

Annual Comprehensive Financial Report

of the

City of Somers Point Board of Education

Somers Point, New Jersey

For the Fiscal Year Ended June 30, 2023

TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
Letter of Transmittal	1-3
Organizational Chart	4
Roster of Officials	5
Consultants and Advisors	6
FINANCIAL SECTION	
Independent Auditor's Report	7-9
Required Supplementary Information - Part I Management's Discussion and Analysis	10-18
Basic Financial Statements	
A DISTRICT - WIDE FINANCIAL STATEMENTS	
A-1 Statement of Net Position	19
A-2 Statement of Activities	20
B FUND FINANCIAL STATEMENTS	
Governmental Funds:	
B-1 Balance Sheet	21
B-2 Statement of Revenues, Expenditures and Changes in Fund Balances	22
B-3 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	23
Proprietary Funds:	
B-4 Statement of Net Position	24
B-5 Statement of Revenues, Expenses, and Changes in Fund Net Position	25
B-6 Statement of Cash Flows	26
Notes to Financial Statements	27-55
Required Supplementary Information - Part II	
C Budgetary Comparison Schedules	
C-1 Budgetary Comparison Schedule - General Fund	56-65
C-1b Community Development Block Grant - Budget to Actual	N/A
C-2 Budgetary Comparison Schedule - Special Revenue Fund	66-67

TABLE OF CONTENTS

	Page
Notes to the Required Supplementary Information	
C-3 Budget - to - GAAP Reconciliation	68
 Required Supplementary Information - Part III	
L-1 Schedule of District's Proportionate Share of Net Pension Liability (PERS)	69
L-2 Schedule of District Contributions (PERS)	70
L-3 Schedule of District's Proportionate Share of Net Pension Liability (TPAF)	71
M-1 Schedule of District's Proportionate Share of Net OPEB Liability (PERS) and (TPAF)	72
 Other Supplementary Information	
D School Level Schedules	N/A
E Special Revenue Fund:	
E-1 Combining Schedule of Revenues and Expenditures - Special Revenue Fund - Budgetary Basis	73-77
E-2 Preschool Education Aid Schedule of Expenditures - Budgetary Basis	78
F Capital Projects Fund:	
F-1 Summary Schedule of Project Expenditures	N/A
F-2 Summary Schedule of Revenues and Expenditures	79
F-2a Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis - Jordan Road Elementary School - Replacement of Exterior Window	N/A

TABLE OF CONTENTS

	Page
Other Supplementary Information (Continued)	
G Proprietary Funds:	
Enterprise Fund:	N/A
G-1 Combining Statement of Net Position	N/A
G-2 Combining Statement of Revenues, Expenses, and Changes in Fund Net Position	N/A
G-3 Combining Statement of Cash Flows	N/A
Internal Service Fund:	
G-4 Combining Statement of Net Position	N/A
G-5 Combining Statement of Revenues, Expenses, and Changes in Fund Net Position	N/A
G-6 Combining Statement of Cash Flows	N/A
I Long-Term Debt	
I-1 Schedule of General Serial Bonds	80
I-2 Statement of Obligations Under Capital Leases	N/A
I-3 Debt Service Fund Budgetary Comparison Schedule	81
I-4 Achedule of Obigations Under Subscription-Based Information Technology Arrangements	82
J STATISTICAL SECTION (Unaudited)	
Financial Trends	
J-1 Net Position by Component	83
J-2 Changes in Net Position	84-85
J-3 Fund Balances - Governmental Funds	86
J-4 Changes in Fund Balances - Governmental Funds	87
J-5 General Fund Other Local Revenue by Source	88
Revenue Capacity	
J-6 Assessed Value and Estimated Actual Value of Taxable Property	89
J-7 Direct and Overlapping Property Tax Rates	90
J-8 Principal Property Taxpayers	91
J-9 Property Tax Levies and Collections	92

TABLE OF CONTENTS

	Page
J STATISTICAL SECTION (Unaudited) (Continued)	
Debt Capacity	
J-10 Ratios of Outstanding Debt by Type	93
J-11 Ratios of General Bonded Debt Outstanding	94
J-12 Direct and Overlapping Governmental Activities Debt	95
J-13 Legal Debt Margin	96
Demographic and Economic Data	
J-14 Demographic and Economic Statistics	97
J-15 Principal Employers	98
Operating Information	
J-16 Full-Time Equivalent District Employees by Function/Program	99
J-17 Operating Statistics	100
J-18 School Building Information	101
J-19 Schedule of Required Maintenance Expenditures	
by School Facility	102
J-20 Insurance Schedule	103
K SINGLE AUDIT SECTION	
K-1 Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	104-105
K-2 Report on Compliance for Each Major State Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards and State Financial Assistance required by <i>Uniform Administrative Requirements, Costs Principles, Audit Requirements for Federal Awards (Uniform Guidance)</i> , and New Jersey OMB's Circular 15-08	106-108
K-3 Schedule of Expenditures of Federal Awards, Schedule A	109
K-4 Schedule of Expenditures of State Financial Assistance, Schedule B	110
K-5 Notes to Schedules of Awards and Financial Assistance	111-112
K-6 Schedule of Findings and Questioned Costs	113-117
K-7 Summary Schedule of Prior Audit Findings	118

Introductory Section

SOMERS POINT SCHOOL DISTRICT

ADMINISTRATIVE OFFICES

121 West New York Avenue
Somers Point, New Jersey 08244

Phone: (609) 927-2053 ~ Fax: (609) 927-7351 ~ www.sptsd.org

Christopher Kobik, *Interim Superintendent Ext: 3211*
Mary Conroy, *Business Administrator/ Board Secretary Ext: 3220*

January 8, 2024

Honorable President
and Members of the Board of Education
City of Somers Point School District
County of Atlantic, New Jersey

Dear Board Members:

The Annual Comprehensive Financial Report of the City of Somers Point 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 Board of Education. To the best of our knowledge and belief, the data presented in this report are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Annual Comprehensive Financial Report is presented in four sections: Introductory, Financial, Statistical and Single Audit. The Introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The Financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The Statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular Uniform Guidance, "Audits of State, Local Governments, and Nonprofit Organizations" and New Jersey OMB's Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the Single Audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES

The City of Somers Point School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The City of Somers Point Board of Education and all its schools constitute the District's reporting entity.

The district provides a full range of educational services appropriate to grade levels pre-school through 8. These include regular, as well as special education for handicapped youngsters. The District sends students in grades 9 through 12 to Mainland Regional High School on a sending/receiving tuition basis. The District completed the 2022-23 fiscal year with an average daily enrollment of 751 students. The following details the changes in the student enrollment of the District over the last five years:

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2022-2023	764	-3.40%
2021-2022	790	-2.03%
2020-2021	806	-5.83%
2019-2020	853	-3.63%
2018-2019	884	-4.52%

2. ECONOMIC OUTLOOK

The Somers Point School District, along with many districts in the area, continues to feel the impact of the closing of casinos in the Atlantic City area. As a result, enrollments are down, and the number of children qualifying for free and reduced lunch is close to 52%.

Costs to meet increases of students with special needs are also on the rise. The Special Services Department, along with the Superintendent and Board have made it a goal to bring as many students back into the district. This has proven to be most cost effective, as well as educationally prudent for our students.

3. INTERNAL ACCOUNTING CONTROLS

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

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

4. BUDGETARY CONTROLS

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

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

5. ACCOUNTING SYSTEM AND REPORTS

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

6. FINANCIAL INFORMATION AT FISCAL YEAR-END

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

7. DEBT ADMINISTRATION

On February 15, 2011, the District issued bonds in the amount of \$3,443,000 for a renovation project. The bonds are scheduled to be paid off February 15, 2026.

On December 13, 2016, the District issued bonds in the amount of \$9,235,000 for a renovation project. The bonds are scheduled to be paid off December 1, 2036.

8. CASH MANAGEMENT

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

9. RISK MANAGEMENT

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

10. OTHER INFORMATION

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ford, Scott & Associates, L.L.C., CPAs, was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Circular Uniform Guidance and New Jersey OMB's Circular 15-08. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11. ACKNOWLEDGMENTS

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

We would like to thank the City Council for their continued support of local funds to strengthen the educational endeavors of the community.

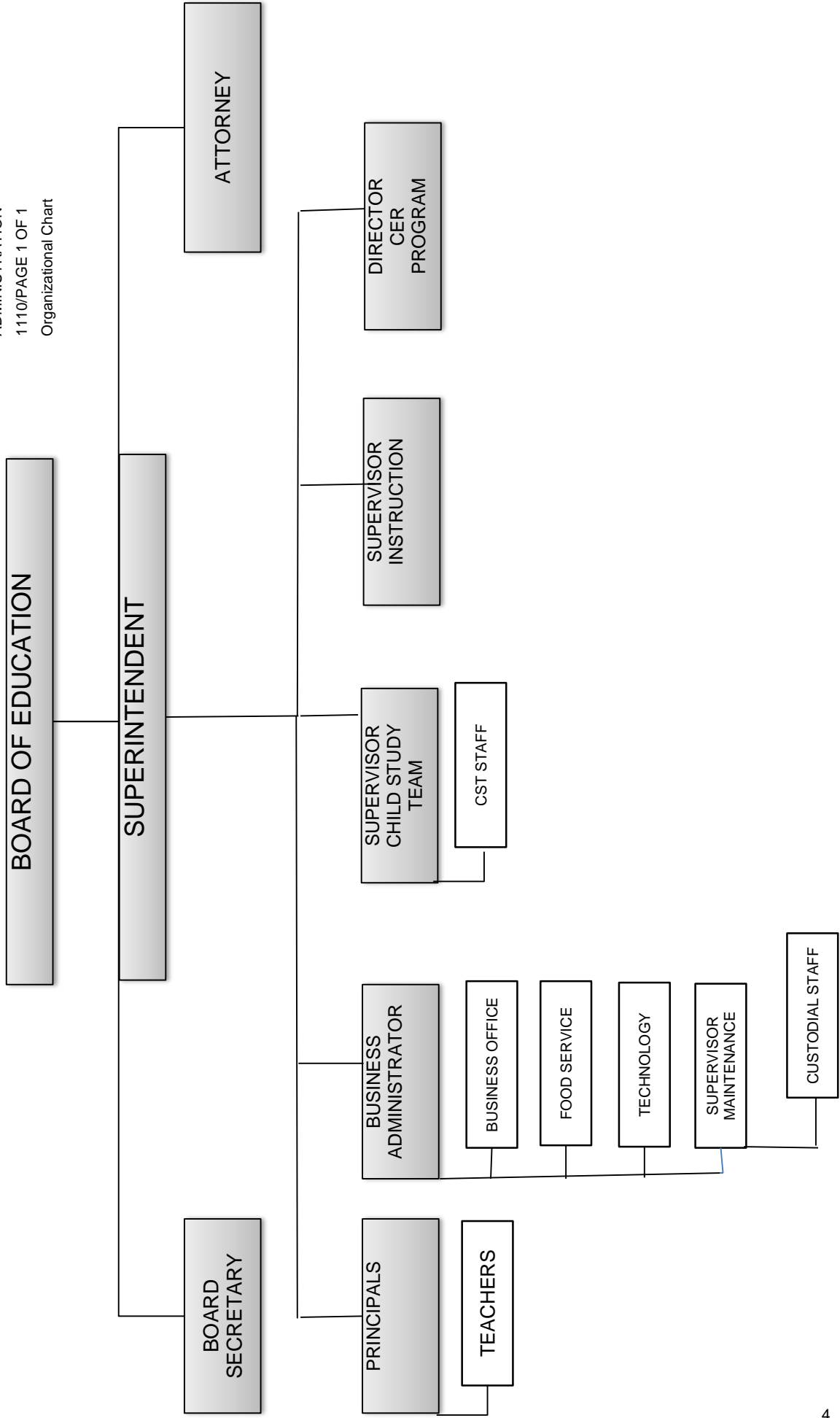
Respectfully submitted,

Mary Conroy

Mary Conroy
Business Administrator/ Board Secretary

1110 ORGANIZATIONAL CHART

ADMINISTRATION
1110/PAGE 1 OF 1
Organizational Chart



SOMERS POINT SCHOOL DISTRICT
COUNTY OF ATLANTIC, NEW JERSEY

ROSTER OF OFFICIALS

<u>MEMBERS OF THE BOARD OF EDUCATION</u>	<u>TERM EXPIRES</u>
Staci Endicott, President	2025
Heather Samuelson, Vice President	2024
John Conover	2024
Dr. Kathleen Dolton	2023
Charles Haberkorn	2024
Dr. Alice Myers	2025
Michael Sweeder	2023
Stacie Brookbank	2023
Karen Tomasello	2025

OTHER OFFICIALS

Michelle CarneyRay-Yoder, Ed.D., Superintendent

Mary Conroy, Business Administrator/ Board Secretary

**SOMERS POINT SCHOOL DISTRICT
CONSULTANTS AND ADVISORS**

ARCHITECT

Regan Young England Butera
456 High Street,
Mt Holly, NJ 08060

AUDIT FIRM

Ford, Scott, & Associates, L.L.C.
Certified Public Accountants
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Ocean City, NJ 08226-0538

ATTORNEY

Cooper Levenson
1125 Atlantic Avenue
Atlantic City, New Jersey 08401

BOND COUNSEL

Wilentz, Goldman & Spitzer, P.A.
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Woodbridge, NJ 07095

RISK MANAGEMENT CONSULTANT

Dennis Brown
Glenn Insurance Agency
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Absecon, NJ 08201

OFFICIAL DEPOSITORY

Republic Bank
199 New Road
Somers Point, NJ 08244

Financial Section



FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

1535 HAVEN AVENUE • OCEAN CITY, NJ • 08226

PHONE 609.399.6333 • FAX 609.399.3710

www.ford-scott.com

Independent Auditor's Report

Honorable President and
Members of the Board of Education
City of Somers Point School District
County of Atlantic
Somers Point, New Jersey

Report on the Audit of 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 City of Somers Point School District, in the County of Atlantic, New Jersey, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the 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 Financial Statements section of our report. We are required to be independent of the City of Somers Point 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.

Responsibility of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, 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 City of Somers Point School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *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 an 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 judgement made by a reasonable user based on the financial statements.

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

- exercise professional judgement 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 the 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 entity'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 judgement there are conditions or events considered in the aggregate, that raise substantial doubt about the entity's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charge 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Required Supplementary Information identified 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 City of Somers Point School District's basic financial statements. The combining and individual non-major fund financial statements and schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the schedule of state financial assistance as required by NJ OMB 15-08 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by the Uniform Guidance, and the schedule of state financial assistance as required by NJ OMB 15-08 is 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 Comprehensive Financial Report. The other information comprises of the introductory and statistical sections and have not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 8, 2024, on our consideration of the City of Somers Point School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Somers Point School District's internal control over financial reporting and compliance.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia

Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

January 8, 2024

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Required Supplementary Information – Part I

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
UNAUDITED**

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

Financial Highlights

Key financial highlights for 2023 are as follows:

- In total, net position increased \$2,301,238.88, which represents a 26% increase from 2022.
- General revenues accounted for \$20,457,458.53 of total revenue or 87% of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$3,095,826.46 or 13% of total revenues of \$23,553,284.99.
- Total assets of governmental activities increased by \$963,385.23 as cash and cash equivalents increased by \$1,061,562.52, receivables increased by \$22,113.44, inventory decreased \$70.28, right to use leased assets increased \$182,558.28, subscription assets increased \$35,107.72 and capital assets decreased by \$337,886.45.
- The School District had \$21,252,046.11 in expenses; only \$3,095,826.46 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and state aid) of \$20,457,458.53 were adequate to provide for these programs.
- Among governmental funds, the General Fund had \$20,367,545.86 in revenues and \$19,028,678.80 in expenditures. The General Fund's fund balance increased \$1,338,867.06 from 2022.

Using this Annual Comprehensive Financial Report (ACFR)

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

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

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**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
UNAUDITED (CONTINUED)**

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District, as a whole looks at all financial transactions and asks the question, "How did we do financially during 2023?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all position and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into consideration all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net position and changes in that position. This change in net position is important because it tells the reader that, for the school district as a whole, the financial position of the School district has improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School District is divided into two distinct kinds of activities:

- Governmental Activities - All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-Type Activity - This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided.

Reporting the School District's Most Significant Funds

Fund Financial Statements

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

Governmental Funds

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

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
UNAUDITED (CONTINUED)**

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a government's financial position.

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

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

**Table 1
Net Position**

	<u>2023</u>	<u>2022</u>
Assets		
Current and Other Assets	\$ 6,616,218.01	5,314,946.33
Capital Assets	17,713,463.79	18,051,350.24
Total Assets	<u>24,329,681.80</u>	<u>23,366,296.57</u>
Deferred Outflows of Resources		
Deferred Outflows Related to Pensions	242,536.00	185,826.00
Liabilities		
Long-Term Liabilities	11,688,222.51	11,684,837.12
Other Liabilities	933,363.98	1,288,788.02
Total Liabilities	<u>12,621,586.49</u>	<u>12,973,625.14</u>
Deferred Inflows of Resources		
Deferred Inflows Related to Pensions	715,798.00	1,644,903.00
Net Position		
Invested in Capital Assets, Net of Debt	9,535,463.79	9,178,350.24
Restricted	4,520,603.01	3,515,838.66
Unrestricted	(2,821,233.49)	(3,760,594.47)
Total Net Position	<u>\$ 11,234,833.31</u>	<u>8,933,594.43</u>

The District's combined net position was \$11,234,833.31 on June 30, 2023. This was a 26% increase from the prior year.

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**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
UNAUDITED (CONTINUED)**

Table 2 shows changes in net position for fiscal year 2023 and 2021.

**Table 2
Changes in Net Position**

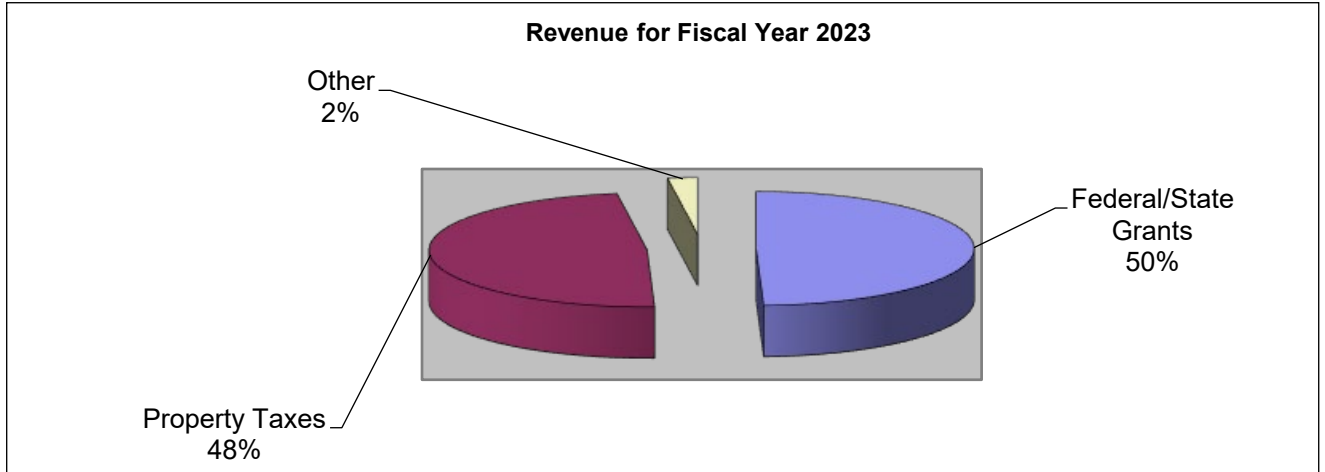
	<u>2023</u>	<u>2022</u>
Revenues		
Program Revenues:		
Charges for Services	\$ 347,793.63	328,525.62
Operating Grants and Contributions	2,748,032.83	5,428,987.18
General Revenues:		
Property Taxes	11,135,599.00	11,144,954.00
Grants and Entitlements	9,119,487.19	8,471,075.09
Other	202,372.34	30,232.19
Total Revenues	<u>23,553,284.99</u>	<u>25,403,774.08</u>
Program Expenses		
Instruction	12,522,792.89	13,584,147.74
Support Services:		
Tuition	436,328.37	229,397.83
Related Services - Pupils and Instructional Staff	4,101,553.50	5,081,307.76
General Administration, School Administration	1,200,529.18	1,468,358.82
Maintenance of Facilities	545,555.97	2,231,472.00
Pupil Transportation	958,764.91	431,895.22
Business and Other Support Services	592,799.27	561,564.10
Interest on Debt	274,111.00	297,449.00
Food Service Program	478,552.39	507,724.04
Special Items	141,058.63	170,502.91
Total Expenses	<u>21,252,046.11</u>	<u>24,563,819.42</u>
Increase/(Decrease) in Net Position	<u>\$ 2,301,238.88</u>	<u>839,954.66</u>

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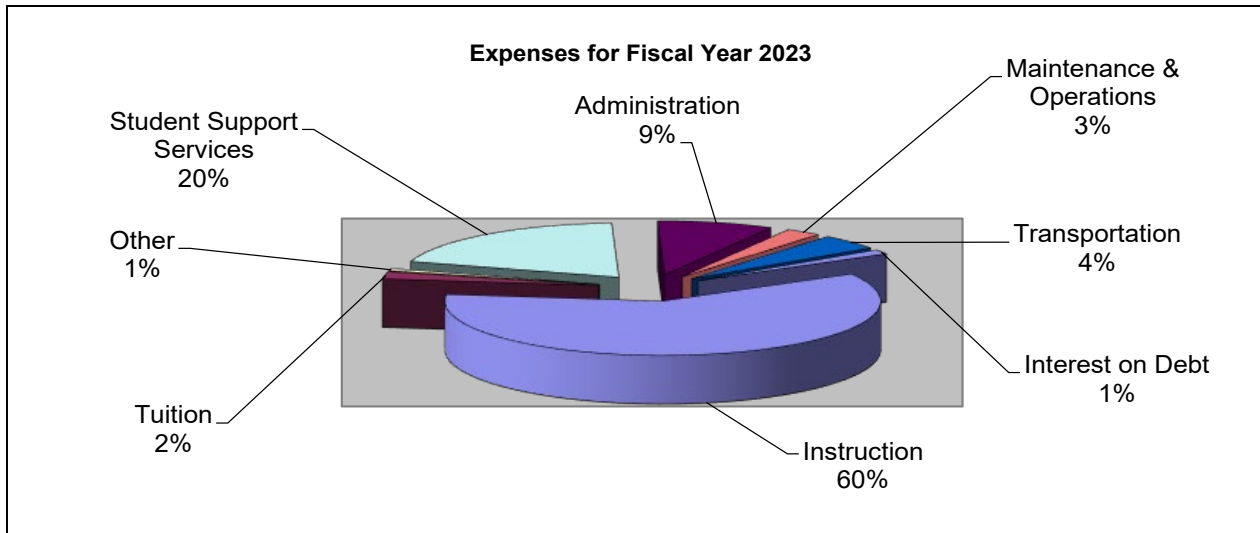
**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
UNAUDITED (CONTINUED)**

Governmental Activities

The District's total revenues were \$23,036,941.03 for the year ended June 30, 2023. Property taxes made up 48 percent of revenues for governmental activities for the City of Somers Point School District for fiscal year 2023. Federal, state, and local grants accounted for 50 percent of the revenue. Local revenue and charges for service make up 2 percent of the revenue.



The total cost of all program and services was \$20,772,322.27. Instruction comprises 60 percent of District expenses.



