable programs	97,475	-	-	-	97,475
Cost of Sales-non-reimbursable programs	114,427	-	-	-	114,427
Miscellaneous Expenditures	2,392	404	3,251	-	6,047
<b>Total Operating Expenses</b>	<b>526,601</b>	<b>160,936</b>	<b>42,823</b>	<b>18,894</b>	<b>749,254</b>
<b>Operating Income/(Loss)</b>	<b>(296,481)</b>	<b>5,826</b>	<b>36,587</b>	<b>1,216</b>	<b>(252,852)</b>
Nonoperating Revenues/(Expenses):					
State Sources:					
State School Lunch Program	5,653	-	-	-	5,653
State School Breakfast Program	517	-	-	-	517
Federal Sources:					
National School Lunch Program	107,730	-	-	-	107,730
National School Breakfast Program	14,868	-	-	-	14,868
Supply Chain Assistance	63,753	-	-	-	63,753
Food Distribution Program	44,617	-	-	-	44,617
<b>Total Nonoperating Revenues/(Expenses)</b>	<b>237,138</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>237,138</b>
<b>Change In Net Position</b>	<b>(59,343)</b>	<b>5,826</b>	<b>36,587</b>	<b>1,216</b>	<b>(15,714)</b>
<b>Total Net Position - July 1</b>	<b>139,062</b>	<b>(68,982)</b>	<b>18,082</b>	<b>27,570</b>	<b>115,732</b>
<b>Total Net Position - June 30</b>	<b>\$ 79,719</b>	<b>\$ (63,156)</b>	<b>\$ 54,669</b>	<b>\$ 28,786</b>	<b>\$ 100,018</b>

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF CASH FLOWS  
JUNE 30, 2023**

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>				
	<b>FOOD SERVICE</b>	<b>N.E.E.D</b>	<b>WARRIOR DAY CAMP</b>	<b>COMMUNITY EDUCATION</b>	<b>TOTALS</b>
Cash Flows From Operating Activities:					
Receipts From Customers	\$ 235,065	\$ 166,762	\$ 89,753	\$ 9,154	\$ 500,734
Payments To Employees	(206,145)	(131,073)	(34,024)	(17,551)	(388,793)
Payments To Employee Benefits	(62,411)	(28,851)	(2,603)	(1,343)	(95,208)
Payments To Suppliers	(215,370)	(77)	(4,621)	330	(219,738)
Net Cash Provided By/(Used For)					
Operating Activities	(248,861)	6,761	48,505	(9,410)	(203,005)
Cash Flows From Noncapital Financing Activities:					
State Sources	7,778	-	-	-	7,778
Federal Sources	290,152	-	-	-	290,152
Net Cash Provided By Noncapital Financing Activities	297,930	-	-	-	297,930
Net (Decrease)/Increase in Cash and Cash Equivalents	49,069	6,761	48,505	(9,410)	94,925
Balance - Beginning of Year	34,109	(68,690)	94,711	41,911	102,041
Balance - End of Year	\$ 83,178	\$ (61,929)	\$ 143,216	\$ 32,501	\$ 196,966
Reconciliation of Operating Income/(Loss)					
To Cash Flows from Operating Activities:					
Operating Income/(Loss)	\$ (296,481)	\$ 5,826	\$ 36,587	\$ 1,216	\$ (252,852)
Adjustments to Reconcile Operating Income to					
Net Cash Flows from Operating Activities:					
Food Distribution Program	44,617	-	-	-	44,617
(Increase)/Decrease in Accounts Receivable	(592)	-	-	-	(592)
(Increase)/Decrease in Inventory	(3,807)	-	-	-	(3,807)
Increase/(Decrease) in Unearned Revenue	5,537	-	10,343	(10,956)	4,924
Increase/(Decrease) in Accounts Payable	1,865	935	1,575	330	4,705
Total Adjustments	47,620	935	11,918	(10,626)	49,847
Net Cash Flows From Operating Activities	\$ (248,861)	\$ 6,761	\$ 48,505	\$ (9,410)	\$ (203,005)

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

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**Fiduciary Fund**

*Not Applicable*

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT**

**NOTES TO THE FINANCIAL STATEMENTS**

**June 30, 2023**

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies**

The financial statements of the Plumsted Township School District (hereafter referred to as the School District) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of more significant accounting policies.

**Reporting Entity**

The School District is a Type II district located in the County of Ocean, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education (the Board). The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three members' terms expire each year. The purpose of the District is to educate students in grades kindergarten through twelfth. The District has an approximate enrollment at June 30, 2023 of 1,188 students.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*, is whether:

- the organization is legally separate (can sue or be sued in their own name);
- the District holds the corporate powers of the organization;
- the District appoints a voting majority of the organization's board
- the District is able to impose its will on the organization;
- the organization has the potential to impose a financial benefit/burden on the District
- there is a fiscal dependency by the organization on the District.

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

**Component Units**

GASB Statement No 14, *The Financial Reporting Entity*, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, *as amended by GASB Statement No. 39, Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnis – an Amendment of GASB Statements No. 14 and No. 34*, *GASB Statement No. 80, Blending Requirements for certain component Units - an Amendment of GASB Statement No. 14* and GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan- an Amendment of GASB Statements No. 14 and No. 84*. The School District had no component units as of for the year ended June 30, 2023.

**Government-Wide Financial Statements**

The School District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the School District accompanied by a total column.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

These statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the School District’s assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

**Governmental Fund Financial Statements**

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule (Exhibit B-3) is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The School District has presented all major funds that met those qualifications.

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. (The School District’s deferred outflows of resources and deferred inflows of resources are noncurrent.) The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the School District, are property tax and intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

**Proprietary Fund Financial Statements**

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been combined with the governmental activities in the Government-Wide financial statements.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

**Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government-wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the School District's enterprise funds. Separate financial statements are provided for governmental funds and proprietary funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Food Service Fund, N.E.E.D, Warrior Day Camp, and Community Education program are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the School District's policy to use restricted resources first, then unrestricted resources as they are needed.

Internal service funds are used to account for those operations which provide benefits to other funds, departments, or agencies of the primary government and its component unit. Although internal service funds are reported as a proprietary fund in the fund financial statements, it is incorporated into governmental activities in the government-wide financial statements. The School District does not maintain any internal service funds.

The School District reports the following major governmental funds:

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

As required by the New Jersey Department of Education the School District includes budgeted capital outlay in this fund. GAAP 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, interest earnings 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 Current Expense by board resolution.

**Special Revenue Fund** – The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

The School District reports the following major proprietary funds:

**Food Service Fund** – This fund accounts for the revenues and expenses pertaining to the School District’s cafeteria operations.

**Community Education Program** – The Community Education fund accounts for the financial transactions related to the community fee-based operations to the School District.

**New Egypt Extended Daycare Program** – The New Egypt Extended Daycare fund accounts for the financial transactions related to fee-based daycare operations to the School District.

**Warrior Day Camp Program** – The Warrior Day Camp fund accounts for the financial transactions related to the fee-based summer camp operations of the School District.

During the course of operations, the School District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

**Budgets/Budgetary Control**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office. In accordance with P.L.2011 c.202, which became effective January 17, 2012, the School District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations and the Board members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in *N.J.A.C. 6A:23-2-2(f)1*. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with *N.J.A.C. 6A:23-2-11*.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and GAAP with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

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

The budget, as detailed on Exhibit C-1, Exhibit C-2, and Exhibit I-3, includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the General Fund Budgetary Comparison Schedules and the Special Revenue Fund Budgetary Comparison Schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

**Encumbrances**

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

Open encumbrances in the special revenue fund for which the School District has received advances are reflected in the balance sheet as a reduction of the accounts receivables or as unearned revenue 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.

**Cash and Cash Equivalents**

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

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

Additionally, the School District has adopted a cash management plan that 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 loss of funds on deposit with a failed banking institution in New Jersey.



**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

*N.J.S.A.17:9-41 et. Seq.* establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

**Tuition Payable/Receivable**

Tuition rates for the fiscal year end June 30, 2023 were established by the receiving district based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

**Inventories**

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

**Interfund Receivables/Payables**

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances. Balances with fiduciary funds are not considered Internal Balances; therefore those balances are reported on the Statement of Net Position.

**Capital Assets**

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair value at the date of donation. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the School District are depreciated or amortized using the straight-line method over the following estimated lives:

Buildings	30 – 50 Years
Equipment and Vehicles	3 – 20 Years
Improvements	10 – 50 Years
Software	5 – 7 Years

**PLUMSTED TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

**Right to Use Assets**

The School District has recorded right to use lease assets as a result of implementing GASB 87. The right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related lease.

**Compensated Absences**

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

The entire compensated absences liability is reported on the government-wide financial statements and proprietary fund financial statements. Compensated absences liability is not recorded in the governmental funds. Instead expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of resignations or retirements.

**Unearned Revenue**

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

**Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, government fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources.

**Accounting Estimates**

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumption that affect certain reported amounts reported in the financial statements and accompanying note disclosures. Actual results could differ from those estimates.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

**Interfund Activity**

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

**Fund Balance**

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District classifies governmental fund balances as follows:

- **Non-spendable** – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- **Restricted** – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- **Committed** – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The School Board did not have any committed resources as of June 30, 2023.
- **Assigned** – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- **Unassigned** – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the School District's policy to consider restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, it is the School District's policy to consider amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

**Net Position**

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

- **Net Investment in Capital Assets** – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.
- **Restricted** – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- **Unrestricted** – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

**Subsequent Events**

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2023 and February 5, 2024, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

**Impact of Recently Issued Accounting Principles**

*Adopted Accounting Pronouncements*

The following GASB Statements became effective for the fiscal year ended June 30, 2023:

Statement No. 96, *Subscription-Based Information Technology Arrangements*.

Statement No. 99, *Omnibus 2022*.

Management has determined the implementation of these statements did not have a significant impact on the District's financial statements.

*Accounting Pronouncements Effective in Future Reporting Periods*

Statement No. 100, Accounting Changes and Error Corrections- an amendment of GASB Statement No. 62.

Statement No. 101, Compensated Absences. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Management has yet to determine the potential impact of these pronouncements on the District's financial statements.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 1. Summary of Significant Accounting Policies (continued):**

**Bond Premiums, Discounts and Issuance Costs**

In the government-wide financial statements and in the proprietary fund financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when bonds are issued.

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

**Deferred Loss on Refunding Debt**

Deferred loss on refunding debt arising from the issuance of the refunding bonds is recorded as deferred outflows of resources. It is amortized in a systematic and rational manner over the shorter of the duration of the related debt or the new debt issues as a component of interest expense.

**Deferred Outflows and Deferred Inflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources 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.

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

**Pensions**

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 pension plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. 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.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 2. Cash Deposits and Investments**

**Cash Deposits**

**Custodial Credit Risk** – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, *NJS.A 17:9-41 et seq.* requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by Federal Deposit Insurance Company (FDIC). Public funds owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity funds or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as uninsured and uncollateralized in the schedule below. As of June 30, 2023, the School District’s bank balance of \$1,289,454 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA		\$	1,015,399
Uninsured and Uncollateralized			274,055
Total			\$ 1,289,454

**Investments**

**Custodial Credit Risk** – For an investment, custodial credit risk is a risk that, in the event of the failure of a counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the District, and are held by either the counterparty or the counterparty’s trust department or agent but not in the District’s name. All of the District’s investments are held in the name of the District.

**Investment Interest Rate Risk** – Interest rate risk is the risk that changes in interest rates that will adversely affect the fair value of an investment. The District has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Investment Credit Risk** – The District has no investment policy that limits its investment choices other than the limitation of state law as follows:

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- Government money market mutual funds;
- Any obligation that a federal agency or federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor;
- Bonds or other obligations of the District or bonds or other obligations of the local unit or units within which the District is located;
- Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, approved by the Division of Investment in the Department of Treasury for investment by the District;
- Local Government investment pools;

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 2. Cash Deposits and Investments (continued)**

- Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L 1977, c281; or
- Agreements for the repurchase of fully collateralized securities.

**Fair Value Measurement** – The District categorizes its assets and liabilities measured at fair value into a three-level hierarchy based on the priority of inputs to the valuation technique used to determine fair value. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level I) and the lowest priority to unobservable inputs (Level III). The categorization is based on the lowest level input that is significant to the fair value measurement.

Assets and liabilities valued at fair value are categorized based on the inputs to the valuation techniques as follows:

Level I – Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access. Fair values for these instruments are estimated using pricing models or quoted prices of securities with similar characteristics.

Level II – Inputs that include quoted market prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

Level III – Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity’s assumptions, as there is little, if any, related market activity. Fair values for these instruments are estimated using appraised values.

Subsequent to initial recognition, the District may remeasure the carrying value of assets and liabilities measured on a nonrecurring basis to fair value. Adjustments to fair value usually result when certain assets are impaired. Such assets are written down from their carrying amounts to their fair value. The following methods and assumptions were used by the District in estimating the fair value of its financial instruments:

*Certificates of Deposit* – Approximate fair value, based on estimates using current market rates offered for deposits with similar remaining maturities.

The preceding methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the District believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the value hierarchy, the District’s investments at fair value at June 30, 2023.

<u>Investment type</u>	<u>Level I</u>	<u>Level II</u>	<u>Level III</u>	<u>Total</u>
<i>Certificates of Deposit</i>	\$ -	\$ 500,000	\$ -	\$ 500,000
Total Investments Held at Fair Value	\$ -	\$ 500,000	\$ -	\$ 500,000

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 3. Reserve Accounts**

*Capital Reserve*

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

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

Balance, July 1, 2022	\$	413,305
Decreased by:		
Budgeted Withdrawal		(400,000)
Balance, June 30, 2023	<u>\$</u>	<u>13,305</u>

The June 30, 2023 balance did not exceed the LRFP balance of local support costs of uncompleted capital projects.

*Federal Impact Aid Reserve*

The School District receives a large portion of its annual operating revenue from Federal Impact Aid. As permitted by P.L.2015, c.46 which amended *N.J.S.A. 18A:7F-41* a federal impact reserve account was established by the Board by board resolution for the amount of federal impact aid funds received during the current fiscal year for use as general fund expenditures in subsequent fiscal years. The federal impact aid general reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Transfers to the impact aid reserves shall not exceed the total amount of federal impact aid received, by federally designated category, i.e. general fund or capital, in the fiscal year. The Board, at its discretion, may use the funds in the reserve accounts to finance the School District's general fund, in a manner consistent with federal law. The total amount of funds on deposit in the reserve account shall not be limited.

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



**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

Balance, July 1, 2022	\$	902,437
Decreased by:		
Board Approved Withdrawal		(100,000)
Balance, June 30, 2023	<u>\$</u>	<u>802,437</u>

**Note 3. Reserve Accounts (continued)**

*Unemployment Reserve*

Unemployment reserve funds are restricted pursuant to *N.J.S.A. 43:21-7.3(g)*, which requires that employer and employee contributions be held in a trust fund maintained by the governmental entity or instrumentally for unemployment benefit cost purposes and any surplus remaining in this trust fund must be retained in reserve for payment of benefit costs in subsequent years.

