

**Annual Comprehensive
Financial Report**

of the

Township of South Brunswick School District

County of Middlesex

South Brunswick, New Jersey

For the Fiscal Year Ended June 30, 2023

Prepared by

**Township of South Brunswick, Board of Education
Finance Department**

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INTRODUCTORY SECTION

SOUTHBRUNSWICK TOWNSHIP PUBLIC SCHOOLS

Scott Feder
Superintendent of Schools



Jennifer K. Diszler
Assistant Superintendent for Curriculum,
Instruction and Administration

David Pawlowski
Business Administrator/ Board Secretary

Kimberly Maloy-White
Assistant Superintendent for Human Resources

January 30, 2024

Honorable President and
Members of the Board of Education South
Brunswick Township
P.O. Box 181
Monmouth Junction, NJ 08852

Dear Board Members:

The Annual Comprehensive Financial Report of the South Brunswick Township Board of Education 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 is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds 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 required supplemental information, 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 audit requirements of Title 2 U.S. Code of Federal regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards (Uniform Guidance) and the New Jersey OMB's Circular 15 -08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid Payments." Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations are included in the single audit section of this report.

1. Reporting Entity and Its Services: South Brunswick Township Schools is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The South Brunswick 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 K – 12. These include regular and vocational as well as special education for handicapped youngsters. The following details the changes in the student enrollment of the District over the last ten years.

<u>Fiscal Year</u>	<u>Average Daily Student Enrollment</u>	<u>Increase/Decrease</u>	<u>Percent Change</u>
2016-17	8,786	31	0.4
2017-18	8,744	(42)	(0.5)
2018-19	8,420	(324)	(3.8)
2019-20	8,228	(192)	(2.2)
2020-21	8,196	(32)	(.4)
2021-22	8,073	(123)	(1.5)
2022-23	8,014	(59)	(.7)

The preliminary enrollment projection for the 2023-24 school year is 8,100 students or an decrease of 80 students. This includes a projected kindergarten class of 417.

2. Economic Condition and Outlook: South Brunswick property tax assessments experienced an increase in of the overall 2023 tax rate (+.048% of a percent per assessed value or 1.62%). This along with manageable increases for health benefits and energy once again allowed the district to provide a school tax rate of 3.041.

The District continues to be proactive in effects to reduce non-instructional costs specifically in the areas of energy, insurance and the reduction of debt in order to maintain a consistent level of educational program offerings. As an example, the Board and Administration refinanced a 2017 Bond Issue saving the district taxpayers.

The continuing economic uncertainty of both our nation and state will make it necessary for us to keenly monitor operations at all levels, most notably financially. The current economic conditions are likely to have a direct impact with respect to the state funding of any future budgets. The District administration will continue to implement budgets with an eye towards reducing expenditures and maximizing revenues wherever possible. Likewise, the Board will continue with its one major goal. That goal is stated as follows:

WHEREAS, the SOUTH BRUNSWICK BOARD OF EDUCATION reaffirms its mission as follows:

The South Brunswick Township Public Schools will prepare students to be lifelong learners, critical thinkers, effective communicators, and wise decision-makers. This will be accomplished through the use of the New Jersey Student Learning Standards (NJSLs) at all grade levels. The schools will maintain an environment that promotes intellectual challenge, creativity, social and emotional growth, and the healthy physical development of each student; and

WHEREAS, the

SOUTH BRUNSWICK BOARD OF EDUCATION is proud of the South Brunswick tradition of furnishing innovative child-centered programs; and

WHEREAS, the

SOUTH BRUNSWICK BOARD OF EDUCATION, in order to meet the needs of the children in the community, to enable them to continue their education or training beyond high school, to prepare them to be productive citizens in the 21st century, and in order to fulfill its mission, believes that it should seek to raise the academic achievement level of its students;

NOW, THEREFORE, BE IT RESOLVED that the

SOUTH BRUNSWICK BOARD OF EDUCATION hereby establishes that its first priority is high academic performance and achievement for all students in South Brunswick; and

BE IT FURTHER RESOLVED, that the

SOUTH BRUNSWICK BOARD OF EDUCATION use objective indicators of student performance to measure the District's progress toward the goal of high academic performance and achievement; and

BE IT FURTHER RESOLVED, that in order to achieve this goal it will be necessary

- for the Board of Education to articulate clearly and consistently this goal to the community,
- to foster widespread community support for this goal,
- to develop action plans at each school, and
- to reallocate and focus resources; and

BE IT FURTHER RESOLVED, that as part of the Superintendent's annual evaluation, the

SOUTH BRUNSWICK BOARD OF EDUCATION will consider the District's progress toward the goal of high academic performance and achievement as measured by agreed upon indicators.

All activities for the 2023-2024 school year will continue to focus on achieving this Board goal.

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 generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be 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 Districts 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. Annual appropriated budgets are adopted for the general fund, the special revenue funds, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects funds. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

5. Accounting System and Reports: The Districts 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 and account groups. These funds and account groups are explained in 'Notes to the Financial Statements,' Note 1.

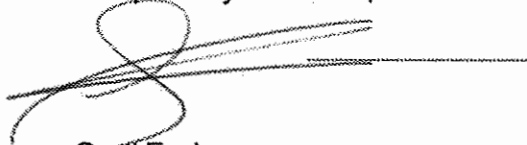
6. **Debt Administration:** The District Finance Committee recommended the refinancing of a 2004 Refunding Bond issue. After receiving approval from the Local Finance Board, the District refinanced Series 2004 Bonds and issued Series 2014 AA + Refunding School Bonds on February 12, 2014. These bonds resulted in a net present value savings of more than \$1.9 million. The Administration continues to monitor the current market conditions with the financial advisor and will look for the appropriate opportunity for significant savings in the future. Similarly the administration has positioned itself well with capital reserve which can be used to offset principal and opportunity for significant savings in the future. Similarly the administration has positioned itself well with capital reserve which can be used to offset principal and interest payments for bonded projects. District administration is currently monitoring all debt for the possibility of a refunding opportunity which would provide additional tax relief to the South Brunswick community.

7. **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, student accident insurance and fidelity bonds. The District likewise belongs to various consortiums in an effort to spread risk and reduce premium costs.

8. **Other Information:** Independent Audit - State statute requires an annual audit by independent Certified Public Accountants or Registered Municipal Accountants. The accounting firm of Suplee, Clooney and Company, CPA was selected by the Board audit committee. In addition to meeting the requirements set forth in state statute, the audit also was designed to meet the requirements of the Single Audit Act as amended and the related Uniform Guidance and State Treasury Circular Letter 15-08. The auditor's reports related specifically to the single audit are included in the single audit section of this report

9. **Acknowledgments:** We would like to express our appreciation to the members of the South Brunswick 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.

Respectfully submitted,



Scott Feder
Superintendent of Schools



David Pawlowski
Business Administrator/
Board Secretary

**SOUTH BRUNSWICK TOWNSHIP SCHOOL DISTRICT
BOARD OF EDUCATION
SOUTH BRUNSWICK, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2023**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Mrs. Lisa Rodgers, President	2024
Dr. Smitha Raj, Vice President	2023
Mrs. Julie Ferrara	2025
Mrs. Laura Hernandez	2025
Mrs. Deepa Karthik	2024
Ms. Alisha Kahn	2025
Mr. Raja Krishna	2023
Mr. Mike Mitchell	2023
Mr. Barry Nathanson	2024

Other Officials

Mr. Scott Feder, Superintendent of Schools

Mr. David Pawlowski, Business Administrator/Board Secretary

Mrs. Suzanne Luck-Born, Assistant Superintendent

Dr. Evelyn Mamman, Assistant Superintendent for Curriculum and Instruction

Mrs. Kimberly Maloy-White, Assistant Superintendent for Human Resources

**BOARD OF EDUCATION
TOWNSHIP OF SOUTH BRUNSWICK, COUNTY OF MIDDLESEX**

**CONSULTANTS AND ADVISORS
JUNE 30, 2023**

ARCHITECT

Parette Somjen Architects, LLC
439 US Highway 46, Ste 4
Rockaway, NJ 07866

AUDIT FIRM

Suplee, Clooney & Company
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Westfield, NJ 07090

ATTORNEYS

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100 Southgate Parkway
Morristown, NJ 07960

Comegno Law Group, P.C.
521 Pleasant Valley Road
Moorestown, NJ 08057

FINANCIAL ADVISORS

PFM Asset Management, LLC
Princeton, NJ 08540

Phoenix Advisors, LLC
4 West Park Street
Bordentown, NJ 08505

BOND COUNSEL

McManimon & Scotland & Baumann
75 Livingston Ave.
Roseland, NJ 07068

**BOARD OF EDUCATION
TOWNSHIP OF SOUTH BRUNSWICK, COUNTY OF MIDDLESEX
OFFICIAL DEPOSITORIES**

Bank of America
24 Summerfield Blvd.
Dayton, NJ 08810

Brunswick Bank and Trust
527 Ridge Road
Monmouth Junction, NJ 08852

NJ ARM
PFM Asset Management LLC
821 Alexander Road, Suite 110
Princeton, NJ 08540

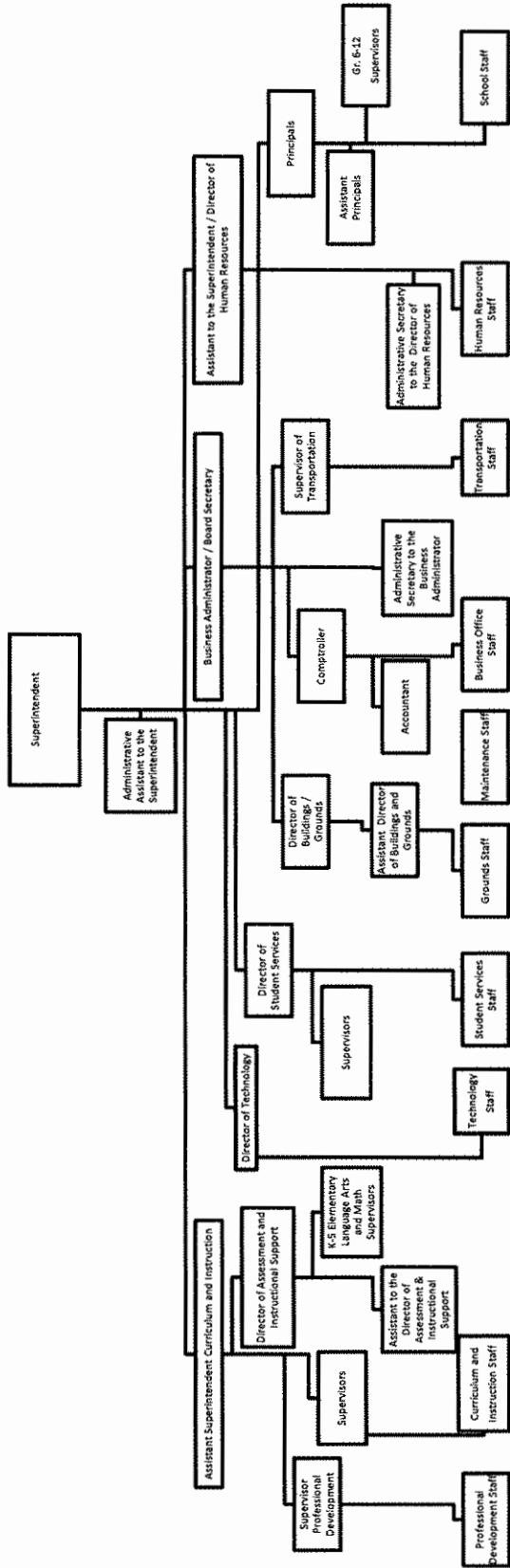
NJ Cash Management Fund
Department of Treasury
Division of Investment
50 West State Street, 9th Floor
Trenton, NJ 08608