**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
UNAUDITED (CONTINUED)**

Business-Type Activities

Revenues for the District's business-type activities (food service) were comprised of charges for services and federal and state reimbursements.

- Revenues exceeded expenses before investment income by \$34,301.31.
- Charges for services represent \$36,085.75 of revenue. This represents amounts paid by patrons for daily food service.
- For the food service operation, federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$476,767.95.

Governmental Activities

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

Table 3

	<u>Total Cost of Services 2023</u>	<u>Net Cost of Services 2023</u>	<u>Total Cost of Services 2022</u>	<u>Net Cost of Services 2022</u>
Instruction	\$ 12,522,792.89	10,785,244.65	13,584,147.74	10,226,812.97
Support Services:				
Tuition	436,328.37	436,328.37	229,397.83	229,397.83
Pupils and Instructional Staff	4,101,553.50	3,867,035.37	5,081,307.76	4,231,615.29
General Administration, School Administration, Business Operations and Maintenance of Facilities	2,338,884.42	1,950,058.03	4,261,394.92	3,567,034.16
Pupil Transportation	958,764.91	958,764.91	431,895.22	431,895.22
Interest and Fiscal Charges	274,111.00	52,031.00	297,449.00	72,810.00
Total Expenses	<u>\$ 20,632,435.09</u>	<u>18,049,462.33</u>	<u>23,885,592.47</u>	<u>18,759,565.47</u>

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

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

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

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

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by State law.

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
UNAUDITED (CONTINUED)**

Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of the School District.

"Other" includes special schools and unallocated depreciation.

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$24,994,011.03 and expenditures were \$23,604,727.83. The net increase in fund balance for the year was \$1,389,283.20.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2023, and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenue	Amount	Percent of Total	Increase (Decrease) from 2022	Percent of Increase (Decrease)
Local Sources	\$ 11,424,108.96	45.7%	146,684.35	1%
State Sources	11,436,253.81	45.8%	28,995.86	0%
Federal Sources	2,133,648.26	8.5%	557,299.16	26%
Total	<u>\$ 24,994,011.03</u>	<u>100.0%</u>	<u>732,979.37</u>	<u>3%</u>

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

Expenditures	Amount	Percent of Total	Increase (Decrease) from 2022	Percent of Increase (Decrease)
Current expense:				
Instruction	\$ 8,200,310.70	34.7%	(7,391.47)	-0.1%
Undistributed expenditures	14,221,506.86	60.2%	(484,842.27)	-3.4%
Capital Outlay	172,687.27	0.7%	(655,786.00)	-379.8%
Debt Service	973,695.00	4.1%	(8,125.00)	-0.8%
Transfer to Charter Schools	36,528.00	0.2%	(18,246.00)	-50.0%
Total	<u>\$ 23,604,727.83</u>	<u>100.0%</u>	<u>(1,174,390.74)</u>	<u>-5.0%</u>

Changes in expenditures were the results of varying factors. The current expense of undistributed expenditures is attributed to tuition, transportation and health benefits.

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**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
UNAUDITED (CONTINUED)**

General Fund Budgeting Highlights

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

Over the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- Revenue was realized from the prior year for the e-rate program and tuition adjustment for students received from other districts.
- The district applied for and received extraordinary aid.

Capital Assets

At the end of the fiscal year 2023, the School District had \$17,713,463.79 invested in land, building and machinery and equipment. Table 4 shows fiscal year 2023 balances compared to 2022.

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

	2023	2022
Land and Land Improvements	\$ 78,553.57	71,866.33
Construction in Progress	529,529.21	14,351.76
Building and Building Improvements	16,745,128.26	17,622,820.69
Machinery and Equipment	360,252.75	342,311.46
Total	\$ 17,713,463.79	18,051,350.24

Overall capital assets decreased \$337,886.45 from fiscal year 2022 to fiscal year 2023. The decrease in capital assets is primarily due to annual depreciation. For more detailed information, please refer to the Notes to the Financial Statements.

Debt Administration

At June 30, 2023, the School District had \$8,766,052.51 of outstanding debt. Of this amount, \$364,261.75 is for compensated absences, \$8,178,000.00 of serial bonds relating to several capital improvement projects and \$35,107.72 is for subscription liabilities.

**Table 5
Bonded Outstanding Debt at June 30**

	2023	2022
2011 School Bonds	\$ 863,000.00	1,138,000.00
2016 School Bonds	7,315,000.00	7,735,000.00
Total	\$ 8,178,000.00	8,873,000.00

At June 30, 2023, the School District's remaining legal debt margin available was \$30,566,310.00. For more detailed information, please refer to the Notes to the Financial Statements.

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
UNAUDITED (CONTINUED)**

For the Future

The Somers Point School District is in good financial condition presently. The School District is proud of its community support of the public schools.

The District continues to provide quality education programs while continuing to stabilize the tax rate in Somers Point. In conclusion, the Somers Point School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

Contacting the School District's Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Mary Conroy, Business Administrator at Somers Point School District, 121 West New York Avenue, Somers Point, New Jersey 08244.

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Basic Financial Statements

DISTRICT – WIDE FINANCIAL STATEMENTS

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Statement of Net Position
June 30, 2023

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 5,138,677.29	205,142.51	5,343,819.80
Receivables, Net	1,020,154.62	25,963.10	1,046,117.72
Inventory		2,489.73	2,489.73
Internal Balances	(1,242.00)	1,242.00	-
Right to Use Leased Assets	188,683.04		188,683.04
Subscription Assets	35,107.72		35,107.72
Capital Assets, Net			
Land & Construction in Progress	556,541.21		556,541.21
Depreciable assets, net of depreciation	17,019,615.03	137,307.55	17,156,922.58
Total Assets	<u>23,957,536.91</u>	<u>372,144.89</u>	<u>24,329,681.80</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows Related to Pensions	242,536.00		242,536.00
Total Deferred Outflows of Resources	<u>242,536.00</u>	<u>-</u>	<u>242,536.00</u>
LIABILITIES			
Accounts Payable	7,613.85	868.96	8,482.81
Payable to State Government	10,590.00		10,590.00
Payable to Federal Government	21.61		21.61
Unemployment Compensation Claims Payable	66,562.17		66,562.17
Payroll Deductions and Withholdings Payable	12,221.38		12,221.38
Unearned Revenue	801,407.01		801,407.01
Accrued Interest	34,079.00		34,079.00
Noncurrent Liabilities			
Due Within One Year	770,933.20		770,933.20
Due Beyond One Year	7,960,011.59		7,960,011.59
Subscription Liabilities	35,107.72		35,107.72
Net Pension Liability	2,922,170.00		2,922,170.00
Total Liabilities	<u>12,620,717.53</u>	<u>868.96</u>	<u>12,621,586.49</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	715,798.00		715,798.00
NET POSITION			
Net Investment in Capital Assets	9,398,156.24	137,307.55	9,535,463.79
Restricted for:			
Other Purposes	4,520,603.01		4,520,603.01
Unrestricted	(3,055,201.87)	233,968.38	(2,821,233.49)
Total Net Position	<u>\$ 10,863,557.38</u>	<u>371,275.93</u>	<u>11,234,833.31</u>

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Statement of Activities
For the Year Ended June 30, 2023

Function/Programs	Expenses	Indirect Expense Allocation	Program Revenue			Net (Expense) Revenue and Changes in Net Assets		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:								
Instruction:								
Regular	\$ 3,800,339.83	2,826,898.30	67,928.22	1,524,648.94		(5,034,660.97)	(5,034,660.97)	
Special Education	3,266,305.43	2,068,224.18		61,684.10		(5,272,845.51)	(5,272,845.51)	
Other Special Instruction	309,730.47	251,294.68		83,286.98		(477,738.17)	(477,738.17)	
Support Services:								
Tuition	399,800.37					(399,800.37)	(399,800.37)	
Student & Instruction Related Services	2,546,607.39	1,554,946.11	21,699.66	212,818.47		(3,867,035.37)	(3,867,035.37)	
School Administrative Services	368,193.26	302,210.46		175,523.24		(494,880.48)	(494,880.48)	
General Administrative Services	366,553.61	163,571.85		95,002.21		(435,123.25)	(435,123.25)	
Plant Operation and Maintenance	545,555.97	453,976.37		3,037.63		(542,518.34)	(542,518.34)	
Pupil Transportation	504,788.54	244,450.73		115,263.31		(958,764.91)	(958,764.91)	
Central Services	348,348.54					(477,535.96)	(477,535.96)	
Unallocated Benefits	7,865,572.68	(7,865,572.68)				-	-	
Interest on Long-Term Debt	274,111.00		222,080.00			(52,031.00)	(52,031.00)	
Transfer to Charter Schools	36,528.00					(36,528.00)	(36,528.00)	
Total Governmental Activities	20,632,435.09	-	311,707.88	2,271,264.88	-	(18,049,462.33)	(18,049,462.33)	
Business-Type Activities:								
Food Service	478,552.39		36,085.75	476,767.95		34,301.31	34,301.31	
Total Business-Type Activities	478,552.39	-	36,085.75	476,767.95	-	34,301.31	34,301.31	
Total Primary Government	\$ 21,110,987.48	-	347,793.63	2,748,032.83	-	(18,049,462.33)	(18,015,161.02)	

General Revenues:

Property Taxes, Levied for General Purposes, Net	\$ 10,392,770.00	10,392,770.00
Taxes Levied for Debt Service	742,829.00	742,829.00
Federal and State Aid not Restricted	9,119,487.19	9,119,487.19
Miscellaneous Income	198,882.08	202,372.34
Loss on Disposal of Assets	(139,887.18)	(1,171.45)
Total General Revenues, Special Items, Extraordinary Items and Transfers	20,314,081.09	20,314,081.09
Change in Net Assets	2,264,618.76	2,301,238.88
Net Position - Beginning	8,598,938.62	8,933,594.43
Net Position - Ending	\$ 10,863,557.38	\$ 11,234,833.31

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

FUND FINANCIAL STATEMENTS

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 3,167,727.51	73,214.26	16,907.85	9,093.00	3,266,942.62
Receivables from Other Governments	373,481.31	613,567.00			987,048.31
Other Receivables	22,517.61	10,588.70			33,106.31
Interfunds Receivable	17,879.39	68,513.73	13,726.76	30,634.61	130,754.49
Restricted Cash and Cash Equivalents	1,871,734.67				1,871,734.67
Total Assets	5,453,340.49	765,883.69	30,634.61	39,727.61	6,289,586.40
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	3,923.04	3,690.81			7,613.85
Unemployment Compensation Claims Payable	66,562.17				66,562.17
Payroll Deductions and Withholdings Payable	12,221.38				12,221.38
Payable to State Government		10,590.00			10,590.00
Payable to Federal Government		21.61			21.61
Interfunds Payable	83,482.49	-	30,634.61	17,879.39	131,996.49
Unearned Revenue		801,407.01			801,407.01
Total Liabilities	166,189.08	815,709.43	30,634.61	17,879.39	1,030,412.51
Fund Balances:					
Nonspendable:					
None					
Restricted for:					
Excess Surplus - Current Year	967,911.72				967,911.72
Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	498,669.00				498,669.00
Debt Service				21,848.22	21,848.22
Capital Projects			-		-
Unemployment Compensation	99,312.42				99,312.42
Student Activities		74,328.26			74,328.26
Committed to:					
Maintenance Reserve	827,190.53				827,190.53
Capital Reserve	3,730.00				3,730.00
Assigned to:					
Designated by BOE for Subsequent Expenditures	668,159.00				668,159.00
Maintenance Reserve Designated by BOE for Subsequent Expenditures	124,159.00				124,159.00
Capital Reserve Designated by BOE for Subsequent Expenditures	645,000.00				645,000.00
Other Purposes	590,294.86				590,294.86
Unassigned:					
General Fund	862,724.88				862,724.88
Special Revenue Fund		(124,154.00)			(124,154.00)
Total Fund Balances	5,287,151.41	(49,825.74)	-	21,848.22	5,259,173.89
Total Liabilities and Fund Balances	\$ 5,453,340.49	765,883.69	30,634.61	39,727.61	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	17,576,156.24
Long - term liabilities, including bonds and capital leases payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(8,766,052.51)
Right to use leased assets used in governmental activities are not financial resources and therefore are not reported in the funds.	188,683.04
Subscription assets used in governmental activities are not financial resources and therefore are not reported in the funds.	35,107.72
Pension Liabilities Net of Deferred Outflows & Inflows	(3,395,432.00)
Interest on long-term debt in the statement of activities is accrued, regardless of when due.	(34,079.00)
Net position of governmental activities	<u>\$ 10,863,557.38</u>

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	\$ 10,392,770.00			742,829.00	11,135,599.00
Tuition From Other LEAs Within the State	59,210.22				59,210.22
Other Tuition	8,718.00				8,718.00
Other Restricted Miscellaneous Revenues	76,918.77				76,918.77
Unrestricted Miscellaneous Revenues	117,850.49	25,530.35	282.13		143,662.97
Total Local Sources	10,655,467.48	25,530.35	282.13	742,829.00	11,424,108.96
State Sources	9,651,925.32	1,562,248.49		222,080.00	11,436,253.81
Federal Sources	60,153.06	2,073,495.20			2,133,648.26
Total Revenues	20,367,545.86	3,661,274.04	282.13	964,909.00	24,994,011.03
EXPENDITURES					
Current:					
Regular Instruction	4,223,344.55				4,223,344.55
Special Education Instruction	1,240,576.44	2,392,361.56			3,632,938.00
Other Special Instruction	344,028.15				344,028.15
Support Services:					
Tuition	399,800.37				399,800.37
Student & Instruction Related Serv.	2,221,443.37	611,501.65			2,832,945.02
School Administrative Services	414,064.68				414,064.68
General Administrative Services	412,930.80				412,930.80
Plant Operation and Maintenance	1,435,348.60				1,435,348.60
Pupil Transportation	468,740.49				468,740.49
Central Services	392,104.22				392,104.22
Employee Benefits	7,300,954.57	564,618.11			7,865,572.68
Debt Service:					
Principal				695,000.00	695,000.00
Interest and Other Charges				278,695.00	278,695.00
Capital Outlay	138,814.56	33,872.71	-		172,687.27
Transfer to Charter Schools	36,528.00				36,528.00
Total Expenditures	19,028,678.80	3,602,354.03	-	973,695.00	23,604,727.83
Excess (Deficiency) of Revenues Over Expenditures	1,338,867.06	58,920.01	282.13	(8,786.00)	1,389,283.20
OTHER FINANCING SOURCES (USES)					
Transfer in		-		282.13	282.13
Transfer out	-		(282.13)		(282.13)
Total Other Financing Sources and Uses	-	-	(282.13)	282.13	-
Net Changes in Fund Balance	1,338,867.06	58,920.01	-	(8,503.87)	1,389,283.20
Fund Balance - July 1	3,948,284.35	(108,745.75)	-	30,352.09	3,869,890.69
Fund Balance - June 30	\$ 5,287,151.41	(49,825.74)	-	21,848.22	5,259,173.89

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2023

Total Net Change in Fund Balance - Governmental Funds (from B-2)		\$ 1,389,283.20
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p> <p>Capital outlays are reported in governmental funds as expenditures. However, on 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 current fiscal year.</p>		
Depreciation expense	(1,088,413.08)	
Loss on Disposal of Assets	(139,887.18)	
Capital Outlay	898,956.21	(329,344.05)
<p>Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long - term liabilities in the statement of net assets and is not reported in the statement of activities.</p>		
Bonds Payable	695,000.00	695,000.00
<p>Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of of employee contributions is reported as pension expense.</p>		
District pension contributions - PERS		
Cost of benefits earned net of employee contributions	512,238.00	512,238.00
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations and sick pay) 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 a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.</p>		
		(7,142.39)
<p>In the statement of activities, interest on long - term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation.</p>		
		4,584.00
Change in Net Position of Governmental Activities		\$ 2,264,618.76

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Proprietary Funds
Statement of Net Position
June 30, 2023

	Business-Type Activities - Enterprise Fund	
	Non Major Fund	
	Food Service	Total
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 205,142.51	205,142.51
Accounts Receivable	25,963.10	25,963.10
Interfund Receivable	1,242.00	1,242.00
Inventories	2,489.73	2,489.73
Total Current Assets	234,837.34	234,837.34
Noncurrent Assets:		
Furniture, Machinery & Equipment	257,580.49	257,580.49
Less: Accumulated Depreciation	(120,272.94)	(120,272.94)
Total Noncurrent Assets	137,307.55	137,307.55
Total Assets	372,144.89	372,144.89
LIABILITIES		
Current Liabilities:		
Accounts Payable	868.96	868.96
Total Current Liabilities	868.96	868.96
Noncurrent Liabilities:		
None	-	-
Total Noncurrent Liabilities	-	-
Total Liabilities	868.96	868.96
NET POSITION		
Net Investment in Capital Assets	137,307.55	137,307.55
Unrestricted	233,968.38	233,968.38
Total Net Position	\$ 371,275.93	371,275.93

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Year Ended June 30, 2023

	Business-Type Activities - Enterprise Fund	
	Non Major Fund	
	Food Service	Total Enterprise
Operating Revenues:		
Charges for Services:		
Daily Sales - Reimbursable Programs	\$ 18,847.51	18,847.51
Daily Sales - Non-reimbursable Programs	17,162.74	17,162.74
Miscellaneous	75.50	75.50
Total Operating Revenue	36,085.75	36,085.75
Operating Expenses:		
Cost of Sales - Reimbursable Programs	218,241.44	218,241.44
Cost of Sales - Non-reimbursable Programs	7,557.51	7,557.51
Salaries and Benefits	147,626.11	147,626.11
Management Fee	54,419.20	54,419.20
Supplies and Materials	26,114.30	26,114.30
Miscellaneous	17,222.88	17,222.88
Depreciation	7,370.95	7,370.95
Total Operating Expenses	478,552.39	478,552.39
Operating Income (Loss)	(442,466.64)	(442,466.64)
Nonoperating Revenues (Expenses):		
State Sources:		
State School Lunch Program	6,093.11	6,093.11
State School Breakfast Program	912.00	912.00
State School After Bell Program	4,643.10	4,643.10
Federal Sources:		
School Lunch Program	243,782.65	243,782.65
School Breakfast Program	115,118.74	115,118.74
Supply Chain Assistance - Round 1	20,125.12	20,125.12
Supply Chain Assistance - Round 2	18,706.18	18,706.18
Supply Chain Assistance - Round 3	11,182.07	11,182.07
P-EBT Administrative Cost	653.00	653.00
Food Distribution Program	55,551.98	55,551.98
Interest and Investment Income	3,490.26	3,490.26
Loss on Disposal of Assets	(1,171.45)	(1,171.45)
Total Nonoperating Revenues (Expenses)	479,086.76	479,086.76
Income (Loss) before Contributions & Transfers	36,620.12	36,620.12
Other Financing Sources/(Uses):		
None	-	-
Total Other Financing sources	-	-
Changes in Net Position	36,620.12	36,620.12
Total Net Position - Beginning	334,655.81	334,655.81
Total Net Position - Ending	\$ 371,275.93	371,275.93

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Proprietary Funds
Statement of Cash Flows
For the Year Ended June 30, 2023

	Business-Type Activities - Enterprise Fund	
	Non Major Fund	
	Food Service	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers	\$ 34,163.77	34,163.77
Payments for Suppliers & Payroll	(417,745.93)	(417,745.93)
Net Cash Provided by (Used for) Operating Activities	(383,582.16)	(383,582.16)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State Sources	11,848.18	11,848.18
Federal Sources	441,355.74	441,355.74
Net Cash Provided by (Used for) Noncapital Financing Activities	453,203.92	453,203.92
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of Capital Assets	(121,465.94)	(121,465.94)
Net Cash (Used for) Capital and Related Financing Activities	(121,465.94)	(121,465.94)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest and Investment Income	3,490.26	3,490.26
Net Cash Provided by (Used for) Investing Activities	3,490.26	3,490.26
Net Increase (Decrease) in Cash and Cash Equivalents	(48,353.92)	(48,353.92)
Balance - Beginning of Year	253,496.43	253,496.43
Balance - End of Year	205,142.51	205,142.51
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Operating Income (Loss)	(442,466.64)	(442,466.64)
Adjustments to Reconcile Operating Income(Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation and Net Amortization	7,370.95	7,370.95
Federal Commodities	55,551.98	55,551.98
(Increase) Decrease in Inventory	70.28	70.28
Decrease (Increase) in Accounts Receivable	(3,282.46)	(3,282.46)
(Decrease) Increase in Accounts Payable	(826.27)	(826.27)
Total Adjustments	58,884.48	58,884.48
Net Cash Provided by (Used for) Operating Activities	\$ (383,582.16)	(383,582.16)

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Somers Point School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The financial statements of the Board of Education (Board) of the City of Somers Point School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB). The more significant accounting policies established in GAAP and used by the District are discussed below.

A. REPORTING ENTITY

The City of Somers Point School District is a Type II district located in the County of Atlantic, State of New Jersey. As a Type II District, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. The purpose of the district is to educate students in grades K-8. The City of Somers Point School District had an enrollment at June 30, 2023 of 764 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

Based on the aforementioned criteria, the District has no component units.

B. BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE STATEMENTS

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's general and special revenue activities are classified as governmental activities. The District's Food Service program is classified as business-type activities.

In the governmental-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position are reported in three parts—invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions and business-type activities (food service). The functions are also supported by general government revenues (property taxes, tuition, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (regular instruction, vocational programs, student & instruction related services, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, interest income, etc.).

- a. The District does allocate indirect costs such as depreciation expense, compensated absences, On-behalf TPAF Pension Contributions, and Reimbursed TPAF Social Security Contributions.

The government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

C. BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Non-major funds by category are summarized into a single column. GASBS No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The non-major funds are combined in a column in the fund financial statements. The State of New Jersey Department of Education has mandated that all New Jersey School Districts must report all governmental funds as major, regardless of the fund meeting the GASB definition of a major fund. However, the criteria are applied to proprietary funds.

The following fund types are used by the District:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District.

- a. **General Fund** is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. The District's Unemployment Compensation Trust Fund, Payroll Agency, and Net Payroll accounts are also accounted for in the General Fund.
- b. **Special Revenue** funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for a specific purpose. The special revenue fund is specifically used to account for state and federal grant monies that have been allocated to the District. The District's Student Activity Fund are also accounted for in the Special Revenue Fund.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

- c. **Capital Projects** funds are used to account for all financial resources to be used for the acquisition or construction of major capital facilities. The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.
- d. **Debt Service** funds are 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.

Fund Balances – Governmental Funds

In the fund financial statements, governmental funds report the following classifications of fund balance:

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

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

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

Assigned – includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator.

Unassigned – includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund. The District reports all amounts that meet the unrestricted General Fund Balance Policy described below as unassigned:

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

2. Proprietary Funds:

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the District:

- a. **Enterprise Funds** are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designated to recover similar costs. The district operates a food service fund to provide a child nutrition program for the students of the district.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

3. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net position and changes in net position, and is reported using accounting principles similar to proprietary funds.

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (pension, private purpose and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.), and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

All fund internal activity is eliminated when carried to the Government-Wide statements.

D. BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual:

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

E. FINANCIAL STATEMENT AMOUNTS

1. 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. All other investments are stated at fair value.

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

Additionally, the 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 a loss of funds on deposit with a failed banking institution in New Jersey.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

NJSA 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.

2. Investments:

Investments, including deferred compensation and pension funds, are stated at fair value, (quoted market price or the best available estimate). Interest earned on investments in the Capital Projects Fund is recognized as a reserve to pay future debt service or transferred to the general fund.