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

Balance, July 1, 2022 and June 30, 2023	\$ 31,233
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**Note 4. Accounts Receivable**

Accounts receivable at June 30, 2023 consisted of accounts and intergovernmental grants. All state and federal receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

Description:	Governmental Funds				Proprietary Funds	
	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Activities	Food Service Fund	Total Business-Type Activities
Federal Awards	\$ -	\$ 680,373	\$ -	\$ 680,373	\$ 6,098	\$ 6,098
State Awards	428,662	49,924	-	478,586	296	296
Other	370,357	-	502,599	872,956	592	592
Total	\$ 799,019	\$ 730,297	\$ 502,599	\$ 2,031,915	\$ 6,986	\$ 6,986

**Note 5. Capital Assets**

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

	<b>Balance July 1, 2022</b>	<b>Additions</b>	<b>Adjustments</b>	<b>Balance June 30, 2023</b>
<b>Governmental Activities:</b>				
Capital Assets not Being Depreciated:				
Land	\$ 1,571,070	\$ -	\$ -	\$ 1,571,070
Total Capital Assets not Being Depreciated	<u>1,571,070</u>	<u>-</u>	<u>-</u>	<u>1,571,070</u>
Capital Assets Being Depreciated:				
Buildings and Improvements	50,829,434	21,500	-	50,850,934
Equipment	4,026,949	-	344,691	4,371,640
Total Capital Assets being depreciated	<u>54,856,383</u>	<u>21,500</u>	<u>344,691</u>	<u>55,222,574</u>
Less: Accumulated Depreciation:				
Buildings and Improvements and Equipment	(32,884,952)	(1,486,684)	(344,691)	(34,716,327)
Total Accumulated Depreciation	<u>(32,884,952)</u>	<u>(1,486,684)</u>	<u>(344,691)</u>	<u>(34,716,327)</u>
Total Capital Assets Being Depreciated, Net	<u>21,971,431</u>	<u>(1,465,184)</u>	<u>-</u>	<u>20,506,247</u>
Total Governmental Activities Capital Assets, net	<u>\$ 23,542,501</u>	<u>\$ (1,465,184)</u>	<u>\$ -</u>	<u>\$ 22,077,317</u>

**Note 5. Capital Assets (continued)**

	<b>Balance July 1, 2022</b>	<b>Additions</b>	<b>Adjustments</b>	<b>Balance June 30, 2023</b>
<b>Business-Type Activities:</b>				
Capital Assets Being Depreciated:				
Machinery & Equipment	\$ 294,351	\$ -	\$ -	\$ 294,351
Total Capital Assets not Being Depreciated	<u>294,351</u>	<u>-</u>	<u>-</u>	<u>294,351</u>
Less: Accumulated Depreciation:				
Machinery & Equipment	(294,351)	-	-	(294,351)
Total Accumulated Depreciation	<u>(294,351)</u>	<u>-</u>	<u>-</u>	<u>(294,351)</u>
Total Business-Type Activities Capital Assets, net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Note 6. Interfund Receivables, Payables and Transfers**

There interfund receivable/payable balances at June 30, 2023 were as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 72,690	\$ -
Special Revenue Fund	<u>-</u>	<u>72,690</u>
	<u>\$ 72,690</u>	<u>\$ 72,690</u>

**Note 7. Long-Term Obligations**

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 7. Long-Term Obligations (continued)**

	Balance July 1, 2022	Additions	Reductions	Balance June 30, 2023	Balance Due Within One Year
<b>Governmental Activities:</b>					
Lease Obligations	\$ 216,843	\$ -	\$ 108,445	\$ 108,398	\$ 108,398
Compensated Absences	445,959	-	12,406	433,553	-
General Obligation Bonds	2,805,000	-	430,000	2,375,000	440,000
Unamortized Bond Premiums	221,281	-	43,890	177,391	43,890
Net Pension Liability	2,688,636	2,421,192	2,079,401	3,030,427	-
<b>Total</b>	<b>\$ 6,377,719</b>	<b>\$ 2,421,192</b>	<b>\$ 2,674,143</b>	<b>\$ 6,124,768</b>	<b>\$ 592,288</b>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Compensated absences, lease obligations and unamortized bond premiums are liquidated by the general fund.

*Bonds Payable*

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness.

Principal and Interest due on the outstanding bonds is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 440,000	\$ 86,200	\$ 526,200
2025	455,000	68,300	523,300
2026	475,000	49,700	524,700
2027	495,000	30,300	525,300
2028	510,000	10,200	520,200
<b>Total</b>	<b>\$ 2,375,000</b>	<b>\$ 244,700</b>	<b>\$ 2,619,700</b>

*Lease Obligations*

The School District executed an agreement on October 17, 2019 to lease office equipment that requires annual payments varying from \$81,958 to \$114,950. There are no variable components of the lease. The lease liability is measured at an implied discount rate of 3%. As a result of the lease, the School District has recorded right to use assets with a net book value of \$110,006 at June 30, 2023. The right to use assets are discussed in more detail at Note 18. The following is a schedule of the remaining future minimum lease payments under these lease obligations and the present value of the net minimum lease payments at June 30, 2023:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 108,398	\$ 3,252	\$ 111,650
<b>Total</b>	<b>\$ 108,398</b>	<b>\$ 3,252</b>	<b>\$ 111,650</b>

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

*Bonds Authorized but Not Issued*

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

**Note 8. Pension Plans**

**Public Employees' Retirement System**

**Plan Description** – The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Annual Comprehensive Financial Report (ACFR), which can be found at <http://www.nj.gov/treasury/pensions/financial-reports.shtml>. The vesting and benefit provisions are set by *N.J.S.A. 43:15A*. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

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

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

**Special Funding Situation** – Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001

**Note 8. Pension Plans (continued)**

**Public Employees' Retirement System (continued)**

The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this

**PLUMSTED TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2023**

legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability to report in the financial statements of the local participating employers related to this legislation.

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 collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employers as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

Additionally, the State has no proportionate share of the PERS net pension liability attributable to the District as of June 30, 2023. At June 30, 2023, the State's proportionate share of the employer pension expense and related revenue, associated with the District, calculated by the plan as of the June 30, 2022 measurement date was \$6,376.

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

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

**Pension Liability, Pension Expense/(Credit) and Deferred Outflows/Inflows of Resources** - At June 30, 2023, the School District reported a liability of \$3,030,427 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2021, to the measurement date of June 30, 2022. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2022. The School District's proportion measured as of June 30, 2022, was 0.0200805200%, which was a decrease of 0.0026150925% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the School District recognized full accrual pension benefit of \$390,788 in the government-wide financial statements. This pension benefit was based on the pension plans June 30, 2022 measurement date. At June 30, 2023 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 8. Pension Plans (continued)**

**Public Employees' Retirement System (continued)**

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between Expected and Actual Experience	\$ 21,872	\$ 19,288
Changes of Assumptions	9,389	453,775
Net Difference between Projected and Actual Earnings on Pension Plan Investments	125,427	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	145,567	993,741
School District contributions subsequent to measurement date	245,270	-
	\$ 547,525	\$ 1,466,804

\$245,270 reported as deferred outflows of resources resulting from the School District's contributions subsequent to the measurement date is estimated based on unadjusted 2022-2023 total salaries for PERS employees multiplied by an employer pension contribution rate of 17.11%. The payable is due on April 1, 2024 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year Ending June 30,</b>	<b>Amount</b>
2024	\$ (429,582)
2025	(302,069.00)
2026	(234,221.00)
2027	(28,734.00)
2028	(169,943.00)
	\$ (1,164,549)

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 YEAR ENDED JUNE 30, 2023**

**Note 8. Pension Plans (continued)**

**Public Employees' Retirement System (continued)**

**Actuarial Assumptions** – The total pension asset/(liability) as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.75 - 6.55%
Thereafter	Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	Pub-2010 General classification headcount weighted mortality with fully generational improvement projections from the central year using Scale MP-2021
Period of Actuarial Experience	
Study upon which Actuarial Assumptions were Based	July 1, 2014- June 30, 2018

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

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 8. Pension Plans (continued)**

**Public Employees' Retirement System (continued)**

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

These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S. Developed Markets Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
High Yield	2.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	8.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	5.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%
	<u>100.00%</u>	

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



**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 8. Pension Plans (continued)**

**Public Employees' Retirement System (continued)**

**Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate** – As previously mentioned, PERS has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 7.00% as well as what the State's proportionate share of the net pension liability, attributable to the School District's would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
District's Proportionate Share of the Net Pension Liability	<u>\$ 3,926,182</u>	<u>\$ 3,030,427</u>	<u>\$ 2,315,609</u>

**Additional Information** – The following is a summary of the collective balances of the local group at June 30, 2023 and 2022, respectively:

Collective Deferred Outflows of Resources	\$ 1,660,772,008	\$ 1,164,738,169
Collective Deferred Inflows of Resources	3,236,303,935	8,339,123,762
Collective Net Pension Liability	15,219,184,920	11,972,782,878
District's Portion	0.02008%	0.02270%

**Teachers' Pension and Annuity Fund**

**Plan Description** – Teacher Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit pension plan with a special-funding situation, by which the State is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the Division. For additional information about TPAF, please refer to the Division's annual financial statements which can be found at [www.nj.gov/treasury/pensions/financial-reports.shtml](http://www.nj.gov/treasury/pensions/financial-reports.shtml).

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 8. Pension Plans (continued)**

**Teachers' Pension and Annuity Fund (continued)**

The following represents the membership tiers for TPAF:

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

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

**Contributions** – The contribution policy for TPAF is set by N.J.S.A 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.5% in State fiscal year 2018. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2022, the State's pension contribution was less than the actuarial determined amount.

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

**Pension Liability and Pension Expense** – The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2022 was \$5,446,510. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State's proportionate share of the net pension liability associated with the School District was based on projection of the State's long-term contributions to the pension plan associated with the School District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2022, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.1055639831%, which was a decrease of 0.0082334119% from its proportion measured as of June 30, 2021.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 8. Pension Plans (continued)**

**Teachers' Pension and Annuity Fund (continued)**

For the fiscal year ended June 30, 2023, the State recognized a pension expense in the amount of \$1,465,809 for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2022 measurement date.

**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:	
Through 2026	2.75 - 5.65%
Thereafter	Based on Years of Service
Investment Rate of Return	7.00%

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 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 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, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 8. Pension Plans (continued)**

**Teachers' Pension and Annuity Fund (continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S. Developed Markets Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Assets	8.00%	11.19%
Real Estate	3.00%	7.60%
High Yield	2.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	8.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	5.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%
	<hr/> <hr/> <u>100.00%</u> <hr/> <hr/>	

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

**Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate** – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 7.00% as well as what the State's proportionate share of the net pension liability, attributable to the School District's would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	<u>\$ 6,386,149</u>	<u>\$ 5,446,510</u>	<u>\$ 4,654,982</u>

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 8. Pension Plans (continued)**

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

**Additional Information** – The following is a summary of the collective balances of the local group at June 30, 2023 and 2022, respectively:

Collective Deferred Outflows of Resources	\$ 5,004,259,312	\$ 6,373,530,834
Collective Deferred Inflows of Resources	19,682,774,794	27,363,797,906
Collective Net Pension Liability	51,676,587,303	48,165,991,182
 District's Portion	 0.10556%	 0.11380%

**Defined Contribution Plan**

**Plan Description** - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of N.J.S.A. 43:15C-1 et seq. The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees’ Retirement System (PERS) or Teachers’ Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established “maximum compensation” limits;
- Employees enrolled in the Police and Firemen’s Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established “maximum compensation” limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2020 is \$8,400 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees

**PLUMSTED TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2023**

**Note 8. Pension Plans (continued)**

**Contributions** – The contribution policy is set by *N.J.S.A. 43:15C-3* and requires active members and contribution employers. When enrolled in the DCRP, members are required to contribute 5.5% of their base salary to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pension and Benefits. Member contributions are matched by a 3% contribution from the School District.

**Note 9. Post-Retirement Benefits**

**General Information about the Other Post-Employment Benefits Plan**

The State reports a liability as a result of its statutory requirements to pay other postemployment (health) benefits (OPEB) for State Health Benefit Local Education Retired Employees Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*.

The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

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

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

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 9. Post-Retirement Benefits (continued)**

**Total None employer OPEB Liability:** \$50,646,462,966

	<b>TPAF/ABP</b>	<b>PERS</b>	<b>PFRS</b>
Salary Increases:			
Through 2026	2.75% to 4.25%	2.75% to 6.55%	3.25% to 16.25%
	based on years of service	based on years of service	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 the Scale MP-2021. Postretirement mortality rates were based on the PUB-2010 Healthy "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using the Scale MP-2021. Disability mortality was based on the PUB-2010 Healthy "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using the Scale MP-2021 for current disabled retirees. Future disabled retirees were based on 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.

**OPEB Obligation and OPEB Expense** - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2022 was \$47,444,731. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2022, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2022, the State proportionate share of the OPEB Obligation attributable to the School District was 0.09367827%, which was a decrease of (0.00341%) from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the State of New Jersey recognized an OPEB expense in the amount of \$1,793,195.00 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2022 measurement date.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 9. Post-Retirement Benefits (continued)**

**Healthcare 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 4.50% long-term trend rate after eight years. For 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.

**Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate** – The following presents the total nonemployer OPEB liability as of June 30, 2022, respectively, calculated using the discount rate as disclosed above as well as what the total nonemployer 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:

	<b>June 30, 2022</b>		
	At 1% Decrease (2.54%)	At Discount Rate (3.54%)	At 1% Increase (4.54%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 55,766,291	\$ 47,444,731	\$ 40,775,417
State of New Jersey's Total Nonemployer OPEB Liability	\$ 59,529,589,697	\$ 50,646,462,966	\$ 43,527,080,995

**Sensitivity of Total Nonemployer OPEB Liability to changes in the healthcare trend rate:**

The following presents the total nonemployer OPEB liability as of June 30, 2022, respectively, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer 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:



**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 9. Post-Retirement Benefits (continued)**

	June 30, 2022		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 39,215,970	\$ 47,444,731	\$ 58,253,708
State of New Jersey's Total Nonemployer OPEB Liability	\$ 41,862,397,291	\$ 50,646,462,966	\$ 62,184,866,635

\*See Healthcare Cost Trend Assumptions for details of rates.

**Additional Information** – Collective balances of the Local Group at June 30, 2022 are as follows:

	Deferred Outflows of	Deferred Inflows of
Differences between Expected & Actual Experience	\$ 9,042,402,619	\$ (15,462,950,679)
Change in Assumptions	8,765,620,577	(17,237,289,230)
Contributions Made in Fiscal Year Ending 6/30/2023 After Measurement Date	TBD	N/A
	\$ 17,808,023,196	\$ (32,700,239,909)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,		
2023	\$	(2,517,151,602)
2024		(2,517,151,602)
2025		(2,517,151,602)
2026		(2,517,151,602)
2027		(1,243,951,140)
Thereafter		(3,921,361,006)
	\$	(15,233,918,554)

\*\* Employer Contributions made after June 30, 2023 are reported as a deferred outflow of resources, but are not amortized in expense.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 9. Post-Retirement Benefits (continued)**

**Plan Membership** – At June 30, 2021, the Program membership consisted of the following:

Active Plan Members	213,148
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	151,669
	364,817

**Changes in the Total OPEB Liability** – The change in the State's Total OPEB liability for the fiscal year ended June 30, 2023 (measurement date June 30, 2022) is as follows:

**Total OPEB Liability**

Service Cost	\$ 2,770,618,025
Interest Cost	1,342,187,139
Difference Between Expected & Actual Experience	1,399,200,736
Changes of Assumptions	(13,586,368,097)
Contributions: Member	42,650,252
Gross Benefit Payments	(1,329,476,059)
Net Change in Total OPEB Liability	(9,361,188,004)
Total OPEB Liability (Beginning)	60,007,650,970
Total OPEB Liability (Ending)	\$ 50,646,462,966
Total Covered Employee Payroll	\$ 14,753,355,408
Net OPEB Liability as a Percentage of Payroll	343.29%

**Note 10. On-Behalf Payments for Fringe Benefits and Salaries**

As previously mentioned, the School District receives on-behalf payments from the State for normal costs and post-retirement medical costs related to the TPAF pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2023, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$3,953,115, \$758,005, \$1,038,474 and \$845, respectively.

**Note 11. Risk Management**

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

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 11. Risk Management (continued)**

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

Fiscal Year Ended June 30,	Contributions	Interest Earnings	Amount Reimbursed	Ending Balance	
				Unemployment Liability	Restricted For: Unemployment Reserve
2023	\$ 44,524	\$ -	\$ 65,236	\$ 12,945	\$ 31,233
2022	56,476	-	41,062	33,657	31,233
2021	86,442	-	43,198	18,244	31,233

**Joint Insurance Pool** – The School District participates in the School Alliance Insurance Fund and, public entity risk pool. The Fund provides its members with the following coverage’s:

Property – Blanket Building & Grounds	General & Automobile Liability
Environmental Impairment Liability	Workers’ Compensation
School Board Legal Liability	Excess Liability
Employers Liability	Comprehensive Crime Coverage

**Note 12. Contingencies**

**State and Federal Grantor Agencies** – The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2023 may be impaired.

In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

**Pending Litigation** – The School District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the School Districts’ attorney that resolution of these matters will not have a material adverse effect on the financial condition of the School District.

**Note 13. Economic Dependency**

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 14. Deferred Compensation**

The School District offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457(b). The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

Lincoln Investment  
Equitable  
Metropolitan Life

**Note 15. Compensated Absences**

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net position under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2023 is \$433,553.