PNC Bank
359 Georges Road
Dayton, NJ 08810

TD Bank North
1 Royal Road, Suite 1
Flemington, NJ 08822

Wells Fargo Bank
3510 Route 27
Kendall Park, NJ 08831

South Brunswick Board of Education
2022-2023 Organizational Chart



FINANCIAL SECTION



SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

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

Telephone 908-789-9300

Fax 908-789-8535

E-mail info@senco.com

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Township of South Brunswick School District
County of Middlesex
Monmouth Junction, New Jersey 08852

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

SUPLEE, CLOONEY & COMPANY LLC

Emphasis of Matter

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

SUPLEE, CLOONEY & COMPANY LLC

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

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

SUPLEE, CLOONEY & COMPANY

Other Information


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

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 30, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.


CERTIFIED PUBLIC ACCOUNTANTS


PUBLIC SCHOOL ACCOUNTANT NO. 962

January 30, 2024

REQUIRED SUPPLEMENTARY INFORMATION – PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023
UNAUDITED**

The Management's Discussion and Analysis of the Township of South Brunswick School District (the "District") offers readers of the District's financial statements a narrative overview of the financial activities for the fiscal year ended June 30, 2023. The intent of this discussion is to look at the District's financial performance as a whole; therefore, readers should also review the transmittal letter at the front of this report, along with the District's financial statements and notes to the financial statements to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information (RSI) specified in the Governmental Accounting Standards Board's (GASB) Statement Number 34, Basic Financial Statements and Management's Discussion and Analysis of State and Local Governments. Certain comparative information between the current fiscal year and the prior fiscal year is required to be presented in the MD&A

Financial Highlights

In the District-wide Financial Statements:

- Net position of Governmental Activities increased \$8,183,073.
- Net position of the Business-type Activities decreased by \$668,822.

In the Major Fund Financial Statements:

- Governmental fund expenditures exceeded revenues by \$320,510.
- Among proprietary funds, the enterprise's fund balance decreased by \$668,822.

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023
UNAUDITED**

Overview of the Financial Statements

This Annual Comprehensive Financial Report ("ACFR") consists of three parts: Management's Discussion and Analysis (this section), The Basic Financial Statements, and Required Supplementary Information. The Basic Financial Statements include two kinds of statements that present different views of the District, District-wide Financial Statements and Fund Financial Statements.

- District-wide Financial Statements provide both short-term and long-term information about the District's overall financial status.
- Major Fund Financial Statements report the District's operations in more detail than the District-wide statements on individual parts of the District, the Governmental Funds, and Proprietary Funds.
- Governmental Funds Statements tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- Proprietary Funds Statements offer short and long-term financial information about the activities the District operates like a business, which include the Children's Community Enrichment, Summer Institute and Food Services programs.

The notes to financial statements are also included, which are an integral part of the financial statements. The information in the notes provides detailed data on the District's financial operations.

Required supplementary information further explains and supports the financial statements with a comparison of the District's budget for the year.

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023
UNAUDITED**

District-wide Financial Statements

The District-wide Financial Statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the District's assets and liabilities. All current year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or disbursed.

The District-wide Financial Statements report the District's net position and how it has changed. Net position, the difference between the District's assets and liabilities, is one way to measure the District's financial health or position. Over time, increases or decreases in the District's net position is an indicator of whether its financial position has improved or diminished. The causes of this change may be a result of many factors, some financial and some not. Non-financial factors include the District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the District-wide Financial Statements, the District's activities are divided into two categories, governmental and business-type activities.

- Governmental activities - All of the District's programs and services are reported here including, but not limited to regular and special education instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities. Property taxes and state formula aid finance most of these activities.
- Business-type activities - These services are provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The District charges fees to help it cover the costs of certain services it provided. The children's enrichment, summer institute and food service accounts are reported as business activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on major funds. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs. Some funds are required by State law and by bond covenants. The District establishes other funds to control and manage money for particular purposes (i.e., long-term debt) or to show that it is properly using certain restricted revenues (i.e., entitlement grants).

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023
UNAUDITED**

Fund Financial Statements (Continued)

The District maintains two financial funds:

- **Governmental Funds:** The District's activities reported in governmental funds 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 that 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 District's general government operations and the basic services it provides. Governmental fund information helps you 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 government-wide Statement of Net Position and Statement of Activities) and governmental funds statements is reconciled in the financial statements.

- **Proprietary Funds:** Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide financial statements. The District's enterprise funds (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flow.

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023
UNAUDITED**

Financial Analysis of the District as a Whole

Table 1 below reflects the District's net position as a whole for the Fiscal years 2023 and 2022.

TABLE 1
NET POSITION

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total District</u>	
	<u>FY 2023</u>	<u>FY 2022</u> <u>(as restated)</u>	<u>FY 2023</u>	<u>FY 2022</u>	<u>FY 2023</u>	<u>FY 2022</u>
Assets						
Current & Other Assets	\$38,181,915	\$38,025,761	\$3,862,071	\$4,657,484	\$42,043,986	\$42,683,245
Capital Assets	138,963,533	145,157,362	809,597	816,094	139,773,130	145,973,456
Total Assets	<u>177,145,448</u>	<u>183,183,123</u>	<u>4,671,668</u>	<u>5,473,578</u>	<u>181,817,116</u>	<u>188,656,701</u>
Deferred Outflow of Resources						
Related to pensions	6,080,765	5,390,740			6,080,765	5,390,740
Total Deferred Outflows	<u>6,080,765</u>	<u>5,390,740</u>			<u>6,080,765</u>	<u>5,390,740</u>
Liabilities						
Other Liabilities	11,486,163	12,394,245	887,736	1,020,824	12,373,899	13,415,069
Long-Term Liabilities	79,033,160	81,706,244	-		79,033,160	81,706,244
Total Liabilities	<u>90,519,323</u>	<u>94,100,489</u>	<u>887,736</u>	<u>1,020,824</u>	<u>91,407,059</u>	<u>95,121,313</u>
Deferred Inflow of Resources						
Gain on Refunding of Long-Term Debt	1,146,692	1,431,763			1,146,692	1,431,763
Related to pensions	10,032,248	19,696,734			10,032,248	19,696,734
Total Deferred Inflows	<u>11,178,940</u>	<u>21,128,497</u>			<u>11,178,940</u>	<u>21,128,497</u>
Net Position						
Net investment in capital assets	95,455,454	92,846,397	809,597	816,094	96,265,051	93,662,491
Restricted	20,369,538	16,223,759			20,369,538	16,223,759
Unrestricted (Deficit)	(34,297,042)	(35,725,279)	2,974,335	3,636,660	(31,322,707)	(32,088,619)
Total Net Position	<u>\$81,527,950</u>	<u>\$73,344,877</u>	<u>\$3,783,932</u>	<u>\$4,452,754</u>	<u>\$85,311,882</u>	<u>77,797,631</u>

The net position of governmental activities was \$81,527,950 while business-type activities made up \$3,783,932. The District's combined net position was \$85,311,882 on June 30, 2023. The District's investment in capital assets is shown net of any related debt used to acquire those assets.

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023
UNAUDITED**

Table 2 shows changes in net position for Fiscal Years 2023 and 2022.

TABLE 2
CHANGES IN NET POSITION

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total District</u>	
	<u>FY 2023</u>	<u>FY 2022</u>	<u>FY 2023</u>	<u>FY 2022</u>	<u>FY 2023</u>	<u>FY 2022</u>
REVENUES						
Program Revenues:						
Charges for Services			\$2,562,649	\$1,221,804	\$2,562,649	\$1,221,804
Operating Grants & Contributions	\$43,969,986	\$49,429,156	1,448,639	5,359,891	45,418,625	54,789,047
General Revenues:						-
Property Taxes	125,232,604	122,992,421			125,232,604	122,992,421
Grants & Entitlements	17,941,992	13,909,826			17,941,992	13,909,826
Other	1,487,424	1,238,084	687	81	1,488,111	1,238,165
Total Revenue	188,632,006	187,569,487	4,011,975	6,581,776	192,643,981	194,151,263
EXPENSES						
Instruction	104,132,207	106,911,231			104,132,207	106,911,231
Pupils and Instructional Staff	28,339,280	26,516,880			28,339,280	26,516,880
General & School Administration, Central Services & Technology	14,672,339	14,801,627			14,672,339	14,801,627
Maintenance	17,984,652	18,235,203			17,984,652	18,235,203
Transportation	14,097,955	12,682,492			14,097,955	12,682,492
Interest on Long-Term Debt	728,314	979,138			728,314	979,138
Other	170,354	173,432			170,354	173,432
Charter School	1,061,059	839,697			1,061,059	839,697
Business Type			3,880,797	4,552,712	3,880,797	4,552,712
Total Expense	181,186,160	181,139,700	3,880,797	4,552,712	185,066,957	185,692,412
Transfers	800,000		(800,000)			
Disposal of Capital Assets (Net)	(62,773)	(239,361)	-		(62,773)	(239,361)
Change in Net Position	8,183,073	6,190,426	(668,822)	2,029,064	7,514,251	8,219,490
Net Position - July 1,	73,344,877	67,154,451	4,452,754	2,423,690	77,797,631	69,578,141
Net Position - June 30,	\$81,527,950	\$73,344,877	\$3,783,932	\$4,452,754	\$85,311,882	\$77,797,631

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023
UNAUDITED**

The Statement of Activities shows the cost of programs and the charges for services and grants offsetting those programs. Governmental activities experienced a decrease in both revenues and expenses mainly due to the fluctuation of TPAF and PERS pension and other post retirement benefit calculations. The Business-type Activities saw a decrease in revenues as the food service programs operated for the entire school year and the District received federal and state meal subsidy reimbursements.