3. Inventories:

Inventories in the general fund consist of expendable supplies held for the District's use and are carried at cost using the first-in, first-out method. Inventories in the enterprise fund are valued at cost, which approximates market, using the first-in, first –out method. As of June 30, 2023, the District did not have inventory in the general fund and had the following inventory in the enterprise fund:

Food	\$	1,219.31
Supplies		<u>1,270.42</u>
	\$	<u><u>2,489.73</u></u>

The value of Federal donated commodities is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

4. Capital Assets:

Capital assets purchased or acquired with an original cost of \$2,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20-50 years
Machinery and equipment	5-10 years
Improvements	10-20 years
Infrastructure Assets	50-65 years

Infrastructure assets include roads, parking lots, underground pipe, etc. The District includes all infrastructure assets as depreciable assets in the financial statements.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

5. Revenues:

Substantially all governmental fund revenues are accrued. Property taxes are susceptible to accrual and under New Jersey State Statutes a municipality is required to remit to its school district the entire balance of taxes in the amount certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as non-operating revenue. In respect to grant revenues, the provider recognizes liabilities and expenses, and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and unearned revenue by the recipient. Program revenues, including tuition revenue are reported as reductions to expenses in the statement of activities.

6. Expenditures:

Expenses are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period purchased.

7. Compensated Absences:

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as both an expenditure and a fund liability in the fund that will pay for the compensated absences. The remainder of the compensated absences liability is reported in the District-wide Financial Statements as a Governmental Activity.

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

8. Interfund Activity:

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

9. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office for approval and, as long as the District budget is within State mandated CAPs, there is no public vote on the budget. If the budget exceeds State mandated CAPs, the voters have an opportunity to approve or reject the budget at the regular election held in November. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. 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. 6:23-2(g). Transfers of appropriations may be made by School Board resolution at any time during the fiscal year and are subject to two-thirds majority vote by the School Board and under certain circumstances require approval by the County Superintendent of Schools.

Significant transfers approved by the Board of Education during the fiscal year were as follows:

Regular Programs - Instruction	
Grades 1 - 5 Salaries of Teachers	\$ 122,834.64
Grades 6 - 8 Salaries of Teachers	(274,589.91)
Regular Programs - Undistributed Instruction	
Purchased Professional - Educational Services	68,604.60
Special Education - Instruction	
Multiple Disabilities - Salaries of Teachers	(164,455.26)
Resource Room/Resource Center - Salaries of Teachers	156,607.26
Undistributed Expenditures -	
Tuition to Private Schools for the Disabled-Within State	147,120.56
Speech, OT, PT & Related Services- Purchased Prof Educational Services	(44,880.36)
Extraordinary Services -Salaries	(90,356.36)
Extraordinary Services - Purchased Prof Educational Services	58,346.67
Child Study Team - Salaries of Other Professional Staff	(56,930.24)
Child Study Team - Purchased Prof Educational Services	76,195.31
General Admin. - Legal Services	36,200.00
Central Services -Purchased Technical Services	39,408.08
Required Maint. School Fac. -Cleaning, Repair & Maintenance Service	(77,200.00)
Custodial Services - Engery (Natural Gas)	38,106.66
Student Transportation Serv. - Conts. Serv. (Bet. Home & School) Joint Agrm.	128,677.60
Student Transportation Serv. - Conts. Serv. (Spc Ed. Students) Joint Agrmt	(28,218.48)
Unallocated Benefits - Health Benefits	(99,328.69)
Facilities Acquisition and Construction Services-Architectural/Engineering	73,673.24
Facilities Acquisition and Construction Services-Architectural/Engineering	554,696.76

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

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

The accounting records of the special revenue fund are maintained on a 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.

10. Tuition Receivable:

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined. The final cost is based on agreements with the sending districts with a negotiated amount up to the final cost as determined by the State of New Jersey.

11. Tuition Payable:

Tuition charges for the fiscal years 2022/23 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

12. Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those results.

13. Allocation of Costs:

In the government-wide statement of activities, the District has allocated unallocated benefits to various programs based on the budgetary expenditures by program.

14. 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 fiduciary net position of the Teachers' Pension and Annuity Fund (TPAF) and Public Employee Retirement System (PERS) and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the TPAF and PERS. 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.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

F. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE

In April 2022, the Governmental Accounting Standards Board (GASB) issued Statement No. 99, "Omnibus 2022". This statement, which is effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter, may have an effect on the District's financial reporting.

In June 2022, the Governmental Accounting Standards Board (GASB) issued Statement No. 100, "Accounting Changes and Error Corrections (an amendment of GASB Statement No. 62)". This statement, which is effective for fiscal years beginning after June 15, 2023, may have an effect on the District's financial reporting.

In June 2022, the Governmental Accounting Standards Board (GASB) issued Statement No. 101, "Compensated Absences". This statement, which is effective for fiscal years beginning after December 15, 2023, may have an effect on the District's financial reporting.

NOTE 2 – CASH AND CASH EQUIVALENTS

Custodial Credit Risk—Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The district's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in the New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2023, \$46,496.31 of the government's bank balance of \$5,640,784.76 was exposed to custodial credit risk.

NOTE 3 – RECEIVABLES

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

	Governmental Fund Financial Statements	District Wide Financial Statements
State Aid	\$ 373,481.31	374,103.91
Federal Aid	613,567.00	632,721.83
Other	33,106.31	39,291.98
Gross Receivables	1,020,154.62	1,046,117.72
Less: Allowance for Uncollectibles		
Total Receivables, Net	\$ 1,020,154.62	1,046,117.72

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

NOTE 4 – INTERFUND TRANSFERS AND BALANCES

Transfers between funds are used to (1) move investment income earned in the Capital Projects Fund that is required to be expended in the Debt Service Fund; (2) repay expenses paid by another fund.

The following interfund balances remained on the fund financial statements at June 30, 2023.

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 17,879.39	83,482.49
Debt Service Fund	30,634.61	17,879.39
Special Revenue Fund	68,513.73	
Capital Projects Fund	13,726.76	30,634.61
Food Service Fund	1,242.00	
	\$ 131,996.49	131,996.49

The general fund receivable is comprised of \$17,879.39 owed from the debt service fund for cash flow purposes. The debt service fund receivable is comprised of \$30,634.61 owed from the capital projects fund for interest not turned over by June 30th. The special revenue fund receivable is comprised of \$68,513.73 owed from the general fund for cash flow purposes. The capital projects fund receivable \$13,726.76 is owed from the general fund for purchase orders. The food service fund receivable is comprised of \$1,242.00 owed from the general fund for federal funds not turned over by June 30th.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

NOTE 5 – CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Adjustments</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 27,012.00			27,012.00
Construction in Progress	14,351.76	529,529.21	(14,351.76)	529,529.21
Total capital assets not being depreciated	<u>41,363.76</u>	<u>529,529.21</u>	<u>(14,351.76)</u>	<u>556,541.21</u>
Capital assets being depreciated:				
Land Improvements	192,526.34	10,900.00		203,426.34
Buildings and building improvements	27,668,182.07	291,655.44	(140,567.37)	27,819,270.14
Equipment	713,618.03	81,223.32	(33,060.74)	761,780.61
Total capital assets being depreciated at historical cost	<u>28,574,326.44</u>	<u>383,778.76</u>	<u>(173,628.11)</u>	<u>28,784,477.09</u>
Less accumulated depreciation for:				
Land Improvements	(147,672.01)	(4,212.76)		(151,884.77)
Buildings and improvements	(10,045,361.38)	(1,036,921.94)	8,141.44	(11,074,141.88)
Equipment	(517,156.52)	(47,278.38)	25,599.49	(538,835.41)
Total capital assets being depreciated, net of accumulated depreciation	<u>17,864,136.53</u>	<u>(704,634.32)</u>	<u>(139,887.18)</u>	<u>17,019,615.03</u>
Governmental activity capital assets, net	<u>17,905,500.29</u>	<u>(175,105.11)</u>	<u>(154,238.94)</u>	<u>17,576,156.24</u>
Business-type activities:				
Capital assets being depreciated:				
Equipment	272,313.94		(14,733.45)	257,580.49
Less accumulated depreciation	(126,463.99)	(7,370.95)	13,562.00	(120,272.94)
Enterprise Fund capital assets, net	<u>\$ 145,849.95</u>	<u>(7,370.95)</u>	<u>(1,171.45)</u>	<u>137,307.55</u>

Depreciation expense is charged to governmental functions as follows:

Regular Instruction	\$ 324,792.33
Special Education	279,387.67
Other Special Instruction	26,457.16
Student & Instruction Related Service	217,864.96
School Administrative Services	31,843.25
General Administrative Services	31,481.12
Plant Operations and Maintenance	110,384.13
Pupil Transportation	36,048.05
Central Services	30,154.41
	<u>\$ 1,088,413.08</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

NOTE 6 – LONG-TERM OBLIGATIONS

Changes in long-term obligations for the year ended June 30, 2023 are as follows:

	Balance July 1, 2022	Issues or Additions	Payments or Expenditures	Balance June 30, 2023	Amounts Due Within One Year
Compensated Absences	\$ 357,119.36	7,142.39		364,261.75	
Bonds Payable	8,873,000.00		695,000.00	8,178,000.00	715,000.00
Lease Liability	6,124.76	217,711.20	35,152.92	188,683.04	43,542.24
Subscription Liabilities	-	47,498.68	12,390.96	35,107.72	12,390.96
Net Pension Liability	2,448,593.00	1,701,612.00	1,228,035.00	2,922,170.00	
	<u>\$ 11,684,837.12</u>	<u>1,973,964.27</u>	<u>1,970,578.88</u>	<u>11,688,222.51</u>	<u>770,933.20</u>

Compensated absences have been liquidated in the General Fund.

Bonds Payable

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

At June 30, 2023, bonds payable consisted of the following issues:

\$3,443,000 School Bonds dated February 15, 2011, due in annual installments beginning February 15, 2011 through February 15, 2026, bearing interest at variable rates from 2.00% to 4.00% per annum. The balance remaining as of June 30, 2023 is \$863,000.00.

\$9,235,000 School Bonds dated December 13, 2016, due in annual installments beginning December 1, 2018 through December 1, 2036, bearing interest at variable rates from 2.50% to 3.50% per annum. The balance remaining as of June 30, 2023 is \$7,315,000.00.

Debt service requirements on serial bonds payable at June 30, 2023 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 715,000.00	255,020.00	970,020.00
2025	725,000.00	230,670.00	955,670.00
2026	698,000.00	205,920.00	903,920.00
2027	540,000.00	180,525.00	720,525.00
2028	550,000.00	164,175.00	714,175.00
2029-2033	2,750,000.00	573,100.00	3,323,100.00
2034-2037	2,200,000.00	148,362.50	2,348,362.50
	<u>\$ 8,178,000.00</u>	<u>1,757,772.50</u>	<u>9,935,772.50</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

Lease Liability

The District entered into agreements to lease certain equipment. The lease agreements qualify as other than short-term leases under GASB 87 and, therefore, have been recorded at present value of the future minimum lease payments as of the date of their inception. The District has determined the accumulated amortization to be immaterial to the governmental-wide financial statements and has elected to record the remaining payments in full.

The first agreement was executed in July 2018, to lease a postage machine in the school district board office. The term of the lease is 60 months and matures in July 2023. There is no remaining liability as of June 30, 2023. The district did not renew the lease.

The second agreement was executed in November 2022, to lease certain office equipment across the different locations within the school district. The term of the lease is 60 months and matures in October 2027. The remaining liability as of June 30, 2023, is \$188,683.04.

The future minimum lease obligations as of June 30, 2023, are as follows:

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 43,542.24	-	43,542.24
2025	43,542.24	-	43,542.24
2026	43,542.24	-	43,542.24
2027	43,542.24	-	43,542.24
2028	14,514.08	-	14,514.08
	\$ 188,683.04	-	188,683.04

NOTE 7 – PENSION PLANS

Description of Plans - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, New Jersey, 08625 or the reports can be accessed on the internet at: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

Teachers' Pension and Annuity Fund (TPAF)

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

Public Employees' Retirement System (PERS)

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

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2007 under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

Funding Policy

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 7.50% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 45.28% and the PERS rate is 17.61% of covered payroll. The School District's contributions to TPAF for the years ending June 30, 2023, 2022 and 2021 were \$2,897,222.00, \$2,999,952.00, and \$2,158,018.00, respectively, and paid by the State of New Jersey on behalf of the board, equal to the required contributions for each year. The School District's contributions to PERS for the years ending June 30, 2023, 2022, and 2021 were \$244,227.93, \$242,062.00, and \$219,489.00, respectively, equal to the required contributions for each year.

During the fiscal years ended June 30, 2023, 2022, and 2021, the State of New Jersey contributed \$761,093.00, \$700,910.00, and \$676,289.00, respectively, to the TPAF for post-retirement medical benefits on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$569,118.88, \$586,246.96, and \$571,004.97, during the same fiscal years for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts, which are not required to be budgeted, have been included in the financial statements, and the combining and individual fund statements and schedules as revenues and expenditures in accordance with GASB Standards.

For the DCRP, members contribute at a uniform rate of 5.5% of their base salary. Employers are required to contribute at a set rate of 3.0% of base salary. There were employees enrolled in the DCRP for the year ended June 30, 2023.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. 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.

Significant Legislation

Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Teacher's Pension and Annuity Fund (TPAF) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

- New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of $\frac{1}{4}$ of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PERS active member rate increase from 8.5% to 10%. For fiscal year 2013, the member contribution rates increased in October 2012. The phase-in of the additional incremental member contribution rates for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made several changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS and employer contributions to the retirement systems.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS and TPAF from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS and TPAF to 1/60th from 1/55th, and it provided that new members of PERS and TPAF have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS and TPAF will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. The law also requires the State to make its full pension contribution, defined a 1/7th of the required amount, beginning in fiscal years 2012.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the PERS and TPAF with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

NOTE 8: PENSION LIABILITIES – PUBLIC EMPLOYEES’ RETIREMENT SYSTEM (PERS)

In 2012, the Governmental Accounting Standards Board issued GASB statement 68. This statement is effective for fiscal years beginning after June 15, 2014. This statement changes the method of reporting the District's pension liabilities. The following information describes the District's proportionate share of the statewide pension system's liabilities and expenses.

The following represents the District's pension liabilities as June 30, 2022:

Public Employees’ Retirement System

The District has a liability of \$2,922,170 for its proportionate share of the net pension liability. 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 that was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the District's proportion is 0.01936318010%, which is a decrease of 6.32% from its proportion measured as of June 30, 2021.

For the year ended December 31, 2022, the District recognized negative pension expense of \$268,058. At December 31, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected & actual experience	\$ 21,091	\$ (18,599)
Changes of assumptions	9,054	(437,565)
Net difference between projected and actual earnings on pension plan investments	120,946	-
Changes in proportion	91,445	(259,634)
Total	\$ 242,536	\$ (715,798)

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

Amounts that would be reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense as follows:

Year ended June 30,		
2024	\$	(432,587)
2025		(159,320)
2026		(11,194)
2027		130,856
2028		(1,017)
Total	\$	<u><u>(473,262)</u></u>

Actuarial Assumptions

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

Inflation rate		
Price		2.75%
Wage		3.25%
Salary increases:		2.75% – 6.55% (based on years of service)
Investment rate of return:		7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. 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 disable 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 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.

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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2022 are summarized in the following table:

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US 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	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment grade credit	7.00%	3.38%
Cash equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk mitigation strategies	3.00%	4.91%

Discount Rate

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

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the District's proportionate share of the net pension liability 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:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ 3,504,281	\$ 2,922,170	\$ 2,427,321

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

NOTE 9 – PENSION LIABILITIES - TEACHERS’ PENSION AND ANNUITY FUND (TPAF)

At June 30, 2022, the District liability for its proportionate share of the net pension liability which is considered a Special Funding Situation with the State of New Jersey is reported below.

The employer contributions for local participating employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 18:66-33. Therefore, local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute directly to the plan, there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the non-employer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the non-employer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$	-
State's proportionate share of the net position liability associated with the District		<u>37,075,574.00</u>
Total	\$	<u><u>37,075,574.00</u></u>

The net pension liability was measured as of June 30, 2022 and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of that date. The District’s proportion of the net pension liability was based on a projection of the District’s long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2022, the District’s proportion was 0.00%, which was no change from its proportion measured as of June 30, 2021.

For the year ended June 30, 2022, the District recognized pension expense of \$997,807 and revenue of \$997,807 for support provided by the State.

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

Inflation Rate		
Price	2.75%	
Wage	3.25%	
Salary increases	2.75% - 5.65% (based on years of service)	
Investment rate of return	7.00%	

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

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

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

Long-Term Expected Rate of Return

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return.
US 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%

Discount rate.

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.0% as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.0%) or 1-percentage point higher (8.0%) than the current rate:

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
District's proportionate share of the net pension liability	\$ -	\$ -	\$ -
State's proportionate share of the net position liability associated with the District	\$ 43,471,898.38	\$ 37,075,574.00	\$ 31,687,474.43

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued TPAF financial report.

Additional Information

Collective balances of the local group at June 30, 2022 are as follows:

Deferred outflows of resources	\$	5,004,259,312
Deferred inflows of resources		19,682,774,794
Net pension liability		51,676,587,303

Collective pension expense for the plan for the measurement period ended June 30, 2022 is \$1,390,761,344.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

NOTE 10 – OTHER POST-RETIREMENT BENEFITS

General Information about the OPEB Plan

State Health Benefit State Retired Employees Plan:

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

names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent, from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

Total OPEB Liability

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education/board of trustees. Note that actual numbers will be published in June 30, 2023 III-3.8 the NJ State ACFR on the Office of Management and Budget's Financial Publications webpage: [NJ OMB - Financial Publications](#)

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

Actuarial assumptions and other imputes. The total OPEB liability in the June 30, 2022, actuarial valuation reported by the State in the State's most recently issued ACFR 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 and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Salary Increases

TPAF/ABP	PERS	PFRS
2.75% to 4.25% based on service years	2.75% to 6.55% based on service years	3.25% to 16.25% based on service years

Mortality Rates

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disabled retirees. Future disabled retirees was based on the Pub-2020 "Safety" (PFRS), "General" (PERS), and "Teachers" (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

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

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.5% 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 4.5% 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 4.5% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.5% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

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.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

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

Balance at 6/30/22 (Based on 6/30/2021 measurement date)	\$ 60,007,650,970.00
Changes for the year:	
Service cost	2,770,618,025.00
Interest	1,342,187,139.00
Changes in Benefit Terms	-
Differences between Expected & Actual Experiences	1,399,200,736.00
Changes in assumptions or other inputs	(13,586,368,097.00)
Contributions: Member	42,650,252.00
Benefit payments	<u>(1,329,476,059.00)</u>
Net changes	<u>(9,361,188,004.00)</u>
Balance at 6/30/23 (Based on 6/30/2022 measurement date)	<u><u>\$ 50,646,462,966.00</u></u>

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

The following presents the total OPEB liability as of June 20, 2022, respectively, calculated using a discount rate as disclosed above as well as what the total nonemployer OPEB would be if it was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease <u>-2.54%</u>	Discount Rate <u>-3.54%</u>	1% Increase <u>-4.54%</u>
Total OPEB Liability	\$ 59,529,589,697.00	\$ 50,646,462,966.00	\$ 43,527,080,995.00

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

The following presents the total OPEB liability as of June 30, 2022, calculated using the healthcare trend rate as disclosed above as well as what the total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease <u></u>	Healthcare Cost Trend Rates <u></u>	1% Increase <u></u>
Total OPEB Liability (School Retirees)	\$ 41,862,397,291.00	\$ 50,646,462,966.00	\$ 62,184,866,635.00

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

For the year ended June 30, 2022, the board of education recognized OPEB expense of \$52,630.00 determined by the State as the total OPEB liability for benefits provided through a defined OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 9,042,402,619.00	\$ (15,462,950,679.00)
Changes in assumptions	8,765,620,577.00	(17,237,289,230.00)
	\$ 17,808,023,196.00	\$ (32,700,239,909.00)

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

Year Ended June 30,		
2023	\$	(2,517,151,602.00)
2024		(2,517,151,602.00)
2025		(2,517,151,602.00)
2026		(2,175,449,761.00)
2027		(1,243,951,140.00)
Thereafter		(3,921,361,006.00)
	\$	(14,892,216,713.00)

(Contributions made after June 30 are reported as deferred outflow of resources but are not amortized in the expense.)

Detailed information about the plan's fiduciary net position is available in the separately issued OPEB financial report.

NOTE 11 – COMPENSATED ABSENCES

The liability for vested compensated absences for the governmental fund types is recorded in current and long-term liabilities. The current portion of the compensated absences balance of the governmental funds is not considered material to the applicable funds total liabilities, and therefore is not shown separately from the long-term liability of compensated absences.

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 Food Service Fund.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

NOTE 12 – DEFERRED COMPENSATION

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

Lincoln Investments	NY Life
Equitable Insurance	Siracusa Insurance

NOTE 13 – CAPITAL RESERVE ACCOUNT

A capital reserve account was established by City of Somers Point Board of Education by the inclusion of \$100.00 on September 21, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Beginning balance, July 1, 2022	\$	977,100.00
Deposits:		
Board Transfer		300,000.00
Withdrawals:		
Bathroom Project		(628,370.00)
Ending balance, June 30, 2023	\$	648,730.00

Funds placed in the capital reserve account are restricted to capital projects in the district’s approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the department, a district may deposit funds into the capital reserve account at any time upon board resolution through the transfer of undesignated, unreserved general fund balance or of excess undesignated, unreserved general fund balance that is anticipated in the budget certified for taxes. Pursuant to N.J.A.C. 6:23A-5.1(d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its LRFP.

NOTE 14 – MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by the City of Somers Point Board of Education for the accumulation of funds for use as required maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning balance, July 1, 2022	\$	1,351,349.53
Deposits:		
None		-
Withdrawals:		
2022-23 Budget		(400,000.00)
Ending balance, June 30, 2023	\$	951,349.53

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

NOTE 15 – RISK MANAGEMENT

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

Property and Liability Insurance - The District maintains insurance coverage for property, liability and surety bonds through the Atlantic & Cape May Counties Association of School Business Officials Joint Insurance Fund (ACCASBOJIF). A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report.

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

<u>Fiscal Year</u>	<u>Interest on Investments</u>	<u>Employee Contributions</u>	<u>Adjustment</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022-2023	\$ 2,740.37	25,721.13	48,457.27	11,637.74	99,312.42
2021-2022	350.09	18,481.04		64,047.42	34,031.39
2020-2021	1,065.45	16,367.42		82,360.16	79,247.68

NOTE 16 – COMMITMENTS

The District does not have encumbrance policy for the fiscal year end to determine significant encumbrances. All encumbrances are classified as either Assigned Fund Balance in the General Fund and Special Revenue Fund. Significant encumbrances at June 30th are as follows:

<u>Fund</u>	<u>Amount</u>
General Fund Encumbered Orders	\$ 590,294.86
Special Revenue Fund Encumbered Orders	100,026.29
	<u>\$ 690,321.15</u>

NOTE 17 – CONTINGENT LIABILITIES

Federal and State Grants

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

NOTE 18 – ECONOMIC DEPENDENCY

The District receives support from the federal government and from the state government. A significant reduction in the level of support, if this were to occur, would have an effect on the District's programs and activities.

NOTE 19 – LITIGATION

From time to time, the District is a defendant in legal proceedings relating to its operations as a school district. In the best judgment of the District's management, the outcome of any present legal proceedings will not have any adverse material effect on the accompanying financial statements.