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

**Note 16. Tax Abatements**

As defined by the GASB Statement No. 77, *Tax Abatements*. 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.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 16. Tax Abatements (continued)**

For a local school district board of education estimate that has elected to raise their minimum tax levy using the required local share provisions at *N.J.S.A. 18A:7F-5(b)*, the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth.

**Note 17. Commitments**

The School District has contractual commitments at June 30, 2023 to various vendors, which are recorded in the general fund as assigned to other purposes in the amount of \$1,137.

**Note 18. Right to Use Leased Assets**

The School District has recorded a right to use leased asset. The assets are right to use assets for leased equipment and vehicles. The related lease is discussed in the Leases subsection of Note 7, Long-Term Liabilities. The right to use lease asset is amortized on a straight-line basis over the terms of the related leases.

Right to use asset activity for the School District for the year ended June 30, 2023, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Right to use leased assets				
Equipment and Vehicles	\$ 330,018	\$ -	\$ -	\$ 330,018
Total right to use assets	<u>330,018</u>	<u>-</u>	<u>-</u>	<u>330,018</u>
Less accumulated amortization:				
Equipment and Vehicles	(110,006)	(110,006)	-	(220,012)
Total accumulated amortization	<u>(110,006)</u>	<u>(110,006)</u>	<u>-</u>	<u>(220,012)</u>
Right to use assets, net	<u>\$ 220,012</u>	<u>\$ (110,006)</u>	<u>\$ -</u>	<u>\$ 110,006</u>

**Note 19. Calculation of Excess Surplus**

**Designation for Restricted Fund Balance** – Excess Surplus is a required calculation pursuant to *N.J.S.A.18A:7F-7*. New Jersey school districts are required to reserve General Fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years’ budget. The excess fund balance at June 30, 2023 was \$0.

**Note 20. Fund Balance**

**General Fund** – Of the \$2,682,170 General Fund, fund balance at June 30, 2023, \$13,305 has been restricted in the Capital Reserve Account; \$31,233 has been restricted for Unemployment; \$802,437 has been restricted for the Federal Impact Aid Reserve; \$1,137 has been assigned to other purposes; and \$1,834,058 has been assigned – designated for subsequent years expenditures.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

**Note 20. Fund Balance (continued)**

**Special Revenue Fund** – Of the \$132,400 Special Revenue Fund, fund balance at June 30, 2023, \$1,684 is Reserve for Scholarships and \$130,716 is restricted for Student Activities.

**Debt Service Fund** –Debt Service Fund, fund balance at June 30, 2023, was \$0.

**Note 21. Deficit in Net Position**

**Unrestricted Net Position** – The School District’s governmental activities had a deficit in unrestricted net position in the amount of \$2,854,454. The primary causes of the deficit are the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employees’ Retirement System (PERS) as of June 30, 2023. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

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### **C. Budgetary Comparison Schedules**

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
<b>REVENUES</b>						
Local Sources:						
Local Tax Levy	10-1210	\$ 12,699,562	\$ -	\$ 12,699,562	\$ 12,699,562	\$ -
Tuition - From Individuals	10-1310	165,000	-	165,000	-	(165,000)
Interest on Investments	10-1510	-	-	-	30,278	30,278
Unrestricted Miscellaneous Revenues	10-1XXX	100,001	-	100,001	168,363	68,362
Total Local Sources		12,964,563	-	12,964,563	12,898,203	(66,360)
State Sources:						
School Choice Aid	10-3116	347,038	-	347,038	347,038	-
Categorical Special Education Aid	10-3132	975,623	-	975,623	975,623	-
Equalization Aid	10-3176	4,436,281	-	4,436,281	4,436,281	-
Security Aid	10-3177	23,602	-	23,602	23,602	-
Supplemental Stabilization Aid	10-3246	-	-	-	627,931	627,931
Extraordinary Aid	10-3131	185,000	-	185,000	341,261	156,261
Other State Aid	10-3190	-	-	-	6,864	6,864
TPAF Normal Contributions (On-Behalf - Non-Budgeted)		-	-	-	3,953,115	3,953,115
TPAF Post-Retirement Medical (On-Behalf - Non-Budgeted)		-	-	-	1,038,474	1,038,474
TPAF LTDI (On-Behalf - Non-Budgeted)		-	-	-	845	845
TPAF Social Security (Reimbursed - Non-Budgeted)		-	-	-	758,005	758,005
Total State Sources		5,967,544	-	5,967,544	12,509,039	6,541,495
Federal Sources:						
Impact Aid	10-4100	1,029,339	-	1,029,339	1,059,999	30,660
Medicaid Reimbursement	10-4200	42,381	-	42,381	48,644	6,263
FFCRA/SEMI Revenue	10-4210	-	-	-	4,624	4,624
Total Federal Sources		1,071,720	-	1,071,720	1,113,267	41,547
Total Revenues		20,003,827	-	20,003,827	26,520,509	6,516,682
<b>EXPENDITURES</b>						
Current Expense:						
Regular Programs - Instruction:						
Local Contribution - Transfer to Special Rev Fund - Inclusion	11-105-100-936	-	107,792	107,792	107,792	-
Kindergarten - Salaries of Teachers	11-110-100-101	236,539	12,525	249,064	249,064	-
Grades 1-5 - Salaries of Teachers	11-120-100-101	2,005,407	(25,571)	1,979,836	1,979,836	-
Grades 6-8 - Salaries of Teachers	11-130-100-101	1,097,283	(110,526)	986,757	983,475	3,282
Grades 9-12 - Salaries of Teachers	11-140-100-101	2,173,127	1,976	2,175,103	2,174,629	474
Regular Programs-Home Instruction:						
Salaries of Teachers	11-150-100-101	6,000	10,969	16,969	16,144	825
Purchased Professional Education Services	11-150-100-320	-	5,261	5,261	3,037	2,224
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	109,735	(517)	109,218	108,533	685
Purchased Professional - Educational Services	11-190-100-320	6,000	(5,170)	830	830	-
Other Purchased Services (Series 400-500)	11-190-100-500	253,134	(113,606)	139,528	127,023	12,505
General Supplies	11-190-100-610	200,071	(20,985)	179,086	152,280	26,806
Total Regular Programs - Instruction		6,087,296	(137,852)	5,949,444	5,902,643	46,801
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	410,714	48,651	459,365	459,365	-
Other Salaries for Instruction	11-212-100-106	222,925	(130,490)	92,435	92,062	373
Purchased Professional - Educational Services	11-212-100-320	2,500	111,965	114,465	113,654	811
General Supplies	11-212-100-610	1,800	975	2,775	2,554	221
Total Multiple Disabilities		637,939	31,101	669,040	667,635	1,405

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	1,617,115	260,434	1,877,549	1,876,836	713
Other Salaries for Instruction	11-213-100-106	87,460	(28,790)	58,670	58,670	-
Unused Vacation Payment to Terminated/Retired Staff	11-213-100-299	-	6,115	6,115	6,115	-
General Supplies	11-213-100-610	8,693	1,284	9,977	8,738	1,239
Total Resource Room/Resource Center		1,713,268	239,043	1,952,311	1,950,359	1,952
Preschool Disabilities-Part-Time:						
Salaries of Teachers	11-215-100-101	164,536	(164,491)	45	-	45
Other Salaries for Instruction	11-215-100-106	60,115	(60,115)	-	-	-
General Supplies	11-215-100-600	1,200	425	1,625	1,523	102
Other Objects	11-215-100-890	2,970	(1,620)	1,350	1,350	-
Total Preschool Disabilities-Part-Time		228,821	(225,801)	3,020	2,873	147
Preschool Disabilities-Full-Time:						
Salaries of Teachers	11-216-100-101	45,864	(16,864)	29,000	28,996	4
Other Salaries for Instruction	11-216-100-106	12,135	750	12,885	12,610	275
Purchased Professional - Educational Services	11-215-100-320	2,970	(2,970)	-	-	-
Total Preschool Disabilities-Full-Time		60,969	(19,084)	41,885	41,606	279
Total Special Education Instruction		2,640,997	25,259	2,666,256	2,662,473	3,783
Basic Skills/Remedial-Instruction:						
Salaries	11-230-100-101	107,535	232,619	340,154	340,101	53
General Supplies	11-230-100-610	1,000	(444)	556	556	-
Total Basic Skills/Remedial-Instruction		108,535	232,175	340,710	340,657	53
Bilingual Education-Instruction:						
Salaries of Teachers	11-240-100-101	105,001	(28,882)	76,119	76,118	1
Total Bilingual Education-Instruction		105,001	(28,882)	76,119	76,118	1
School-Spon. Co/Extra-curricular Activities-Instruction:						
Salaries	11-401-100-100	130,765	11,860	142,625	140,930	1,695
Supplies and Materials	11-401-100-600	5,800	(4,990)	810	693	117
Other Objects	11-401-100-800	9,900	(1,600)	8,300	7,021	1,279
Total School-Spon. Cocurricular Activities-Instruction		146,465	5,270	151,735	148,644	3,091
School-Spon. Athletics-Instruction:						
Salaries	11-402-100-100	508,922	10,916	519,838	518,971	867
Purchased Services (300-500 Series)	11-402-100-500	73,793	(23,096)	50,697	50,697	-
Travel	11-402-100-580	-	2,899	2,899	2,625	274
Supplies and Materials	11-402-100-600	54,745	(291)	54,454	52,441	2,013
Other Objects	11-402-100-800	16,565	(4,565)	12,000	12,000	-
Total School-Spon. Athletics-Instruction		654,025	(14,137)	639,888	636,734	3,154
Total Other Special Instructional Programs-Instruction		1,014,026	194,426	1,208,452	1,202,153	6,299
Total Instruction		9,742,319	81,833	9,824,152	9,767,269	56,883
Undistributed Expenditures-Instruction:						
Tuition to Other LEAs within State - Regular	11-000-100-561	-	9,935	9,935	9,935	-
Tuition to County Voc. School Dist.-Regular	11-000-100-563	48,000	(4,800)	43,200	43,200	-
Tuition to County Spec. Serv. & Reg. Day Schools	11-000-100-565	159,162	(136,891)	22,271	22,271	-
Tuition to Private Schools for the Disabled W/I State	11-000-100-566	606,478	(538,169)	68,309	63,130	5,179
Tuition - State Facilities	11-000-100-568	61,944	-	61,944	61,944	-
Total Undistributed Expenditures-Instruction		875,584	(669,925)	205,659	200,480	5,179

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Attendance and Social Work Services:						
Salaries	11-000-211-100	32,090	1,640	33,730	33,730	-
Total Attendance and Social Work Services		32,090	1,640	33,730	33,730	-
Undist. Expend. -Health Services:						
Salaries	11-000-213-100	211,329	(2,000)	209,329	197,603	11,726
Purchased Professional and Technical Services	11-000-213-300	26,000	(2,432)	23,568	23,183	385
Supplies and Materials	11-000-213-600	8,618	(4,102)	4,516	4,362	154
Total Undistributed Expenditures -Health Services		245,947	(8,534)	237,413	225,148	12,265
Undist. Expend. - Speech, OT, PT & Related Services						
Salaries	11-000-216-100	310,539	(2,608)	307,931	307,931	-
Purchased Professional - Educational Services	11-000-216-320	88,700	(38,566)	50,134	49,509	625
Supplies and Materials	11-000-216-600	3,000	(1,460)	1,540	1,540	-
Total Undist. Expend. - Speech, OT, PT & Related Services		402,239	(42,634)	359,605	358,980	625
Undist. Expend. -Other Support Services-Students-Extra Srvc:						
Salaries	11-000-217-100	106,920	39,553	146,473	146,473	-
Purchased Professional - Educational Services	11-000-217-320	81,000	116,170	197,170	197,170	-
Supplies and Materials	11-000-217-600	-	2,833	2,833	2,833	-
Total Undist. Expend.-Other Support Services-Students-Extra Srvc		187,920	158,556	346,476	346,476	-
Undistributed Expenditures - Guidance						
Salaries of Other Professional Staff	11-000-218-104	403,204	140,857	544,061	517,899	26,162
Salaries of Secretarial and Clerical Assistants	11-000-218-105	46,587	1,000	47,587	47,587	-
Other Purch. Prof. & Tech Svc.	11-000-218-390	24,180	(1,196)	22,984	22,984	-
Supplies and Materials	11-000-218-600	12,900	(4,446)	8,454	8,454	-
Total Undist. Expend. - Guidance		486,871	136,215	623,086	596,924	26,162
Undist. Expend. - Child Study Teams						
Salaries of Other Professional Staff	11-000-219-104	129,192	70,580	199,772	199,772	-
Salaries of Secretarial and Clerical Assistants	11-000-219-105	28,024	-	28,024	28,024	-
Other Purchased Prof. and Tech. Services	11-000-219-390	23,964	130,586	154,550	154,550	-
Other Purchased Services (400-500 series)	11-000-219-500	750	(687)	63	63	-
Supplies and Materials	11-000-219-600	3,300	(1,553)	1,747	1,747	-
Total Undist. Expend. - Child Study Teams		185,230	198,926	384,156	384,156	-
Undist. Expend.-Improvement of Instruction Services-						
Salaries of Supervisor of Instruction	11-000-221-102	32,500	(12,629)	19,871	19,871	-
Salaries of Other Professional Staff	11-000-221-104	6,500	(1,800)	4,700	4,700	-
Salaries of Secretarial and Clerical Assistants	11-000-221-105	15,021	594	15,615	15,615	-
Purchased Prof - Educational Services	11-000-221-320	-	6,875	6,875	6,875	-
Total Undist. Expend.-Improvement of Instruction Services		54,021	(6,960)	47,061	47,061	-
Undist. Expend.-Educational Media Services/School Library:						
Salaries	11-000-222-100	42,485	(6,155)	36,330	36,330	-
Supplies and Materials	11-000-222-600	10,500	(3,570)	6,930	5,986	944
Total Undist. Expend.-Educational Media Services/School Library		52,985	(9,725)	43,260	42,316	944
Undist. Expend.-Instruction Staff Training Services:						
Salaries of Supervisors of Instruction	11-000-223-102	32,500	(12,629)	19,871	19,871	-
Salaries of Secretarial and Clerical Assistants	11-000-223-105	15,021	594	15,615	15,615	-
Total Undist. Expend.-Instruction Staff Training Services		47,521	(12,035)	35,486	35,486	-