Sources of Revenue for Fiscal Year 2023

In the District-wide Financial Statements, the District's total revenue for the 2022-2023 school year was \$192,643,981 as reflected in Table 3 below. Property taxes accounted for 65.01 percent of the total revenue with the other 34.99 percent consisting of federal & state aid, charges for service, operating grants & contributions, and miscellaneous sources. Table 3 below summarizes these revenues for Fiscal Years 2023 and 2022.

TABLE 3
DISTRICT-WIDE REVENUES

	<u>FY 2023</u>		<u>FY 2022</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Property Taxes	\$125,232,604	65.01%	\$122,992,421	63.35%
Federal & State Grants not Restricted	17,941,992	9.31%	13,909,826	7.16%
Miscellaneous Income	1,488,111	0.77%	1,238,165	0.64%
Charges for Services	2,562,649	1.33%	1,221,804	0.63%
Operating Grants & Contributions	45,418,625	23.58%	54,789,047	28.22%
	<u>\$192,643,981</u>	<u>100.00%</u>	<u>\$194,151,263</u>	<u>100.00%</u>

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023
UNAUDITED**

Expenses for the Fiscal Year 2023

The total expenditures for the 2022-2023 fiscal year for all programs and services were \$185,066,957. Table 4 below summarizes these program costs.

TABLE 4
DISTRICT-WIDE EXPENSES

	<u>FY 2023</u>		<u>FY 2022</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Instruction	\$104,132,207.00	56.27%	\$106,911,231.00	57.57%
Pupils and Instructional Staff	28,339,280.00	15.31%	26,516,880.00	14.28%
General & School Administration, Central Services & Technology	14,672,339.00	7.93%	14,801,627.00	7.97%
Maintenance	17,984,652.00	9.72%	18,235,203.00	9.82%
Transportation	14,097,955.00	7.62%	12,682,492.00	6.83%
Interest on Long-Term Debt	728,314.00	0.39%	979,138.00	0.53%
Other	170,354.00	0.09%	173,432.00	0.09%
Charter School	1,061,059.00	0.57%	839,697.00	0.45%
Business Type	3,880,797.00	2.10%	4,552,712.00	2.45%
	<u>\$185,066,957.00</u>	<u>100.00%</u>	<u>\$185,692,412.00</u>	<u>100.00%</u>

The District's expenses are predominantly related to instructing, providing services and transporting students, grades kindergarten through twelve, which accounts for approximately 79 percent of the total District costs. Administrative and business expenses account for the costs of the Office of the Superintendent of Schools, the Business Office, and the Principal's Offices in all six school buildings. Maintenance and Operations account for the costs of keeping the school buildings and grounds safe, clean and in good operating condition, and includes all the utility costs related to the school facilities. Other costs include interest on long-term debt, unallocated depreciation expense and the costs of the business-type activities of the proprietary funds. It is important to note that depreciation expense on capital assets is included in expenses for the year under the GASB entity-wide reporting model; expenses therefore include \$7,331,655 for depreciation. Also included in revenues is the disposal of capital assets (net) of \$62,773.

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023
UNAUDITED**

Governmental and Business-Type Activities

Table 5 presents the net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs) of District activities. The net cost shows the financial burden placed on the District's taxpayers and the state by each of these functions.

**TABLE 5
NET COST OF SERVICE**

	Total Cost of Services <u>FY 2023</u>	Total Cost of Services <u>FY 2022</u>	Net Cost of Services <u>FY 2023</u>	Net Cost of Services <u>FY 2022</u>
Instruction	\$104,132,207.00	\$106,911,231.00	\$76,066,094.00	\$73,661,706.00
Pupils and Instructional Staff	28,339,280.00	26,516,880.00	18,145,238.00	17,086,674.00
General & School Administration, Central Services & Technology	14,672,339.00	14,801,627.00	12,894,038.00	12,421,616.00
Maintenance	17,984,652.00	18,235,203.00	17,393,798.00	18,235,203.00
Transportation	14,097,955.00	12,682,492.00	11,876,519.00	9,469,845.00
Interest on Long-Term Debt	728,314.00	979,138.00	(390,926.00)	(177,629.00)
Other	170,354.00	173,432.00	170,354.00	173,432.00
Charter School	1,061,059.00	839,697.00	1,061,059.00	839,697.00
Business Type	3,880,797.00	4,552,712.00	(130,491.00)	(2,028,983.00)
	<u>\$185,066,957.00</u>	<u>\$185,692,412.00</u>	<u>\$137,085,683.00</u>	<u>\$129,681,561.00</u>

General Fund Budgeting Highlights

The District's budget is prepared according to New Jersey Statutes and is based on accounting for certain transactions on a basis of modified accrual and encumbrance accounting.

Over the course of the year, revisions were made by the District to the annual operating budget. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over expenditures in specific line item accounts. In addition, the following revision is noteworthy:

- Budget amendments totaling \$3,316,074 were made during the year, representing an additional appropriation of fund balance of \$1,451,166, Maintenance Reserve withdrawals of \$424,199 and Capital Reserve withdrawals of \$1,440,709.
- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditure item to the District but is required to be reflected in the financial statements.

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023
UNAUDITED**

Capital Assets

During the fiscal year 2022-2023 the District's capital acquisitions decreased \$5,677,995, the difference between depreciation expense, asset acquisition and disposals. Table 6 reflects the comparative balances of capital assets net of depreciation. The detail of the changes in capital assets is reflected in Note 3 to the financial statements.

TABLE 6
CAPITAL ASSETS (NET OF DEPRECIATION) AT JUNE 30,

	<u>FY 2023</u>	<u>FY 2022</u>
Land	\$9,194,785.00	\$8,929,136.00
Construction in Progress		1,538,828.00
Site Improvements	2,433,660.00	2,682,060.00
Building Improvements	122,698,195.00	126,032,212.00
Machinery Equipment	<u>5,446,490.00</u>	<u>6,268,889.00</u>
	<u>\$139,773,130.00</u>	<u>\$145,451,125.00</u>

Debt Administration

At June 30, 2023, the District had \$79,033,160 of outstanding long-term debt, consisting of bonds payable, compensated absences, installment purchase contracts, SBITAs and net pension liability. The District will continue to pay down its debt, as the obligations are due. Table 7 reflects the comparison of outstanding debt for the past two fiscal years. More information of the District's long-term debt is presented in Note 5 to the financial statements.

TABLE 7
LONG-TERM DEBT AT JUNE 30,

	<u>FY 2023</u>	<u>FY 2022</u> <u>(as restated)</u>
Bonds Payable	\$39,975,000.00	\$47,215,000.00
Installment Purchase Contracts	3,657,055.00	3,141,870.00
Compensated Absences	2,789,549.00	2,769,911.00
SBITAs Liability	549,358.00	520,531.00
Net Pension Liability	<u>32,062,198.00</u>	<u>28,058,931.00</u>
	<u>\$79,033,160.00</u>	<u>\$81,706,243.00</u>

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2023
UNAUDITED**

Contacting the School District's Financial Management Office

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. Questions regarding this report or if additional information is needed, kindly contact Mr. David Pawlowski, Business Administrator at the South Brunswick Township Board of Education, PO Box 181, Monmouth Junction, NJ 08852.

BASIC FINANCIAL STATEMENTS

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

DISTRICT-WIDE FINANCIAL STATEMENTS

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2023

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS:			
Cash and cash equivalents	\$24,897,499.00	\$3,674,379.00	\$28,571,878.00
Cash on hand with fiscal agent	1,271,926.00		1,271,926.00
Receivables, net	4,716,855.00	100,426.00	4,817,281.00
Prepaid expenses		10,919.00	10,919.00
Inventory		76,347.00	76,347.00
Restricted assets:			
Restricted cash and cash equivalents	6,708,299.00		6,708,299.00
Intangible Assets, Net of Amortization	587,336.00		587,336.00
Capital assets:			
Land and construction in progress	9,194,785.00		9,194,785.00
Other capital assets, net of depreciation	129,768,748.00	809,597.00	130,578,345.00
Total Assets	177,145,448.00	4,671,668.00	181,817,116.00
DEFERRED OUTFLOW OF RESOURCES:			
Pension Related	6,080,765.00		6,080,765.00
Total Deferred Outflow of Resources	6,080,765.00		6,080,765.00
LIABILITIES:			
Accounts payable	4,800,028.00	188,595.00	4,988,623.00
Interfund payables		239.00	239.00
Payable to state government	52,304.00		52,304.00
Unearned revenue	586,794.00	698,902.00	1,285,696.00
Payroll deductions & withholdings payable	19,815.00		19,815.00
Other	78,326.00		78,326.00
Accrued liability for insurance claims	5,301,196.00		5,301,196.00
Accrued interest on bonds	647,700.00		647,700.00
Noncurrent liabilities:			
Due within one year:			
Bonds, installment purchase contracts payable and SBITAs payable	8,271,374.00		8,271,374.00
Due beyond one year:			
Compensated absences payable	2,789,549.00		2,789,549.00
Bonds and installment purchase contracts payable SBIITAs	35,720,405.00		35,720,405.00
Net Pension Liability	189,634.00		189,634.00
Total liabilities	32,062,198.00		32,062,198.00
Total liabilities	90,519,323.00	887,736.00	91,407,059.00
DEFERRED INFLOW OF RESOURCES:			
Pension Related	10,032,248.00		10,032,248.00
Gain on Refunding of Long-Term Debt	1,146,692.00		1,146,692.00
Total Deferred Inflow of Resources	11,178,940.00		11,178,940.00
NET POSITION:			
Net investment in capital assets	95,455,454.00	809,597.00	96,265,051.00
Restricted for:			
Special revenue fund	448,232.00		448,232.00
Capital projects fund	2,907,434.00		2,907,434.00
Debt service fund (deficit)	(593,953.00)		(593,953.00)
Other purposes	17,607,825.00		17,607,825.00
Unrestricted (deficit)	(34,297,042.00)	2,974,335.00	(31,322,707.00)
Total net position	\$81,527,950.00	\$3,783,932.00	\$85,311,882.00