NOTE 20 – FUND BALANCE APPROPRIATED

General Fund – Of the \$5,287,151.41 General Fund fund balance, at June 30, 2023, \$590,294.86 is reserved for encumbrances; \$1,466,580.72 is reserved as excess surplus in accordance with NJSA 18A:7F-7 (\$498,669.00 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2024), \$99,312.42 is reserved in the Unemployment Compensation Fund; \$648,365.00 has been reserved in the Capital Reserve Account (\$645,000.00 of the total capital reserve has been used in the fiscal year 2024 budget); \$951,349.53 has been reserved in the Maintenance Reserve Account (\$124,159.00 of the total maintenance reserve has been used in the fiscal year 2024 budget); \$668,159.00 is designated by BOE for subsequent expenditures; and \$862,724.88 is classified and Unassigned.

NOTE 21 – CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7 as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount of budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2023 is \$967,911.72.

NOTE 22 – DEFICIT FUND BALANCES

The District has a deficit unassigned fund balance of (\$49,825.74) in the Special Revenue Fund as of June 30, 2023 as reported in the fund statements (modified accrual basis). *N.J.S.A. 18A:22-44.2* provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last payment as revenue, for budget purposes only, in the current school budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the year the state records the payable. Due to the timing difference of recording the last state aid payment, the Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties. The District deficit in the Special revenue fund in the GAAP fund statements of (\$49,825.74) is equal to the last state aid payment for that fund and the student activity fund balance.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

NOTE 23 – RIGHT TO USE ASSETS

The district has recorded right to use 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 to lease into service. The District has determined the other charges and amortization to be immaterial to the government-wide financial statements and has elected to record the Right to Use Assets at their remaining liability payments.

	Beginning Balance	Increases	Decreases	Ending Balance
Postage Machine	\$ 1,500.00		1,500.00	-
Copiers	4,624.76	217,711.20	33,652.92	188,683.04
Right to use assets, net	<u>\$ 6,124.76</u>	<u>217,711.20</u>	<u>35,152.92</u>	<u>188,683.04</u>

NOTE 24 – SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The District has entered into Subscription-Based Information Technology Arrangements (SBITAs) involving:

- Xtel Phone Services

The total of the District’s subscription assets are recorded at a cost of \$61,954.80, less accumulated amortization of \$26,847.08.

The future subscription payments under SBITA agreements are as follows:

		Subscriptions		
		Principal	Interest	Total
2024	\$	12,390.96		12,390.96
2025		12,390.96		12,390.96
2026		10,325.80		10,325.80
	<u>\$</u>	<u>35,107.72</u>	<u>-</u>	<u>35,107.72</u>

NOTE 25 – SUBSEQUENT EVENTS

Management has reviewed and evaluated all events and transactions that occurred through January 8, 2024, the date that the financial statements were available to be issued for possible disclosure and recognition in the financial statements.

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Required Supplementary Information – Part II

Budgetary Comparison Schedules

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 10,392,770.00		10,392,770.00	10,392,770.00	-
Tuition From Other LEAs Within the State	20,000.00		20,000.00	59,210.22	39,210.22
Other Tuition			-	8,718.00	8,718.00
Other Restricted Miscellaneous Revenues	20,000.00		-	76,918.77	76,918.77
Unrestricted Miscellaneous Revenues			20,000.00	117,850.49	97,850.49
Total Local Sources	10,432,770.00	-	10,432,770.00	10,655,467.48	222,697.48
State Sources:					
Categorical Special Education Aid	568,696.00		568,696.00	568,696.00	-
Equalization Aid	3,579,957.00		3,579,957.00	3,579,957.00	-
Categorical Security Aid	114,624.00		114,624.00	114,624.00	-
Categorical Transportation Aid	142,184.00		142,184.00	142,184.00	-
Stabilization Aid			-	728,519.00	728,519.00
Extraordinary Aid			-	246,526.00	246,526.00
Nonpublic Transportation Aid			-	8,424.00	8,424.00
TPAF Post Retirement Pension (On-Behalf - Non-Budgeted)			-	761,093.00	761,093.00
TPAF Pension (On-Behalf - Non-Budgeted)			-	2,897,222.00	2,897,222.00
TPAF Long-Term Disability Insurance (On-Behalf - Non-Budgeted)			-	901.00	901.00
Reimbursed TPAF Social Security Contributions (non-budgeted)			-	569,118.88	569,118.88
Total State Sources	4,405,461.00	-	4,405,461.00	9,617,264.88	5,211,803.88
Federal Sources:					
Medicaid Reimbursement FFCRA/SEMI	34,192.00		34,192.00	57,959.43	23,767.43
Total Federal Sources	34,192.00	-	34,192.00	60,153.06	25,961.06
Total Revenues	\$ 14,872,423.00	-	14,872,423.00	20,332,885.42	5,460,462.42

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
REGULAR PROGRAMS - INSTRUCTION					
Kindergarten - Salaries of Teachers	\$ 271,824.00		271,824.00	240,416.70	31,407.30
Grades 1 - 5 Salaries of Teachers	1,769,600.00	122,834.64	1,892,434.64	1,882,051.46	10,383.18
Grades 6 - 8 Salaries of Teachers	1,879,929.00	(274,589.91)	1,605,339.09	1,542,970.93	62,368.16
Regular Programs - Home Instruction					
Salaries of Teachers	3,000.00	6,940.28	9,940.28	9,940.28	-
Purchased Professional - Educational Services	1,200.00		1,200.00	317.44	882.56
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	73,569.00	5,475.92	79,044.92	77,935.26	1,109.66
Purchased Professional - Educational Services	148,432.00	68,604.60	217,036.60	213,070.46	3,966.14
Other Purchased Services (400-500 series)	187,494.10	(17,231.64)	170,262.46	114,192.95	56,069.51
General Supplies	209,600.91	(27,751.74)	181,849.17	136,378.25	45,470.92
Textbooks	2,000.00	(165.00)	1,835.00	866.32	968.68
Other Objects	125.00	5,702.00	5,827.00	5,204.50	622.50
TOTAL REGULAR PROGRAMS - INSTRUCTION	4,546,774.01	(110,180.85)	4,436,593.16	4,223,344.55	213,248.61
SPECIAL EDUCATION - INSTRUCTION					
Multiple Disabilities					
Salaries of Teachers	323,587.00	(164,455.26)	159,131.74	146,345.84	12,785.90
Other Salaries for Instruction	66,666.00		66,666.00	45,297.86	21,368.14
Purchased Professional - Educational Services	300.00		300.00		300.00
General Supplies	9,000.00	(8,653.16)	346.84	346.84	-
Total Multiple Disabilities	399,553.00	(173,108.42)	226,444.58	191,990.54	34,454.04
Resource Room/Resource Center					
Salaries of Teachers	776,834.00	156,607.26	933,441.26	928,505.64	4,935.62
Other Salaries for Instruction	20,621.00	2,448.00	23,069.00	17,983.92	5,085.08
General Supplies	4,000.00	(4,000.00)	-		-
Total Resource Room/Resource Center	801,455.00	155,055.26	956,510.26	946,489.56	10,020.70
Preschool Disabilities - Full-Time					
Salaries of Teachers	82,210.00	6,965.84	89,175.84	89,175.84	-
Other Salaries for Instruction	16,202.00	(3,038.15)	13,163.85	6,267.58	6,896.27
General Supplies	1,200.00	1,038.15	2,238.15	2,238.15	-
Total Preschool Disabilities - Full-Time	\$ 99,612.00	4,965.84	104,577.84	97,681.57	6,896.27

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Special Education - Home Instruction					
Salaries of Teachers	\$ 4,500.00	500.00	5,000.00	4,414.77	585.23
Purchased Professional - Educational Services	500.00		500.00		500.00
Total Special Education - Home Instruction	5,000.00	500.00	5,500.00	4,414.77	1,085.23
TOTAL SPECIAL EDUCATION - INSTRUCTION	1,305,620.00	(12,587.32)	1,293,032.68	1,240,576.44	52,456.24
Bilingual Education - Instruction					
Salaries of Teachers	171,687.00		171,687.00	168,794.23	2,892.77
Purchased Professional - Educational Services	2,000.00		2,000.00		2,000.00
Total Bilingual Education - Instruction	173,687.00	-	173,687.00	168,794.23	4,892.77
School-Spon. Co/Extra-curr. Activities - Instruction					
Salaries	53,250.00		53,250.00	48,598.22	4,651.78
Purchased Services (300-500 series)	10,000.00		10,000.00	1,200.00	8,800.00
Supplies & Materials	2,000.00		2,000.00		2,000.00
Total School-Spon. Co/Extra-curr. Activities - Inst.	65,250.00	-	65,250.00	49,798.22	15,451.78
School-Sponsored Athletics - Instruction					
Salaries	43,580.00		43,580.00	43,296.00	284.00
Purchased Services (300-500 series)	500.00		500.00		500.00
Supplies & Materials	5,000.00		5,000.00	3,533.10	1,466.90
Other Objects	6,500.00		6,500.00	4,980.00	1,520.00
Total School-Spon. Co/Extra-curr. Activities - Inst.	55,580.00	-	55,580.00	51,809.10	3,770.90
Summer School - Instruction					
Salaries of Teachers	60,000.00	9,542.99	69,542.99	69,542.99	-
Other Salaries for Instruction	21,000.00	(17,583.78)	3,416.22	3,416.22	-
General Supplies	6,667.39	(6,000.00)	667.39	667.39	-
Total Summer School - Instruction	87,667.39	(14,040.79)	73,626.60	73,626.60	-
TOTAL INSTRUCTION	\$ 6,234,578.40	(136,808.96)	6,097,769.44	5,807,949.14	289,820.30

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
UNDISTRIBUTED EXPENDITURES					
Undistributed Expenditures - Instruction					
Tuition to Other LEAs-Within the State-Regular	\$ 40,000.00	(21,761.00)	18,239.00	16,698.00	1,541.00
Tuition to CSSD & Regional Day Schools		23,100.00	23,100.00	230,004.00	(206,904.00)
Tuition to Private Schools for the Disabled - Within State	78,119.00	147,120.56	225,239.56	153,098.37	72,141.19
Total Undistributed Expenditures - Instruction	<u>118,119.00</u>	<u>148,459.56</u>	<u>266,578.56</u>	<u>399,800.37</u>	<u>(133,221.81)</u>
Undistributed Expend. - Health Services					
Salaries	166,530.00	(8,550.00)	157,980.00	149,729.58	8,250.42
Purchased Professional and Technical Services	1,200.00	550.00	1,750.00	1,100.00	650.00
Supplies & Materials	10,000.00	(2,000.00)	8,000.00	5,225.68	2,774.32
Total Undistributed Expend. - Health Services	<u>177,730.00</u>	<u>(10,000.00)</u>	<u>167,730.00</u>	<u>156,055.26</u>	<u>11,674.74</u>
Undist. Expend. - Other Support Serv. Students - Speech, OT, PT & Related Services					
Salaries	314,255.00	2,500.00	316,755.00	316,674.34	80.66
Purchased Professional - Educational Services	130,000.00	(44,880.36)	85,119.64	69,193.69	15,925.95
Supplies & Materials	8,750.00		8,750.00	6,985.53	1,764.47
Total Undist. Expend. - Other Support Services	<u>453,005.00</u>	<u>(42,380.36)</u>	<u>410,624.64</u>	<u>392,853.56</u>	<u>17,771.08</u>
Student - Speech, OT, PT & Related Services					
Undist. Expend. - Other Support Serv. Students - Extraordinary Services					
Salaries	245,170.00	(90,356.36)	154,813.64	146,277.63	8,536.01
Purchased Professional - Educational Services	162,795.00	58,346.67	221,141.67	124,666.25	96,475.42
Total Undist. Expend. - Other Support Services	<u>407,965.00</u>	<u>(32,009.69)</u>	<u>375,955.31</u>	<u>270,943.88</u>	<u>105,011.43</u>
Students - Extraordinary Services					
Undist. Expend. - Guidance					
Salaries of Other Professional Staff	273,660.00	(344.07)	273,315.93	271,293.44	2,022.49
Other Purchased Prof. & Tech. Services	7,600.00		7,600.00	7,258.61	341.39
Other Purchased Services (400-500 series)		425.00	425.00	425.00	-
Supplies & Materials	2,000.00	(80.93)	1,919.07	1,919.07	-
Total Undist. Expend. - Guidance	<u>\$ 283,260.00</u>	<u>-</u>	<u>283,260.00</u>	<u>280,896.12</u>	<u>2,363.88</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Child Study Teams					
Salaries of Other Professional Staff	\$ 400,796.00	(56,930.24)	343,865.76	343,014.69	851.07
Salaries of Secretarial and Clerical Assistants	60,128.00	1,408.88	61,536.88	60,698.82	838.06
Other Salaries	3,000.00	(3,000.00)	-	-	-
Purchased Professional - Educational Services	250,000.00	76,195.31	326,195.31	269,839.92	56,355.39
Other Purchased Services (400-500 series)	12,000.00		12,000.00	9,807.75	2,192.25
Supplies & Materials	7,000.00	4,565.12	11,565.12	11,565.12	-
Other Objects	2,000.00		2,000.00		2,000.00
Total Undist. Expend. - Child Study Teams	734,924.00	22,239.07	757,163.07	694,926.30	62,236.77
Undist. Expend. - Improvement of Inst. Services					
Salaries Supervisor of Instruction	112,884.00		112,884.00	112,883.94	0.06
Salaries of Other Professional Staff	43,764.00	4,255.76	4,255.76	4,255.76	-
Other Salaries	8,839.00	(526.50)	43,237.50	43,237.48	0.02
Other Purchased Services (400-500 series)	1,500.00	5,318.38	14,157.38	13,733.90	423.48
Supplies & Materials	2,000.00	(1,109.38)	390.62	232.60	158.02
Other Objects	168,987.00	(155.00)	1,845.00	1,845.00	-
Total Undist. Expend. - Improvement of Inst. Serv.	168,987.00	7,783.26	176,770.26	176,188.68	581.58
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	223,490.00	(390.00)	223,100.00	213,426.76	9,673.24
Purchased Professional and Technical Services	1,600.00		1,600.00		1,600.00
Other Purchased Services (400-500 series)	60,000.00	(19,500.00)	40,500.00	34,525.76	5,974.24
Supplies & Materials	1,800.00	3,000.00	4,800.00	1,627.05	3,172.95
Total Undistributed Expenditures - Educational Media Services - School Library	286,890.00	(16,890.00)	270,000.00	249,579.57	20,420.43
Undist. Expend. - Instructional Staff Training Serv.					
Salaries Other Prof. Staff	3,100.00	(3,100.00)	-	-	-
Purchased Professional - Educational Services	3,000.00	(3,000.00)	-	-	-
Other Purchased Services (400-500 series)	500.00		500.00		500.00
Supplies & Materials					
Total Undistributed Expenditures - Instructional Staff Training Services	\$ 6,600.00	(6,100.00)	500.00	-	500.00

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	\$ 213,723.00	3,453.76	217,176.76	217,176.76	-
Legal Services	41,500.00	32,625.00	74,125.00	65,201.50	8,923.50
Audit Fees	24,000.00		24,000.00	24,000.00	-
Architectural/Engineering Services	10,000.00	(3,683.59)	6,316.41	5,783.42	532.99
Other Purchased Professional Services	2,500.00		2,500.00		2,500.00
Purchased Technical Services	24,760.00	(8,528.34)	16,231.66	8,993.33	7,238.33
Communications/Telephone	45,000.00	11,212.84	56,212.84	56,187.23	25.61
BOE Other Purchased Services	5,000.00	2,110.76	7,110.76	7,110.76	-
Misc. Purch Services (400-500 series)(Other than 530&585)	12,000.00	2,642.90	14,642.90	13,137.64	1,505.26
General Supplies	5,000.00	(1,326.61)	3,673.39	3,672.00	1.39
BOE In-House Training/Meeting Supplies	1,500.00	(902.00)	598.00	595.31	2.69
Miscellaneous Expenditures	3,000.00	1,332.00	4,332.00	4,287.00	45.00
BOE Membership Dues and Fees	7,000.00	(105.00)	6,895.00	6,785.85	109.15
Total Undistributed Expenditures - Support Services - General Administration	<u>394,983.00</u>	<u>38,831.72</u>	<u>433,814.72</u>	<u>412,930.80</u>	<u>20,883.92</u>
Undist. Expend. - Supp. Serv. - School Admin.					
Salaries of Principals/Assistant Principals/Prog Dir	249,652.00	16,755.08	266,407.08	257,903.89	8,503.19
Salaries of Secretarial and Clerical Assistants	153,761.00	(5,000.00)	148,761.00	143,345.40	5,415.60
Other Purchased Services (400-500 series)	18,516.00		18,516.00	7,288.63	11,227.37
Supplies & Materials	6,000.00	(3,000.00)	3,000.00	2,741.76	258.24
Other Objects	3,600.00		3,600.00	2,785.00	815.00
Total Undistributed Expenditures - Support Services - School Administration	<u>431,529.00</u>	<u>8,755.08</u>	<u>440,284.08</u>	<u>414,064.68</u>	<u>26,219.40</u>
Undist. Expend - Central Services					
Salaries	267,809.00	(4,289.13)	263,519.87	262,782.27	737.60
Purchased Professional Services		5,850.00	5,850.00	5,850.00	-
Purchased Technical Services	19,000.00	39,408.08	58,408.08	56,575.12	1,832.96
Misc. Purchased Services (400-500 series)(O/T 594)	1,000.00	4,600.00	5,600.00	5,565.01	34.99
Supplies and Materials	5,000.00	991.19	5,991.19	5,906.88	84.31
Miscellaneous Expenditures	1,700.00	(10.14)	1,689.86	1,495.18	194.68
Total Undistributed Expenditures - Central Services	<u>\$ 294,509.00</u>	<u>46,550.00</u>	<u>341,059.00</u>	<u>338,174.46</u>	<u>2,884.54</u>

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend - Admin. Info Technology					
Salaries	\$ 43,764.00		43,764.00	43,237.48	526.52
Other Purchased Services (400-500 series)	10,000.00	(800.00)	9,200.00	8,704.97	495.03
Supplies and Materials	4,000.00		4,000.00	1,987.31	2,012.69
Total Undistributed Expenditures - Administration Information Technology	57,764.00	(800.00)	56,964.00	53,929.76	3,034.24
Undist. Expend. - Required Maint. School Fac.					
Salaries	178,050.00	2,500.00	180,550.00	180,550.00	-
Cleaning, Repair and Maintenance Service	262,265.00	(77,200.00)	185,065.00	167,093.81	17,971.19
General Supplies	50,576.16	(27,350.00)	23,226.16	19,370.05	3,856.11
Other Objects	3,000.00		3,000.00	2,000.00	1,000.00
Total Undistributed Expenditures - Allowable Maintenance for School Facilities	493,891.16	(102,050.00)	391,841.16	369,013.86	22,827.30
Undistributed Expenditures - Custodial Services					
Salaries	437,536.00	(12,834.86)	424,701.14	422,201.14	2,500.00
Purchased Professional and Technical Services	500.00		500.00	500.00	
Cleaning, Repair and Maintenance Service	5,000.00		5,000.00	4,670.18	329.82
Rental of Land & Bldg. Oth. then Lease Pur Agrmt	3,500.00		3,500.00	1,800.00	1,700.00
Other Purchased Property Services	25,600.00	2,792.00	28,392.00	21,530.48	6,861.52
Insurance	141,120.00		141,120.00	141,120.00	
Other Purchased Services (400-500 series)		319.20	319.20	319.20	
Miscellaneous Purchased Services	12,000.00	435.76	12,435.76	12,434.24	1.52
General Supplies	42,935.00	6,792.96	49,727.96	40,555.86	9,172.10
Energy (Natural Gas)	65,000.00	38,106.66	103,106.66	85,707.40	17,399.26
Energy (Electricity)	300,000.00	(7,900.00)	292,100.00	257,297.58	34,802.42
Energy (Gasoline)	1,000.00		1,000.00	880.24	119.76
Total Undistributed Expenditures - Custodial Services	1,034,191.00	27,711.72	1,061,902.72	988,516.32	73,386.40
Undist. Expend. - Care & Upkeep of Grounds					
Cleaning, Repair and Maintenance Services	18,500.00		18,500.00	15,824.00	2,676.00
General Supplies	9,594.31		9,594.31	5,558.80	4,035.51
Total Care and Upkeep of Grounds	\$ 28,094.31	-	28,094.31	21,382.80	6,711.51

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Security					
Salaries	\$ 34,500.00	(5,800.00)	28,700.00	18,541.10	10,158.90
Cleaning, Repair and Maintenance Services	16,660.00	(749.00)	15,911.00	15,745.91	165.09
Travel		1,549.00	1,549.00	99.00	1,450.00
General Supplies	35,465.50		35,465.50	22,049.61	13,415.89
Total Security	<u>86,625.50</u>	<u>(5,000.00)</u>	<u>81,625.50</u>	<u>56,435.62</u>	<u>25,189.88</u>
Total Undistributed Expenditures	1,642,801.97	(79,338.28)	1,563,463.69	1,435,348.60	128,115.09
Operations and Maintenance of Plant					
Undist. Expend. - Student Transportation Serv.					
Other Purchased Professional and Technical Services	18,500.00	3,342.37	21,842.37	20,812.80	1,029.57
Contr. Serv. - Aid in Lieu Pymts-NonPub Sch	24,000.00	5,683.00	29,683.00	29,638.00	45.00
Contr. Serv. - (Bet. Home & School) Joint Agrm.-Vend		719.40	719.40	719.40	-
Contr. Serv. - (Oth than Bet Home & Sch)-Vend	21,000.00	11,856.31	32,856.31	26,830.19	6,026.12
Contr. Serv. - (Bet. Home & School) Joint Agrm.	105,000.00	128,677.60	233,677.60	230,063.60	3,614.00
Contr. Serv. - (Spc Ed. Students) - Joint Agrmt	190,000.00	(28,218.48)	161,781.52	160,676.50	1,105.02
Total Undistributed Expenditures - Student Transportation Services	<u>358,500.00</u>	<u>122,060.20</u>	<u>480,560.20</u>	<u>468,740.49</u>	<u>11,819.71</u>
Undist. Expend. - Unallocated Benefits					
Social Security Contributions	187,839.00	14,975.36	202,814.36	201,755.70	1,058.66
Other Retirement Contributions - PERS	250,000.00		250,000.00	244,227.93	5,772.07
Unemployment Compensation	35,000.00		35,000.00	11,637.74	23,362.26
Workmen's Compensation	141,120.00		141,120.00	141,120.00	-
Health Benefits	2,736,646.00	(99,388.69)	2,637,257.31	2,228,834.15	408,423.16
Tuition Reimbursement	41,004.80		41,004.80	19,842.12	21,162.68
Other Employee Benefits	225,700.00	14,061.73	239,761.73	225,202.05	14,559.68
Total Unallocated Benefits	<u>\$ 3,617,309.80</u>	<u>(70,351.60)</u>	<u>3,546,958.20</u>	<u>3,072,619.69</u>	<u>474,338.51</u>