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Undist. Expend.-Support Service-General Administration:						
Salaries	11-000-230-100	203,323	1,188	204,511	204,511	-
Legal Services	11-000-230-331	40,000	11,802	51,802	51,802	-
Audit Fees	11-000-230-332	29,500	2,500	32,000	32,000	-
Architectural/ Engineering Fees	11-000-230-334	4,000	(4,000)	-	-	-
Other Purchased Professional Services	11-000-230-339	7,500	(165)	7,335	7,335	-
Communications/Telephone	11-000-230-530	41,400	(8,458)	32,942	32,942	-
Board of Education - Travel	11-000-230-580	-	214	214	125	89
Board of Education Other Purchased Services	11-000-230-590	34,300	(2,788)	31,512	29,963	1,549
General Supplies	11-000-230-600	4,250	(1,324)	2,926	2,926	-
Board of Education In-House Training/Meeting Supplies	11-000-230-630	500	(500)	-	-	-
Miscellaneous Expenditures	11-000-230-890	5,250	(676)	4,574	4,574	-
Board of Education Membership Dues and Fees	11-000-230-895	12,400	(86)	12,314	12,314	-
<b>Total Undist. Expend.-Support Service-General Administration</b>		<b>382,423</b>	<b>(2,293)</b>	<b>380,130</b>	<b>378,492</b>	<b>1,638</b>
Undist. Expend.-Support Service-School Administration:						
Salaries of Principals/Assistant Principals/Prog. Dir.	11-000-240-103	656,536	(3,085)	653,451	615,197	38,254
Salaries Other Professional Staff	11-000-240-104	193,949	9,622	203,571	203,571	-
Salaries of Secretarial and Clerical Assistants	11-000-240-105	175,140	6,743	181,883	166,902	14,981
Unused Vacation Payment to Terminated/Retired Staff	11-000-240-199	-	1,609	1,609	1,609	-
Supplies and Materials	11-000-240-600	13,650	(444)	13,206	13,206	-
Other Objects	11-000-240-800	6,305	2	6,307	6,307	-
<b>Total Undist. Expend.-Support Service-School Administration</b>		<b>1,045,580</b>	<b>14,447</b>	<b>1,060,027</b>	<b>1,006,792</b>	<b>53,235</b>
Undist. Expend.-Central Services:						
Salaries	11-000-251-100	363,151	(105,188)	257,963	251,938	6,025
Unused Vacation Payment to Terminated/Retired Staff	11-000-251-199	-	4,917	4,917	4,917	-
Purchased Technical Services	11-000-251-340	11,600	35,796	47,396	45,270	2,126
Travel - All Other	11-000-251-580	-	941	941	941	-
Misc. Purchase Services (400-500 Series)	11-000-251-592	2,000	(2,000)	-	-	-
Supplies and Materials	11-000-251-600	5,000	(819)	4,181	4,181	-
Other Objects	11-000-251-890	1,225	(10)	1,215	1,215	-
<b>Total Undist. Expend.-Central Services</b>		<b>382,976</b>	<b>(66,363)</b>	<b>316,613</b>	<b>308,462</b>	<b>8,151</b>
Undist. Expend.-Admin. Info Technology:						
Salaries	11-000-252-100	36,578	(717)	35,861	35,861	-
Purchased Technical Services	11-000-252-340	8,700	(1,633)	7,067	6,723	344
Supplies and Materials	11-000-252-600	12,500	2,973	15,473	13,169	2,304
			-			
<b>Total Undist. Expand-Admin. Info. Technology</b>		<b>57,778</b>	<b>623</b>	<b>58,401</b>	<b>55,753</b>	<b>2,648</b>
Undist. Expend.-Required Maintenance for School Facilities:						
Salaries	11-000-261-100	162,518	5,479	167,997	167,997	-
Cleaning, Repair and Maintenance Services	11-000-261-420	108,465	(5,562)	102,903	99,380	3,523
General Supplies	11-000-261-610	57,947	(656)	57,291	57,048	243
<b>Total Undist. Expend.-Required Maintenance for School Facilities</b>		<b>328,930</b>	<b>(739)</b>	<b>328,191</b>	<b>324,425</b>	<b>3,766</b>
Undist. Expend.- Custodial Services						
Salaries	11-000-262-100	6,000	(6,000)	-	-	-
Salaries of Non-Instructional Aides	11-000-262-107	37,800	45	37,845	37,845	-
Cleaning, Repair, and Maintenance Services	11-000-262-420	1,101,238	26,036	1,127,274	1,106,392	20,882
Insurance	11-000-262-520	137,500	680	138,180	135,840	2,340
Travel	11-000-262-580	-	850	850	850	-
Misc Purchased Services	11-000-262-590	500	(500)	-	-	-
General Supplies	11-000-262-610	58,000	(4,423)	53,577	53,577	-
Energy (Natural Gas)	11-000-262-621	71,500	17,148	88,648	86,331	2,317
Energy (Electricity)	11-000-262-622	385,000	(36,516)	348,484	343,635	4,849
Energy (Gasoline)	11-000-262-626	12,500	450	12,950	12,950	-
Other Objects	11-000-262-800	40,200	14,894	55,094	54,702	392
<b>Total Undist. Expend.- Custodial Services</b>		<b>1,850,238</b>	<b>12,664</b>	<b>1,862,902</b>	<b>1,832,122</b>	<b>30,780</b>

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Undist. Expend.- Care & Upkeep of Grounds:						
Cleaning, Repair, and Maintenance Services	11-000-263-420	10,500	(7,407)	3,093	3,093	-
General Supplies	11-000-263-610	47,343	(14,976)	32,367	32,367	-
<b>Total Undist. Expend. - Care &amp; Upkeep of Grounds</b>		<b>57,843</b>	<b>(22,383)</b>	<b>35,460</b>	<b>35,460</b>	<b>-</b>
Undist. Expend.- Security:						
Salaries	11-000-266-100	172,654	9,082	181,736	175,947	5,789
Cleaning, Repair, and Maintenance Services	11-000-266-420	1,850	(1,802)	48	48	-
General Supplies	11-000-266-610	9,770	(8,689)	1,081	1,081	-
<b>Total Undist. Expend. - Security</b>		<b>184,274</b>	<b>(1,409)</b>	<b>182,865</b>	<b>177,076</b>	<b>5,789</b>
<b>Total Undist. Expend. - Other Oper. &amp; Maintenance of Plant</b>		<b>2,421,285</b>	<b>(11,867)</b>	<b>2,409,418</b>	<b>2,369,083</b>	<b>40,335</b>
Undist. Expend.-Student Transportation Services:						
Salaries for Non-Instructional Aids	11-000-270-107	11,800	(11,275)	525	525	-
Salaries for Pupil Transportation (Bet. Home and School)-Reg.	11-000-270-160	27,000	9,320	36,320	36,320	-
Salaries for Pupil Trans. (Bet. Home and School)-Spec.Ed.	11-000-270-161	27,000	6,195	33,195	33,195	-
Other Purchased Professional & Technical Services	11-000-270-390	88,000	(6,986)	81,014	81,014	-
Cleaning, Repair and Maintenance Services	11-000-270-420	9,100	(1,108)	7,992	7,992	-
Contract Services-ALL Payments-Non Public Charter Sch.	11-000-270-503	30,000	(9,241)	20,759	20,759	-
Contract Services (Aid-In-Lieu)-Choice Students	11-000-270-505	38,000	(9,417)	28,583	28,583	-
Contract Services (Between Home & School)-Vendors	11-000-270-511	1,289,500	(526,810)	762,690	762,690	-
Contract Services (Other Than Bet. Home & School)-Vendors	11-000-270-512	84,500	17,967	102,467	101,567	900
Contract Services (Special Education)-Vendors	11-000-270-514	-	310,589	310,589	310,589	-
Contract Services (Special Education)-Joint Agreements	11-000-270-515	-	89,162	89,162	89,162	-
Contract Services (Special Education)-ESCs and CTSAs	11-000-270-518	-	290,702	290,702	290,702	-
General Supplies	11-000-270-610	-	12,200	12,200	12,200	-
<b>Total Undist. Expend.-Student Transportation Services</b>		<b>1,604,900</b>	<b>171,298</b>	<b>1,776,198</b>	<b>1,775,298</b>	<b>900</b>
Unallocated Benefits - Employee Benefits						
Social Security Contributions	11-000-291-220	185,000	(4,491)	180,509	173,026	7,483
Other Retirement Contributions-PERS	11-000-291-241	255,000	(1,775)	253,225	253,225	-
Other Retirement Contributions-Regular	11-000-291-249	-	4,121	4,121	4,121	-
Workman's Compensation	11-000-291-260	126,000	(12,687)	113,313	104,248	9,065
Health Benefits	11-000-291-270	2,478,362	140,235	2,618,597	2,605,828	12,769
Tuition Reimbursement	11-000-291-280	20,000	(17,300)	2,700	2,700	-
Other Employee Benefits	11-000-291-290	189,500	(56,305)	133,195	129,028	4,167
Unused Sick Payment to Terminated/Retired Staff	11-000-291-299	-	15,000	15,000	15,000	-
<b>Total Undist. Expend.-Benefits</b>		<b>3,253,862</b>	<b>66,798</b>	<b>3,320,660</b>	<b>3,287,176</b>	<b>33,484</b>
On-Behalf TPAF Normal Contributions (Non-Budgeted)	11-502-000-000	-	-	-	3,953,115	(3,953,115)
On-Behalf TPAF Post-Retirement Medical (Non-Budgeted)	11-501-000-000	-	-	-	1,038,474	(1,038,474)
On-Behalf TPAF LTDI (Non-Budgeted)	11-503-000-000	-	-	-	845	(845)
Reimbursed TPAF Social Security Contributions (Non-Budgeted)	-	-	-	-	758,005	(758,005)
<b>Total On-Behalf Contributions</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>5,750,439</b>	<b>(5,750,439)</b>
<b>Total Personal Services-Employee Benefits</b>		<b>3,253,862</b>	<b>66,798</b>	<b>3,320,660</b>	<b>9,037,615</b>	<b>(5,716,955)</b>
<b>Total Undistributed Expenditures</b>		<b>11,719,212</b>	<b>(81,833)</b>	<b>11,637,379</b>	<b>17,202,252</b>	<b>(5,564,873)</b>
<b>Total Current Expense</b>		<b>21,461,531</b>	<b>-</b>	<b>21,461,531</b>	<b>26,969,521</b>	<b>(5,507,990)</b>

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2023**

	ACCOUNT NUMBERS	JUNE 30, 2023			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
<b>CAPITAL OUTLAY</b>						
Facilities Acquisition and Construction Services:						
Architectural/Engineering Services	12-000-400-334	58,000	-	58,000	21,500	36,500
Construction Services	12-000-400-450	442,000	-	442,000	-	442,000
Assessment for Debt Service on SDA Funding	12-000-400-896	70,671	-	70,671	70,671	-
Total Facilities Acquisition and Construction Services		570,671	-	570,671	92,171	478,500
Total Capital Outlay		570,671	-	570,671	92,171	478,500
Total Expenditures		22,032,202	-	22,032,202	27,061,692	(5,029,490)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(2,028,375)	-	(2,028,375)	(541,183)	(1,487,192)
Fund Balances, July 1		3,783,900	-	3,783,900	3,783,900	-
Fund Balances, June 30		\$ 1,755,525	\$ -	\$ 1,755,525	\$ 3,242,717	\$ (1,487,192)
<b>RECAPITULATION OF FUND BALANCE:</b>						
Restricted for:						
Capital Reserve					\$ 13,305	
Unemployment Reserve					31,233	
Reserve for Impact Aid					592,969	
Reserve for Impact Aid - Designated for Subsequent Year's Expenditures					209,468	
Assigned:						
Year-End Encumbrances					1,137	
Designated for Subsequent Year's Expenditures					2,336,481	
Unassigned					58,124	
Subtotal					3,242,717	
Reconciliation to Governmental Funds Statements (GAAP):						
Last State Aid Payments Not Recognized on GAAP Basis					(560,547)	
Fund Balance per Governmental Funds (GAAP)					\$ 2,682,170	



**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEARS ENDED JUNE 30, 2023**

	JUNE 30, 2023				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
<b>REVENUES:</b>					
Local Sources	\$ -	\$ 29,982	\$ 29,982	\$ 138,047	\$ 108,065
State Sources	-	914,406	914,406	792,970	(121,436)
Federal Sources	2,781,422	246,302	3,027,724	2,128,068	(899,656)
<b>Total Revenues</b>	<b>2,781,422</b>	<b>1,190,690</b>	<b>3,972,112</b>	<b>3,059,085</b>	<b>(913,027)</b>
<b>EXPENDITURES:</b>					
Instruction:					
Salaries	647,000	(88,744)	558,256	520,370	37,886
Purchased Educational Services	-	316,753	316,753	316,753	-
Tuition	1,871,408	108,046	1,979,454	1,355,006	624,448
General Supplies	49,000	74,960	123,960	70,057	53,903
<b>Total Instruction</b>	<b>2,567,408</b>	<b>411,015</b>	<b>2,978,423</b>	<b>2,262,186</b>	<b>716,237</b>
Support Services:					
Salaries of Supervisors of Instruction	-	67,518	67,518	53,797	13,721
Other Salaries	-	118,347	118,347	107,974	10,373
Personal Services - Employee Benefits	-	199,303	199,303	187,806	11,497
Purchased Professional - Educational Services	214,014	34,883	248,897	108,054	140,843
Other Purchased Services (400-500 Series)	-	239,604	239,604	121,665	117,939
Miscellaneous Purchased Services	-	27,138	27,138	27,138	-
Supplies and Materials	-	92,882	92,882	62,717	30,165
Student Activities	-	-	-	101,930	(101,930)
<b>Total Support Services</b>	<b>214,014</b>	<b>779,675</b>	<b>993,689</b>	<b>771,081</b>	<b>222,608</b>
<b>Total Expenditures</b>	<b>2,781,422</b>	<b>1,190,690</b>	<b>3,972,112</b>	<b>3,033,267</b>	<b>938,845</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	25,818	25,818
Fund Balance, July 1				106,582	
Fund Balance, June 30				\$ 132,400	
Recapitulation:					
Restricted:					
				\$ 1,684	
				130,716	
				Total Fund Balance	
				\$ 132,400	

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**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTE TO RSI  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<b>GENERAL FUND</b>	<b>SPECIAL REVENUE FUND</b>
<b>SOURCES/INFLOWS OF RESOURCES</b>		
Actual amounts (budgetary) “revenues” from the Budgetary Comparison Schedules	\$ 26,520,509	\$ 3,059,085
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	712,109	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(560,547)	-
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	\$ 26,672,071	\$ 3,059,085
<b>USES/OUTFLOWS OF RESOURCES</b>		
Actual amounts (budgetary basis) “total outflows” from the Budgetary Comparison Schedule	\$ 27,061,692	\$ 3,033,267
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year Encumbrances	-	-
Prior Year Encumbrances	-	-
Total expenditures as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	\$ 27,061,692	\$ 3,033,267

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**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

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**L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)**

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PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)  
 LAST TEN FISCAL YEARS

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.02008%	0.02269%	0.02508%	0.02803%	0.02605%	0.02440%	0.02412%	0.02315%	0.02352%	0.02441%
School District's proportionate share of the net pension liability	\$ 3,030,427	\$ 2,688,636	\$ 4,089,213	\$ 5,050,334	\$ 5,129,781	\$ 5,680,610	\$ 7,143,631	\$ 5,197,444	\$ 4,403,440	\$ 4,665,430
School District's covered payroll	\$ 1,361,911	\$ 1,487,516	\$ 1,650,942	\$ 1,812,628	\$ 1,930,578	\$ 1,762,152	\$ 1,630,839	\$ 1,452,025	\$ 1,402,008	\$ 1,526,365
School District's proportionate share of the net pension liability as a percentage of its covered payroll	222.51%	180.72%	247.69%	278.62%	265.71%	322.37%	438.03%	357.94%	314.08%	305.66%
Plan fiduciary net position as a percentage of the total pension liability	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS  
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)  
 LAST TEN FISCAL YEARS

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's contractually required contribution	\$ 253,225	\$ 265,792	\$ 274,317	\$ 272,636	\$ 259,147	\$ 226,067	\$ 214,278	\$ 199,056	\$ 193,889	\$ 183,932
Contributions in relation to the contractually required contribution	(253,225)	(274,317)	(274,317)	(272,636)	(259,147)	(226,067)	(214,278)	(199,056)	(193,889)	(183,932)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 1,266,121	\$ 1,361,911	\$ 1,487,516	\$ 1,650,942	\$ 1,812,628	\$ 1,930,578	\$ 1,762,152	\$ 1,630,839	\$ 1,452,025	\$ 1,402,008
Contributions as a percentage of covered payroll	20.00%	19.52%	18.44%	16.51%	14.30%	11.71%	12.16%	12.21%	13.35%	13.12%

EXHIBIT L-3

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 TEACHERS' PENSION AND ANNUITY FUND (TPAF)  
 LAST TEN FISCAL YEARS

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	\$ 54,465,120	\$ 54,708,312	\$ 76,481,515	\$ 70,356,433	\$ 70,036,032	\$ 73,646,284	\$ 87,168,593	\$ 70,058,465	\$ 59,244,682	\$ 55,193,760
District's covered-employee payroll	\$ 54,465,120	\$ 54,708,312	\$ 76,481,515	\$ 70,356,433	\$ 70,036,032	\$ 73,646,284	\$ 87,168,593	\$ 70,058,465	\$ 59,244,682	\$ 55,193,760
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
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%

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**M. Schedules Related to Accounting and Reporting for Other Post-Employment Benefits (GASB 75)**

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PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS  
 STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)  
 LAST SIX FISCAL YEARS\*

	2023	2022	2021	2020	2019	2018
District's Total OPEB Liability:						
Service Cost	\$ 2,964,087	\$ 3,752,245	\$ 2,199,970	\$ 2,232,605	\$ 2,382,761	\$ 2,882,249
Interest Cost	1,257,338	1,511,303	1,489,603	1,738,474	1,877,425	1,620,916
Changes in Benefit Terms	-	(62,010)	-	-	-	-
Differences between Expected and Actual Experiences	(1,102,863)	(13,813,148)	12,079,136	(5,726,310)	(5,494,652)	-
Changes of Assumptions	(12,727,475)	57,477	12,414,888	610,253	(4,968,087)	(7,313,472)
Contributions: Member	39,954	38,637	35,865	37,243	40,010	43,167
Gross Benefit Payments	(1,245,430)	(1,190,483)	(1,183,216)	(1,256,394)	(1,157,639)	(1,172,308)
Net Change in District's Total OPEB Liability	(10,814,389)	(9,705,979)	27,036,246	(2,364,129)	(7,320,182)	(3,939,448)
District's Total OPEB Liability (Beginning)	58,259,122	67,965,101	40,928,855	43,292,984	50,613,166	54,552,614
District's Total OPEB Liability (Ending)	\$ 47,444,733	\$ 58,259,122	\$ 67,965,101	\$ 40,928,855	\$ 43,292,984	\$ 50,613,166
District's Covered Employee Payroll	\$ 11,848,528	\$ 11,458,498	\$ 12,670,718	\$ 13,498,716	\$ 14,367,583	\$ 13,743,934
District's Net OPEB Liability as a Percentage of Payroll	400%	508%	536%	303%	301%	368%

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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

***Changes in Benefit Terms***

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

***Changes in Assumptions***

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

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

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

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

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

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

***Changes in Benefit Terms***

None.