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

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

Functions/Programs	Expenses	Indirect Expense Allocation	Programs Revenues		Net (Expense) Revenue and Changes in Net Position	
			Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities
Governmental Activities:						
Instruction:						
Regular	\$ 43,571,540.00	\$ 30,880,936.00	\$ 14,069,499.00	\$ (60,382,977.00)	\$ (60,382,977.00)	
Special	15,870,252.00	6,512,672.00	12,696,172.00	(9,686,752.00)	(9,686,752.00)	
Other Instruction	4,526,266.00	2,770,541.00	1,300,442.00	(5,996,365.00)	(5,996,365.00)	
Support services:						
Tuition	3,964,659.00		2,023,686.00	(1,940,973.00)	(1,940,973.00)	
Student and instruction related services	17,604,359.00	6,770,262.00	8,170,366.00	(16,204,265.00)	(16,204,265.00)	
General administrative services	1,000,359.00	280,412.00	87,964.00	(1,192,806.00)	(1,192,806.00)	
School administrative services	6,619,359.00	2,751,606.00	1,381,274.00	(7,989,691.00)	(7,989,691.00)	
Central services	2,144,345.00	527,157.00	254,383.00	(2,417,119.00)	(2,417,119.00)	
Administration information technology	1,239,532.00	109,570.00	54,680.00	(1,294,422.00)	(1,294,422.00)	
Plant operations and maintenance	15,802,564.00	2,182,088.00	590,854.00	(17,393,798.00)	(17,393,798.00)	
Pupil transportation	11,782,978.00	2,314,977.00		(11,876,519.00)	(11,876,519.00)	
Allocated benefits	1,840,582.00	(1,840,582.00)				
Unallocated benefits	46,169,468.00	(46,169,468.00)				
Charter Schools	1,061,059.00			(1,061,059.00)	(1,061,059.00)	
Interest on Long-Term Debt	728,314.00		1,119,240.00	390,926.00	390,926.00	
Unallocated depreciation	7,260,525.00	(7,090,171.00)		(170,354.00)	(170,354.00)	
Total governmental activities	181,186,760.00		43,969,986.00	(137,216,174.00)	(137,216,174.00)	
Business-type activities:						
Food Service	3,565,827.00		1,953,119.00	(184,069.00)	(184,069.00)	
Summer Institute	235,360.00		480,066.00	244,696.00	244,696.00	
Children's Community Enrichment	59,610.00		129,474.00	69,864.00	69,864.00	
Total business-type activities	3,860,797.00		2,562,649.00	130,491.00	130,491.00	
Total primary government	\$ 185,066,957.00	\$ 185,066,957.00	\$ 45,418,625.00	\$ (137,216,174.00)	\$ (137,085,683.00)	
General Revenues:						
Taxes:						
Property taxes, levied for general purposes, net				\$ 119,107,869.00	\$ 119,107,869.00	
Taxes levied for debt service				6,124,735.00	6,124,735.00	
Federal and state aid not restricted				17,890,309.00	17,890,309.00	
Federal and state aid restricted				51,693.00	51,693.00	
Miscellaneous income				1,487,424.00	1,488,111.00	
Transfers to/(from)				800,000.00		
Disposal of capital asset (net)				687.00		
Total general revenues and special items				(800,000.00)		
Change in net position				(62,773.00)	(62,773.00)	
Net Position - beginning (As Restated)				145,399,247.00	144,599,934.00	
Net Position ending				8,183,073.00	7,514,251.00	
				\$ 73,344,877.00	\$ 77,797,631.00	
				\$ 81,527,950.00	\$ 85,311,882.00	

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

MAJOR FUND FINANCIAL STATEMENTS

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	<u>GENERAL</u> <u>FUND</u>	<u>SPECIAL</u> <u>REVENUE</u> <u>FUND</u>	<u>CAPITAL</u> <u>PROJECTS</u> <u>FUND</u>	<u>TOTAL</u> <u>GOVERNMENTAL</u> <u>FUNDS</u>
ASSETS:				
Cash and cash equivalents	\$ 23,919,906.00	\$ 448,232.00	\$ 1,503,163.00	\$ 25,871,301.00
Cash, Capital Reserve	1,466,725.00			1,466,725.00
Cash, Maintenance Reserve	3,567,772.00			3,567,772.00
Cash, Emergency Reserve	700,000.00			700,000.00
Cash on hand with Fiscal Agents	1,271,926.00			1,271,926.00
Intergovernmental accounts receivable:				
Federal		2,172,381.00		2,172,381.00
State	2,088,270.00	5,643.00		2,093,913.00
Other	444,738.00	5,823.00		450,561.00
Interfunds receivable	<u>1,234,922.00</u>			<u>1,234,922.00</u>
Total assets	\$ <u>34,694,259.00</u>	\$ <u>2,632,079.00</u>	\$ <u>1,503,163.00</u>	\$ <u>38,829,501.00</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts payable	\$ 997,183.00	\$ 842,367.00		\$ 1,839,550.00
Interfund payables		1,215,975.00	18,947.00	1,234,922.00
Payable to state government		52,304.00		52,304.00
Unearned revenue	1,273,772.00	583,690.00		1,857,462.00
Payroll deductions & withholdings payable	19,815.00			19,815.00
Other	78,326.00			78,326.00
Accrued liability for insurance claims	<u>5,301,196.00</u>			<u>5,301,196.00</u>
Total liabilities	<u>7,670,292.00</u>	<u>2,694,336.00</u>	<u>18,947.00</u>	<u>10,383,575.00</u>
Fund balances:				
Restricted for:				
Excess surplus	3,950,555.00			3,950,555.00
Excess surplus - designated for subsequent years expenditures	2,464,231.00			2,464,231.00
Maintenance reserve account	3,567,772.00			3,567,772.00
Capital reserve account	1,466,725.00			1,466,725.00
Emergency reserve account	700,000.00			700,000.00
Unemployment	507,607.00			507,607.00
Student Activities		411,978.00		411,978.00
Scholarships		36,254.00		36,254.00
Capital Projects- Debt service			43,507.00	43,507.00
Committed to:				
Encumbrances			1,440,709.00	1,440,709.00
Designated for subsequent years expenditures	6,416,281.00			6,416,281.00
Assigned to:				
FFCRA/SEMI Designated for subsequent years expenditures	1,379.00			1,379.00
Encumbrances	3,833,097.00			3,833,097.00
Unassigned:				
General fund	4,116,320.00			4,116,320.00
Special revenue fund (deficit)		<u>(510,489.00)</u>		<u>(510,489.00)</u>
Total fund balances	<u>27,023,967.00</u>	<u>(62,257.00)</u>	<u>1,484,216.00</u>	<u>28,445,926.00</u>
Total liabilities and fund balances	\$ <u>34,694,259.00</u>	\$ <u>2,632,079.00</u>	\$ <u>1,503,163.00</u>	\$ <u>38,829,501.00</u>

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

Total Fund Balances (Brought Forward)		\$28,445,926.00
Amounts Reported for Governmental Activities in the Statement of Net Position (A-1) are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Cost of Assets	\$274,306,781.00	
Accumulated Depreciation	<u>(135,343,248.00)</u>	138,963,533.00
Intangible assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
		587,336.00
Long term liabilities, including bonds payable, and other related amounts that are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
Compensated Absences	(2,789,549.00)	
Bonds Payable	(39,975,000.00)	
Installment Purchase Contracts (Net of Unexpended Proceeds)	(2,386,387.00)	
Subscription Based Information Technology Arrangements	(549,358.00)	
Net Pension Liability	<u>(32,062,198.00)</u>	(77,762,492.00)
Deferred Outflows and Inflows of resources are applicable to future periods and therefore are not reported in the funds.		
Pensions:		
Deferred Outflows		
Pension related		6,080,765.00
Deferred Inflows:		
Pension related	(10,032,248.00)	
Gain on Refunding Bonds	<u>(1,146,692.00)</u>	(11,178,940.00)
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.		
Accounts Payable - Pension Related	(2,960,478.00)	
Accrued Interest Payable	<u>(647,700.00)</u>	<u>(3,608,178.00)</u>
Net Position of Governmental Activities		<u>\$81,527,950.00</u>

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
REVENUES:					
Local sources:					
Local tax levy	\$119,107,869.00			\$6,124,735.00	\$125,232,604.00
Tuition	244,379.00				244,379.00
Interest on capital reserve	14,380.00				14,380.00
Other restricted miscellaneous revenues	47.00				47.00
Miscellaneous	1,228,618.00	\$1,076,231.00			2,304,849.00
Total revenues - local sources	120,595,293.00	1,076,231.00		6,124,735.00	127,796,259.00
State sources	61,461,554.00	1,658,051.00		1,119,240.00	64,238,845.00
Federal sources	832,362.00	5,832,286.00			6,664,648.00
Total revenues	182,889,209.00	8,566,568.00		7,243,975.00	198,699,752.00
EXPENDITURES:					
Current expense:					
Regular instruction	43,571,540.00				43,571,540.00
Special instruction	12,030,934.00	3,839,318.00			15,870,252.00
Other Instruction	4,526,266.00				4,526,266.00
Support services:					
Tuition	3,964,659.00				3,964,659.00
Student and instruction related services	12,438,835.00	5,165,524.00			17,604,359.00
General administrative services	1,000,358.00				1,000,358.00
School administrative services	6,619,359.00				6,619,359.00
Central services	2,144,345.00				2,144,345.00
Administration information technology	1,275,819.00				1,275,819.00
Plant operations and maintenance	16,787,564.00				16,787,564.00
Pupil transportation	12,538,462.00				12,538,462.00
Allocated benefits	1,840,582.00				1,840,582.00
Unallocated benefits	62,287,486.00				62,287,486.00
Charter Schools	1,061,059.00				1,061,059.00
Debt Service:					
Principal				6,255,000.00	6,255,000.00
Interest				988,975.00	988,975.00
Capital outlay	500,689.00	51,683.00	1,207,873.00		1,760,245.00
Total expenditures	182,587,957.00	9,056,525.00	1,207,873.00	7,243,975.00	200,096,330.00
Excess (deficiency) of revenues over (under) expenditures	301,252.00	(489,957.00)	(1,207,873.00)		(1,396,578.00)
Other financing sources (uses):					
Transfers in/(out)	(621,762.00)		1,421,762.00		800,000.00
Total other financing sources (uses)	(621,762.00)		1,421,762.00		800,000.00
Net change in fund balances	(320,510.00)	(489,957.00)	213,889.00		(596,578.00)
Fund Balances, July 1, 2022	27,344,477.00	427,700.00	1,270,327.00		29,042,504.00
Fund Balances, June 30, 2023	\$27,023,967.00	(\$62,257.00)	\$1,484,216.00	\$-0-	\$28,445,926.00