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
On-Behalf Contributions:					
On-behalf TPAF Postretirement Contributions (non-budgeted)	\$ -	-	-	761,093.00	(761,093.00)
On-Behalf TPAF Pension Contribution (non-bud)	-	-	-	2,897,222.00	(2,897,222.00)
On-Behalf TPAF Long-Term Disability Insurance Contribution (non-bud)	-	-	-	901.00	(901.00)
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	569,118.88	(569,118.88)
Total Personal Services - Unallocated Benefits	-	-	-	4,228,334.88	(4,228,334.88)
TOTAL PERSONAL SERVICES-EMPLOYEE BENEFITS	3,617,309.80	(70,351.60)	3,546,958.20	7,300,954.57	(3,753,996.37)
TOTAL UNDISTRIBUTED EXPENDITURES	9,434,876.77	136,808.96	9,571,685.73	13,045,387.10	(3,473,701.37)
TOTAL GENERAL CURRENT EXPENSE	15,669,455.17	-	15,669,455.17	18,853,336.24	(3,183,881.07)
Equipment:					
Undistributed Expenditures-	22,000.00		22,000.00	5,800.07	16,199.93
Administrative Information Technology	22,000.00	-	22,000.00	5,800.07	16,199.93
Total Equipment					
Facilities Acquisition and Construction Services		73,673.24	73,673.24	36,201.72	37,471.52
Architectural/Engineering Services		554,696.76	554,696.76	38,480.05	516,216.71
Construction Services		24,267.72	24,267.72	24,267.72	-
School Security Grant	24,267.72		34,065.00	34,065.00	-
Assessment for Debt Service on SDA Funding	34,065.00		686,702.72	133,014.49	553,688.23
Total Facilities Acquisition and Construction Services	58,332.72	628,370.00	708,702.72	138,814.56	569,888.16
TOTAL CAPITAL OUTLAY	80,332.72	628,370.00	708,702.72	138,814.56	569,888.16
Transfer of Funds to Charter Schools	67,588.00		67,588.00	36,528.00	31,060.00
TOTAL EXPENDITURES	\$ 15,817,375.89	628,370.00	16,445,745.89	19,028,678.80	(2,582,932.91)

**CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ (944,952.89)	(628,370.00)	(1,573,322.89)	1,304,206.62	2,877,529.51
Other Financing Sources (Use):	(10,000.00)		(10,000.00)		(10,000.00)
Local Contribution- Transfer to Special Revenue					
Total Other Financing Sources (Use)	(10,000.00)	-	(10,000.00)	-	(10,000.00)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(954,952.89)	(628,370.00)	(1,583,322.89)	1,304,206.62	2,867,529.51
Fund Balance July 1	4,399,695.79		4,399,695.79	4,399,695.79	-
Fund Balance June 30	\$ 3,444,742.90	(628,370.00)	2,816,372.90	5,703,902.41	2,867,529.51
Recapitulation:					
Nonspendable Fund Balance:					
None					
Restricted Fund Balance:					
Excess Surplus - Designated for Subsequent Year's Expenditures				498,669.00	
Excess Surplus - Current Year				967,911.72	
Reserve for Unemployment Compensation				99,312.42	
Committed Fund Balance:					
Maintenance Reserve				827,190.53	
Capital Reserve				3,730.00	
Assigned Fund Balance:					
Designated by BOE for Subsequent Expenditures				668,159.00	
Capital Reserve Designated for Subsequent Year's Expenditures				645,000.00	
Maintenance Reserve Designated for Subsequent Year's Expenditures				124,159.00	
Year-End Encumbrances				590,294.86	
Unassigned Fund Balance				1,279,475.88	
				5,703,902.41	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not Recognized on GAAP basis				(416,751.00)	
Fund Balance per Governmental Funds (GAAP)				5,287,151.41	

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	\$ 1,624,174.00	79,162.00	1,703,336.00	1,508,272.93	(195,063.07)
Federal Sources	4,301,396.00	479,466.32	4,780,862.32	2,173,215.34	(2,607,646.98)
Local Sources	5,000.00	1,883.93	6,883.93	25,530.35	18,646.42
Total Revenues	5,930,570.00	560,512.25	6,491,082.25	3,707,018.62	(2,784,063.63)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	1,537,399.00	674,968.00	2,212,367.00	1,399,193.82	813,173.18
Other Salaries for Instruction	153,782.00	32,172.00	185,954.00	108,826.52	77,127.48
Purchased Professional and Technical Services	34,082.00	129,642.43	163,724.43	139,824.43	23,900.00
Purchased Professional - Educational Services	6,000.00	-	6,000.00	-	6,000.00
Other Purchased Services (400-500 series)	292,067.00	38,855.00	330,922.00	282,719.55	48,202.45
General Supplies	932,772.00	63,762.92	996,534.92	483,385.98	513,148.94
Textbooks	18,263.00	5,695.00	23,958.00	23,948.13	9.87
Other Objects	-	2,392.00	2,392.00	2,392.00	-
Total Instruction	2,974,365.00	947,487.35	3,921,852.35	2,440,290.43	1,481,561.92
Support Services:					
Salaries of Supervisors of Instruction	10,000.00	(10,000.00)	-	-	-
Salaries of Program Director	37,252.00	(31,342.96)	5,909.04	5,474.00	435.04
Salaries of Principals	17,300.00	37,252.00	37,252.00	37,142.82	109.18
Salaries of Other Professional Staff	51,341.00	67,905.00	85,205.00	41,053.44	44,151.56
Salaries of Secretarial and Clerical Assistants	897,778.00	(549,682.85)	51,341.00	51,170.46	170.54
Other Salaries	23,494.00	-	348,095.15	176,053.76	172,041.39
Salaries of Community Parent Involvement Spec.	68,644.00	-	23,494.00	23,494.00	-
Salaries of Master Teachers	1,147,624.00	101,648.50	1,249,272.50	68,644.00	-
Personal Services - Employee Benefits	137,093.00	17,300.00	154,393.00	564,618.11	684,654.39
Purchased Professional and Technical Services	-	-	-	55,811.63	98,581.37
Purchased Professional - Educational Services	5,000.00	6,160.00	6,160.00	5,970.00	190.00
Other Purchased Services (400-500 series)	35,832.00	(5,000.00)	-	-	-
Cleaning, Repair & Maintenance Svcs.	-	(35,832.00)	-	-	-
Contr Serv-Trans (Bet. Home & School)	-	-	-	-	-
Contr Serv-Trans (Field Trips)	-	-	-	-	-
Travel	-	-	-	-	-
Miscellaneous Purchased Services	1,829.00	(1.00)	1,828.00	200.00	1,628.00
Supplies and Materials	114,446.00	29,899.00	144,345.00	129,732.33	14,612.67
General Supplies	-	-	-	-	-
Student Activities	5,000.00	11,755.21	16,755.21	16,755.21	-
Total Support Services	2,552,633.00	(359,939.10)	2,192,693.90	1,176,119.76	1,016,574.14
\$	2,552,633.00	(359,939.10)	2,192,693.90	1,176,119.76	1,016,574.14

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES(cont'd):					
Facilities Acquisitions and Construction Services:					
Construction Services	\$ 221,100.00	(1,100.00)	220,000.00	-	220,000.00
Instructional Equipment	107,872.02	-	107,872.02	27,000.00	80,872.02
Non-Instructional Equipment	192,472.00	(133,808.02)	58,663.98	58,663.98	-
Total Facilities Acquisitions and Const. Services:	<u>413,572.00</u>	<u>(27,036.00)</u>	<u>386,536.00</u>	<u>85,663.98</u>	<u>300,872.02</u>
Transfers to Charter Schools			-	-	-
Other Financing Sources (Uses)					
Transfer in from General Fund	10,000.00		10,000.00	-	(10,000.00)
Total Other Financing Sources (Uses)	<u>10,000.00</u>	<u>-</u>	<u>10,000.00</u>	<u>-</u>	<u>(10,000.00)</u>
Total Outflows	<u>5,940,570.00</u>	<u>560,512.25</u>	<u>6,501,082.25</u>	<u>3,702,074.17</u>	<u>2,799,008.08</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>4,944.45</u>	<u>14,944.45</u>
Fund Balance, July 1				<u>\$ 69,383.81</u>	
Fund Balance, June 30				<u>74,328.26</u>	
Recapitulation: Restricted: Student Activities				<u>74,328.26</u>	
Total Fund Balance				<u>\$ 74,328.26</u>	

Notes to the Required Supplementary Information

CITY OF SOMERS POINT SCHOOL DISTRICT
Required Supplementary Information
Budget-to-GAAP Reconciliation
Notes to the Required Supplementary Information
For the Year Ended June 30, 2023

Note A - Explanation of Differences Between Budgetary Inflows and Outflows GAAP Revenue and Expenditures

		General Fund		Special Revenue Fund
Sources / inflows of resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]	\$ 20,332,885.42	[C-2]	\$ 3,707,018.62
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				
Prior Year				306.15
Current Year				(100,026.29)
Prior year final State Aid payments were delayed until July 2022 and is recorded as revenue in current year under GAAP.				
		451,411.44		178,129.56
Final State Aid payments were delayed until July 2023 is recorded as budgetary revenue but are not recognized under GAAP.				
		(416,751.00)		(124,154.00)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	\$ 20,367,545.86	[B-2]	\$ 3,661,274.04
Uses / outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 19,028,678.80	[C-2]	\$ 3,702,074.17
Difference - budget to GAAP:				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for GAAP financial reporting purposes.				
Prior Year				306.15
Current Year				(100,026.29)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	\$ 19,028,678.80	[B-2]	\$ 3,602,354.03

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Required Supplementary Information – Part III

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employee Retirement System
Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
District's proportion of the net pension liability (asset)	0.0193631801%	0.0206693405%	0.0200639049%	0.0204976751%	0.0208702943%	0.0204391612%	0.0212258028%	0.0207598462%	0.0204353405%	0.0197384249%
District's proportionate of the net pension liability (asset)	\$ 2,922,170	\$ 2,448,593	\$ 3,271,898	\$ 3,693,370	\$ 4,109,257	\$ 4,757,910	\$ 6,286,474	\$ 4,660,169	\$ 3,826,055	\$ 3,772,405
District's covered payroll	\$ 1,524,567	\$ 1,372,640	\$ 1,487,775	\$ 1,437,976	\$ 1,426,032	\$ 1,353,514	\$ 1,418,613	\$ 1,441,882	\$ 1,394,028	\$ 1,420,653
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	191.67%	178.39%	219.92%	256.85%	288.16%	351.52%	443.14%	323.20%	274.46%	265.54%
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%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period.

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of District Contributions
Public Employee Retirement System
Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$ 244,179	\$ 242,062	\$ 219,489	\$ 199,382	\$ 207,592	\$ 189,347	\$ 188,567	\$ 178,479	\$ 168,466	\$ 148,725
Contributions in relation to the contractually required contribution	\$ 244,179	\$ 242,062	\$ 219,489	\$ 199,382	\$ 207,592	\$ 189,347	\$ 188,567	\$ 178,479	\$ 168,466	\$ 148,725
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 1,524,567	\$ 1,372,640	\$ 1,487,775	\$ 1,437,976	\$ 1,426,032	\$ 1,353,514	\$ 1,418,613	\$ 1,441,882	\$ 1,394,028	\$ 1,420,653
Contributions as a percentage of covered-employee payroll	16.02%	17.63%	14.75%	13.87%	14.56%	13.99%	13.29%	12.38%	12.08%	10.47%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period.

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund
Last Ten Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
District's proportion of the net pension liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's proportionate of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	<u>37,075,574</u>	<u>35,023,842</u>	<u>47,895,606</u>	<u>43,314,073</u>	<u>44,832,228</u>	<u>50,602,097</u>	<u>54,356,437</u>	<u>45,267,958</u>	<u>39,510,379</u>	<u>37,827,202</u>
Total	<u>\$ 37,075,574</u>	<u>\$ 35,023,842</u>	<u>\$ 47,895,606</u>	<u>\$ 43,314,073</u>	<u>\$ 44,832,228</u>	<u>\$ 50,602,097</u>	<u>\$ 54,356,437</u>	<u>\$ 45,267,958</u>	<u>\$ 39,510,379</u>	<u>\$ 37,827,202</u>
District's covered payroll	\$ 7,931,004	\$ 7,937,837	\$ 8,066,591	\$ 7,925,247	\$ 7,683,554	\$ 7,211,358	\$ 7,403,055	\$ 7,165,179	\$ 6,906,748	\$ 7,186,899
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
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%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period.

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net OPEB Liability
Public Employee Retirement System and Teachers' Pension and Annuity Fund
Last Seven Fiscal Years

	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net OPEB liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's proportionate of the net OPEB liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability (asset) associated with the District	\$ 41,475,789.00	\$ 50,899,330.00	\$ 57,821,597.00	\$ 35,448,919.00	\$ 39,285,304.00	\$ 45,391,716.00	\$ 49,173,103.00
Total	\$ 41,475,789.00	\$ 50,899,330.00	\$ 57,821,597.00	\$ 35,448,919.00	\$ 39,285,304.00	\$ 45,391,716.00	\$ 49,173,103.00
District's covered payroll	\$ 9,455,571.00	\$ 9,310,477.00	\$ 9,554,366.00	\$ 9,363,223.00	\$ 9,109,586.00	\$ 8,564,872.00	\$ 8,821,668.00
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's proportionate share of OPEB associated with the District:							
Service Cost	1,996,455.00	2,364,064.00	1,335,530.00	1,342,616.00	1,503,124.00	1,813,242.00	
Interest Cost	1,099,154.00	1,320,382.00	1,270,521.00	1,552,062.00	1,660,841.00	1,438,782.00	
Change in Benefit Terms		(54,176.00)					
Differences between Expected & Actual Changes in Assumptions	(339,079.00)	(9,596,418.00)	10,180,723.00	(6,203,690.00)	(3,748,023.00)	(6,020,757.00)	
Member Contributions	34,927.00	33,756.00	30,511.00	32,257.00	36,306.00	38,714.00	
Benefit Payments	(1,088,745.00)	(1,040,091.00)	(1,006,626.00)	(1,088,176.00)	(1,050,475.00)	(1,051,368.00)	
Change in Total Opeb Liability	(9,423,541.00)	(6,922,267.00)	22,372,676.00	(3,836,385.00)	(6,106,412.00)	(3,781,387.00)	
State's proportionate share of the net OPEB liability (asset) associated with the District - Beginning Balance	50,899,330.00	57,821,597.00	35,448,919.00	39,285,304.00	45,391,716.00	49,173,103.00	
Ending Balance	\$ 41,475,789.00	\$ 50,899,330.00	\$ 57,821,597.00	\$ 35,448,919.00	\$ 39,285,304.00	\$ 45,391,716.00	
State's proportionate share of the net OPEB liability associated with the District - as a percentage of its covered-employee payroll	438.64%	546.69%	605.19%	378.60%	431.25%	529.98%	

Source: GASB 75 report on State of New Jersey State Health Benefits Program; District records

Note: This schedule is required by GASB 75 to be show information for a 10 year period. However, information is only currently available for seven years. Additional years will be presented as they become available.

Other Supplementary Information

SPECIAL REVENUE FUND DETAIL STATEMENTS

Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2023

	Total Brought Forward (Ex. E-1a)	Title I	Title II Part A	Title III	Title IV	Totals 2023
REVENUES:						
State Sources	\$ 1,508,272.93					1,508,272.93
Federal Sources	1,983,870.46	151,734.29	4,049.55	5,606.75	27,954.29	2,173,215.34
Local Sources	25,530.35					25,530.35
Total Revenues	3,517,673.74	151,734.29	4,049.55	5,606.75	27,954.29	3,707,018.62
EXPENDITURES:						
Instruction:						
Salaries of Teachers	1,391,294.53	7,222.40	86.17		590.72	1,399,193.82
Other Salaries for Instruction	108,826.52					108,826.52
Purchased Professional and Technical Services	139,824.43					139,824.43
Purchased Professional - Educational Services	-					-
Other Purchased Services (400-500 series)	282,719.55					282,719.55
General Supplies	357,270.01	122,841.75		677.02	2,597.20	483,385.98
Textbooks	23,948.13					23,948.13
Other Objects	2,392.00					2,392.00
Total Instruction	2,306,275.17	130,064.15	86.17	677.02	3,187.92	2,440,290.43
Support Services:						
Salaries of Supervisors of Instruction	-					-
Salaries of Program Director	5,474.00					5,474.00
Salaries of Principals	37,142.82					37,142.82
Salaries of Other Professional Staff	22,333.02	17,000.00		1,720.42		41,053.44
Salaries of Secretarial and Clerical Assistants	51,170.46					51,170.46
Other Salaries	176,053.76					176,053.76
Salaries of Community Parent Involvement Spec.	23,494.00					23,494.00
Salaries of Master Teachers	68,644.00					68,644.00
Personal Services - Employee Benefits	564,618.11					564,618.11
Purchased Professional and Technical Services	29,236.88	2,765.00	3,963.38		19,846.37	55,811.63
Other Purchased Services (400-500 series)	-			1,050.00	4,920.00	5,970.00
Cleaning, Repair & Maintenance Svcs.	-					-
Cont. Serv-Trans (Bet. Home & School)	-					-
Cont. Serv-Trans (Field Trips)	-					-
Travel	-					-
Miscellaneous Purchased Services	200.00					200.00
Supplies and Materials	125,667.88	1,905.14		2,159.31		129,732.33
General Supplies	-					-
Student Activities	16,755.21					16,755.21
Total Support Services	1,120,790.14	21,670.14	3,963.38	4,929.73	24,766.37	1,176,119.76
Facilities Acquisition and Constr. Services:						
Construction Services	-					-
Instructional Equipment	27,000.00					27,000.00
Non-Instructional Equipment	58,663.98					58,663.98
Total Facilities Acquisition and Constr. Services	85,663.98	-	-	-	-	85,663.98
Contribution to Charter Schools	-					-
Total Outflows	3,512,729.29	151,734.29	4,049.55	5,606.75	27,954.29	3,702,074.17
Other Financing Sources (Uses)						
Transfer from Operating Budget - PreK	-					-
Total Other Financing Sources (Uses)	-					-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	4,944.45	-	-	-	-	4,944.45
Fund Balance, July 1	69,383.81					69,383.81
Fund Balance, June 30	\$ 74,328.26					74,328.26

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2023

	Total Brought Forward (Ex. E-1b)	IDEA Part B Basic	IDEA Preschool	Nonpublic Technology	Nonpublic Corrective Speech	Nonpublic Auxiliary Basic Skills	Nonpublic Security	Total Carried Forward
REVENUES:								
State Sources	\$ 1,320,355.71			15,243.22	20,274.00	77,780.00	74,620.00	1,508,272.93
Federal Sources	1,724,760.71	254,076.65	5,033.10					1,983,870.46
Local Sources	25,530.35							25,530.35
Total Revenues	3,070,646.77	254,076.65	5,033.10	15,243.22	20,274.00	77,780.00	74,620.00	3,517,673.74
EXPENDITURES:								
Instruction:								
Salaries of Teachers	1,293,240.53				20,274.00	77,780.00		1,391,294.53
Other Salaries for Instruction	108,826.52							108,826.52
Purchased Professional and Technical Services	139,824.43							139,824.43
Purchased Professional - Educational Services	-							-
Other Purchased Services (400-500 series)	44,777.70	237,941.85						282,719.55
General Supplies	342,026.79			15,243.22				357,270.01
Textbooks	23,948.13							23,948.13
Other Objects	2,392.00							2,392.00
Total Instruction	1,955,036.10	237,941.85	-	15,243.22	20,274.00	77,780.00	-	2,306,275.17
Support Services:								
Salaries of Supervisors of Instruction	-							-
Salaries of Program Director	5,474.00							5,474.00
Salaries of Principals	37,142.82							37,142.82
Salaries of Other Professional Staff	17,299.92							17,299.92
Salaries of Secretarial and Clerical Assistants	51,170.46	5,033.10						56,203.56
Other Salaries	176,053.76							176,053.76
Salaries of Community Parent Involvement Spec.	23,494.00							23,494.00
Salaries of Master Teachers	68,644.00							68,644.00
Personal Services - Employee Benefits	564,618.11							564,618.11
Purchased Professional and Technical Services	13,102.08	16,134.80						29,236.88
Other Purchased Services (400-500 series)	-							-
Cleaning, Repair & Maintenance Svcs.	-							-
Contr Serv-Trans (Bet. Home & School)	-							-
Contr Serv-Trans (Field Trips)	-							-
Travel	-							-
Miscellaneous Purchased Services	200.00							200.00
Supplies and Materials	51,047.88						74,620.00	125,667.88
General Supplies	-							-
Student Activities	16,755.21							16,755.21
Total Support Services	1,025,002.24	16,134.80	5,033.10	-	-	-	74,620.00	1,120,790.14
Facilities Acquisition and Constr. Services:								
Construction Services	-							-
Instructional Equipment	27,000.00							27,000.00
Non-Instructional Equipment	58,663.98							58,663.98
Total Facilities Acquisition and Constr. Services	85,663.98	-	-	-	-	-	-	85,663.98
Contribution to Charter Schools	3,065,702.32	254,076.65	5,033.10	15,243.22	20,274.00	77,780.00	74,620.00	3,512,729.29
Total Outflows	3,065,702.32	254,076.65	5,033.10	15,243.22	20,274.00	77,780.00	74,620.00	3,512,729.29
Other Financing Sources (Uses)								
Transfer from Operating Budget - PreK	-							-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	4,944.45	-	-	-	-	-	-	4,944.45
Fund Balance, July 1	69,383.81							69,383.81
Fund Balance, June 30	\$ 74,328.26							\$ 74,328.26

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2023

	Total Brought Forward (Ex. E-1c)	Nonpublic Supplementary Instruction	Nonpublic Exam & Class	Nonpublic Textbooks	Nonpublic Nurse	Preschool Education Aid	Total Carried Forward
REVENUES:							
State Sources	\$ -	15,281.00	21,235.00	23,948.13	30,191.95	1,229,699.63	1,320,355.71
Federal Sources	1,724,760.71	-	-	-	-	-	1,724,760.71
Local Sources	25,530.35	-	-	-	-	-	25,530.35
Total Revenues	1,750,291.06	15,281.00	21,235.00	23,948.13	30,191.95	1,229,699.63	3,070,646.77
EXPENDITURES:							
Instruction:							
Salaries of Teachers	802,172.12	15,281.00	21,235.00	-	-	454,552.41	1,293,240.53
Other Salaries for Instruction	-	-	-	-	30,191.95	108,826.52	108,826.52
Purchased Professional and Technical Services	109,632.48	-	-	-	-	-	139,824.43
Purchased Professional - Educational Services	-	-	-	-	-	-	-
Other Purchased Services (400-500 series)	44,777.70	-	-	-	-	24,383.50	44,777.70
General Supplies	317,643.29	-	-	23,948.13	-	-	342,026.79
Textbooks	-	-	-	-	-	-	23,948.13
Other Objects	2,392.00	-	-	-	-	-	2,392.00
Total Instruction	1,276,617.59	15,281.00	21,235.00	23,948.13	30,191.95	587,762.43	1,955,036.10
Support Services:							
Salaries of Supervisors of Instruction	-	-	-	-	-	5,474.00	5,474.00
Salaries of Program Director	-	-	-	-	-	37,142.82	37,142.82
Salaries of Principals	-	-	-	-	-	17,299.92	17,299.92
Salaries of Other Professional Staff	-	-	-	-	-	51,170.46	51,170.46
Salaries of Secretarial and Clerical Assistants	-	-	-	-	-	86,782.00	176,053.76
Other Salaries	89,271.76	-	-	-	-	23,494.00	23,494.00
Salaries of Community Parent Involvement Spec.	-	-	-	-	-	68,644.00	68,644.00
Salaries of Master Teachers	-	-	-	-	-	341,730.00	341,730.00
Personal Services - Employee Benefits	222,888.11	-	-	-	-	-	-
Purchased Professional and Technical Services	13,102.08	-	-	-	-	-	-
Purchased Professional - Educational Services	-	-	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-	-	-
Cleaning, Repair & Maintenance Svcs.	-	-	-	-	-	-	-
Contr Serv-Trans (Bet. Home & School)	-	-	-	-	-	-	-
Contr Serv-Trans (Field Trips)	-	-	-	-	-	-	-
Travel	-	-	-	-	-	-	-
Miscellaneous Purchased Services	-	-	-	-	-	200.00	200.00
Supplies and Materials	41,047.88	-	-	-	-	10,000.00	51,047.88
General Supplies	-	-	-	-	-	-	-
Student Activities	16,755.21	-	-	-	-	-	16,755.21
Total Support Services	383,065.04	-	-	-	-	641,937.20	1,025,002.24
Facilities Acquisition and Constr. Services:							
Construction Services	-	-	-	-	-	-	-
Instructional Equipment	27,000.00	-	-	-	-	-	27,000.00
Non-Instructional Equipment	58,663.98	-	-	-	-	-	58,663.98
Total Facilities Acquisition and Constr. Services	85,663.98	-	-	-	-	-	85,663.98
Contribution to Charter Schools	-	-	-	-	-	-	-
Total Outflows	1,745,346.61	15,281.00	21,235.00	23,948.13	30,191.95	1,229,699.63	3,065,702.32
Other Financing Sources (Uses)	-	-	-	-	-	-	-
Transfer from Operating Budget - PreK	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	4,944.45	-	-	-	-	-	4,944.45
Fund Balance, July 1	69,383.81	-	-	-	-	-	69,383.81
Fund Balance, June 30	\$ 74,328.26	-	-	-	-	-	74,328.26