***Changes in Assumptions***

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

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

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2022	7.00%	2019	7.00%	2016	7.65%
2021	7.00%	2018	7.00%	2015	7.90%
2020	7.30%	2017	7.00%	2014	7.90%

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

**State Health Benefit Local Education Retired Employees Plan (OPEB)**

***Changes in Benefit Terms***

The increase in benefit terms from June 30, 2021 to June 30, 2022 was a result of employers adopting and or changing Chapter 48 provisions which provide different levels of subsidy than in the prior year.

***Differences Between Expected and Actual Experiences***

The increase in differences between expected and actual experiences from June 30, 2021 to June 30, 2022 was a result of changes to the census, claims and premiums experience.

***Changes in Assumptions***

The increase in changes in assumptions from June 30, 2021 to June 30, 2022 is a result of a change in the discount rate, trend update and the mortality projection scale update.

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2022	3.54%	2019	3.50%	2016	2.85%
2021	2.16%	2018	3.87%		
2020	2.21%	2017	3.58%		

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

**OTHER SUPPLEMENTARY INFORMATION**

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**D. School Based Budget Schedules**

*Not Applicable*

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**E. Special Revenue Fund**

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	ELEMENARY AND SECONDARY EDUCATION ACT		ACRSERS	CRRSA - ESSER II	CRRSA - Mental Health	CRRSA - Learning Acceleration
	LD.E.A. - PART B Basic	Title I Part A				
Revenues:						
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-	-	-
Federal Sources	274,795	189,206	25,506	399,978	32,472	32,484
Total Revenues	274,795	189,206	25,506	399,978	32,472	32,484
Expenditures:						
Instruction:						
Salaries of Teachers	-	98,339	-	77,311	-	-
Purchased Educational Services	-	-	-	316,753	-	-
Tuition	274,795	-	74,100	-	-	-
General Supplies	-	18,470	-	-	-	32,484
Total Instruction	274,795	116,809	74,100	394,064	-	32,484
Support Services:						
Salaries of Supervisors of Instruction	-	5,487	5,060	-	4,996	-
Personal Services - Employee Benefits	-	7,943	387	5,914	382	-
Purchased Professional - Educational Services	-	-	48,416	-	-	-
Other Purchased Professional Services	-	58,884	15,791	-	27,094	-
Supplies and Materials	-	83	4,268	-	-	-
Total Support Services	-	72,397	48,416	5,914	32,472	-
Total Expenditures	274,795	189,206	25,506	399,978	32,472	32,484
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-	-
Fund Balances, July 1	-	-	-	-	-	-
Fund Balances, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES (continued)  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ARP - ESSER III	ARP - NJTSS	ARP - NJTSS	Maintenance	Capital	SDA Emergent Needs and Capital	Preschool Education Aid	Local Programs	Student Activities	Scholarship Fund	Totals
Revenues:											
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,299	\$ 127,722	\$ 26	\$ 138,047
State Sources	-	-	-	49,924	-	-	743,046	-	-	-	792,970
Federal Sources	1,006,111	45,000	-	-	-	-	-	-	-	-	2,128,068
Total Revenues	1,006,111	45,000	45,000	49,924	49,924	743,046	743,046	10,299	127,722	26	3,059,085
Expenditures:											
Instruction:											
Salaries of Teachers	-	-	-	-	-	-	344,720	-	-	-	520,370
Purchased Educational Services	-	-	-	-	-	-	-	-	-	-	316,753
Tuition	1,006,111	-	-	-	-	-	-	-	-	-	1,355,006
General Supplies	-	-	-	-	-	-	16,941	2,162	-	-	70,057
Total Instruction	1,006,111	-	-	-	-	-	361,661	2,162	-	-	2,262,186
Support Services:											
Salaries of Supervisors of Instruction	-	-	-	-	-	-	38,254	-	-	-	53,797
Other Salaries	-	-	-	-	-	-	107,974	-	-	-	107,974
Personal Services - Employee Benefits	-	-	-	-	-	-	173,180	-	-	-	187,806
Purchased Professional - Educational Services	-	45,000	-	-	-	-	14,638	-	-	-	108,054
Other Purchased Professional Services	-	-	-	-	-	-	19,896	-	-	-	121,665
Miscellaneous Purchased Services	-	-	-	-	-	-	27,138	-	-	-	27,138
Supplies and Materials	-	-	-	49,924	-	-	305	8,137	-	-	62,717
Student Activities	-	-	-	-	-	-	-	-	101,930	-	101,930
Total Support Services	-	45,000	49,924	49,924	49,924	381,385	8,137	8,137	101,930	-	771,081
Total Expenditures	1,006,111	45,000	49,924	49,924	49,924	743,046	743,046	10,299	101,930	-	3,033,267
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-	-	-	-	25,792	26	25,818
Fund Balances, July 1	-	-	-	-	-	-	-	-	104,924	1,658	106,582
Fund Balances, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	130,716	\$ 1,684	\$ 132,400

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
SCHEDULE OF PRESCHOOL EDUCATION AID - BUDGETARY BASIS  
YEAR ENDED JUNE 30, 2023**

<u>DISTRICT-WIDE TOTALS</u>	2023 Budgeted	2023 Actual	Variance
<b>EXPENDITURES:</b>			
Instruction:			
Salaries of Teachers	\$ 276,629	\$ 268,477	\$ 8,152
Salaries of Other Instruction	87,545	76,243	11,302
General Supplies	42,608	16,941	25,667
	<hr/>		
Total Instruction	406,782	361,661	45,121
	<hr/>		
Support Services:			
Salaries	156,600	146,227	10,373
Employee Benefits	173,180	173,180	-
Purchased Professional Services	28,983	14,638	14,345
Other Purchased Services	74,191	47,034	27,157
General Supplies	14,974	305	14,669
	<hr/>		
Total Support Services	447,928	381,384	66,544
	<hr/>		
Total Expenditures	\$ 854,710	\$ 743,045	\$ 111,665
	<hr/> <hr/>		

SUMMARY OF LOCATION TOTALS

Total revised 2022-23 Preschool Education Aid Allocation	\$ 746,918
Add: Transfer from General Fund	107,792
Add: Actual ECPA/PEA Carryover (June 30, 2022)	<hr/> -
Total Preschool Education Aid Funds Available for the 2022-23 Budget	<hr/> 854,710
Less: 2022-23 Budgeted Preschool Education Aid (Including prior year budget carryover)	<hr/> 854,710
Available and Unbudgeted Preschool Education Aid Funds as of June 30, 2022	-
Add: June 30, 2023 Unexpended Preschool Education Aid	<hr/> 111,665
2022-23 Carryover - Preschool Education Aid Programs	<hr/> \$ 111,665
2022-23 Prechool Education Aid Carryover Budgeted for Preschool Programs 2023-24	<hr/> <hr/> \$ -

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**F. Capital Projects Fund**

*Not Applicable*

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## **G. Proprietary Funds**

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**Enterprise Funds**

*(See Exhibits B-4, B-5, B-6)*

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**Internal Service Fund**

*Not Applicable*

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**Fiduciary Fund**

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## **I. Long-Term Debt**

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PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 LONG-TERM DEBT  
 STATEMENT OF BONDS  
 JUNE 30, 2023

DESCRIPTION	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS		INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2022	RETIRED	AMOUNT OUTSTANDING JUNE 30, 2023
			DATE	AMOUNT				
Bond Refunding	7/15/2020	\$ 3,230,000	7/15/2023	\$ 440,000	4.00%	\$ 2,805,000	\$ 430,000	\$ 2,375,000
			7/14/2024	455,000	4.00%			
			7/14/2025	475,000	4.00%			
			7/15/2026	495,000	4.00%			
			7/15/2027	510,000	4.00%			
			Total			\$ 2,805,000	\$ 430,000	\$ 2,375,000

EXHIBIT I-2

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 LONG-TERM DEBT  
 STATEMENT OF LEASE OBLIGATIONS  
 JUNE 30, 2023

DESCRIPTION	DATE OF LEASE	INTEREST RATE PAYABLE	BALANCE OUSTANDING JULY 1, 2022	RETIRED CURRENT YEAR	BALANCE OUTSTANDING JUNE 30, 2023
Various Equipment	10/17/2019	3.00%	\$ 216,843	\$ 108,445	\$ 108,398
Total			\$ 216,843	\$ 108,445	\$ 108,398

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	JUNE 30, 2023				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
Local Sources:					
Local Tax Levy	\$ 525,842	\$ -	\$ 525,842	\$ 525,842	\$ -
Total Revenues	525,842	-	525,842	525,842	-
Expenditures:					
Regular Debt Service:					
Interest and Other Charges	103,600	-	103,600	103,600	-
Redemption of Principal	430,000	-	430,000	430,000	-
Total Regular Debt Service	533,600	-	533,600	533,600	-
Total Expenditures	533,600	-	533,600	533,600	-
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	(7,758)	-	(7,758)	(7,758)	-
Fund Balance, July 1	7,758	-	7,758	7,758	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

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**STATISTICAL SECTION (Unaudited)**

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### **Financial Trends Information**

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance. Note that the Exhibits are presented for the last ten fiscal years.

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PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(ACCURAL BASIS OF ACCOUNTING)  
(UNAUDITED)

	FISCAL YEAR ENDED JUNE 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities:										
Net Investment in Capital Assets	\$ 17,590,426	\$ 19,143,862	\$ 19,949,353	\$ 21,587,623	\$ 22,830,648	\$ 23,935,020	\$ 22,674,744	\$ 21,653,611	\$ 20,520,658	\$ 19,593,919
Restricted	2,281,700	2,281,700	2,909,217	2,489,427	1,717,333	975,934	1,140,744	1,516,618	2,534,682	979,375
Unrestricted	(3,791,599)	(3,791,599)	(4,791,522)	(5,901,842)	(6,691,684)	(6,355,821)	(6,105,204)	(5,225,985)	(4,628,341)	(2,854,454)
Total Governmental Activities Net Position	\$ 16,080,527	\$ 17,633,963	\$ 18,067,048	\$ 18,175,208	\$ 17,856,297	\$ 18,555,133	\$ 17,710,284	\$ 17,944,244	\$ 18,426,999	\$ 17,718,840
Business-Type Activities:										
Net Investment in Capital Assets	\$ -	\$ -	\$ -	\$ 7,226	\$ 10,387	\$ 7,338	\$ 4,290	\$ 1,241	\$ -	\$ -
Unrestricted	73,557	43,582	69,256	33,587	18,107	105,129	50,845	(29,945)	115,732	100,018
Total Business-Type Activities Net Position	\$ 73,557	\$ 43,582	\$ 69,256	\$ 40,813	\$ 28,494	\$ 112,467	\$ 55,135	\$ (28,704)	\$ 115,732	\$ 100,018
Government-wide:										
Net Investment in Capital Assets	\$ 17,590,426	\$ 19,143,862	\$ 19,949,353	\$ 21,594,849	\$ 22,841,035	\$ 23,942,358	\$ 22,679,034	\$ 21,654,852	\$ 20,520,658	\$ 19,593,919
Restricted	1,688,483	2,281,700	2,909,217	2,489,427	1,717,333	975,934	1,140,744	1,516,618	2,534,682	979,375
Unrestricted	1,838,538	(3,748,017)	(4,722,266)	(5,868,255)	(6,673,577)	(6,250,692)	(6,054,359)	(5,255,930)	(4,512,609)	(2,754,436)
Total Net Position	\$ 21,117,447	\$ 17,677,545	\$ 18,136,304	\$ 18,216,021	\$ 17,884,791	\$ 18,667,600	\$ 17,765,419	\$ 17,915,540	\$ 18,542,731	\$ 17,818,858

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 CHANGES IN NET POSITION  
 LAST TEN FISCAL YEARS  
 (ACCURAL BASIS OF ACCOUNTING)  
 (UNAUDITED)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
FISCAL YEAR ENDED JUNE 30,										
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 6,368,842	\$ 6,550,475	\$ 6,529,649	\$ 6,593,381	\$ 7,161,136	\$ 6,828,675	\$ 6,487,982	\$ 5,955,461	\$ 5,521,956	\$ 5,586,432
Special Education	3,048,332	3,150,910	3,238,644	3,403,458	3,501,507	3,327,134	3,426,566	3,431,259	3,587,166	4,661,258
Other Special Education	816,305	752,140	809,042	878,930	798,093	702,554	742,502	698,298	462,285	394,235
Other Instruction	719,124	813,288	818,864	910,248	885,239	857,409	832,917	605,963	711,330	731,111
Support Services:										
Instruction	275,450	350,228	403,195	501,272	403,195	356,919	525,843	534,467	661,108	200,480
Attendance and Social Work	37,768	37,000	38,999	39,934	95,685	98,762	32,282	30,016	33,093	33,730
Health Services	299,213	317,288	307,958	305,172	304,809	302,257	233,206	234,739	222,271	225,148
Other Support Services	2,082,571	2,120,888	2,141,438	2,264,605	2,368,615	2,398,027	1,933,962	1,812,256	1,770,974	2,504,678
Educational Media Services	125,042	107,015	130,923	112,527	147,683	140,362	99,656	97,240	39,902	42,316
Instructional Staff Training	171,242	213,308	218,932	202,581	231,305	234,017	151,499	34,271	43,279	35,486
General Administration	506,042	529,169	561,081	455,600	471,806	484,097	464,490	426,738	397,339	378,492
School Administration	1,007,641	990,468	1,010,093	1,101,961	1,125,046	1,143,033	1,021,775	1,096,105	1,068,090	1,006,792
Central Services	435,842	459,107	466,013	414,892	368,802	364,987	380,036	357,102	371,382	308,462
Technology	48,459	34,645	31,966	45,733	58,461	40,260	86,657	83,532	56,015	55,753
Operations and Maintenance	2,038,677	2,167,789	2,598,568	2,278,737	2,249,730	2,323,220	2,665,617	2,036,288	2,352,209	2,369,083
Student Transportation	984,829	972,983	1,096,116	1,217,694	1,331,815	1,367,071	1,325,966	1,156,380	1,479,489	1,775,298
Special Schools	30,234	-	-	-	-	-	-	-	-	-
Unallocated Employee Benefits	6,063,627	8,860,215	9,995,729	4,352,571	14,175,896	11,885,382	10,961,300	18,017,385	17,028,949	15,248,928
On-Behalf TPAF Pension & FICA Contributions	-	-	-	-	3,130,330	-	-	-	-	-
Interest on Long-Term Debt and Other Charges	664,813	407,858	352,827	305,633	247,962	217,130	201,206	(12,643)	145,720	132,104
Unallocated Depreciation and Amortization	1,423,669	1,610,241	1,537,046	1,614,811	1,494,359	1,335,007	1,472,821	1,876,442	1,651,842	1,486,684
Total Governmental Activities Expenses	27,147,722	30,445,015	32,287,083	30,130,070	37,421,144	34,406,303	33,046,284	38,471,299	37,604,399	37,176,470
Business-Type Activities:										
Food Service	493,235	464,938	414,769	443,683	411,452	409,687	318,970	313,793	541,485	526,601
Community Education	43,392	38,002	49,711	24,384	21,158	42,529	34,690	5,361	20,502	18,894
N.E.D.	173,602	174,216	168,013	178,230	189,070	190,397	159,446	148,085	148,925	160,936
Parking	-	820	-	-	-	-	-	-	-	-
Warrior Day Camp	65,239	84,752	96,170	93,867	101,366	94,721	86,852	-	29,992	42,823
Total Business-Type Activities Expenses	775,468	762,728	728,663	740,164	723,046	737,334	599,958	467,239	740,904	749,254
Total Government-Wide Expenses	\$ 27,923,190	\$ 31,207,743	\$ 33,015,746	\$ 30,870,234	\$ 38,144,190	\$ 35,143,637	\$ 33,646,242	\$ 38,938,538	\$ 38,345,303	\$ 37,925,724
Program Revenues:										
Governmental Activities:										
Charges for Services	\$ 226,582	\$ 204,524	\$ 119,942	\$ 243,224	\$ 300,251	\$ 382,223	\$ 118,719	\$ 77,860	\$ 160,584	\$ -
Operating Grants and Contributions	581,438	5,541,893	6,774,908	3,742,742	10,458,420	8,074,567	7,405,461	9,709,046	8,721,307	9,244,580
Total Governmental Activities Program Revenues	808,020	5,746,417	6,894,850	3,985,966	10,758,671	8,456,790	7,524,180	9,786,906	8,881,891	9,244,580