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

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

Total net change in fund balances - governmental funds (from B-2)		(\$596,578.00)
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period		
Depreciation expense		(7,260,525.00)
Capital outlays	\$1,760,245.00	
Assets not capitalized	<u>(108,445.00)</u>	
		1,651,800.00
Amortization Expense:		
Subscription Based Information Technology Arrangements		(277,429.00)
Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net positions and is not reported in the statement of activities.		
Payment of bonds payable		7,240,000.00
Payment of installment purchase contracts payable		755,484.00
Payment of Subscription Based Information Technology Arrangements		313,716.00
Proceeds from debt issues are a financing source in governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net positions.		
Deferred amortization on issuance of refunding bonds		285,071.00
In the statement of activities, interest on long-term debt is accrued, regardless of when due. In governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation.		
		84,035.00
District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.		
District pension contributions	2,684,428.00	
Add: Pension benefit	<u>3,385,482.00</u>	
		6,069,910.00
In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net positions will differ from the change in fund balance by the cost of the position removed (-).		
		(62,773.00)
In the statement of activities, certain expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-). When the paid amount exceeds the earned amount, the difference is an addition to the reconciliation (+).		
Increase in Compensated Absences		<u>(19,638.00)</u>
Change in net positions of governmental activities		<u>\$8,183,073.00</u>

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

OTHER FUNDS

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND			
	CHILDRENS' COMMUNITY ENRICHMENT FUND	SUMMER INSTITUTE	FOOD SERVICE FUND	TOTAL
ASSETS:				
Current assets:				
Cash and cash equivalents	\$519,133.00	\$1,207,475.00	\$1,947,771.00	\$3,674,379.00
Accounts receivable - other	660.00		17,877.00	18,537.00
Interfund Receivable			239.00	239.00
Intergovernmental receivables:				
State			3,415.00	3,415.00
Federal			78,235.00	78,235.00
Inventories			76,347.00	76,347.00
Prepaid expenses		10,919.00		10,919.00
	519,793.00	1,218,394.00	2,123,884.00	3,862,071.00
Total current assets				
Noncurrent assets:				
Furniture, machinery and equipment	265,095.00	4,200.00	2,428,428.00	2,697,723.00
Less accumulated depreciation	(259,337.00)	(3,400.00)	(1,625,389.00)	(1,888,126.00)
	5,758.00	800.00	803,039.00	809,597.00
Total noncurrent assets				
	525,551.00	1,219,194.00	2,926,923.00	4,671,668.00
Total assets				
LIABILITIES:				
Current liabilities:				
Accounts payable		819.00	187,776.00	188,595.00
Interfund payable		239.00		239.00
Unearned revenue	77,217.00	507,990.00	113,695.00	698,902.00
	77,217.00	509,048.00	301,471.00	887,736.00
Total current liabilities				
	77,217.00	509,048.00	301,471.00	887,736.00
Total liabilities				
NET POSITION:				
Net investment in capital assets	5,758.00	800.00	803,039.00	809,597.00
Unrestricted	442,576.00	709,346.00	1,822,413.00	2,974,335.00
	\$448,334.00	\$710,146.00	\$2,625,452.00	\$3,783,932.00
Total net position				

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

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

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND			TOTAL
	CHILDRENS' COMMUNITY ENRICHMENT FUND	SUMMER INSTITUTE	FOOD SERVICE FUND	
OPERATING REVENUES:				
Charges for services:				
Daily sales - Reimbursable Programs			\$1,294,651.00	\$1,294,651.00
Daily sales - Non-Reimbursable Programs			644,924.00	644,924.00
Miscellaneous			13,544.00	13,544.00
Program fees	\$129,474.00	\$480,056.00		609,530.00
Total operating revenues	129,474.00	480,056.00	1,953,119.00	2,562,649.00
OPERATING EXPENSES:				
Salaries	58,942.00	207,038.00	1,203,641.00	1,469,621.00
Employee Benefits			416,489.00	416,489.00
Other Purchase Service (Administrative Expenses)	329.00	14,741.00	183,518.00	198,588.00
General Supplies		12,981.00	580,246.00	593,227.00
Depreciation	339.00	600.00	70,191.00	71,130.00
Cost of sales - reimbursable programs			866,564.00	866,564.00
Cost of sales - non-reimbursable programs			265,178.00	265,178.00
Total operating expenses	59,610.00	235,360.00	3,585,827.00	3,880,797.00
Operating income (loss)	69,864.00	244,696.00	(1,632,708.00)	(1,318,148.00)
NONOPERATING REVENUES (EXPENSES):				
State Sources:				
State School Lunch Program			39,836.00	39,836.00
State School Breakfast Program			3,829.00	3,829.00
Federal Sources:				
National School Lunch Program			761,745.00	761,745.00
National School Breakfast Program			145,103.00	145,103.00
National School Snack Program			38,755.00	38,755.00
COVID Supply Chain Assistance			209,361.00	209,361.00
P-EBT Administrative Cost			653.00	653.00
National food distribution commodities			249,357.00	249,357.00
Interest on Investments			687.00	687.00
Total nonoperating revenues			1,449,326.00	1,449,326.00
Income/(loss) before contributions and transfers	69,864.00	244,696.00	(183,382.00)	131,178.00
Capital Contributions and Operating Transfers				
Operating Transfers	(400,000.00)	(400,000.00)		(800,000.00)
Total Capital Contributions and Operating Transfers	(400,000.00)	(400,000.00)		(800,000.00)
Change in net position	(330,136.00)	(155,304.00)	(183,382.00)	(668,822.00)
Total net position - beginning of the year	778,470.00	865,450.00	2,808,834.00	4,452,754.00
Total net position - end of the year	\$448,334.00	\$710,146.00	\$2,625,452.00	\$3,783,932.00

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND			TOTAL
	CHILDRENS' COMMUNITY ENRICHMENT FUND	SUMMER INSTITUTE	FOOD SERVICE FUND	
Cash flows from operating activities:				
Receipts from customers (net of refunds)	\$106,456.00	\$507,375.00	\$1,962,920.00	\$2,576,751.00
Payments to employees	(58,942.00)	(207,038.00)	(1,203,641.00)	(1,469,621.00)
Payments to employee benefits			(416,489.00)	(416,489.00)
Payments to suppliers	(329.00)	(26,606.00)	(1,729,953.00)	(1,756,888.00)
Net cash provided by (used for) operating activities	47,185.00	273,731.00	(1,387,163.00)	(1,066,247.00)
Cash flows from noncapital financing activities:				
State Sources			47,856.00	47,856.00
Federal Sources			1,481,843.00	1,481,843.00
Interfund Activity	(55,759.00)	239.00	(239.00)	(55,759.00)
Operating subsidies and transfers to other funds	(400,000.00)	(400,000.00)		(800,000.00)
Net cash provided by noncapital financing activities:	(455,759.00)	(399,761.00)	1,529,460.00	673,940.00
Cash flows from capital and related financing activities:				
Purchases of capital assets			(64,633.00)	(64,633.00)
Net cash provided by (used for) capital and related financing activities			(64,633.00)	(64,633.00)
Cash flows from investing activities:				
Interest			687.00	687.00
Net cash provided by (used for) investing activities			687.00	687.00
Net increase (decrease) in cash and cash equivalents	(408,574.00)	(126,030.00)	78,351.00	(456,253.00)
Cash and cash equivalents, July 1, 2022	927,707.00	1,333,505.00	1,869,420.00	4,130,632.00
Cash and cash equivalents, June 30, 2023	\$519,133.00	\$1,207,475.00	\$1,947,771.00	\$3,674,379.00
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$69,864.00	\$244,696.00	(\$1,632,708.00)	(\$1,318,148.00)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	339.00	600.00	70,191.00	71,130.00
Federal commodities			249,357.00	249,357.00
Change in assets and liabilities:				
(Increase) decrease in accounts receivable - other			(16,814.00)	(16,814.00)
(Increase) decrease in inventories			24,239.00	24,239.00
(Increase) decrease in prepaid expenses		1,555.00		1,555.00
Increase (decrease) in accounts payable		(440.00)	(114,117.00)	(114,557.00)
Increase (decrease) in unearned revenue	(23,018.00)	27,320.00	32,689.00	36,991.00
	(22,679.00)	29,035.00	245,545.00	251,901.00
Net cash provided by (used for) operating activities	\$47,185.00	\$273,731.00	(\$1,387,163.00)	(\$1,066,247.00)

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity

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

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

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

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

The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include elementary schools, intermediate schools and a high school. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation

The District's basic financial statements consist of District-wide statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements which provide a more detailed level of financial information.

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

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Fund Types

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

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expense by board resolution; in certain instances, approval by the County Superintendent of Schools may be required.

Special Revenue Fund - The Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus, the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

Capital Projects Fund - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the State to offset the cost of approved capital projects.

Debt Service Fund - Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary Fund

Enterprise Fund - The enterprise fund accounts for all revenues and expenses pertaining to cafeteria operations, Summer Institute and the Childrens' Community Enrichment programs. These funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Basis of Accounting – Measurement Focus

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

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office. In accordance with P.L. 2011, c. 202, which became effective January 17, 2012, the District elected to move the School Board election to the date of the November general election thereby eliminating the vote on the annual base budget unless required by the mandated State budget CAP. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(f)1. Expenditures may not legally exceed budgeted appropriations at the line item level. All budget amendments and transfers must be approved by School Board resolution. Budget amendments during the year ended June 30, 2023 totaled \$3,316,074, representing an additional appropriation of fund balance of \$1,451,166, withdrawals from the Maintenance Reserve of \$424,199 and withdrawals from the Capital Reserve of \$1,440,709.

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

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles (GAAP) with the exception of the legally mandated (NJSA 18A:22-44.2) revenue recognition of deferred State Aid payments for budgetary purposes only and the accounting treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis 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 records.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Encumbrance Accounting

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

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

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

Interfunds

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

Inventories and Prepaid Expenses

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

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets

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

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after four years of service.

The liability for compensated absences was accrued using the vesting method, whereby the liability is calculated on the probability the employee will, in the future meet required conditions to receive a cash payment at termination. Salary-related payments for the employer's share of social security and medicare taxes are included.

In the district-wide Statement of Net Position, the liabilities whose average maturities are greater than one year should be reported in two components – the amount due within one year and the amount due in more than one year. Compensated absences are a reconciling item between the fund level and district-wide presentations

Fund Balance and Net Position

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

Unassigned net position represents the remains of the District's equity in the cumulative earnings of the proprietary fund.

Unearned Revenue

Unearned revenue in the special revenue and capital projects funds represents funds which have been received but not yet earned. A corresponding accounts receivable has also been established for any open encumbrances at year end which is an allowable practice under generally accepted accounting principles.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accrued Liabilities and Long-Term Obligations

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

Net Position

GASB 63 provides guidance for reporting net position in the statement of financial position and related disclosures. Net Position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance Restrictions

Under GASB 54, 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. The District reports the Capital Reserve, Maintenance Reserve, Emergency Reserve, Unemployment Compensation, Scholarships, Student Activities and Excess Surplus as Restricted Fund Balance.