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2023

	Total Brought Forward (Ex. E-1d)	ARP IDEA Part B	ARP ESSEER	ESSEER II	ESSEER II Learning Acceleration	ESSEER II Mental Health	Total Carried Forward
REVENUES:							
State Sources	330.00	5,333.08	1,236,839.81	441,532.02	10,218.80	30,507.00	1,724,760.71
Federal Sources	25,530.35						25,530.35
Local Sources							
Total Revenues	25,860.35	5,333.08	1,236,839.81	441,532.02	10,218.80	30,507.00	1,750,291.06
EXPENDITURES:							
Instruction:							
Salaries of Teachers	-		802,172.12				802,172.12
Other Salaries for Instruction	-			85,732.48		23,900.00	109,632.48
Purchased Professional and Technical Services	-						-
Purchased Professional - Educational Services	-			44,777.70			44,777.70
Other Purchased Services (400-500 series)	-		100,620.18	208,534.42		4,658.00	317,643.29
General Supplies	3,830.69						
Textbooks	-						-
Other Objects	-				2,392.00		2,392.00
Total Instruction	3,830.69	-	902,792.30	339,044.60	2,392.00	28,558.00	1,276,617.59
Support Services:							
Salaries of Supervisors of Instruction	-						-
Salaries of Program Director	-						-
Salaries of Principals	-						-
Salaries of Other Professional Staff	-						-
Salaries of Secretarial and Clerical Assistants	-						-
Other Salaries	-		71,788.90	11,874.06	5,608.80		89,271.76
Salaries of Community Parent Involvement Spec.	-						-
Salaries of Master Teachers	-						-
Personal Services - Employee Benefits	-		186,173.70	36,714.41			222,888.11
Purchased Professional and Technical Services	-			3,602.00	2,218.00	1,949.00	13,102.08
Purchased Professional - Educational Services	-						-
Other Purchased Services (400-500 series)	-		5,333.08				-
Cleaning, Repair & Maintenance Svcs.	-						-
Contr Serv-Trans (Bet. Home & School)	-						-
Contr Serv-Trans (Field Trips)	-						-
Travel	-						-
Miscellaneous Purchased Services	-		17,420.93				17,420.93
Supplies and Materials	330.00						
General Supplies	-						-
Student Activities	16,755.21						16,755.21
Total Support Services	17,085.21	5,333.08	275,383.53	75,487.42	7,826.80	1,949.00	383,065.04
Facilities Acquisition and Constr. Services:							
Construction Services	-						-
Instructional Equipment	-		58,663.98	27,000.00			27,000.00
Non-Instructional Equipment	-						58,663.98
Total Facilities Acquisition and Constr. Services	-	-	58,663.98	27,000.00	-	-	85,663.98
Contribution to Charter Schools							
Total Outflows	20,915.90	5,333.08	1,236,839.81	441,532.02	10,218.80	30,507.00	1,745,346.61
Other Financing Sources (Uses)							
Transfer from Operating Budget - PreK	-						-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	4,944.45						4,944.45
Fund Balance, July 1	69,383.81						69,383.81
Fund Balance, June 30	74,328.26						74,328.26

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2023

	ARP Homeless II	Renaissance School	AtlanticCare Healthy Schools Grant	Sustainable NJ Grant	Student Activities	Total Carried Forward
REVENUES:						
State Sources	330.00					330.00
Federal Sources		886.00	1,000.35	1,944.34	21,699.66	25,530.35
Local Sources						
Total Revenues	330.00	886.00	1,000.35	1,944.34	21,699.66	25,860.35
EXPENDITURES:						
Instruction:						
Salaries of Teachers						-
Other Salaries for Instruction						-
Purchased Professional and Technical Services						-
Purchased Professional - Educational Services						-
Other Purchased Services (400-500 series)		886.00	1,000.35	1,944.34		3,830.69
General Supplies						-
Textbooks						-
Other Objects						-
Total Instruction	-	886.00	1,000.35	1,944.34	-	3,830.69
Support Services:						
Salaries of Supervisors of Instruction						-
Salaries of Program Director						-
Salaries of Principals						-
Salaries of Other Professional Staff						-
Salaries of Secretarial and Clerical Assistants						-
Other Salaries						-
Salaries of Community Parent Involvement Spec.						-
Salaries of Master Teachers						-
Personal Services - Employee Benefits						-
Purchased Professional and Technical Services						-
Purchased Professional - Educational Services						-
Other Purchased Services (400-500 series)						-
Cleaning, Repair & Maintenance Svcs.						-
Cont Serv-Trans (Bet. Home & School)						-
Cont Serv-Trans (Field Trips)						-
Travel						-
Miscellaneous Purchased Services	330.00					330.00
Supplies and Materials						-
General Supplies						-
Student Activities					16,755.21	16,755.21
Total Support Services	330.00	-	-	-	16,755.21	17,085.21
Facilities Acquisition and Constr. Services:						
Construction Services						-
Instructional Equipment						-
Non-Instructional Equipment						-
Total Facilities Acquisition and Constr. Services	-	-	-	-	-	-
Contribution to Charter Schools						
Total Outflows	330.00	886.00	1,000.35	1,944.34	16,755.21	20,915.90
Other Financing Sources (Uses)						
Transfer from Operating Budget - PreK						-
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	4,944.45	4,944.45
Fund Balance, July 1						69,383.81
Fund Balance, June 30						74,328.26
\$	-	-	-	-	74,328.26	74,328.26

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

<u>District-Wide Total</u>	<u>Total</u>		
	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 505,755.00	454,552.41	51,202.59
Other Salaries for Instruction	185,954.00	108,826.52	77,127.48
Purchased Professional - Educational Services	6,000.00	-	6,000.00
General Supplies	38,090.96	24,383.50	13,707.46
Total Instruction	<u>735,799.96</u>	<u>587,762.43</u>	<u>148,037.53</u>
Support Services:			
Salaries of Supervisors of Instruction	-	-	-
Salaries of Program Director	5,909.04	5,474.00	435.04
Salaries of Principals	37,252.00	37,142.82	109.18
Salaries of Other Professional Staff	17,300.00	17,299.92	0.08
Salaries of Secretarial and Clerical Assistants	51,341.00	51,170.46	170.54
Other Salaries	86,782.00	86,782.00	-
Salaries of Community Parent Involvement Spec.	23,494.00	23,494.00	-
Salaries of Master Teachers	68,644.00	68,644.00	-
Personal Services - Employee Benefits	341,730.00	341,730.00	-
Cleaning, Repair & Maintenance Svcs.	-	-	-
Contr Serv-Trans (Bet. Home & School)	-	-	-
Miscellaneous Purchased Services	1,828.00	200.00	1,628.00
Supplies and Materials	10,000.00	10,000.00	-
Total Support Services	<u>644,280.04</u>	<u>641,937.20</u>	<u>2,342.84</u>
Facilities Acquisition and Constr. Services:			
Non-Instructional Equipment	17,738.00	-	17,738.00
Total Facilities Acquisition and Constr. Services	<u>17,738.00</u>	<u>-</u>	<u>17,738.00</u>
Total Expenditures	<u>\$ 1,397,818.00</u>	<u>1,229,699.63</u>	<u>168,118.37</u>

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2022-23 Preschool Education Aid Allocation	1,241,540.00
Add: Actual ECPA/PEA Carryover (June 30, 2022)	557,743.30
Add: Budgeted Transfer from the General Fund 2022-23	-
Total Preschool Education Aid Funds Available for 2022-23 Budget	<u>1,799,283.30</u>
Less: 2022-23 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	<u>(1,397,818.00)</u>
Available & Unbudgeted Preschool Education Aid Funds as June 30, 2023	<u>401,465.30</u>
Add: June 30, 2023 Unexpended Preschool Education Aid	168,118.37
2022-23 Carryover – Preschool Education Aid/Preschool	<u>569,583.67</u>
2022-23 Preschool Education Aid Carryover Budgeted in 2023-24	<u>411,465.00</u>

CAPITAL PROJECTS FUND DETAIL STATEMENTS

The capital projects fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

CITY OF SOMERS POINT SCHOOL DISTRICT
Capital Projects Funds
Summary Schedule of Project Revenues, Expenditures, and
Changes in Fund Balance - Budgetary Basis
For the Year Ended June 30, 2023

Revenues and Other Financing Sources:

Miscellaneous	\$ 282.13
Total Revenues	282.13

Expenditures and Other Financing Uses:

Other Purchased Professional and Technical Services	-
Construction Services	-
Legal Services	-
Architectural/Engineering Services	-
Other Objects	-
Total Expenditures	-

Excess (deficiency) of revenues over (under) expenditures	282.13
---	--------

Other Financing Sources (Uses):

Transfer Out to the Debt Service Fund	(282.13)
---------------------------------------	----------

Total Other Financing Sources (Uses)	(282.13)
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Excess (Deficiency) of revenues and other financing sources sources over (under) expenditures and other financing sources (uses)	-
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Fund Balance - July 1	-
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Fund Balance - June 30	\$ -
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LONG-TERM DEBT SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balance of the general long-term liabilities of the school district. This includes serial bonds outstanding, the outstanding principal balance on capital leases.

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of General Serial Bonds
As of June 30, 2023

Improvement Description	Date of Issue	Amount of Original Issue	Maturities of Bonds				Balance June 30, 2022	Increased	Decreased	Balance June 30, 2023
			Date	Outstanding June 30, 2023	Amount	Interest Rate				
Renovations Project	2/15/2011	\$ 3,443,000	2/15/2024	\$ 290,000	4.000%	\$ 1,138,000.00		275,000.00	863,000.00	
			2/15/2025	300,000	4.000%					
			2/15/2026	273,000	4.000%					
Renovations Project	12/13/2016	9,235,000	12/1/2023	425,000	3.000%	7,735,000.00		420,000.00	7,315,000.00	
			12/1/2024	425,000	3.000%					
			12/1/2025	425,000	3.000%					
			12/1/2026	540,000	3.000%					
			12/1/2027	550,000	3.000%					
			12/1/2028	550,000	3.000%					
			12/1/2029	550,000	3.000%					
			12/1/2030	550,000	3.000%					
			12/1/2031	550,000	3.000%					
			12/1/2032	550,000	3.100%					
			12/1/2033	550,000	3.200%					
			12/1/2034	550,000	3.250%					
12/1/2035	550,000	3.300%								
12/1/2036	550,000	3.500%								
						\$ 8,873,000.00	-	695,000.00	8,178,000.00	

CITY OF SOMERS POINT SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 742,829.00		742,829.00	742,829.00	-
Total - Local Sources	742,829.00	-	742,829.00	742,829.00	-
State Sources:					
Debt Service Aid Type II	222,080.00		222,080.00	222,080.00	-
Total - State Sources	222,080.00	-	222,080.00	222,080.00	-
Total Revenues	964,909.00	-	964,909.00	964,909.00	-
EXPENDITURES:					
Regular Debt Service:					
Interest on Bonds	266,020.00	12,675.00	278,695.00	278,695.00	-
Redemption of Principal	700,000.00	(5,000.00)	695,000.00	695,000.00	-
Total Regular Debt Service	966,020.00	7,675.00	973,695.00	973,695.00	-
Total Expenditures	966,020.00	7,675.00	973,695.00	973,695.00	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,111.00)	(7,675.00)	(8,786.00)	(8,786.00)	-
Other Financing Sources(Uses):					
Operating Transfers In:					
Transfer from Capital Projects	-		-	282.13	282.13
Excess (Deficiency) of Revenues and Other Financing Sources Over(Under) Expenditures	(1,111.00)	(7,675.00)	(8,786.00)	(8,503.87)	282.13
Fund Balance, July 1	30,352.09	7,675.00	38,027.09	30,352.09	(7,675.00)
Fund Balance, June 30	\$ 29,241.09	-	29,241.09	21,848.22	(7,392.87)

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of Obligations Under Subscription-Based Information Technology Arrangements
As of June 30, 2023

Description	Amount of Original Issue	Balance June 30, 2022	Issued Current Year	Retired Current Year	Balance June 30, 2023
Xtel Phone Services	\$ 61,954.80	\$ -	47,498.68	12,390.96	35,107.72
	\$	-	<u>47,498.68</u>	<u>12,390.96</u>	<u>35,107.72</u>

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Statistical Section

CITY OF SOMERS POINT SCHOOL DISTRICT
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

	2014 *	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities										
Invested in capital assets, net of related debt	\$ 7,654,586	7,581,123	7,484,476	679,113	4,512,199	6,770,837	6,684,566	8,301,238	9,032,500	9,398,156
Restricted	271,089	1,221,297	1,335,356	1,465,870	1,341,622	1,490,675	2,336,525	4,238,239	3,515,839	4,520,603
Unrestricted	(2,592,045)	(4,038,226)	(4,461,585)	1,578,587	(2,695,482)	(4,042,963)	(4,585,876)	(4,656,342)	(3,949,400)	(3,055,202)
Total governmental activities net position	5,333,627	4,764,194	4,356,248	3,723,570	3,155,339	4,218,549	4,431,214	7,883,134	8,598,939	10,863,557
Business-type activities										
Invested in capital assets, net of related debt		49,770	45,003	41,567	38,130	34,694	31,257	27,821	145,850	137,308
Restricted	16	31,280	61,370	61,357	48,443	24,844	26,075	182,665	188,806	233,968
Unrestricted	16	81,050	106,374	102,924	86,574	59,538	57,332	210,505	334,656	371,276
Total business-type activities net position										
District-wide										
Invested in capital assets, net of related debt	\$ 7,654,586	7,630,893	7,529,480	720,680	4,550,329	6,805,531	6,715,823	8,329,058	9,178,350	9,535,464
Restricted	271,089	1,221,297	1,335,356	1,465,870	1,341,622	1,490,675	2,336,525	4,238,239	3,515,839	4,520,603
Unrestricted	(2,592,032)	(4,006,946)	(4,400,215)	1,639,944	(2,650,039)	(4,018,119)	(4,563,801)	(4,473,658)	(3,760,594)	(2,821,233)
Total district net position	5,333,643	4,845,244	4,464,621	3,826,494	3,241,913	4,278,087	4,488,346	8,093,640	8,933,595	11,234,833

* as restated

Source: ACFR Schedule A-1

CITY OF SOMERS POINT SCHOOL DISTRICT
Changes in Net Position,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental activities:										
Instruction:										
Regular	7,080,991	8,270,608	8,452,784	9,189,237	9,263,126	8,748,776	7,966,843	9,837,412	7,763,253	6,627,238
Special education	3,296,418	3,966,027	4,316,931	4,746,136	5,608,193	4,823,343	4,598,509	4,966,737	5,147,493	5,334,530
Other special instruction	385,511	447,895	573,695	660,415	753,213	990,338	750,844	601,231	653,402	561,025
Support Services:										
Tuition	428,506	504,975	354,871	348,844	285,218	263,816	211,509	181,592	174,624	399,800
Student & instruction related services	2,501,100	3,065,494	3,454,182	3,664,563	4,178,232	4,306,996	4,133,515	4,718,027	5,091,308	4,101,554
General administrative services	759,152	805,478	836,546	928,691	984,410	514,119	936,003	858,619	849,995	670,404
School administrative services	417,584	407,635	461,274	477,700	531,410	1,016,645	505,930	581,594	618,364	530,125
Central services	392,303	486,724	534,663	549,162	555,136	592,875	654,820	609,992	561,564	592,799
Plant operations and maintenance	1,593,943	1,772,395	1,987,073	1,990,805	2,195,264	406,950	2,466,805	460,119	2,231,472	545,556
Pupil transportation	511,432	539,849	428,569	459,261	451,555	556,965	327,566	260,237	431,895	958,765
Food Service	31,193									
Charter Schools		25,857	39,717	25,417	71,284	21,993	33,621	72,584	54,774	36,528
Interest on long-term debt	142,486	133,231	121,692	371,958	383,956	247,076	338,995	319,116	297,449	274,111
Unallocated depreciation										
Total governmental activities expenses	17,540,619	20,449,188	21,563,987	23,412,189	25,260,997	22,509,892	22,924,960	23,467,259	23,885,592	20,632,435
Business-type activities:										
Food Service	179,627	300,689	429,714	489,358	443,863	431,000	343,257	355,769	507,724	478,552
Community Education Recreation Program	179,627	174,237	166,005	153,254	186,770	199,163	221,332	-	-	-
Total business-type activities expenses	179,627	564,976	595,719	672,611	630,641	630,163	564,589	355,769	507,724	478,552
Total district expenses	17,720,246	21,014,144	22,159,717	24,084,800	25,891,638	23,140,055	23,489,549	23,823,028	24,393,317	21,110,987
Program Revenues										
Governmental activities:										
Charges for services	82,948	82,414	139,241	73,054	144,153	211,910	310,151	309,259	327,266	311,708
Operating grants and contributions	2,791,752	4,854,143	5,590,479	7,050,942	8,473,628	6,594,092	6,356,975	6,733,847	4,798,761	2,271,265
Capital grants and contributions										
Total governmental activities program revenues	2,874,700	4,936,557	5,729,721	7,123,995	8,617,781	6,806,002	6,667,126	7,043,106	5,126,027	2,582,973
Business-type activities:										
Charges for services:										
Food Service		57,311	46,036	63,539	41,144	24,553	27,040	10	1,260	36,086
Community Education Recreation Program	174,058	178,916	177,734	173,337	168,208	200,263	225,257	970	630,226	476,768
Operating grants and contributions		395,411	398,394	394,192	404,811	378,184	294,263	517,353		
Capital grants and contributions										
Total business-type activities program revenue	174,058	631,638	622,163	631,067	614,162	603,001	546,560	518,332	631,486	512,854
Total district program revenue	3,048,758	5,568,195	6,351,884	7,755,063	9,231,943	7,409,002	7,213,686	7,561,439	5,757,513	3,095,826

CITY OF SOMERS POINT SCHOOL DISTRICT
Changes in Net Position,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Net (Expense)/Revenue										
Governmental activities	(14,665,919)	(15,512,611)	(15,834,277)	(16,288,193)	(16,643,216)	(15,703,890)	(16,257,835)	(16,424,153)	(18,759,565)	(18,049,462)
Business-type activities	(5,569)	66,662	26,444	(41,544)	(16,480)	(27,163)	(18,029)	162,563	123,762	34,301
Total district-wide net expense	(14,671,488)	(15,445,949)	(15,807,833)	(16,329,737)	(16,659,695)	(15,731,053)	(16,275,864)	(16,261,590)	(18,635,804)	(18,015,161)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes, net	8,711,622	8,949,548	9,383,122	9,613,369	9,793,339	9,989,206	10,188,990	10,392,770	10,392,770	10,392,770
Taxes levied for debt service	268,892	299,067	369,202	458,543	732,346	769,122	750,316	752,495	752,184	742,829
Unrestricted grants and contributions	5,729,528	5,681,557	5,681,344	5,663,917	5,651,338	5,946,647	5,462,044	8,421,958	8,471,075	9,119,487
Investment earnings	268	1,724	3,046	10,873	42,776	30,252	90,750	77,879	30,232	202,372
Miscellaneous income	21,707	11,282	2,621	1,868	-	-	(15,439)	9,604	-	-
Transfers	-	-	-	(56,981)	61	-	-	-	(3,000)	-
Prior Year Receivables Cancelled	-	-	-	(37,988)	(144,946)	-	(5,777)	-	(167,503)	(139,887)
Prior Year Payable	-	-	(11,004)	-	-	-	-	-	-	-
Loss on Disposal of Assets	-	-	-	-	-	-	-	-	-	-
Special Item - NonCash Equipment	-	-	-	-	-	-	-	-	-	-
Total governmental activities	14,752,017	14,943,178	15,428,331	15,653,622	16,075,114	16,767,228	16,470,883	19,654,507	19,475,758	20,317,571
Business-type activities:										
Transfers	-	14,372	(1,120)	37,988	-	-	15,439	(9,604)	-	(1,171)
Special Item - NonCash Equipment	-	-	-	-	-	-	-	-	-	-
Loss on Disposal of Assets	-	-	(1,120)	37,988	-	-	15,439	(9,604)	-	(1,171)
Prior Year Payable	-	14,372	(1,120)	37,988	-	-	15,439	(9,604)	-	(1,171)
Total business-type activities	-	14,372	(1,120)	37,988	-	-	15,439	(9,604)	-	(1,171)
Total district-wide	14,752,017	14,957,550	15,427,211	15,691,610	16,075,114	16,767,228	16,486,323	19,644,902	19,475,758	20,316,400
Changes in Net Position	86,098	(569,433)	(405,946)	(634,571)	(568,102)	1,063,337	213,049	3,230,354	716,193	2,268,109
Governmental activities	(5,569)	81,034	25,324	(3,556)	(16,480)	(27,163)	(2,589)	152,959	123,762	33,130
Business-type activities	80,529	(488,399)	(380,622)	(638,128)	(584,581)	1,036,175	210,459	3,363,313	839,955	2,301,239
Total district	86,098	(569,433)	(405,946)	(634,571)	(568,102)	1,063,337	213,049	3,230,354	716,193	2,268,109
Business-type activities	(5,569)	81,034	25,324	(3,556)	(16,480)	(27,163)	(2,589)	152,959	123,762	33,130
Total district	80,529	(488,399)	(380,622)	(638,128)	(584,581)	1,036,175	210,459	3,363,313	839,955	2,301,239

Source: ACFR Schedule A-2

CITY OF SOMERS POINT SCHOOL DISTRICT
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Exhibit J-3

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Restricted	1,132,183	987,797	1,051,756	1,182,270	1,058,022	816,857	784,844	1,007,079	1,025,687	1,565,893
Committed	205,100	183,600	183,600	283,600	283,600	668,609	1,529,028	1,853,450	1,928,450	830,921
Assigned	50,000	49,900	100,000	-	-	111,009	544,493	593,106	461,966	2,027,613
Unassigned	63,047	(126,447)	(161,514)	(93,237)	(28,116)	27,245	(66,752)	155,745	532,182	862,725
Reserved										
Unreserved										
Total general fund	1,450,330	1,094,850	1,173,842	1,372,633	1,313,506	1,623,720	2,791,613	3,609,380	3,948,285	5,287,151
All Other Governmental Funds										
Restricted										
Capital Projects Fund	267,947	96,870	12	7,304,308	722,373	305,821	149,573	4,818	-	-
Debt Service Fund	3,142	5,823	5,878	7,323	12,984	9,617	8,875	6,108	30,352	21,848
Student Activities								75,139	69,384	74,328
Committed										
Assigned										
Unassigned	(30,256)	(30,654)	(30,259)	(23,488)	1,625,534	490,746	13,550	24,727	(178,130)	-
Reserved					(26,673)	(23,842)	(70,364)	(113,798)		(124,154)
Unreserved, reported in:										
Special revenue fund										
Capital projects fund										
Debt service fund										
Permanent fund										
Total all other governmental funds	240,833	72,039	(24,370)	7,288,144	2,334,218	782,342	101,634	(3,006)	(78,394)	(27,976)