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)**

	FISCAL YEAR ENDED JUNE 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Business-Type Activities:</b>										
Charges for Services:										
Food Service	282,090	232,414	194,743	196,644	213,282	208,624	167,108	-	77,809	228,525
Community Education	43,942	8,154	57,828	43,703	44,963	62,730	21,786	4,690	17,641	20,110
N.E.E.D.	162,853	170,656	151,758	177,936	194,851	240,757	137,385	55,566	135,054	166,762
Parking	2,610	780	-	-	-	-	-	-	-	-
Warrior Day Camp	80,967	88,601	100,250	88,209	70,678	100,335	94,004	-	46,977	79,410
Operating Grants and Contributions	187,519	213,127	161,800	196,130	164,860	149,994	122,343	320,593	607,323	237,138
<b>Total Business-Type Activities</b>	759,981	713,732	666,379	702,622	688,634	822,440	542,626	380,849	884,804	731,945
<b>Total Government-Wide Program Revenues</b>	\$ 1,568,001	\$ 6,460,149	\$ 7,561,229	\$ 4,688,588	\$ 11,447,305	\$ 9,279,230	\$ 8,066,806	\$ 10,167,755	\$ 9,766,695	\$ 9,976,525
<b>Net (Expense)/Revenue:</b>										
Governmental Activities	\$ (26,339,702)	\$ (24,698,598)	\$ (25,392,233)	\$ (26,144,104)	\$ (26,662,473)	\$ (25,949,513)	\$ (25,522,104)	\$ (28,684,393)	\$ (28,722,508)	\$ (27,931,890)
Business-Type Activities	(15,487)	(48,996)	(62,284)	(37,542)	(34,412)	85,106	(57,332)	(86,390)	143,900	(17,309)
<b>Total Government-Wide Net (Expense)/Revenue</b>	\$ (26,355,189)	\$ (24,747,594)	\$ (25,454,517)	\$ (26,181,646)	\$ (26,696,885)	\$ (25,864,407)	\$ (25,579,436)	\$ (28,770,783)	\$ (28,578,608)	\$ (27,949,199)
<b>General Revenues and Other changes in Net Position:</b>										
Governmental Activities:										
Property Taxes, Levied for General Purposes, Net	\$ 9,926,117	\$ 10,124,639	\$ 10,519,408	\$ 10,886,223	\$ 11,103,947	\$ 11,444,162	\$ 11,967,081	\$ 12,206,423	\$ 12,450,551	\$ 12,699,562
Property Taxes, Levied for Debt Service	1,613,840	1,633,246	1,599,249	1,534,474	1,579,091	1,578,172	547,131	550,732	502,599	525,842
Federal & State Aid Not Restricted	15,349,569	14,050,023	13,645,745	13,676,642	13,571,207	13,499,595	12,033,349	15,849,263	15,853,578	13,661,639
Transfer	8,531	-	(73,503)	-	-	-	-	7,757	-	-
Miscellaneous Income	150,430	146,193	134,419	154,925	89,317	126,420	129,694	175,847	273,535	336,688
<b>Total Governmental Activities</b>	27,048,487	25,954,101	25,825,318	26,252,264	26,343,562	26,648,349	24,677,255	28,790,022	29,080,263	27,223,731
Business-Type Activities:										
Transfer	(8,531)	-	73,503	-	-	-	-	-	-	-
Miscellaneous Income	23,590	19,021	14,455	9,099	22,093	(1,133)	-	2,551	536	1,595
<b>Total Business-Type Activities</b>	15,059	19,021	87,958	9,099	22,093	(1,133)	-	2,551	536	1,595
<b>Total Government-Wide Net Expense</b>	\$ 27,063,546	\$ 25,973,122	\$ 25,913,276	\$ 26,261,363	\$ 26,365,655	\$ 26,647,216	\$ 24,677,255	\$ 28,792,573	\$ 29,080,799	\$ 27,225,326
<b>Change in Net Position:</b>										
Governmental Activities	\$ 708,785	\$ 1,255,503	\$ 433,085	\$ 108,160	\$ (318,911)	\$ 698,836	\$ (844,849)	\$ 105,629	\$ 357,755	\$ (708,159)
Business-Type Activities	(428)	(29,975)	25,674	(28,443)	(12,319)	83,973	(57,332)	(83,839)	144,436	(15,714)
<b>Total Government-Wide Change in Net Position</b>	\$ 708,357	\$ 1,225,528	\$ 458,759	\$ 79,717	\$ (331,230)	\$ 782,809	\$ (902,181)	\$ 21,790	\$ 502,191	\$ (723,873)

**Source:** ACFR Schedule A-2  
\* For the year ended June 30, 2021 net position was reclassification due to GASB 84.

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 FUND BALANCES, GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS  
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
 (UNAUDITED)

	FISCAL YEAR ENDING JUNE 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund:										
Restricted	\$ 1,792,477	\$ 2,150,035	\$ 3,021,693	\$ 2,446,387	\$ 1,717,332	\$ 975,932	\$ 1,140,742	\$ 1,361,638	\$ 1,213,547	\$ 846,975
Assigned	1,438,629	1,531,641	286,910	738,300	109,933	317,605	575,407	902,093	1,213,711	1,835,195
Unassigned	433,322	(134,339)	-	(979,166)	(859,782)	(651,249)	(397,652)	83,912	644,533	-
Total General Fund	3,664,428	3,547,337	3,308,603	2,205,521	967,483	642,288	1,318,497	2,347,643	3,071,791	2,682,170
All Other Governmental Funds:										
Restricted:										
Capital Projects Fund	447,899	(123,251)	(6,515)	43,039	-	-	-	-	-	-
Debt Service Fund	11,234	67,390	36,634	1	1	2	2	30,459	7,758	-
Student Activities	-	-	-	-	-	-	-	1,657	1,658	1,684
Scholarship Fund	-	-	-	-	-	-	-	122,864	104,924	130,716
Committed:										
Capital Projects Fund	26,296	112,785	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	\$ 485,429	\$ 56,924	\$ 30,119	\$ 43,040	\$ 1	\$ 2	\$ 2	\$ 154,980	\$ 114,340	\$ 132,400

Source: ACFR Schedule B-1

\*For the year ended June 30, 2021 fund balance was reclassification due to GASB 84.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
*(UNAUDITED)*

	FISCAL YEAR ENDING JUNE 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues:</b>										
Tax Levy	\$ 11,142,884	\$ 11,539,957	\$ 11,757,885	\$ 12,118,657	\$ 12,420,697	\$ 12,683,038	\$ 13,022,334	\$ 12,514,212	\$ 12,953,150	\$ 13,225,404
Tuition Charges	206,264	226,582	204,524	119,942	243,224	300,251	382,223	118,719	160,584	-
Interest Earnings	-	-	-	-	-	-	-	-	-	-
Miscellaneous	141,180	139,367	206,019	168,338	175,569	110,779	129,294	138,254	273,535	336,688
Slate Sources	14,630,944	14,380,024	15,315,158	15,323,361	15,680,505	16,155,454	16,712,909	15,257,485	14,918,362	13,453,571
Federal Sources	2,307,486	1,550,983	1,628,278	1,672,844	1,718,235	1,697,589	1,630,734	1,803,628	2,243,194	3,241,335
<b>Total Revenues</b>	<b>28,428,758</b>	<b>27,836,913</b>	<b>29,111,864</b>	<b>29,403,142</b>	<b>30,238,230</b>	<b>30,947,111</b>	<b>31,877,494</b>	<b>29,832,299</b>	<b>30,548,825</b>	<b>30,256,998</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular	6,521,331	6,368,842	6,550,475	6,529,649	6,819,628	7,257,754	6,931,968	6,672,982	5,887,833	5,902,643
Special	3,090,988	3,048,332	3,150,910	3,238,644	3,403,458	3,501,507	3,327,134	3,426,566	3,824,510	4,924,659
Other Special	514,658	816,305	752,140	809,042	878,930	798,093	702,554	742,502	492,888	416,775
Other	664,130	719,124	813,288	818,864	910,248	885,239	857,409	802,537	747,612	785,378
<b>Support Services and Undistributed Costs:</b>										
Instruction	347,086	275,450	350,228	403,195	501,272	403,195	356,919	525,843	661,108	200,480
Attendance and Social Work Services	35,066	37,768	37,000	38,999	39,934	95,685	98,762	32,282	33,093	33,730
Health Services	282,747	299,213	317,288	307,958	305,172	304,809	302,257	233,206	222,271	225,148
Other Support Services	2,056,721	2,082,571	2,120,888	2,141,438	2,264,605	2,368,615	2,398,027	1,933,962	1,770,974	2,504,678
Educational Media Services	112,427	125,042	107,015	130,923	112,527	147,683	140,362	99,656	39,902	42,316
Instruction Staff Training	161,725	171,242	213,308	218,932	202,581	231,305	234,017	151,499	43,279	35,486
General Administrative Services	491,168	506,042	529,169	561,081	471,806	455,600	484,097	464,490	397,339	378,492
School Administrative Services	972,721	1,007,641	990,468	1,010,093	1,101,961	1,125,046	1,143,033	1,021,775	1,068,090	1,006,792
Central Services	429,552	435,842	459,107	466,013	414,892	368,802	364,987	380,036	371,382	308,462
Technology	31,080	48,459	34,645	31,966	45,733	58,461	40,260	86,657	56,015	55,753
Allowed Maintenance for School Facilities	234,640	185,917	248,193	218,274	178,917	126,198	152,071	167,262	328,999	324,425
Other Operations and Maintenance of Plant	1,653,884	1,852,760	1,919,596	1,921,801	2,099,820	2,083,769	2,135,300	1,998,355	2,023,210	2,044,658
Student Transportation Services	974,839	984,829	972,983	1,096,116	1,217,694	1,331,815	1,367,071	1,325,966	1,479,489	1,775,298
Unallocated Employee Benefits	6,315,132	6,015,785	6,268,696	6,478,899	3,857,577	4,117,375	4,287,471	4,063,717	3,446,286	3,287,176
On-Behalf Pension & FICA Contributions	-	-	-	-	3,130,330	3,634,070	4,248,177	4,408,994	6,169,334	5,750,439
Nonbudget Expenditures	-	-	-	-	-	-	-	-	-	-
Charter School	28,748	30,234	-	-	-	-	-	-	-	-
Capital Outlay	734,095	426,757	1,346,976	1,194,485	818,788	330,517	41,919	500,000	205,732	21,500
Debt Service:										
Principal	1,785,000	1,895,000	2,095,000	2,120,000	2,184,996	2,260,017	2,330,016	400,000	405,000	430,000
Interest and Other Charges	718,420	710,504	380,087	358,806	383,728	326,427	258,877	217,802	190,971	174,271
<b>Total Expenditures</b>	<b>28,156,158</b>	<b>28,043,659</b>	<b>29,657,460</b>	<b>30,095,178</b>	<b>31,328,391</b>	<b>32,228,188</b>	<b>32,202,688</b>	<b>29,656,090</b>	<b>29,865,317</b>	<b>30,628,559</b>
<b>Excess/(Deficiency) of Revenues Over/(Under) Expenditures</b>	<b>272,600</b>	<b>(206,746)</b>	<b>(545,596)</b>	<b>(692,036)</b>	<b>(1,090,161)</b>	<b>(1,281,077)</b>	<b>(325,194)</b>	<b>176,209</b>	<b>683,508</b>	<b>(371,561)</b>
<b>Other Financing Sources/(Uses):</b>										
Proceeds of Refunding Debt	-	7,689,665	-	-	-	-	-	-	-	-
Payments To Escrow Agent	-	(7,597,230)	-	-	-	-	-	-	-	-
Lease Purchase Agreement	-	-	-	-	-	-	-	500,000	-	-
Transfers In	-	337,754	-	-	-	-	-	-	-	-
Transfers Out	-	(329,223)	-	-	-	-	-	-	-	-
<b>Total Other Financing Sources/(Uses)</b>	<b>-</b>	<b>100,966</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>500,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>\$ 272,600</b>	<b>\$ (105,780)</b>	<b>\$ (545,596)</b>	<b>\$ (692,036)</b>	<b>\$ (1,090,161)</b>	<b>\$ (1,281,077)</b>	<b>\$ (325,194)</b>	<b>\$ 676,209</b>	<b>\$ 683,508</b>	<b>\$ (371,561)</b>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	<b>9.13%</b>	<b>9.43%</b>	<b>8.74%</b>	<b>8.58%</b>	<b>8.42%</b>	<b>8.11%</b>	<b>8.05%</b>	<b>2.12%</b>	<b>2.01%</b>	<b>1.97%</b>

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)**

FISCAL YEAR ENDING JUNE 30,	INTEREST	TUITION	RENTAL FEES	MISCELLANEOUS	PAY TO PARTICIPATE FEES	ANNUAL TOTALS
2014	13	226,582	10,919	80,189	35,225	352,928
2015	-	204,524	-	109,476	36,547	350,547
2016	-	119,942	-	95,604	38,815	254,361
2017	-	243,224	14,374	123,824	37,371	418,793
2018	-	300,251	14,374	123,824	37,371	475,820
2019	-	382,223	17,647	72,071	36,702	508,643
2020	-	118,719	8,310	97,171	24,213	248,413
2021	-	77,860	-	87,348	-	165,208
2022	-	160,584	-	140,685	-	301,269
2023	30,278	-	-	168,363	-	198,641

### **Revenue Capacity Information**

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

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

FISCAL YEAR ENDING JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENTS	TOTAL ASSESSED VALUE	LESS: TAX-EXEMPT PROPERTY	PUBLIC UTILITIES a	NET VALUATION TAXABLE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE	TOTAL DIRECT SCHOOL TAX RATE b
2014	16,519,100	669,537,700	38,677,000	2,056,200	42,901,500	10,961,000	2,963,200	783,615,700	201,170,300	-	783,615,700	62,056,456	1.498
2015	15,888,600	667,254,600	40,195,000	2,068,300	42,792,500	10,961,000	2,963,200	782,123,200	202,804,300	-	783,861,029	47,739,748	1.546
2016	16,066,000	667,340,000	40,113,500	2,062,500	42,603,800	10,961,000	2,963,200	782,110,000	203,394,300	-	783,700,365	N/A	1.58
2017	16,023,800	670,606,600	39,012,700	2,010,500	42,786,300	10,961,000	2,963,200	784,364,100	203,417,700	-	784,364,100	70,460,357	1.617
2018	15,688,900	671,798,200	39,436,500	2,000,500	42,696,700	10,965,200	2,963,200	785,489,200	203,534,500	-	785,489,200	76,351,144	1.658
2019	15,840,500	673,283,600	39,943,100	1,979,000	42,668,500	10,965,200	2,963,200	784,583,100	205,900,700	-	784,583,100	907,137,357	1.596
2020	25,149,500	673,775,000	36,116,400	1,738,900	42,762,800	10,905,200	2,963,200	793,411,800	206,863,900	-	793,411,800	918,313,380	1.608
2021	16,229,400	671,582,000	36,505,800	1,764,900	42,762,800	10,905,200	2,963,200	782,713,300	208,819,800	-	573,893,500	991,603,100	1.646
2022	15,450,800	671,617,800	37,230,400	1,770,400	42,762,800	10,905,200	2,963,200	782,700,600	236,083,800	-	546,616,800	1,017,784,400	1.699
2023	14,710,000	675,193,700	36,111,400	1,776,700	42,607,600	10,905,200	2,963,200	784,267,800	267,013,700	-	517,254,100	1,018,784,400	1.699