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. The District reports amounts Designated for Subsequent Year's Expenditures as Committed Fund Balance.

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

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenues – Exchange and Nonexchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary Fund Revenues and Expenses

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

Allocation of Indirect Expenses

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

Extraordinary and Special Items

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

Management Estimates

The preparation of financial statements in conformity with GAAP requires management to make assumptions that affect the amounts reported as revenue and expenditures/expenses during the reporting period. These estimates may differ from actual results.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting and Financial Reporting for Pensions

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

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

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has only one item that qualifies for reporting in this category, deferred amounts related to pensions.

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

Lease receivables are measured at the present value of the lease payments expected to be received during the lease term. The District may receive variable lease payments that are dependent upon the lessee's revenue. The variable payments are recorded as an inflow of resources in the period the payment is received. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized in a systematic and rational manner over the lease term.

Lease liabilities represent obligations to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of the expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term. The lease term may include options to extend or terminate the lease when it is reasonably certain that the option will be exercised. Payments for short-term leases with a term of 12 months or less are expensed as incurred and these leases are not included as lease liabilities or right-to-use assets on the statements of net position.

Right to Use Assets

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 incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized in a systematic and rational manner over the life of the related lease.

Recently Adopted Accounting Pronouncements

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

The District considers petty cash, change funds, cash in banks, deposits in the New Jersey Asset and Rebate Management Program and short-term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at cost, which approximates market.

Deposits

New Jersey statutes permit the deposit of public funds in public depositories which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a Banking Institution that is a member of the Federal Reserve System, and has capital funds of not less than \$25,000,000. Under (GUDPA), if a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of the deposits to the governmental unit.

The Township of South Brunswick School District had the following cash and cash equivalents at June 30, 2023.

<u>Fund Type</u>	<u>Bank Balance</u>	<u>N.J. Asset and Rebate Management</u>	<u>Reconciling Items</u>		<u>Reconciled Balance</u>
			<u>Additions</u>	<u>Deletions</u>	
Governmental	20,043,110	\$13,807,078	\$1,576,834	\$3,821,224	\$31,605,798
Proprietary	<u>\$3,674,379</u>				<u>\$3,674,379</u>
	<u>\$23,717,489</u>	<u>\$13,807,078</u>	<u>\$1,576,834</u>	<u>\$3,821,224</u>	<u>\$35,280,177</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2023, based upon the coverage provided by FDIC and NJ GUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank \$250,000 was covered by Federal Depository Insurance and \$23,467,489 was covered by NJ GUDPA. The New Jersey Asset and Rebate Management Program (NJARM) is an investment pool and is not insured by either FDIC or GUDPA.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

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

Investments

The purchase of investments by the Board is strictly limited by the express authority of the N.J.S.A. 18A:20-37 Education, Administration of School Districts. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor.
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by School Districts.
6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

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

Investments (Continued)

7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C. 52:18A-90.4); or
8. Agreements for the repurchase of fully collateralized securities if:
 - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
 - b. the custody of collateral is transferred to a third party;
 - c. the maturity of the agreement is not more than 30 days;
 - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C. 17:19-41); and;
 - e. a master repurchase agreement providing for the custody and security of collateral is executed.

As of June 30, 2023, the District has \$13,807,078 on deposit with the New Jersey Asset and Rebate Management Program. Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1, and existing investment practices of the Investment Council of the NJARM, the District is generally not exposed to credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risk for its deposits and investments.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 3: CHANGE IN CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Transfers/ Deletions</u>	<u>Ending Balance</u>
Governmental Activities				
Capital assets not being depreciated:				
Land	\$ 8,929,136	\$	\$ (265,649)	\$ 9,194,785
Construction in Progress	<u>1,538,828</u>	<u>1,226,820</u>	<u>2,765,648</u>	
Total Capital assets not being depreciated	<u>10,467,964</u>	<u>1,226,820</u>	<u>2,499,999</u>	<u>9,194,785</u>
Site Improvements	7,405,251	11,121	17,154	7,399,218
Building and Building Improvements	240,413,003	107,088	(2,442,019)	242,962,110
Machinery and Equipment	<u>19,188,869</u>	<u>325,718</u>	<u>4,763,919</u>	<u>14,750,668</u>
Totals as historical cost	<u>267,007,123</u>	<u>443,927</u>	<u>2,339,054</u>	<u>265,111,996</u>
Total Gross assets (Memo only)	<u>\$ 277,475,087</u>	<u>\$ 1,670,747</u>	<u>\$ 4,839,053</u>	<u>\$ 274,306,781</u>
Less: Accumulated Depreciation for:				
Site Improvements	\$ (4,723,191)	\$ (256,726)	\$ (14,359)	\$ (4,965,558)
Building and Building Improvements	(114,380,791)	(5,938,228)	(55,104)	(120,263,915)
Machinery and Equipment	<u>(13,736,074)</u>	<u>(1,065,571)</u>	<u>(4,687,870)</u>	<u>(10,113,775)</u>
Total depreciation	<u>(132,840,056)</u>	<u>(7,260,525)</u>	<u>(4,757,333)</u>	<u>(135,343,248)</u>
Total Capital assets being depreciated net of accumulated depreciation	<u>134,167,067</u>	<u>(6,816,598)</u>	<u>(2,418,279)</u>	<u>129,768,748</u>
Governmental activities capital assets, net	<u>\$ 144,635,031</u>	<u>\$ (5,589,778)</u>	<u>\$ 81,720</u>	<u>\$ 138,963,533</u>
Business-type activities:				
Equipment	\$ 2,633,090	\$ 64,633	\$	\$ 2,697,723
Less: Accumulated Depreciation	<u>(1,816,996)</u>	<u>(71,130)</u>		<u>(1,888,126)</u>
Proprietary fund capital assets, net	<u>\$ 816,094</u>	<u>\$ (6,497)</u>	<u>\$</u>	<u>\$ 809,597</u>

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 3: CHANGE IN CAPITAL ASSETS (CONTINUED)

Depreciation Expense was charged to governmental expenses as follows:

Instruction:			
Regular	\$	3,497,897	
Special		482,365	
Other		244,309	
Support Services:			
General Administrative Services		88,355	
School Administrative Services		25,456	
Pupil Transportation		534,230	
Plant Operations & Maintenance		2,217,559	
Unallocated		<u>170,354</u>	
	\$	<u>7,260,525</u>	

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 4: INTANGIBLE ASSETS

The District has recorded the following intangible assets. The assets are for various subscription-based information technology arrangements (“SBITAs”). These agreements are discussed in the SBITAs subsection of the Long-term liabilities section of these notes. The intangible assets are amortized on a straight-line basis over the terms of the related agreement. Intangible asset activity for the Governmental Funds for the year ended June 30, 2023 was as follows:

GENERAL ACTIVITIES:	Balance as of July 1, 2022 <u>(As Restated)</u>	<u>Additions</u>	Balance as of June 30, 2023
Subscription Assets			
Software			
EMAP Software System License	\$ 7,047	\$	7,047
Frontline Central Solution	48,199		48,199
Professional Growth Solution	60,526		60,526
Time & Attendance	42,459		42,459
Applicant Tracking	21,974		21,974
RTI - Direct, unlimited usage	13,925		13,925
504 Program Management	2,272		2,272
IEP - Direct	107,802		107,802
Genesis Student Information System	67,186		67,186
Unlimited Package - Online HR, OSHA and Prof. Devel.	2,174		2,174
Hudl Subscription		23,087	23,087
SMARTnet Renewal - Core Switch		15,443	15,443
SMARTnet Renewal - Firewall		55,238	55,238
SMARTnet Renewal - VOIP - Servers and Gateways-Aug1		9,864	9,864
SMARTnet Renewal - VOIP - Servers and Gateways-June23	5,086		5,086
Systems 3000 Software	143,681		143,681
Meraki Enterprise - Cisco (VeeMost Technologies)		230,000	230,000
Versatrans Onscreen Software		8,802	8,802
Total Software Subscription Assets	<u>522,331</u>	<u>342,434</u>	<u>864,765</u>
Total Subscription Assets	\$ <u>522,331</u>	\$ <u>342,434</u>	\$ <u>864,765</u>

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 4: INTANGIBLE ASSETS (CONTINUED)

Subscription Accumulated Amortization			
Software			
EMAP Software System License	\$	\$	3,524 \$
Frontline Central Solution			24,100
Professional Growth Solution			30,263
Time & Attendance			21,229
Applicant Tracking			10,987
RTI - Direct, unlimited usage			3,481
504 Program Management			568
IEP - Direct			26,950
Genesis Student Information System			33,593
Unlimited Package - Online HR, OSHA and Prof. Devel.			1,087
Hudl Subscription			7,728
SMARTnet Renewal - Core Switch			7,078
SMARTnet Renewal - Firewall			25,317
SMARTnet Renewal - VOIP - Servers and Gateways-Aug1			4,521
SMARTnet Renewal - VOIP - Servers and Gateways-June23			2,441
Systems 3000 Software			47,894
Meraki Enterprise - Cisco (VeeMost Technologies)			23,000
Versatrans Onscreen Software			3,668
Total Software Subscription Accumulated Amortization			<u>277,429</u>
Total Subscription Accumulated Amortization			<u>277,429</u>
Total General Subscription Assets, Net	\$	<u>522,331</u>	\$ <u>65,005</u> \$ <u>587,336</u>

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 5: LONG-TERM LIABILITIES

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

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

The following is a summary of changes in liabilities that effect other long-term obligations for the year ended June 30, 2023:

	Balance June 30 2022 <u>(As Restated)</u>	<u>Additions</u>	<u>Reductions</u>	Balance June 30 2023	Amounts due within <u>one year</u>
Compensated Absences	\$ 2,769,911	\$ 19,638	\$	\$ 2,789,549	\$
Installment Purchase					
Contracts	3,141,870	1,270,668	755,483	3,657,055	851,650
Bonds Payable	47,215,000		7,240,000	39,975,000	7,060,000
SBITA's Payable	520,531	342,434	313,607	549,358	359,724
Net Pension Liability	<u>28,058,931</u>	<u>4,003,267</u>	<u></u>	<u>32,062,198</u>	<u></u>
Totals	<u>\$ 81,706,243</u>	<u>\$ 5,636,007</u>	<u>\$ 8,309,090</u>	<u>\$ 79,033,160</u>	<u>\$ 8,271,374</u>

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 5: LONG-TERM LIABILITIES (CONTINUED)