Source: ACFR Schedule B-1

CITY OF SOMERS POINT SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

Exhibit J-4

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Tax Levy	9,000,514	9,248,615	9,752,324	10,071,912	10,525,685	10,788,328	10,939,306	11,145,265	11,144,954	11,135,599
Tuition charges	82,948	82,414	139,241	73,054	5,000	24,702	83,311	82,462	95,428	59,210
Other Tuition				10,767	9,379	7,531	30,311	30,311	23,870	8,718
Interest earnings	268	1,724	3,046							8,855
Other Restricted Miscellaneous Revenues				1,888	33,329	22,595	60,055	1,065	350	76,919
Miscellaneous Revenue from Local Sources	21,707	11,282	2,621	8,311,814	8,741,662	9,279,574	9,773,334	12,822	12,822	134,808
State sources	7,590,786	7,791,431	7,967,263	869,206	945,406	947,391	1,008,871	1,432,445	1,407,258	11,436,254
Federal sources	930,494	1,005,453	925,458	19,338,640	20,280,462	21,070,121	21,895,188	23,360,218	1,576,349	2,133,648
Total revenue	17,626,717	18,140,919	18,789,953	21,057,368	25,273,514	22,311,782	21,392,564	22,093,872	24,779,119	24,994,011
Expenditures										
Instruction:										
Regular instruction	4,884,301	5,150,780	4,829,866	4,959,099	4,786,254	4,679,002	4,583,424	5,061,858	4,579,210	4,223,345
Special education instruction	2,238,596	2,492,599	2,508,340	2,614,097	2,939,729	2,623,887	2,762,316	2,852,134	3,264,472	3,632,938
Other special education instruction	260,998	274,544	324,498	350,231	377,663	515,426	423,756	299,285	364,020	344,028
Support Services:										
Tuition	428,506	504,975	354,871	348,844	285,218	253,816	211,509	181,592	174,624	399,800
Student & instruction related services	1,840,504	1,971,361	2,071,638	2,049,124	2,275,437	2,471,137	2,585,199	2,649,465	3,386,002	2,832,945
General administrative services	317,565	313,859	314,968	313,594	359,864	341,047	366,581	410,500	515,879	412,931
School administrative services	513,662	551,423	512,709	544,723	548,767	572,379	570,338	504,931	504,931	414,065
Central services	276,740	348,008	334,059	334,167	326,415	343,502	409,967	358,369	359,808	392,104
Plant operations and maintenance	1,301,411	1,395,058	1,421,562	1,313,146	1,305,803	1,430,121	1,437,057	1,540,349	1,468,848	1,435,349
Pupil transportation	491,418	511,604	399,667	442,283	435,470	495,517	309,116	245,024	429,895	468,740
Food Service Program	31,193									
Unallocated employee benefits	4,387,630	4,546,229	5,170,087	5,237,358	5,693,678	5,952,540	6,030,341	6,692,044	7,866,363	7,865,573
Charter schools	-	25,857	39,717	25,417	71,284	21,993	33,621	72,584	54,774	36,528
Capital outlay	163,463	270,796	59,305	2,060,941	4,996,356	1,617,840	686,444	270,467	828,473	172,687
Debt service:										
Principal	320,000	330,000	340,000	350,000	360,000	628,000	640,000	660,000	680,000	695,000
Interest and other charges	146,863	137,523	126,083	114,343	511,576	365,575	342,895	323,170	301,820	278,695
Total Expenditures	17,602,850	18,824,616	18,807,369	21,057,368	25,273,514	22,311,782	21,392,564	22,093,872	24,779,119	23,604,728
Excess (Deficiency) of revenues over (under) expenditures	23,867	(683,697)	(17,416)	(1,718,728)	(5,013,053)	(1,241,661)	502,624	1,266,346	(518,088)	1,389,283
Other Financing Sources (Uses)										
Transfers in	233,408	234,348	96,935	109,678	91,579	3,878	4,987	1,111	29,241	282
Transfers out	(233,408)	(234,348)	(96,935)	(109,678)	(91,579)	(3,878)	(20,436)	8,493	(29,241)	(282)
Capital Leases (non-budgeted)		159,423		90,000						
Canceled accounts receivable				(56,981)		9,604			(3,000)	
Bond proceeds				9,235,000						
Prior Year Payable				(37,988)						
Total other financing sources (uses)	-	159,423	-	9,230,032	-	9,604	(15,439)	9,604	(3,000)	-
Net change in fund balances	23,867	(524,274)	(17,416)	7,511,304	(5,013,053)	(1,232,057)	487,184	1,275,950	(521,088)	1,389,283
Debt service as a percentage of noncapital expenditures	2.68%	2.52%	2.49%	2.44%	4.30%	4.80%	4.75%	4.51%	4.10%	4.16%

Source: ACFR Schedule B-2

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund Other Local Revenue by Source,
Last Ten Fiscal Years
 Unaudited

Fiscal Year Ended June 30,	Interest on		Tuition Revenue	Miscellaneous	Totals
	Investments				
2014	245.00		82,948.00	21,707.00	104,900.00
2015	1,664.00		82,414.00	11,282.00	95,360.00
2016	3,521.26		139,241.49	2,620.72	145,383.47
2017	10,766.57		73,053.78	1,888.45	85,708.80
2018	3,652.60		7,718.99	2,837.63	14,209.22
2019	7,340.38		-	11,616.68	18,957.06
2020	30,311.20		9,741.99	439.28	40,492.47
2021	23,870.45			39,739.78	63,610.23
2022	8,854.75			16,137.94	24,992.69
2023	80,342.98			112,776.28	193,119.26

Source: District Records

CITY OF SOMERS POINT SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years

Exhibit J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Total District School Tax Rate	Estimated County Equalized Value
* 2014	11,663,100	814,795,100	290,337,600		71,576,000	1,188,371,800	-	1,188,371,800	0.769	1,180,523,189
2015	10,206,200	808,079,300	288,177,000		71,576,000	1,178,038,500	-	1,178,038,500	0.827	1,169,275,027
2016	10,385,800	804,520,400	285,895,900		71,576,000	1,172,378,100	-	1,172,378,100	0.824	1,124,475,446
2017	9,882,200	802,639,800	274,773,700	7,149,800	71,576,000	1,166,021,500	-	1,166,021,500	0.883	1,120,420,390
2018	10,101,700	797,852,527	269,263,200	7,029,800	62,615,000	1,146,862,227	-	1,146,862,227	0.930	1,104,676,623
2019	8,877,800	790,348,300	270,065,800	7,029,800	62,551,500	1,138,873,200	-	1,138,873,200	0.954	1,129,168,620
2020	9,133,500	789,045,100	265,904,800	6,946,900	61,551,500	1,132,581,800	-	1,132,581,800	0.974	1,141,669,878
2021	9,045,500	790,952,200	259,564,200	6,946,900	64,394,833	1,130,903,633	100	1,130,903,733	0.985	1,160,209,541
2022	9,142,500	793,488,100	259,734,700	7,279,200	64,959,333	1,134,603,833	100	1,134,603,933	0.982	1,268,997,107
2023	9,840,000	792,342,400	260,307,800	7,279,200	76,633,000	1,146,402,400	100	1,146,402,500	0.980	1,470,611,068

* Revalued

Source: County Abstract of Ratables & Municipal Tax Assessor

CITY OF SOMERS POINT SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(rate per \$100 of assessed value)

Exhibit J-7

Fiscal Year Ended June 30,	CITY OF SOMERS POINT SCHOOL DISTRICT				Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	County General	County Open Space	County Other	Regional School	Municipal Local Purpose	
2014	0.744	0.025	0.769	0.396	0.005	0.070	0.622	0.839	2.701
2015	0.802	0.025	0.827	0.447	0.002	0.042	0.595	0.881	2.794
2016	0.793	0.031	0.824	0.444	0.002	0.053	0.594	0.906	2.823
2017	0.844	0.039	0.883	0.477	0.002	0.054	0.619	0.922	2.957
2018	0.866	0.064	0.930	0.478	0.001	0.051	0.640	0.967	3.067
2019	0.884	0.070	0.954	0.473	0.002	0.058	0.657	0.989	3.133
2020	0.908	0.066	0.974	0.478	0.002	0.059	0.703	1.008	3.224
2021	0.918	0.067	0.985	0.487	0.005	0.063	0.743	1.008	3.291
2022	0.916	0.066	0.982	0.517	0.006	0.062	0.749	1.025	3.341
2023	0.915	0.065	0.980	0.565	0.007	0.066	0.743	1.109	3.470

* Revalued

Source: District Records and Municipal Tax Collector

CITY OF SOMERS POINT SCHOOL DISTRICT
Principal Property Tax Payers,
Current Year and Nine Years Ago

Exhibit J-8

West America, LTD

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Village Plaza, LLC	\$ 24,080,000	1	2.10%	\$ 11,900,000	1	1.74%
Sea Aire Apartments, LLC	20,160,000	2	1.76%	9,005,000	2	1.32%
Related Somers Point, LLC	15,000,000	3	1.31%			
West America, LTD	10,272,000	4	0.90%	5,792,500	4	0.85%
American Stores Realty Co, LLC	9,300,000	5	0.81%	5,194,800	6	0.76%
MP R.E. Fund %Management Office	8,833,000	6	0.77%			
Ocean Heights Manor, LLC	8,660,100	7	0.76%			
Harbour Cove	8,627,000	8	0.75%	3,743,200	10	0.55%
Somers Point, LLC	7,884,000	9	0.69%			
Avia NJ Mays Landing, LLC	7,700,000	10	0.67%			
IDA Kmart Sears				6,618,400	3	0.97%
WWW Associates				5,667,300	5	0.83%
Est. of P Kiejdan-Marital Trust				4,523,000	7	0.66%
EQI Financial Partners, LP				4,430,000	8	0.65%
Somers Point Apartments, LLC				4,251,300	9	0.62%
Totals	\$ 120,516,100		10.51%	\$ 61,125,500		8.95%
			District Assessed Value			\$ 683,027,574

Source: District ACFR & Municipal Tax Assessor

**CITY OF SOMERS POINT SCHOOL DISTRICT
Property Tax Levies and Collections,
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
	Amount	Amount	Percentage of Levy	
2014	9,000,514.00	9,000,514.00	100%	-
2015	9,248,615.00	9,248,615.00	100%	-
2016	9,752,324.00	9,752,324.00	100%	-
2017	10,071,912.00	10,071,912.00	100%	-
2018	10,525,685.00	10,525,685.00	100%	-
2019	10,788,328.00	10,788,328.00	100%	-
2020	10,939,306.00	10,939,306.00	100%	-
2021	11,145,265.00	11,145,265.00	100%	-
2022	11,144,954.00	11,144,954.00	100%	-
2023	11,135,599.00	11,135,599.00	100%	-

Source: District records including the Certificate and Report of School Taxes (A-4F form)

CITY OF SOMERS POINT SCHOOL DISTRICT
Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years

Exhibit J-10

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Total District	Percentage of Personal Income	Per Capita Personal Income
	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANS)	Capital Leases				
2014	3,626,000		45,427			3,671,427	1.18%	43,171	
2015	3,296,000		119,423			3,415,423	1.28%	43,874	
2016	2,956,000		90,556			3,046,556	1.47%	44,735	
2017	11,841,000		119,986			11,960,986	0.39%	46,304	
2018	11,481,000		60,948			11,541,948	0.42%	48,110	
2019	10,853,000		-			10,853,000	0.47%	51,247	
2020	10,213,000		-			10,213,000	0.55%	55,802	
2021	9,553,000		-			9,553,000	0.61%	58,310	
2022	8,873,000		-			8,873,000	0.66%	58,310	
2023	8,178,000		-			8,178,000	0.71%	58,310	

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding,
Last Ten Fiscal Years

Exhibit J-11

Fiscal Year Ended June 30,	Governmental Activities			Percentage of Actual Taxable Value of Property	Per Capita Personal Income
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2014	3,626,000	-	3,626,000	0.31%	43,171
2015	3,296,000	-	3,296,000	0.28%	43,874
2016	2,956,000	-	2,956,000	0.25%	44,735
2017	11,841,000	-	11,841,000	1.02%	46,304
2018	11,481,000	-	11,481,000	1.00%	48,110
2019	10,853,000	-	10,853,000	0.95%	51,247
2020	10,213,000	-	10,213,000	0.90%	55,802
2021	9,553,000	-	9,553,000	0.84%	58,310
2022	8,873,000	-	8,873,000	0.78%	58,310
2023	8,178,000	-	8,178,000	0.71%	58,310

CITY OF SOMERS POINT SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt,
As of December 31, 2022

Exhibit J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
City of Somers Point	\$ 17,459,387	100.00%	\$ 17,459,387
Other Debt			
Mainland Regional High School District	23,405,000	40.41%	9,457,966
County of Atlantic	215,921,221	3.62%	7,820,715
Subtotal, Overlapping Debt			34,738,068
City of Somers Point School District Direct Debt			<u>8,178,000</u>
Total Direct and Overlapping Debt			<u>\$ 42,916,068</u>

Sources:
 County of Atlantic
 Mainland Regional High School District
 Annual Debt Statement - City of Somers Point

CITY OF SOMERS POINT SCHOOL DISTRICT
 Legal Debt Margin Information,
 Last Ten Fiscal Years

Exhibit J-13

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt limit	37,566,756	36,317,722	34,788,181	34,417,011	33,856,323	33,793,921	34,003,185.99	34,392,613	35,670,752	38,744,310
Total net debt applicable to limit	3,626,000	3,296,000	2,956,000	11,841,000	11,481,000	10,853,000	10,213,000.00	9,553,000	8,873,000	8,178,000
Legal debt margin	33,940,756	33,021,722	31,832,181	22,576,011	22,375,323	22,940,921	23,790,186	24,839,613	26,797,752	30,566,310
Total net debt applicable to the limit as a percentage of debt limit	9.65%	9.08%	8.50%	34.40%	33.91%	32.12%	30.04%	27.78%	24.87%	21.11%

Equalized valuation basis	
2022	\$ 1,452,757,789
2021	1,262,310,116
2020	1,159,363,087
	<u>\$ 3,874,430,992</u>

Average equalized valuation of taxable property	
	\$ 1,291,476,997
Debt limit (3% of average)	
Net bonded school debt	38,744,310
Legal debt margin	<u>8,178,000</u>
	<u>\$ 30,566,310</u>

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Demographic and Economic Statistics,
Last Ten Fiscal Years

Exhibit J-14

<u>Fiscal Year Ended June 30,</u>	<u>Population (a)</u>	<u>Personal Income (thousands of dollars) (b)</u>	<u>Per Capita Personal Income (c)</u>	<u>Unemployment Rate</u>
2014	10,653	459,900,663	43,171	10.7%
2015	10,530	461,993,220	43,874	9.0%
2016	10,399	465,199,265	44,735	7.6%
2017	10,304	477,116,416	46,304	7.3%
2018	10,229	492,117,190	48,110	5.9%
2019	10,173	521,335,731	51,247	5.0%
2020	10,153	566,557,706	55,802	16.4%
2021	10,455	609,631,050	58,310	9.0%
2022	10,495	611,963,450	58,310	5.4%
2023	10,495	611,963,450	58,310	Not Available

Source:

- (a) U.S. Bureau of Census - Population Estimates
- (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 2020 Census published by the US Bureau of Census

CITY OF SOMERS POINT SCHOOL DISTRICT
Principal Employers,
Current Year and Ten Years Ago

Exhibit J-15

Employer	2023			2014		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
INFORMATION NOT AVAILABLE						
		1				
		2				
		3				
		4				
		5				
		6				
		7				
		8				
		9				
		10				
Totals	-			-		Not Available

CITY OF SOMERS POINT SCHOOL DISTRICT
 Full-Time Equivalent District Employees by Function/Program,
 Last Ten Fiscal Years

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Instruction:										
Regular instruction	92	96	96	96	89	91	91	89	83	89
Special education instruction	25	32	32	32	25	30	31	27	39	27
Support Services:										
Student & instruction related services	31	23	23	23	28	27	27	26	21	25
General administrative services	2	2	2	2	2	2	2	2	2	2
School administrative services	8	9	9	9	14	14	9	9	9	9
Business administrative services	4	4	4	4	4	4	4	4	4	4
Plant operations and maintenance	12	16	16	14	12	12	13	13	13	11
Puppl transportation			4	4	-					
Total	174	182	186	184	174	180	177	170	171	167

Source: District Personnel Records

CITY OF SOMERS POINT SCHOOL DISTRICT
 Operating Statistics,
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost per Pupil	% Change	Teaching Staff	Pupil/Teacher Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School	High School				
2014	1,038	16,972,524	16,351	2.19%	113	1:11	1:8	1,096	1,059	1.48%	96.62%	
2015	984	18,060,440	18,354	12.25%	113	1:11	1:8	1,003	954	-8.49%	95.11%	
2016	963	18,242,265	18,943	3.21%	114	1:11	1:5	972	923	-3.09%	94.96%	
2017	942	18,506,667	19,646	3.71%	116	1:9	1:9	951	906	-2.16%	95.27%	
2018	924	19,334,298	20,925	6.51%	112	1:7	1:10	921	874	-3.15%	94.90%	
2019	884	19,678,374	22,261	6.39%	101	1:14	1:13	884	835	-4.02%	94.46%	
2020	853	19,689,604	23,083	3.69%	102	1:8.2	1:8.1	865	797	-2.15%	92.14%	
2021	806	20,767,651	25,766	11.63%	101	1:8	1:7	797	710	-7.86%	89.08%	
2022	790	22,421,818	28,382	10.15%	103	1:9	1:7	776	694	-2.63%	89.43%	
2023	764	18,235,001	23,868	-15.91%	101	1:7	1:8	751	597	-3.22%	79.49%	

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

CITY OF SOMERS POINT SCHOOL DISTRICT
School Building Information,
Last Ten Fiscal Years

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<u>District Buildings</u>										
<u>Elementary</u>										
New York Avenue School										
Square Feet	13,841	13,841	13,841	13,841	10,000	10,000	10,000	10,000	10,000	10,000
Capacity (students)	150	150	150	150	150	150	150	150	150	150
Enrollment	79	72	74	70	72	72	74	56	68	-
Daves Avenue School										
Square Feet	54,525	54,525	54,525	54,525	64,546	64,546	64,546	64,546	64,546	64,546
Capacity (students)	500	500	500	500	500	500	500	500	500	500
Enrollment	403	354	354	333	337	386	337	332	303	376
<u>Elementary/Middle School</u>										
Jordan Road School										
Square Feet	83,592	83,592	83,592	83,592	90,397	90,397	90,397	90,397	90,397	90,397
Capacity (students)	950	950	950	950	950	950	950	950	950	950
Enrollment	556	558	535	539	515	426	442	418	419	388

Number of Schools at June 30, 2023
 Elementary - 2
 Middle - 1

Source: District Records, ASSA, SRS, LRFP

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Schedule of Required Maintenance for School Facilities,
Last Ten Fiscal Years
(Unaudited)

Undistributed Expenditures - Required Maintenance for School Facilities

School Facilities	Project # (s)	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
New York Avenue School	N/A	84,400	68,270	85,900	83,667	28,110	28,683	91,543	103,510	32,177	27,510
Dawes Avenue School	N/A	121,824	138,951	150,834	104,004	96,733	140,591	154,444	201,705	142,444	122,075
Jordan Road School	N/A	127,052	144,482	161,728	101,858	131,216	137,973	268,104	282,651	228,553	219,429
Total School Facilities		333,276	351,703	398,462	289,529	256,059	307,247	514,091	587,866	403,174	369,014
Other Facilities											
Grand Total		333,276	351,703	398,462	289,529	256,059	307,247	514,091	587,866	403,174	369,014

Source: District Records

CITY OF SOMERS POINT SCHOOL DISTRICT
Insurance Schedule
For the Fiscal Year Ended June 30, 2023
(Unaudited)

Exhibit J-20

Company	Type of Coverage	Amount of Coverage	Deductible
ACCASBOJIF	School Package Policy - ACCASBOJIF:		
	Property, Inland Marine and Auto and		
	Physical Damages	\$ 175,000,000	\$ 500
	Boiler and Machinery	125,000,000	1,000
	Crime	500,000	500
	General and Automobile Liability	20,000,000	None
	Workers' Compensation	Statutory	None
	Educator's Legal Liability	20,000,000	None
	Pollution Legal Liability	3,000,000	25,000
	Cyber Liability	2,000,000	50,000-100,000
	Crisis Protection & Disaster		
	Management Services	1,000,000	10,000
Selective Insurance Company	Board Secretary Surety Bond	250,000	

Source: District Records

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Single Audit Section



FORD - SCOTT

& ASSOCIATES, L.L.C.

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K-1

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

Honorable President and
Members of the Board of Education
City of Somers Point School District
County of Atlantic
Somers Point, New Jersey

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 City of Somers Point School District, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City of Somers Point School District's basic financial statements, and have issued our report thereon dated January 8, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Somers Point School District's 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 City of Somers Point School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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. We have identified Findings 2023-01, 2023-02 and 2023-03 as significant deficiencies.

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. During our audit we did identify the following deficiencies in internal control that we consider to be material weaknesses, Findings 2023-01, 2023-02 and 2023-03. However, other material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Somers Point 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 the following instance 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 Findings 2023-02 and 2023-03.

Somers Point School District 's Response to Findings

The City of Somers Point School District's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Question Costs. Somers Point School District's response was not subject to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on it.

Purpose of this Report

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

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia

Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

January 8, 2024



FORD - SCOTT

& ASSOCIATES, L.L.C.

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K-2

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE REQUIRED BY UNIFORM ADMINISTRATIVE AWARDS (UNIFORM GUIDANCE), AND NEW JERSEY OMB'S CIRCULAR 15-08

The Honorable President and
Members of Board of Education
City of Somers Point School District
Somers Point, New Jersey
County of Atlantic

Report on Compliance for Each Major Federal & State Program

Opinion on Each Major Federal & State Program

We have audited the City of Somers Point School District's compliance with the types of compliance requirements described 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 City of Somers Point School District's major federal and state programs for the year ended June 30, 2023. The City of Somers Point 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 City of Somers Point 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 & State Program

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

We are required to be independent of the City of Somers Point 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 opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the City of Somers Point School District's compliance with the requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City of Somers Point 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 and NJ OMB 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about City of Somers Point School District's compliance with the requirements of each major federal or state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, 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 City of Somers Point School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of City of Somers Point 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 NJ OMB 15-08, but not for the purpose of expressing an opinion on the effectiveness of City of Somers Points 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.

Other Matters

We have identified Finding 2023-02 as an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance or NJ OMB 15-08.

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. We have identified Finding 2023-02 as a significant deficiency.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. During our audit we did identify the following deficiencies in internal control over compliance that we consider to be material weaknesses as defined above, Finding 2023-02. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been 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.

Somers Point School District 's Response to Findings

The City of Somers School District's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Question Costs. Somers Point School District's response was not subjected to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on it.