Source: Abstract of Ratesables - Ocean County  
 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 (R) 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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS  
(RATE PER \$100 OF ASSESSED VALUE)  
(UNAUDITED)**

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE				OVERLAPPING RATES				TOTAL DIRECT AND OVERLAPPING TAX RATE
	BASIC RATE <sup>a</sup>	GENERAL OBLIGATION DEBT SERVICE <sup>b</sup>	PLUMSTED TOWNSHIP SCHOOL DISTRICT		PLUMSTED TOWNSHIP	FIRE DISTRICT	OCEAN COUNTY		
2014	9,926,117	1,613,840	1,498		0.255	0.199	0.371	2.323	
2015	10,519,408	1,599,249	1,546		0.261	0.199	0.374	2.380	
2016	10,886,223	1,534,474	1,584		0.270	0.200	0.461	2.515	
2017	11,103,947	1,579,091	1,617		0.276	0.211	0.457	2.561	
2018	11,444,162	1,578,172	1,658		0.280	0.212	0.452	2.602	
2019	11,444,162	1,578,172	1,608		0.287	0.212	0.462	2.569	
2020	11,967,081	547,131	1,608		0.304	0.231	0.468	2.611	
2021	12,206,423	550,732	1,646		0.309	0.247	0.451	2.653	
2022	12,450,551	502,599	1,699		0.316	0.265	0.395	2.675	
2023	12,699,562	525,842	1,699		0.317	0.308	0.420	2.744	

**Source:** Municipal Tax Collector, Ocean County Board of Taxation.

**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.

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND TEN YEARS AGO  
(UNAUDITED)**

	2023		2013			
	Taxable Assessed Value	Rank (Optional)	% of Total District Net Assessed Value	Taxable Assessed Value	Rank (Optional)	% of Total District Net Assessed Value
Taxpayer #1	4,662,200	1	0.59%	4,165,900	1	
Taxpayer #2	4,165,900	2	0.53%	3,156,800	2	
Taxpayer #3	2,866,100	3	0.36%	2,866,100	3	
Taxpayer #4	2,740,000	4	0.35%	2,085,500	4	
Taxpayer #5	2,063,300	5	0.26%	1,675,100	5	
Taxpayer #6	1,878,200	6	0.24%	1,477,300	6	
Taxpayer #7	1,328,800	7	0.17%	1,328,800	7	
Taxpayer #8	1,250,000	8	0.16%	1,221,300	8	
Taxpayer #9	1,221,300	9	0.15%	1,090,200	9	
Taxpayer #10	1,178,500	10	0.15%	0	10	
<b>Total</b>	<b>23,354,300</b>		<b>2.94%</b>	<b>19,067,000</b>		

Source: Municipal Tax Assessor

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY <sup>a</sup> AMOUNT	PERCENTAGE OF LEVY	COLLECTIONS IN SUBSEQUENT YEARS
2014	11,539,957	11,107,957	96.26%	432,000
2015	11,757,885	11,325,885	96.33%	432,000
2016	12,118,657	11,686,657	96.44%	432,000
2017	12,420,697	12,251,038	98.63%	432,000
2018	12,683,038	12,251,038	96.59%	432,000
2019	13,022,334	12,590,334	96.59%	432,000
2020	12,514,212	12,082,212	96.55%	432,000
2021	12,757,155	12,325,155	96.55%	432,000
2022	12,953,150	12,521,150	96.66%	432,000
2023	13,225,404	12,793,404	96.73%	432,000

**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.

**Debt Capacity Information**

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

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EXHIBIT J-10

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
(UNAUDITED)

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME <sup>a</sup>	PER CAPITA
	GENERAL OBLIGATION BONDS <sup>b</sup>	CAPITAL LEASES				
2014	14,950,000	794,709		15,744,709	4.4%	1,864
2015	12,855,000	583,463		13,438,463	3.7%	1,579
2016	10,735,000	786,187		11,521,187	3.0%	1,353
2017	8,630,000	479,944		9,109,944	2.3%	1,068
2018	6,455,000	298,309		6,753,309	N/A	791
2019	4,210,000	110,000		4,320,000	N/A	512
2020	3,810,000	425,000		3,810,000	N/A	445
2021	3,210,000	325,000		3,210,000	N/A	372
2022	2,805,000	216,843		3,021,843	N/A	353
2023	2,375,000	108,398		2,483,398	N/A	292

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

<sup>a</sup> 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.

N/A - At the time of ACFR completion, this data was not yet available

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

FISCAL YEAR ENDED JUNE 30	GENERAL BONDED DEBT OUTSTANDING				
	GENERAL OBLIGATION BONDS d	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY a	PER CAPITA b
2014	14,950,000	-	14,950,000	1.91%	1,770
2015	12,855,000	-	12,855,000	1.64%	1,510
2016	10,735,000	-	10,735,000	1.37%	1,261
2017	8,630,000	-	8,630,000	1.10%	1,012
2018	6,455,000	-	6,455,000	0.82%	756
2019	4,210,000	-	4,210,000	0.54%	499
2020	3,210,000	-	3,210,000	0.40%	375
2021	3,210,000	-	3,210,000	0.56%	372
2022	2,805,000	-	2,805,000	0.49%	328
2023	2,375,000	-	2,375,000	0.43%	279

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

a Used Estimated County equalized value from J-6

b Population data can be founds in Exhibit J-14



EXHIBIT J-12

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2023  
(UNAUDITED)**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE <sup>a</sup>	ESTIMATED SHARE OF OVERLAPPING DEBT
Debt Repaid with Property Taxes: Plumsted Township	\$ 32,691,887	100.00%	\$ 32,691,887
Subtotal, Overlapping Debt Plumsted Township School District			32,691,887 2,375,000
Total Direct and Overlapping Debt			\$ 35,066,887

**Sources:** Assessed value data used to estimate applicable percentages provided by the Ocean County Board of Taxation.  
Debt Outstanding data provided by each governmental unit.

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

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	FISCAL YEAR ENDED JUNE 30.									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt Limit	\$ 33,990,534	\$ 33,385,084	\$ 33,769,267	\$ 33,769,267	\$ 34,250,290	\$ 34,604,636	\$ 23,252,433	\$ 23,885,314	\$ 24,244,957	\$ 39,545,787
Total Net Debt Applicable To Limit	14,950,000	12,855,000	10,735,000	8,630,000	6,455,000	4,210,000	3,810,000	3,210,000	2,805,000	2,375,000
Legal Debt Margin	\$ 19,040,534	\$ 20,530,084	\$ 23,034,267	\$ 25,139,267	\$ 27,795,290	\$ 30,394,636	\$ 19,442,433	\$ 20,675,314	\$ 21,439,957	\$ 37,170,787
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	48.28%	43.98%	38.51%	31.79%	25.56%	18.85%	12.17%	16.39%	11.57%	6.01%

**Legal Debt Margin Calculation for Fiscal Year 2023:**

	Equalized Valuation Basis
2023	\$ 1,086,028,306
2022	\$ 968,671,328
2021	\$ 911,234,409
	[A] 2,965,934,043
Average Equalized Valuation of Taxable Property	[A/3] 988,644,681
Debt Limit (4.0% of Average Equalization Value)	[B] 39,545,787
Total Net Debt Applicable To Limit	[C] 2,375,000
Legal Debt Margin	[B-C] \$ 37,170,787

Source: Equalized valuation bases were obtained from the Ocean County Board of Taxation

### **Demographic and Economic Information**

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

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>POPULATION a</b>	<b>PERSONAL INCOME b</b>	<b>PER CAPITA PERSONAL INCOME c</b>	<b>UNEMPLOYMENT RATE d</b>
2014	8,446	358,946,554	42,499	7.70%
2015	8,511	362,338,803	42,573	N/A
2016	8,513	377,815,453	44,381	5.10%
2017	8,530	393,309,770	46,109	4.40%
2018	8,543	405,049,259	47,413	5.10%
2019	8,436	423,352,224	50,184	4.20%
2020	8,571	445,760,568	52,008	3.50%
2021	8,630	458,589,570	53,139	8.70%
2022	8,550	408,305,250	47,755	5.60%
2023	8,506	450,826,506	53,001	4.20%

**Sources:**

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

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

c Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 PRINCIPAL EMPLOYERS  
 FOR 2023 AND NINE YEARS AGO  
 (UNAUDITED)

2023	2013
Employees	Employees
Rank (Optional)	Rank (Optional)
Percentage of Total Municipal Employment	Percentage of Total Municipal Employment
DATA NOT AVAILABLE	DATA NOT AVAILABLE
-	-
0.00%	0.00%
-	-

Source: Municipal Tax Collector  
 N/A - Information was not available at reporting time

### Operating Information

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

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**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
 CURRENT YEAR AND FIVE YEARS AGO  
 (UNAUDITED)**

<b>Function/Program:</b>	<u><b>2018</b></u>	<u><b>2,023</b></u>
Instruction:		
Regular	89	67
Special Education	57	47
Basic Skills	11	5
Bilingual	2	1
Athletics	2	2
Support Services:		
Attendance & Social Work Services	1	0
Health Services	4	3
Speech, OT, PT & Related Services	6	4
Extraordinary Services (1:1 Services)	7	6
Guidance Services	8	8
Child Study Team	9	4
Educational Media Services	3	1
General Administration	1	3
School Administration	12	12
Central Services	4	3
Information Technology	0	2
Operations & Maintenance of Plant	9	7
Student Transportation Services	7	1
	<u>          </u>	<u>          </u>
Total	<u><u>232</u></u>	<u><u>176</u></u>

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
(UNAUDITED)

FISCAL YEAR ENDED JUNE 30,	ENROLLMENT	OPERATING EXPENDITURES <sup>a</sup>	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF <sup>b</sup>	PUPIL/TEACHER RATIO			HIGH SCHOOL	AVERAGE DAILY ENROLLMENT (ADE) <sup>c</sup>	AVERAGE DAILY ATTENDANCE (ADA) <sup>c</sup>	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						PRIMARY	ELEMENTARY	MIDDLE SCHOOL					
2014	1,543	25,011,398	15,102	4.34%	168	6	10	11	13	1,518	1,456	-5.01%	95.92%
2015	1,473	25,835,397	17,539	21.18%	169	10	11	11	12	1,488	1,401	-1.98%	94.15%
2016	1,382	26,421,887	19,119	9.00%	172	7	9	9	10	1,430	1,349	-3.90%	94.34%
2017	1,335	27,940,879	20,321	6.29%	166	N/A	N/A	N/A	N/A	1,376	1,303	-3.78%	94.69%
2018	1,295	29,311,227	21,956	8.05%	161	N/A	N/A	N/A	N/A	1,346	1,279	-2.18%	95.02%
2019	1,189	29,571,876	22,835	4.01%	160	N/A	N/A	N/A	N/A	1,301	1,240	-3.34%	95.31%
2020	1,104	28,538,288	24,002	9.32%	157	N/A	N/A	N/A	N/A	1,227	1,171	-8.84%	95.44%
2022	1,090	27,991,241	25,354	11.03%	153	N/A	N/A	N/A	N/A	1,084	1,045	-16.68%	96.40%
2023	1,188	29,063,614	26,664	11.09%	147	N/A	N/A	N/A	N/A	1,075	998	-16.68%	96.40%
		30,002,788	25,255	-0.39%	122	N/A	N/A	N/A	N/A	1,095	1,013	1.01%	92.51%

Sources: District records

Note: Enrollment based on annual October district count from the year prior.

a Operating expenditures equal total expenditures, less debt service, capital outlay, and on-behalf TPAF Pension and reimbursed TPAF social security contributions. J-4

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).

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

DISTRICT/BUILDINGS:	FISCAL YEAR ENDED JUNE 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
New Egypt Primary School										
Square Feet	45,600	45,600	45,600	45,600	45,600	45,600	45,600	45,600	45,600	45,600
Capacity (Students)	325	325	325	325	325	325	325	325	325	325
Enrollment	205	192	183	195	196	218	0	0	0	0
Dr Gerald H. Woehr Elementary School										
Square Feet	80,680	80,680	80,680	80,680	80,680	80,680	80,680	80,680	80,680	80,680
Capacity (Students)	582	582	582	582	582	582	582	582	582	582
Enrollment	423	396	381	386	406	388	481	481	481	581
New Egypt Middle School										
Square Feet	77,600	77,600	77,600	77,600	77,600	77,600	77,600	77,600	77,600	77,600
Capacity (Students)	461	461	461	461	461	461	461	461	461	461
Enrollment	412	403	343	314	290	289	294	294	294	271
New Egypt High School										
Square Feet	105,000	105,000	105,000	105,000	105,000	105,000	105,000	105,000	105,000	105,000
Capacity (Students)	537	537	537	537	537	537	537	537	537	537
Enrollment	503	482	499	480	444	400	336	329	329	336
Field House										
Square Feet	3,584	3,584	3,584	3,584	3,584	3,584	3,584	3,584	3,584	3,584
New Egypt High School Barn										
Square Feet	1,863	1,863	1,863	1,863	1,863	1,863	1,863	1,863	1,863	1,863
Dr. Gerald H. Woehr Elementary School Barn										
Square Feet	2,792	2,792	2,792	2,792	2,792	2,792	2,792	2,792	2,792	2,792
Concession Stand										
Square Feet	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Press Box										
Square Feet	144	144	144	144	144	144	144	144	144	144
Sewer Plant										
Square Feet	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
Number of Schools at June 30, 2023										
Primary = 1										
Elementary = 1										
Middle = 1										
High School = 1										
Other = 6										

Source: District Facilities Office, District Records

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

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
 SCHEDULE OF REQUIRED MAINTENANCE  
 LAST TEN FISCAL YEARS  
 (UNAUDITED)

FISCAL YEAR ENDED JUNE 30,	PRIMARY SCHOOL	ELEMENTARY SCHOOL	MIDDLE SCHOOL	HIGH SCHOOL	ELEMENTARY SCHOOL BARN	HIGH SCHOOL BARN	CONCESSION STAND	FIELD HOUSE	PRESS BOX	SEWER PLANT	TOTAL
2014	10,761	53,267	66,528	-	6,210	2,400	1,400	-	24,363	185,917	185,917
2015	34,551	62,267	85,016	-	957	2,218	508	-	26,421	248,194	248,194
2016	46,069	47,130	55,294	-	2,178	6,743	976	-	28,047	218,005	218,005
2017	37,314	42,988	51,276	-	-	-	1,750	-	21,303	178,917	178,917
2018	30,342	29,184	39,488	-	701	376	1,348	54	7,556	126,198	126,198
2019	37,048	35,633	48,535	-	855	459	1,646	66	6,890	152,071	152,071
2020	40,889	39,328	53,219	-	925	496	1,779	71	7,446	167,263	167,263
2021	39,118	37,625	50,909	903	-	485	1,738	70	7,273	160,230	160,230
2022	26,034	46,062	44,304	59,947	-	1,064	571	2,046	82	8,564	188,674
2023	21,400	37,863	36,418	50,287	-	874	469	1,682	68	7,039	156,100
Total School Facilities	\$ 359,059	\$ 446,833	\$ 552,557	\$ 1,806	\$ 13,560	\$ 18,373	\$ 12,883	\$ 331	\$ 167,715	\$ 1,827,967	\$ 1,781,569

**PLUMSTED TOWNSHIP SCHOOL DISTRICT**  
**SCHEDULE OF INSURANCE**  
**JUNE 30, 2023**  
**(UNAUDITED)**

	Coverage	Deductible
School Commercial Package Policy-Selective Way Insurance Co.		
Property-blanket building and contents	72,950,820	
boiler and machinery policy	Included in Property Limit	
Commercial general liability	2,000,000	
Commercial inland marine coverage	318,425	500
Electronic Information Systems Equipment and Data	1,162,000	1,000
Virus or Harmful Code	150,000	
Pipeline Distribution System	100,000	1,000
Equipment	15,000	500
Business automobile	1,000,000	
Workers compensation and employer's liability		
NJ School Board Association.	Statutory	
Temporary Disability - NJ School Board Association	Full Salary less 7 day wait WC Benefits Period	
School Board Legal Liability		
Selective Insurance Co.	1,000,000	5,000
Umbrella Liability Policy		
Selective Way Insurance Co.	10,000,000	
Student Accident - Monumental Life Insurance Company	5,000,000	25,000
Commercial Crime Coverage		
Selective Insurance Company of America	500,000	5,000
Surety Bonds Selective Insurance Company of America:		
Treasurer	230,000	
Business Administrator/Board Secretary	140,000	

Source: District Records

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**SINGLE AUDIT SECTION**

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## EXHIBIT K-1

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

Honorable President and Members  
of the Board of Education  
Plumsted Township School District  
County of Ocean  
Plumsted, New Jersey 08533

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Plumsted Township School District (hereafter referred to as the School District), as of and for the year ended June 30, 2023 and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated February 5, 2024.

#### Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School District's internal control over financial reporting (internal control) to determine 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 School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

### **Report on Compliance and Other Matters**

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

### **Purpose of this Report**

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

Respectfully Submitted,

**HOLMAN FRENIA ALLISON, P.C.**

Robert W. Allison  
Certified Public Accountant  
Public School Accountant, No. 897

Lakewood, New Jersey  
February 5, 2024



Certified Public Accountants + Advisors

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EXHIBIT K-2

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

Honorable President and Members  
of the Board of Education  
Plumsted Township School District  
County of Ocean  
New Egypt, New Jersey 08533

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

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

We have audited Plumsted Township School District's compliance with types of compliance requirements identified as subject to audit in the OMB Compliance Supplement and the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2023. The Plumsted Township School 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 Plumsted Township School 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; Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*; New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts of grant agreements applicable to the School 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 Plumsted School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance, New Jersey OMB's Circular 15-08 and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey 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 compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the School District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, New Jersey OMB's Circular 15-08 and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, we:

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

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

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

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

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

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

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Robert W. Allison  
Certified Public Accountant  
Public School Accountant, #897

Lakewood, New Jersey  
February 5, 2024

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PLUMSTED TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

FEDERAL ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2022	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	(ACCOUNTS RECEIVABLE)	BALANCE JUNE 30, 2023	
										DUPLICATE	UNEARNED REVENUE
<b>U.S. Department of Health and Human Services</b>											
<b>Medical Assistance Program</b>											
Passed Through New Jersey Department of Human Services Medicaid Cluster:											
93.778	2205N5MAP	100-04-7540-211	\$	48,644	7/1/22-6/30/23	\$	48,644	\$	(4,624)	\$	\$
93.778	2205N5MAP	100-04-7540-211		4,624	7/1/22-6/30/23		4,624		(4,624)		
Total Medicaid Cluster											
<b>Total U.S. Department of Health and Human Services</b>											
<b>U.S. Department of Agriculture</b>											
Passed Through New Jersey Department of Agriculture:											
Child Nutrition Cluster:											
10.553	221N304N1099	100-010-3350-028		134,188	7/1/21-6/30/22		27,149		-		
10.553	231N304N1099	100-010-3350-028		14,868	7/1/22-6/30/23		13,727		(14,868)		(1,141)
Subtotal											
10.555	221N304N1099	100-010-3350-026		416,412	7/1/21-6/30/22		82,750		-		
10.555	231N304N1099	100-010-3350-026		103,342	7/1/22-6/30/23		98,578		(103,342)		(4,764)
10.555	231N304N1099	100-010-3350-026		4,388	7/1/22-6/30/23		4,195		(4,388)		(193)
10.555	231N344N8903	100-010-3350-112		37,693	10/1/22-9/30/24		37,693		(37,693)		-
10.555	231N344N8903	100-010-3350-112		26,060	10/1/22-9/30/23		26,060		(26,060)		-
10.555	221N304N1099	Unavailable		1,516	7/1/21-6/30/22		49,194		(15,16)		(15,16)
10.555	231N304N1099	Unavailable		44,617	7/1/22-6/30/23		28,470		(216,100)		(4,957)
Subtotal											
Total Child Nutrition Cluster											
<b>Total U.S. Department of Agriculture</b>											
<b>U.S. Department of Treasury</b>											
Passed Through New Jersey Department of Education:											
Additional or Compensatory Special Education and Related Services (ACSERS)											
21.027	SLHRFD0E1SES	100-034-5065-096		122,516	7/1/22-6/30/23		90,662		(122,516)		(32,682)
Subtotal											
<b>Total U.S. Department of Treasury</b>											
<b>U.S. Department of Education</b>											
Direct Funding:											
Impact Aid											
84.041	S04IB143114	N/A - Direct		1,059,999	7/1/22-6/30/23		1,059,999		(1,059,999)		-
Passed Through New Jersey Department of Education:											
Special Education Cluster:											
84.027A	H027A220100	100-034-5065-016		274,795	7/1/21-9/30/23		247,797		(274,795)		(26,998)
84.027X	H027X210100	100-034-5065-094		49,056	7/1/21-9/30/22		4,278		-		-
Subtotal											
84.173	H173A210114	100-034-5065-020		20,977	7/1/21-9/30/22		12,067		-		-
84.173X	H173X210114	100-034-5065-095		4,183	7/1/21-9/30/22		2,612		-		-
Subtotal											
Total Special Education Cluster											
Elementary and Secondary Education Act (ESEA):											
84.010	S010A210030	100-034-5064-194		326,867	7/1/21-9/30/22		47,146		-		-
84.010	S010A220030	100-034-5064-194		189,206	7/1/22-9/30/23		82,914		(189,206)		(106,292)
Subtotal											
84.367	S367A210029	100-034-5063-290		71,102	7/1/21-9/30/22		2,455		(2,455)		-
84.367	S367A220029	100-034-5063-290		25,506	7/1/22-9/30/23		4,121		(23,051)		(18,930)
Subtotal											
Title II - Part A, Supporting Effective Instruction											
Title II - Part A, Supporting Effective Instruction											
Subtotal											
Education Stabilization Fund:											
Elementary and Secondary School Education Relief (ESSER) Fund:											
COVID CARES - Digital Divide											
84.425D	S425D200027	100-034-5120-513		145,513	7/1/20-6/30/21		4,249		-		4,249
84.425D	S425D210027	100-034-5120-518		723,495	3/13/20-9/30/23		866,105		(399,978)		-
84.425D	S425D210027	100-034-5120-518		89,014	3/13/20-9/30/23		1,529		(32,484)		(32,484)
84.425D	S425D210027	100-034-5120-518		45,000	3/13/20-9/30/23		10,672		(32,472)		-
84.425U	S425U210027	100-034-5120-523		1,626,008	3/13/20-9/30/24		610,916		(1,006,111)		(395,195)
84.425U	S425U210027	100-034-5120-523		45,000	3/13/20-9/30/24		-		(45,000)		(45,000)
84.425W	S425W210027	100-034-5064-233		6,399	3/13/20-9/30/24		1,115,599		(1,516,045)		(493,472)
Subtotal											
<b>Total U.S. Department of Education</b>											
<b>Total Expenditures of Federal Awards</b>											
						\$	3,059,809	\$	(3,472,303)	\$	(686,472)
						\$	263,636	\$	3,059,809	\$	10,342

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

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

STATE GRANTOR/PROGRAM TITLE	GRANT OR PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2022	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	ACCOUNTS RECEIVABLE	BALANCE JUNE 30, 2023		MEMO	
									UNEARNED REVENUE	DUE TO GRANTOR	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
<b>New Jersey Department of Education:</b>												
General Fund:												
State Aid Public:												
School Choice Aid	495-034-5120-068	\$ 347,038	7/1/22-6/30/23	\$ -	\$ 347,038	\$ (347,038)	\$ -	\$ -	\$ -	\$ -	\$ 33,641	\$ 347,038
Equalization Aid	495-034-5120-078	4,436,281	7/1/22-6/30/23	-	4,436,281	(4,436,281)	-	-	-	-	430,043	4,436,281
Security Aid	495-034-5120-084	23,602	7/1/22-6/30/23	-	23,602	(23,602)	-	-	-	-	2,288	23,602
Special Education Categorical Aid	495-034-5120-089	975,623	7/1/22-6/30/23	-	975,623	(975,623)	-	-	-	-	94,575	975,623
Supplemental Stabilization Aid	495-034-5120-114	627,931	7/1/22-6/30/23	-	627,931	(627,931)	-	-	-	-	627,931	627,931
Total State Aid Public:		6,410,475			6,410,475	(6,410,475)					560,547	6,410,475
Additional Nonpublic School Transportation Aid	495-034-5120-014	8,990	7/1/21-6/30/22	(8,990)	8,990	(8,990)	-	-	-	-	-	-
Additional Nonpublic School Transportation Aid	495-034-5120-014	6,864	7/1/22-6/30/23	-	-	(6,864)	-	(6,864)	-	-	-	6,864
Extraordinary Aid	495-034-5120-044	243,480	7/1/21-6/30/22	(243,054)	243,054	(341,261)	-	(341,261)	-	-	-	243,480
Extraordinary Aid	495-034-5120-044	341,261	7/1/22-6/30/23	(35,926)	35,926	(76,843)	-	(76,843)	-	-	-	341,261
Reimbursed TPAF Social Security Contributions	100-034-5094-003	731,496	7/1/21-6/30/22	-	731,496	(731,496)	-	-	-	-	-	731,496
Reimbursed TPAF Social Security Contributions	100-034-5094-003	758,005	7/1/22-6/30/23	-	881,162	(758,005)	-	-	-	-	-	758,005
TPAF - Post Retirement	495-034-5094-001	1,038,474	7/1/22-6/30/23	-	1,038,474	(1,038,474)	-	-	-	-	-	1,038,474
TPAF - Pension	495-034-5094-002	3,953,115	7/1/22-6/30/23	-	3,953,115	(3,953,115)	-	-	-	-	-	3,953,115
TPAF - Long-Term Disability	495-034-5094-004	845	7/1/22-6/30/23	-	845	(845)	-	-	-	-	-	845
Total General Fund		12,372,041		(287,970)	12,372,041	(12,509,039)		(424,968)			560,547	13,484,015
Special Revenue Fund:												
Non-Public Aid:												
Textbooks	100-034-5120-064	66	7/1/22-6/30/23	-	66	-	-	-	-	-	-	66
Nursing Services	100-034-5120-070	1,120	7/1/22-6/30/23	-	1,120	-	-	-	-	-	-	1,120
Technology Initiative	100-034-5120-373	42	7/1/22-6/30/23	-	42	-	-	-	-	-	-	42
Security Aid	100-034-5120-509	2,050	7/1/22-6/30/23	-	2,050	-	-	-	-	-	-	2,050
Preschool Education Expansion Aid	495-034-5120-486	743,046	7/1/22-6/30/23	-	854,710	(743,046)	-	-	111,664	-	72,690	743,046
SDA Emergent & Capital Maintenance Needs Grant	N/A	49,924	7/1/22-6/30/23	-	-	(49,924)	-	(49,924)	-	-	-	49,924
Total Special Revenue Fund		857,988			857,988	(792,970)		(49,924)	111,664		72,690	796,248
<b>New Jersey Department of Agriculture:</b>												
Enterprise Fund:												
National School Lunch Program	100-010-3350-023	9,775	7/1/21-6/30/22	(1,904)	1,904	-	-	-	-	-	-	-
National School Lunch Program	100-010-3350-023	5,653	7/1/22-6/30/23	-	5,394	(5,653)	-	(259)	-	-	-	5,653
National School Breakfast Program	100-010-3350-023	517	7/1/22-6/30/23	-	481	(517)	-	(36)	-	-	-	517
Total Enterprise Fund		7,779		(1,904)	7,779	(6,170)		(295)			-	6,170
<b>Total Expenditures of State Financial Assistance</b>		<b>13,237,808</b>		<b>(289,874)</b>	<b>13,237,808</b>	<b>(13,308,179)</b>		<b>(475,187)</b>	<b>111,664</b>		<b>653,237</b>	<b>14,286,433</b>
State Financial Assistance Programs not subject to Calculation for Major Program Determination:												
TPAF - Post Retirement												
Medical (Noncash Assistance)	495-034-5094-001	\$ 1,038,474	7/1/22-6/30/23			\$ 1,038,474						
TPAF - Pension												
Contributions (Noncash Assistance)	495-034-5094-002	3,953,115	7/1/22-6/30/23			3,953,115						
TPAF - Long-Term Disability												
Insurance (Noncash Assistance)	495-034-5094-004	845	7/1/22-6/30/23			845						
<b>Total State Financial Assistance subject to Calculation for Major Program Determination</b>		<b>\$ (83,315,745)</b>				<b>\$ (83,315,745)</b>						

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



**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE  
FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Note 1. Basis of Presentation**

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Plumsted Township School District (hereafter referred to as the School District). The School District is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**Note 2. Summary of Significant Accounting Policies**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting and programs recorded in the capital projects fund are presented using the modified accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The School District did not elect the 10-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2023. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2023.

**Note 3. Relationship to Basic Financial Statements**

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

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE  
FINANCIAL ASSISTANCE (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Note 3. Relationship to Basic Financial Statements (continued)**

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$151,562 for the general fund and \$0 for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<b>Fund:</b>	<u><b>Federal</b></u>	<u><b>State</b></u>	<u><b>Total</b></u>
General Fund	\$ 1,113,267	\$ 12,660,601	\$ 13,773,868
Special Revenue Fund	2,128,068	792,970	2,921,038
Food Service Fund	230,968	6,170	237,138
Total Awards & Financial Assistance	<u>\$ 3,472,303</u>	<u>\$ 13,459,741</u>	<u>\$ 16,932,044</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. Federal and State Loans Outstanding**

The School District had no loan balances outstanding at June 30, 2023.

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Section I - Summary of Auditor's Results

**Financial Statements**

Type of auditor's report issued Unmodified

---

Internal control over financial reporting:

1) Material weakness(es) identified? \_\_\_\_\_ Yes       X       No

2) Significant deficiency(ies) identified? \_\_\_\_\_ Yes       X       None reported

Noncompliance material to financial statements noted? \_\_\_\_\_ Yes       X       No

**Federal Awards**

Internal control over major programs:

1) Material weakness(es) identified? \_\_\_\_\_ Yes       X       No

2) Significant deficiency(ies) identified? \_\_\_\_\_ Yes       X       None reported

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

---

Any audit findings disclosed that are required to be reported  
in accordance with 2 CFR 200 section .516(a) of Uniform Guidance? \_\_\_\_\_ Yes       X       No

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.425D	S425D210027	Education Stabilization Fund: CRRSA - ESSER II
84.425U	S425U210027	ARP - ESSER III

Dollar threshold used to determine Type A programs \$ 750,000

---

Auditee qualified as low-risk auditee?       X       Yes                      No

PLUMSTED TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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

**State Financial Assistance**

Dollar threshold used to determine Type A programs \$ 750,000

---

Auditee qualified as low-risk auditee?   X   Yes        No

Internal control over major programs:

    1) Material weakness(es) identified?        Yes   X   No

    2) Significant deficiency(ies) identified?        Yes   X   No

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

---

Any audit findings disclosed that are required to be reported  
in accordance with New Jersey OMB's Circular 15-08?        Yes   X   No

Identification of major programs:

<b>State Grant/Project Number(s)</b>	<b>Name of State Program</b>
495-034-5120-068	<b><u>State Aid Public:</u></b>
495-034-5120-078	School Choice Aid
495-034-5120-089	Equalization Aid
495-034-5120-084	Special Education Aid
495-034-5120-114	Security Aid
	Supplemental Stabilization Aid
100-034-5094-003	Reimbursed TPAF Social Security Contributions

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Section II – Financial Statement Findings**

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

None.

**Section III – Federal Awards & State Financial Assistance Findings & Questioned Costs**

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08.

**FEDERAL AWARDS**

None.

**STATE FINANCIAL ASSISTANCE**

None.

**PLUMSTED TOWNSHIP SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

This section identifies the status of prior year findings related to the financial statements, federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200,k7 *Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards* (Uniform Guidance), and New Jersey OMB's Circular 15-08.

**Financial Statement Findings**

No Prior Year Findings.

**Federal Awards**

No Prior Year Findings.

**State Financial Assistance**

No Prior Year Findings.