Bonds Payable

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

Fiscal Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 7,060,000	\$ 1,547,450	\$ 8,607,450
2025	7,180,000	1,244,750	8,424,750
2026	2,465,000	1,033,250	3,498,250
2027	2,595,000	912,700	3,507,700
2028	2,715,000	788,425	3,503,425
2029	2,835,000	662,100	3,497,100
2030	1,255,000	573,175	1,828,175
2031	1,350,000	521,075	1,871,075
2032	1,450,000	465,075	1,915,075
2033	1,555,000	406,788	1,961,788
2034	1,660,000	345,850	2,005,850
2035	1,775,000	278,700	2,053,700
2036	1,895,000	205,300	2,100,300
2037	2,025,000	126,900	2,151,900
2038	2,160,000	43,200	2,203,200
	<u>\$ 39,975,000</u>	<u>\$ 9,154,738</u>	<u>\$ 49,129,738</u>

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 5: LONG-TERM LIABILITIES (CONTINUED)

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

<u>Issue</u>	<u>Amount Outstanding June 30, 2023</u>	<u>Bonds Authorized But Not Issued</u>
\$29,525,000 in School Bonds (2012 Series) dated March 7, 2012, due in remaining annual installments ranging between \$2,610,000 and \$2,625,000 beginning December 1, 2023 and ending December 1, 2024 with interest of 4.00%	\$5,235,000	-0-
\$36,330,000 in Refunding Bonds (2014 Series) dated February 12 2014, due in remaining annual installments ranging between \$1,475,000 and \$1,675,000 beginning August 1, 2023 and ending August 1, 2028 with interest of 5.00%	9,460,000	-0-
\$10,785,000 in School Energy Savings Bonds dated December 15, 2016, due in remaining annual installments ranging between \$280,000 and \$800,000 beginning August 1, 2023 and ending August 1, 2037 with interest from 3.375% to 5.00%	7,780,000	-0-
\$15,180,000 in School Energy Savings Bonds dated May 3, 2017, due in remaining annual installments ranging between \$360,000 and \$1,360,000 beginning August 1, 2023 and ending August 1, 2037 with interest of 4.00%	4,420,000	-0-
\$15,775,000 in Refunding School Bonds dated May 3, 2017, due in remaining annual installments ranging between \$2,205,000 and \$2,275,000 beginning August 1, 2023 and ending August 1, 2024 with interest of 4.00%	<u>13,080,000</u>	<u>-0-</u>
	<u>\$39,975,000</u>	<u>-0-</u>

Bonds Authorized But Not Issued

At June 30, 2023, the District had no bonds or notes authorized but not issued.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 5: LONG-TERM LIABILITIES (CONTINUED)

Refunding School Bonds

The District's outstanding Bonds Payable include Refunding Bonds. As a result of these refundings, the Statement of Net Assets reflect Deferred Inflows for Gains on Refunding Bonds. Under the escrow agreements, the escrows are irrevocably pledged to the payment of principal and interest on the refunded bonds. As a result, the refunded obligations are considered to be defeased and the liability for those bonds have been removed from the financial statements.

The balance of the Deferred Inflows resulting from the Bond Refunding as well as the FY2023 activity is reflected below.

Deferred Inflow - Gain on Refunding of Long Term Debt

	Balance June 30, <u>2022</u>	<u>Reductions</u>	Balance June 30, <u>2023</u>
2014 Refunding	\$1,060,796	\$160,671	\$900,125
2017 Refunding	<u>\$370,967</u>	<u>\$124,400</u>	<u>\$246,567</u>
	<u>\$1,431,763</u>	<u>\$285,071</u>	<u>\$1,146,692</u>

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 5: LONG-TERM LIABILITIES (CONTINUED)

Installment Purchase Contracts Payable

The District has entered into various installment purchase contracts for school buses and textbooks. Future annual debt service payments on installment purchases as of June 30, 2023 including interest of \$233,729 are as follows:

Fiscal Year				
<u>June 30,</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$	851,650	\$	43,611
			\$	895,261
2025		965,104		67,596
				1,032,700
2026		557,127		48,387
				605,514
2027		370,454		35,132
				405,586
2028		519,399		25,201
				544,600
2029		393,321		13,802
		<u>3,657,055</u>		<u>233,729</u>
	\$	<u>3,657,055</u>	\$	<u>233,729</u>
			\$	<u>3,890,784</u>

Subscription-Based Information Technology Agreements Payable (“SBITAs”):

For the year ended 6/30/2023, the financial statements include the following SBITAs:

On 07/01/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of EMAP Software System License. An initial subscription liability was recorded in the amount of \$7,047. As of 06/30/2023, the value of the subscription liability is \$3,485. South Brunswick School District, NJ is required to make annual fixed payments of \$3,562. The subscription has an interest rate of 2.1940%.

On 07/01/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of Frontline Central Solution. An initial subscription liability was recorded in the amount of \$48,199. As of 06/30/2023, the value of the subscription liability is \$24,253. South Brunswick School District, NJ is required to make annual fixed payments of \$23,947. The subscription has an interest rate of 2.1940%.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 5: LONG-TERM LIABILITIES (CONTINUED)

Subscription-Based Information Technology Agreements Payable ("SBITAs"):

On 07/01/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of Professional Growth Solution. An initial subscription liability was recorded in the amount of \$60,526. As of 06/30/2023, the value of the subscription liability is \$49,710. South Brunswick School District, NJ is required to make annual fixed payments of \$10,816. The subscription has an interest rate of 2.1940%.

On 07/01/2022, South Brunswick School District, NJ entered into a 48 month subscription for the use of RTI - Direct, unlimited usage. An initial subscription liability was recorded in the amount of \$13,325. As of 06/30/2023, the value of the subscription liability is \$10,093. South Brunswick School District, NJ is required to make annual fixed payments of \$3,233. The subscription has an interest rate of 2.4450%.

On 07/01/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of Time & Attendance. An initial subscription liability was recorded in the amount of \$42,459. As of 06/30/2023, the value of the subscription liability is \$21,364. South Brunswick School District, NJ is required to make annual fixed payments of \$21,095. The subscription has an interest rate of 2.1940%.

On 07/01/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of Applicant Tracking. An initial subscription liability was recorded in the amount of \$21,974. As of 06/30/2023, the value of the subscription liability is \$11,057. South Brunswick School District, NJ is required to make annual fixed payments of \$10,917. The subscription has an interest rate of 2.1940%.

On 07/01/2022, South Brunswick School District, NJ entered into a 48 month subscription for the use of IEP - Direct. An initial subscription liability was recorded in the amount of \$107,802. As of 06/30/2023, the value of the subscription liability is \$81,196. South Brunswick School District, NJ is required to make annual fixed payments of \$26,006. The subscription has an interest rate of 2.4450%.

On 07/01/2022, South Brunswick School District, NJ entered into a 48 month subscription for the use of 504 Program Management. An initial subscription liability was recorded in the amount of \$1,672. As of 06/30/2023, the value of the subscription liability is \$1,266. South Brunswick School District, NJ is required to make annual fixed payments of \$406. The subscription has an interest rate of 2.4450%.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 5: LONG-TERM LIABILITIES (CONTINUED)

Subscription-Based Information Technology Agreements Payable ("SBITAs"):

On 07/01/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of Unlimited Package - Online HR, OSHA and Professional Development Tutorials. An initial subscription liability was recorded in the amount of \$2,174. As of 06/30/2023, the value of the subscription liability is \$1,174. South Brunswick School District, NJ is required to make annual fixed payments of \$1,000. The subscription has an interest rate of 2.1940%.

On 10/30/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of Hudl Subscription. An initial subscription liability was recorded in the amount of \$23,087. As of 06/30/2023, the value of the subscription liability is \$12,337. South Brunswick School District, NJ is required to make annual fixed payments of \$10,750. The subscription has an interest rate of 3.3470%.

On 08/01/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of SMARTnet Renewal - Core Switch (MILLENNIUM COMMUNICATIONS GROUP). An initial subscription liability was recorded in the amount of \$15,443. As of 06/30/2023, the value of the subscription liability is \$7,991. South Brunswick School District, NJ is required to make annual fixed payments of \$7,452. The subscription has an interest rate of 2.1940%.

On 08/01/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of SMARTnet Renewal - Firewall (MILLENNIUM COMMUNICATIONS GROUP). An initial subscription liability was recorded in the amount of \$55,238. As of 06/30/2023, the value of the subscription liability is \$28,411. South Brunswick School District, NJ is required to make annual fixed payments of \$26,827. The subscription has an interest rate of 2.1940%.

On 08/01/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of SMARTnet Renewal - VOIP - Servers and Gateways-Aug1. An initial subscription liability was recorded in the amount of \$9,864. As of 06/30/2023, the value of the subscription liability is \$9,351. South Brunswick School District, NJ is required to make annual fixed payments of \$513. The subscription has an interest rate of 2.1940%.

On 07/01/2022, South Brunswick School District, NJ entered into a 25 month subscription for the use of SMARTnet Renewal - VOIP - Servers and Gateways-June23. An initial subscription liability was recorded in the amount of \$5,086. As of 06/30/2023, the value of the subscription liability is \$2,569. South Brunswick School District, NJ is required to make annual fixed payments of \$2,626. The subscription has an interest rate of 2.1940%.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 5: LONG-TERM LIABILITIES (CONTINUED)

Subscription-Based Information Technology Agreements Payable (“SBITAs”):

On 07/01/2022, South Brunswick School District, NJ entered into a 36 month subscription for the use of Systems 3000 Software. An initial subscription liability was recorded in the amount of \$143,681. As of 06/30/2023, the value of the subscription liability is \$95,621. South Brunswick School District, NJ is required to make annual fixed payments of \$48,060. The subscription has an interest rate of 2.3540%.

On 03/13/2023, South Brunswick School District, NJ entered into a 36 month subscription for the use of Meraki Enterprise - Cisco (VeeMost Technologies). An initial subscription liability was recorded in the amount of \$230,000. As of 06/30/2023, the value of the subscription liability is \$151,209. South Brunswick School District, NJ is required to make annual fixed payments of \$78,790. The subscription has an interest rate of 2.7960%.

On 09/01/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of Versatrans Onscreen Software. An initial subscription liability was recorded in the amount of \$8,802. As of 06/30/2023, the value of the subscription liability is \$4,440. South Brunswick School District, NJ is required to make annual fixed payments of \$4,363. The subscription has an interest rate of 2.1940%.

On 07/01/2022, South Brunswick School District, NJ entered into a 24 month subscription for the use of Genesis Student Information System. An initial subscription liability was recorded in the amount of \$67,186. As of 06/30/2023, the value of the subscription liability is \$33,831. South Brunswick School District, NJ is required to make annual fixed payments of \$33,355. The subscription has an interest rate of 2.1940%.