Purpose of this Report

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 NJ OMB 15-08. Accordingly, this report is not suitable for any other purpose.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia

Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

January 8, 2024

SOMERS POINT SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
for the Fiscal Year Ended June 30, 2023

Federal Award Title	Federal Number	Grant or State Number	Grant Period From To	Program or Activity Amount	Balance June 30, 2022	Committed Amount	Cash Received	Budgetary Expenditures		(MEMO) Payable to Sub-Recipients	Adjustments	Repayment of Prior Balances	(Accounts Receivable)	Balance June 30, 2023	Out to Grantor
								Pass Through	Direct						
U.S. Department of Health and Human Services															
Passed Through State Department of Health and Human Services:															
General Assistance Program (SEMI)	93.778	209JNSJMAP	7/1/2021	6/30/2022	50,145.91 \$	-	13,676.52	-	-	-	-	-	-	-	-
Medical Assistance Program (SEMI)	93.778	209JNSJMAP	7/1/2021	6/30/2022	57,959.43	-	57,959.43	-	-	-	-	-	-	-	-
Food Stamp Program (SEMI)	93.778	209JNSJMAP	7/1/2021	6/30/2022	2,193.63	-	2,193.63	-	-	-	-	-	-	-	-
Total General Fund					(13,676.52)	-	(65,829.58)	-	-	-	-	-	(0.00)	-	-
U.S. Department of Education															
Passed Through State Department of Education:															
Special Education Cluster:															
Title I, Part A	84.010A	S010A210030	7/1/2021	9/30/2022	386,732.00	-	72,991.00	(34,704.18)	-	-	0.18	-	(0.00)	13,206.89	-
Title I, Part A	84.010A	S010A220030	7/1/2021	9/30/2023	20,000.00	-	190,237.00	(117,000.11)	-	-	-	-	-	-	-
Total Title I Cluster					(37,887.00)	-	262,868.00	(151,704.29)	-	-	0.18	-	(0.00)	13,206.89	-
Special Education Cluster:															
IDEA - Part B, Basic	84.027A	H0721020100	7/1/2021	6/30/2022	347,615.00	-	53,969.00	-	-	-	-	-	-	-	-
IDEA - Part B, Basic	84.027A	H0722020100	7/1/2021	6/30/2022	364,068.00	-	301,703.00	(254,076.65)	-	-	-	-	-	47,626.35	-
ARP - IDEA, Part B, Basic	84.027X	H0727020100	7/1/2021	9/30/2022	60,472.00	-	53,639.00	(5,333.08)	-	-	-	-	-	46,834.92	-
IDEA - Part B, Preschool	84.173A	H1730210114	7/1/2021	9/30/2022	11,073.00	-	2,013.00	-	-	-	(1.00)	-	(0.00)	-	-
Total Special Education Cluster					(67,442.00)	-	415,944.00	(264,442.81)	-	-	(0.30)	-	(653.00)	94,461.27	-
Elementary and Secondary Education Act (ESEA):															
Title I - Part A	84.367A	S367A210029	7/1/2021	6/30/2022	71,653.00	(78.00)	78.00	-	-	-	-	-	-	-	-
Title I - Part A	84.367A	S367A220029	7/1/2021	6/30/2022	75,993.00	(78.00)	2,822.00	(4,049.55)	-	-	(0.45)	-	(1,425.00)	-	-
Title I - Part A	84.367A	S367A230029	7/1/2021	6/30/2022	79,118.00	(13,251.00)	-	-	-	-	-	-	(13,251.00)	-	-
Title III	84.365A	S365A190030	7/1/2018	6/30/2019	14,458.00	21.61	-	-	-	-	-	-	-	21.61	-
Title III	84.365A	S365A200030	7/1/2019	6/30/2020	16,432.00	(9,887.00)	-	-	-	-	-	-	-	-	-
Title III	84.365A	S365A210030	7/1/2020	6/30/2021	19,432.00	(9,887.00)	-	-	-	-	-	-	-	-	-
Title III	84.365A	S365A220030	7/1/2021	6/30/2022	21,338.00	9,987.00	4,822.00	(5,606.75)	-	-	(0.25)	-	(1,085.00)	161.36	-
Title IV	84.424A	S424A210031	7/1/2021	9/30/2022	67,058.00	9.00	-	-	-	-	-	-	(13,644.00)	9.00	-
Title IV	84.424A	S424A220031	7/1/2021	9/30/2022	65,677.00	9.00	14,305.00	(27,854.29)	-	-	0.29	-	(13,644.00)	9.00	-
Total Elementary and Secondary Education Act (ESEA)					(22,894.03)	-	31,913.00	(37,810.39)	-	-	(0.41)	-	(23,412.00)	189.36	21.61
Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund:															
Emergency Relief (ESSER)	84.425D	S425D200207	3/13/2020	9/30/2022	507,664.00	(103,193.00)	103,193.00	-	-	-	-	-	-	-	-
ESSER II	84.425D	S425D210027	3/13/2020	9/30/2022	1,507,243.00	(337,292.00)	381,310.00	(441,532.02)	-	-	0.02	-	(417,514.00)	10,947.20	-
ESSER III	84.425D	S425D220027	3/13/2020	9/30/2023	96,727.00	14,952.00	6,214.00	(10,218.80)	-	-	-	-	(1,845.00)	-	-
ARP - ESSER	84.425U	S425U210031	3/13/2020	9/30/2024	15,351.00	-	28,856.00	(30,000.00)	-	-	-	-	(1,845.00)	-	-
ARP - ESSER	84.425U	S425U220027	3/13/2020	9/30/2024	3,387,432.00	(425,533.00)	1,072,981.00	(1,236,839.81)	-	-	(0.19)	-	(163,859.00)	-	-
Total Education Stabilization Fund					(643,766.03)	-	1,872,265.00	(1,719,427.63)	-	-	(0.17)	-	(98,365.00)	10,947.20	-
Total Special Revenue Fund					2,292,243.00	-	2,292,243.00	(2,173,215.34)	-	-	(1.30)	-	(613,967.00)	118,805.72	21.61
U.S. Department of Agriculture															
Passed Through State Department of Education:															
Enterprise Fund:															
Child Nutrition Cluster:															
Food Distribution Program	10.555	23 NJ304N1059	7/1/2022	6/30/2023	55,551.98	-	55,551.98	(55,551.98)	-	-	-	-	-	-	-
School Breakfast Program	10.555	23 NJ304N1059	7/1/2022	6/30/2023	178,800.93	-	115,116.14	(115,116.14)	-	-	-	-	-	-	-
School Lunch Program	10.555	23 NJ304N1059	7/1/2021	6/30/2022	15,200.18	(15,200.18)	15,200.18	-	-	-	-	-	-	-	-
School Lunch Program	10.555	23 NJ304N1059	7/1/2021	6/30/2022	245,752.65	(35,742.63)	231,467.65	(243,782.65)	-	-	-	-	(12,315.00)	-	-
School Lunch Program	10.555	23 NJ304N1059	7/1/2021	6/30/2022	404,083.36	(35,742.63)	35,742.63	(653.00)	-	-	-	-	(653.00)	-	-
Supplies and Materials - 1st Round	10.555	23 NJ344N8603	7/1/2022	6/30/2023	20,125.12	-	20,125.12	(20,125.12)	-	-	-	-	-	-	-
Supplies and Materials - 2nd Round	10.555	23 NJ344N8603	7/1/2022	6/30/2023	18,706.18	-	18,706.18	(18,706.18)	-	-	-	-	-	-	-
Supplies and Materials - 3rd Round	10.555	23 NJ344N8603	7/1/2022	6/30/2023	11,152.07	-	465,997.72	(465,997.72)	-	-	-	-	(18,154.83)	-	-
Total Child Nutrition Cluster					(60,942.81)	-	465,997.72	(465,997.72)	-	-	-	-	(18,154.83)	-	-
Total Enterprise Fund					465,997.72	-	465,997.72	(465,997.72)	-	-	-	-	(18,154.83)	-	-
Total Federal Financial Awards					(608,385.35)	-	2,792,860.30	(2,698,488.14)	-	-	(1.30)	-	(632,721.83)	118,805.72	21.61
(A) Transfer to General Fund					-	-	-	-	-	-	-	-	-	-	-

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

SOMERS POINT SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
for the Fiscal Year ended June 30, 2023

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period		Balance June 30, 2022		Caryover / Amount	Cash Received	Budgetary Expenditures	Adjustments/ Reversion of Prior Years' Balances	Balance June 30, 2023		MEMO	
			From	To	Unexpended Revenue	(Accounts Receivable)					Unexpended Revenue	Due to Grantor		Budgetary Receivable
State Department of Education														
General Fund:														
State Aid Public Cluster:														
Equalization Aid	23-485-034-5120-018	\$ 3,579,957.00	07/01/22	06/30/23				3,579,957.00	(3,579,957.00)			(3,579,957.00)		3,579,957.00
Categorical Special Education Aid	23-485-034-5120-089	598,696.00	07/01/22	06/30/23				598,696.00	(598,696.00)			(598,696.00)		598,696.00
Special Education Aid	23-485-034-5120-100	142,184.00	07/01/22	06/30/23				142,184.00	(142,184.00)			(142,184.00)		142,184.00
Stability Aid	23-485-034-5120-084	728,518.00	07/01/22	06/30/23				728,518.00	(728,518.00)			(728,518.00)		728,518.00
Total State Aid Public Cluster		4,848,835.00						4,848,835.00	(4,848,835.00)			(4,848,835.00)		4,848,835.00
Transportation Aid	23-485-034-5120-014	8,410.00	07/01/22	06/30/23				8,410.00	(8,410.00)			(8,410.00)		8,410.00
Nonpublic Transportation Aid	22-485-034-5120-014	8,410.00	07/01/21	06/30/22				8,410.00	(8,410.00)			(8,410.00)		8,410.00
Maintenance of Equipment	22-485-034-5120-128	55,176.00	07/01/21	06/30/22				55,176.00	(55,176.00)			(55,176.00)		55,176.00
Maintenance of Equity (MGEQ)	22-485-034-5120-128	55,176.00	07/01/21	06/30/22				55,176.00	(55,176.00)			(55,176.00)		55,176.00
Extraordinary Aid	22-100-034-5120-044	248,362.00	07/01/21	06/30/22				248,362.00	(248,362.00)			(248,362.00)		248,362.00
Extraordinary Aid	23-100-034-5120-044	248,362.00	07/01/22	06/30/23				248,362.00	(248,362.00)			(248,362.00)		248,362.00
School Security Grant	N/A	43,695.00	4/1/2021	3/31/2023				(31,861.94)	(31,861.94)			(31,861.94)		43,695.00
On-Behalf TPAF Payments -														
Post-Refinement Medical	23-485-034-5094-002	2,897,222.00	07/01/22	06/30/23				2,897,222.00	(2,897,222.00)			(2,897,222.00)		2,897,222.00
Long-Term Disability Insurance	23-485-034-5094-001	761,093.00	07/01/22	06/30/23				761,093.00	(761,093.00)			(761,093.00)		761,093.00
Reimbursed TPAF Social Security Contributions	22-485-034-5094-004	901.00	07/01/22	06/30/23				901.00	(901.00)			(901.00)		901.00
Reimbursed TPAF Social Security Contributions	22-485-034-5094-003	598,246.96	07/01/21	06/30/22				598,246.96	(598,246.96)			(598,246.96)		598,246.96
Reimbursed TPAF Social Security Contributions	23-485-034-5094-003	598,118.88	07/01/22	06/30/23				598,118.88	(598,118.88)			(598,118.88)		598,118.88
Total General Fund		11,001,401.83					9,636,771.65	(9,636,771.65)	(9,636,771.65)			(9,636,771.65)		11,001,401.83
Special Revenue Fund:														
Preschool Education Aid	22-485-034-5120-088	1,297,716.00	07/01/21	06/30/22			(557,743.30)	1,241,540.00	(1,229,696.63)			569,893.67	(124,154.00)	1,229,696.63
Preschool Education Aid	23-485-034-5120-088	1,241,540.00	07/01/22	06/30/23			557,743.30	1,241,540.00	(1,229,696.63)			569,893.67	(124,154.00)	1,229,696.63
N.J. Nonpublic Aid:														
Nursing	22-100-034-5120-070	40,096.00	07/01/21	06/30/22				40,766.00	(30,191.96)			10,574.00		40,766.00
Nursing	23-100-034-5120-070	14,888.00	07/01/22	06/30/23		2,315.00		14,888.00	(4,800.00)			10,088.00		14,888.00
Technology	23-100-034-5120-373	15,086.00	07/01/22	06/30/23		4.00		15,246.00	(15,243.22)			2.78	3.00	15,243.22
Technology	22-100-034-5120-373	15,246.00	07/01/21	06/30/22		2,380.00		15,246.00	(2,380.00)			2,380.00		15,246.00
Security Aid	22-100-034-5120-509	62,650.00	07/01/21	06/30/22				74,620.00	(74,620.00)			74,620.00		74,620.00
Security Aid	23-100-034-5120-509	74,620.00	07/01/22	06/30/23				23,998.00	(23,948.13)			49.87	10.00	23,948.13
Textbook Aid	23-100-034-5120-064	23,998.00	07/01/22	06/30/23				23,998.00	(23,948.13)			49.87		23,948.13
Alternative:														
Compensatory Education	22-100-034-5120-067	80,622.00	07/01/21	06/30/22				77,780.00	(77,780.00)			(77,780.00)		77,780.00
Compensatory Education	23-100-034-5120-067	77,780.00	07/01/22	06/30/23				77,780.00	(77,780.00)			(77,780.00)		77,780.00
Handicapped Services:														
Supplemental Instruction	23-100-034-5120-066	15,281.00	07/01/22	06/30/23				15,281.00	(15,281.00)			(15,281.00)		15,281.00
Supplemental Instruction	22-100-034-5120-066	15,281.00	07/01/21	06/30/22				15,281.00	(15,281.00)			(15,281.00)		15,281.00
Examination & Classification	22-100-034-5120-066	21,235.00	07/01/21	06/30/22				21,235.00	(21,235.00)			(21,235.00)		21,235.00
Examination & Classification	23-100-034-5120-066	21,235.00	07/01/22	06/30/23				21,235.00	(21,235.00)			(21,235.00)		21,235.00
Corrective Speech	22-100-034-5120-066	24,180.00	07/01/21	06/30/22				20,274.00	(20,274.00)			(20,274.00)		20,274.00
Corrective Speech	23-100-034-5120-066	20,274.00	07/01/22	06/30/23				1,530,702.00	(1,508,272.93)			22,429.07	(124,154.00)	1,508,272.93
Total Special Revenue Fund		222,080.00					222,080.00	(222,080.00)	(222,080.00)			(222,080.00)		222,080.00
Debt Service Fund:														
School Construction Debt Service Aid	23-485-034-5120-075	222,080.00	07/01/22	06/30/23				222,080.00	(222,080.00)			(222,080.00)		222,080.00
Total Debt Service Fund		222,080.00					222,080.00	(222,080.00)	(222,080.00)			(222,080.00)		222,080.00
State Department of Agriculture														
Enterprise Fund:														
Child Nutrition Cluster:														
State School Lunch Program	22-100-010-3350-023	9,430.03	07/01/21	06/30/22			(622.57)	822.57	(608.31)			(608.31)		9,430.03
State School Lunch Program	23-100-010-3350-023	6,093.11	07/01/22	06/30/23				5,776.01	(912.00)			(912.00)		6,093.11
State School Breakfast Program	23-100-010-3350-023	912.00	07/01/22	06/30/23				4,366.90	(4,643.10)			(4,643.10)		912.00
State School Breakfast Program	23-100-010-3350-023	4,643.10	07/01/22	06/30/23				4,366.90	(4,643.10)			(4,643.10)		4,643.10
Total Child Nutrition Cluster		11,948.24					(622.57)	11,948.18	(11,648.21)			(622.60)		11,948.24
Total Enterprise Fund		11,948.24					(622.57)	11,948.18	(11,648.21)			(622.60)		11,948.24
Total State Financial Assistance		11,359,266.02					(930,032.39)	11,359,266.02	(930,032.39)			(930,032.39)		11,359,266.02
Less: On-Behalf System Contributions														
Pension Contribution	23-485-034-5094-002	(2,897,222.00)						(2,897,222.00)	(2,897,222.00)			(2,897,222.00)		(2,897,222.00)
Long-Term Disability Insurance	23-485-034-5094-004	(801.00)						(801.00)	(801.00)			(801.00)		(801.00)
Long-Term Disability Insurance	23-485-034-5094-004	(801.00)						(801.00)	(801.00)			(801.00)		(801.00)
Total for State Financial Assistance-Major Program Determination		11,359,266.02					(3,700,624.00)	11,359,266.02	(3,700,624.00)			(3,700,624.00)		11,359,266.02

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

SOMERS POINT SCHOOL DISTRICT
Notes to the Schedules of Financial Assistance
June 30, 2023

K-5

Note 1: General

The accompanying schedules of expenditures of awards and financial assistance present the activity of all federal and state award programs of the Board of Education, City of Somers Point School District. The Board of Education is defined in Note 1(A) to the Board's basic financial statements. 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: Basis of Accounting

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10% de minimis indirect cost rate.

Note 3: Relationship to Basic Financial Statements

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or 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 GAAP reporting, revenue is not recognized until the subsequent year or when the expenditures have been made.

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes the payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two 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 last state aid payment 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 \$34,660.44 for the General Fund and (\$45,744.58) for the Special Revenue Fund. See the Notes to Required Supplementary Information 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 revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	Federal	State	On-Behalf Payments	Total
General Fund	\$ 60,153.06	9,617,264.88	(3,659,216.00)	6,018,201.94
Special Revenue Fund	2,173,215.34	1,508,272.93		3,681,488.27
Debt Service Fund		222,080.00		222,080.00
Food Service Fund	465,119.74	11,648.21		476,767.95
Total Financial Assistance	\$ 2,698,488.14	11,359,266.02	(3,659,216.00)	10,398,538.16

The On-Behalf Pension Contributions made for the district by the State of New Jersey are recognized as revenue in the basic financial statements, but are not considered in the major program determination.

SOMERS POINT SCHOOL DISTRICT
Notes to the Schedules of Financial Assistance
June 30, 2023

K-5

Note 4: Relationship to Federal and State Financial Reports

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

Note 5: Other

Revenues and expenditures reported 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 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 6: Adjustments

Both favorable and unfavorable differences incurred as a result of final grant payments being rounded by the grantor and are included in the schedule(s) of financial assistance in a column entitled "Adjustments."

**SOMERS POINT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023**

K-6

Section I - Summary of Auditor's Results

Financial Statement

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

Federal Awards

Internal Control over major programs:				
• Material weakness(es) identified?	<u> </u>	yes	<u> X </u>	no
• Significant deficiency(ies) identified?	<u> </u>	yes	<u> X </u>	none reported
Type of auditor's report issued on compliance major programs			<u>Unmodified</u>	
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?	<u> </u>	yes	<u> X </u>	no

Identification of major programs:

<u>AL Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
		Education Stabilization Fund - Elementary and
		Secondary School Emergency Relief Fund:
84.425D	S425D210027	CRRSA - ESSER II
84.425D	S425D210027	CRRSA - Learning Acceleration
84.425D	S425D210027	CRRSA - Mental Health
84.425W	S425W210027	ARP HCY II
84.425U	S425U210027	ARP - ESSER

Dollar Threshold used to distinguish between type A and type B programs:			\$ <u>750,000</u>
Auditee qualified as low-risk auditee?	<u> X </u>	yes	<u> </u> no

**SOMERS POINT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

K-6

Section I - Summary of Auditor's Results

State Awards

Internal Control over major programs:

- Material weakness(es) identified? X yes no
- Significant deficiency(ies) identified? X yes none reported

Type of auditor's report issued on
compliance major programs

 Unmodified

Any audit findings disclosed that are required to
be reported in accordance with NJOMB Circular Letter 15-08

 X yes no

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
	State Aid - Public Cluster:
495-034-5120-078	Equalization Aid
495-034-5120-089	Categorical Special Education Aid
495-034-5120-084	Security Aid
495-034-5120-494	Stabilization Aid
495-034-5120-086	Preschool Education Aid

Dollar Threshold used to distinguish between type A and
type B programs:

\$ 750,000

Auditee qualified as low-risk auditee? X yes no

**SOMERS POINT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023
(CONTINUED)**

K-6

II. Financial Statement Findings

In accordance with Government Auditing Standards, our audit disclosed the following findings relating to the financial statements that are required to be reported under this section.

FINDING 2023-01:

Criteria or Specific Requirement:

In accordance with Generally Accepted Accounting Principles the District is required to maintain a detailed listing of all Employee Compensated time earned but not yet paid extended to cost.

Condition:

District staff did not maintain the required listing.

Context:

In the previous year this liability amounted to approximately \$357,000.

Effect:

The District was required to estimate the amount for inclusion in the June 30, Financial Statements.

Cause:

The District failed to maintain the required listing.

Recommendation:

We recommend that the District maintain a complete listing of Employee Compensated Absences costs detailed by employee.

Views of Responsible Officials and Planned Corrective Actions:

The District has retained a new Business Administrator and Business Office Staff who are aware of the requirements regarding Compensated Absences. Corrective Action is already being implemented.

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

FINDING 2023-02:

Criteria or Specific Requirement:

Through the withholding of State Aid, the State of New Jersey makes tuition payments for the District directly to the County Special Services School District. These on behalf payments are reported to the District on a monthly basis and the District is required to make General Ledger entries to record the receipt of revenue and the corresponding expense against the tuition line in the General Fund budget.

Condition:

The on behalf Tuition Payments were not recorded.

Context:

Approximately \$221,000 worth of expenses were not recorded.

Effect:

The General Fund Tuition to CSSD & Regional Day Schools budget line was over expended.

Cause:

The prior District failed to properly record on behalf payments.

Recommendation:

We recommend that all on behalf payments be properly recorded in the General Ledger. We also recommend that no expenditure be incurred unless there is a sufficient budget appropriation.

Views of Responsible Officials and Planned Corrective Actions:

The District has retained a new Business Administrator and Business Office Staff who are aware of the requirements regarding Accounting on behalf payments.

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

FINDING 2023-03:

Criteria or Specific Requirement:

N.J.S.A. 18A:66-90 requires that each local board of education reimburse the state for the employer share of pensions, group life insurance, FICA and other benefits of the Teachers' Pension and Annuity Fund (TPAF) for TPAF members carrying out and paid from federally funded programs. The reimbursement, together with supporting documentation prescribed by the Director of Pensions, must be remitted to the Department of Education within 90 days after the close of the fiscal year.

Condition:

The District did not complete the Reimbursement to the State for the TPAF/FICA as required by *N.J.S.A. 18A:66-90*.

Context:

Based on the prior year's reimbursement, approximately \$260,000 worth of expenses were not recorded.

Effect:

The District did not comply with *N.J.S.A. 18A:66-90*.

Cause:

The District failed to properly remit the Reimbursement to the State for the TPAF/FICA.

Recommendation:

The district should adopt internal control procedures designed to ensure that reimbursement of TPAF/FICA paid by the State on-behalf of TPAF employees charged to federal grants is properly calculated and reported to the State timely.

Views of Responsible Officials and Planned Corrective Actions:

The District has retained a new Business Administrator who is aware of the requirements regarding the Reimbursement to the State for the TPAF/FICA. Corrective Action is already being implemented.

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

III. Federal Awards and State Financial Assistance Findings and Questioned Costs

FEDERAL AWARDS:

Our audit disclosed no material Findings or Questioned Costs.

STATE AWARDS:

The following finding from above is also related to the State Major Programs:

- Findings 2023-02

Status of Prior Year Findings

None

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