<u>Fiscal Year</u>	Governmental Activities		
	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total Payments</u>
2024	\$ 359,724	\$ 13,491	\$ 373,215
2025	156,299	4,861	161,160
2026	33,335	815	34,150
	\$ 549,358	\$ 19,167	\$ 568,525

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 6: 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 Pensions and Benefits, PO Box 295, Trenton, N.J., 08625.

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

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 6: PENSION PLANS (CONTINUED)

Significant Legislation

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

Pension Plan Design Changes

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

Funding Changes

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2019 actuarial valuation (July 1, 2018 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

COLA Suspension

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

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 6: PENSION PLANS (CONTINUED)

Contribution Requirements The contribution policy is set by N.J.S.A. 43:15A and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. As of April 1, 2018 employee contribution rates were increased to 7.5%.

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

<u>Three-Year Trend Information for PERS</u>			
<u>Year</u> <u>June 30,</u>	<u>Annual Pension</u> <u>Cost (APC)</u>	<u>Percentage of</u> <u>APC Contributed</u>	<u>Net Pension</u> <u>Obligation</u>
2023	\$2,679,144	100.00%	\$2,679,144
2022	\$2,773,838	100.00%	\$2,773,838
2021	\$2,484,143	100.00%	\$2,484,143

<u>Three-Year Trend Information for TPAF (Paid on-behalf of the District)</u>			
<u>Year</u> <u>June 30,</u>	<u>Annual Pension</u> <u>Cost (APC)</u>	<u>Percentage of</u> <u>APC Contributed</u>	<u>Net Pension</u> <u>Obligation</u>
2023	\$22,560,509	100.00%	\$22,560,509
2022	\$23,183,735	100.00%	\$23,183,735
2021	\$15,827,664	100.00%	\$15,827,664

Also, in accordance with N.J.S.A. 18A:66-66 during the years ended June 30, 2023, 2022 and 2021, the State of New Jersey reimbursed the District \$4,951,678, \$4,810,451 and \$4,585,412 respectively for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68

Public Employees Retirement System (PERS)

At June 30, 2023, the State reported a net pension liability of \$32,062,198 for the District's proportionate share of the total net pension liability. The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021 which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2022, the District's proportion was 0.2124537649 percent, which was an increase of 0.024404380 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the District recognized pension benefit of \$3,385,482 in the government-wide financial statements. This pension benefit was based on the pension plans June 30, 2022 measurement date.

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

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	\$ 231,410	\$ 204,071
Changes of assumptions	99,339	4,800,980
Net difference between projected and actual earnings on pension plan investments	1,327,025	
Changes in proportion and differences between District contributions and proportionate share of contributions	1,462,513	5,027,197
District contributions subsequent to the measurement date	<u>2,960,478</u>	
	<u>\$ 6,080,765</u>	<u>\$ 10,032,248</u>

The \$2,960,478 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e., for the school year ending June 30, 2023, the plan measurement date is June 30, 2022) will be recognized as a reduction of the net pension liability in the year ended June 30, 2024.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

The \$2,960,478 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e., for the school year ending June 30, 2023, the plan measurement date is June 30, 2022) will be recognized as a reduction of the net pension liability in the year ended June 30, 2024.

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

<u>Year Ended</u> <u>June 30</u>	<u>Amount</u>
2023	(\$3,463,200)
2024	(2,114,104)
2025	(1,396,259)
2026	777,813
2027	(716,212)
	(\$6,911,961)

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 rolled forward to June 30, 2022. These actuarial valuations used the following assumptions:

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions (Continued)

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

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

Long-Term Rate of Return

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions (Continued)

Long-Term Rate of Return (Continued)

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S. Developed Market Equity	13.50%	8.38%
Emerging Market Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
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 and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers.

Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

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

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

	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's proportionate share of the pension liability	\$41,190,532	\$32,062,198	\$24,293,618

Pension Plan Fiduciary Net Position

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF)

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

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

Net Pension Liability:	
Districts proportionate share	-0-
State's proportionate share associated with the District	\$290,563,797
	\$290,563,797

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021 which was rolled forward to June 30, 2022. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2022, the proportion of the TPAF net pension liability associated with the District was .5631690802% which was an increase of .0186791004 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the District recognized on-behalf pension expense and revenue of \$7,819,884 in the government-wide financial statements for contributions provided by the State. This pension expense and revenue was based on the pension plans June 30, 2022 measurement date.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions

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

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

Mortality Rate

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions (Continued)

Long-Term Expected Rate of Return (Continued)

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries.

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

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers 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.

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

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

Pension Plan Fiduciary Net Position

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75

Plan Description and Benefits Provided

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

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

Employees Covered by Benefit Terms

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Total Non-Employer OPEB Liability

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

Total OPEB Liability:	
District's Proportionate Share	\$-0-
State's Proportionate Share associated with the District	279,971,880
	\$279,971,880

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

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

For the year ended June 30, 2023, the District recognized on-behalf post-employment expense and revenue of \$11,002,515 in the government-wide financial statements for contributions provided by the State. This expense and revenue was based on the plans June 30, 2022 measurement date.

At June 30, 2023, the District's proportion was .5527965106 percent, which was a decrease of .0023979515 from its proportion measured as of June 30, 2022.

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Actuarial Assumptions and Other Inputs

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

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

*- Based on Years of Service

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Actuarial Assumptions and Other Input (Continued)

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long-term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.5% 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 4.50% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Changes in the Total Non-Employer OPEB Liability

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

Balance at 6/30/21		\$333,159,155
Changes for the year:		
Service cost	\$15,717,023	
Interest	7,419,564	
Changes of Benefit Terms		
Differences between expected and actual experience	5,894,635	
Changes in assumptions or other inputs	(75,104,969)	
Membership Contributions	235,769	
Benefit payments - Net	<u>(7,349,297)</u>	
Net changes		<u>(53,187,275)</u>
Balance at 6/30/22		<u>\$279,971,880</u>

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

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

	June 30, 2022		
	1.00% Decrease (2.54%)	At Discount Rate (3.54%)	1.00% Increase (4.54%)
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$329,077,495	\$279,971,880	\$240,616,185

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

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

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

	June 30, 2022		
	<u>1.00%</u> <u>Decrease</u>	<u>Healthcare Cost</u> <u>Trend Rate</u>	<u>1.00%</u> <u>Increase</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$231,413,871	\$279,971,880	\$343,755,773

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

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

	<u>Deferred</u> <u>Outflow of</u> <u>Resources</u>	<u>Deferred</u> <u>Inflow of</u> <u>Resources</u>
Differences between expected and actual experience	\$ 49,986,086	\$ 85,478,652
Changes of assumptions	48,456,045	95,287,133
Changes in proportion	11,738,640	1,392,857
	\$ 110,180,771	\$ 182,158,642

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Non-Employer OPEB Liability (Continued)

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

Measurement Period Ended	<u>Amount</u>
<u>June 30,</u>	
2023	(\$11,845,569)
2024	(\$11,845,569)
2025	(\$11,845,569)
2026	(\$9,956,653)
2027	(\$4,807,361)
Total Thereafter	<u>(\$21,677,148)</u>
	<u>(\$71,977,871)</u>

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

State Health Benefit Local Education Retired Employee Plan Information

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

NOTE 9: LITIGATION

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 10: CONTINGENCIES

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2022-2023 fiscal year were subject to the Uniform Guidance and New Jersey OMB Circular 15-08 which mandates that grant revenues and expenditures be audited in conjunction with the District's annual audit if expenditures for federal or state programs exceed \$750,000. Findings and questioned costs, if any, relative to federal and state financial assistance programs are discussed in the Single Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. The District's management does not believe any such audit would result in material amounts of disallowed costs.

NOTE 11: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. There have been no significant reductions in insurance coverage from the prior years and no settlements have exceeded insurance coverage over the past three years.

Property and Liability Insurance - The District maintains insurance coverage covering each of those risks of loss. The administration believes such coverage is sufficient to preclude any significant uninsured losses to the District. 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. Charges are applied to the Unemployment Compensation Claims Payable first, and any remaining charges are applied to the Unemployment Compensation budget appropriation.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 11: RISK MANAGEMENT (CONTINUED)

New Jersey Unemployment Compensation Insurance (Continued)

The following table is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid, and the ending balance of the District's fund for the current and previous two years:

<u>Fiscal</u> <u>Year</u>	<u>Interest</u> <u>Earnings</u>	<u>Contributions</u>	<u>Amount</u> <u>Reimbursed</u>	<u>Ending</u> <u>Balance</u>
2022-23	\$ 47	\$ 147,599	\$ 164,312	\$ 507,607
2021-22	37	140,682		524,273
2020-21	42	189,954		383,554

Health Benefits - The District provides health benefits to employees through an administrative services agreement with Aetna. The incurred but not reported liability ("IBNR") actuarially computed by was \$5,301,196 at June 30, 2023. It was also noted that the entire IBNR is adjusted for changes in estimate at year end and such changes are reflected in the district's budget and the entire liability is treated as a liability for budgetary purposes.

NOTE 12: COMPENSATED ABSENCES

District employees earn sick leave per the terms of the various labor agreements negotiated by the Board. Unused sick leave may be carried forward without limitation and upon retirement from the District those employees who have completed 15 years of service in the District, will receive payment for accumulated unused sick leave at rates and percentages in accordance with the various agreements.

Twelve month District employees are entitled to accumulate vacation time, the carryover of which is unlimited for non-unit employees and limited for members of the administrative unit, and will be paid upon separation from service at the District.

The liability for vested compensated absences of the governmental fund types are recorded in the district - wide statement of net assets. As of June 30, 2023, a liability existed for compensated absences for governmental fund-types in the district- wide Statement of Net Position of \$2,789,549.

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 13: FUND BALANCE APPROPRIATED

General Fund – The table below reflects the District’s Fund Balance at June 30, 2023 on both a GAAP (Exhibit B-1) and Budgetary (Exhibit C-1) basis including the required adjustment related to the last state aid payment which under GAAP is not recognized.

	<u>Budgetary</u> <u>Basis</u>	<u>Adjustment</u>	<u>GAAP</u> <u>Basis</u>
Restricted for:			
Excess surplus:			
Designated for subsequent			
years expenditures	\$ 2,464,231	\$	2,464,231
Current year	3,950,555		3,950,555
Maintenance reserve	3,567,772		3,567,772
Capital reserve	1,466,725		1,466,725
Emergency reserve	700,000		700,000
Unemployment	507,607		507,607
Committed to:			
Designated for subsequent			
years expenditures	6,416,281		6,416,281
Assigned to:			
Encumbrances	3,833,097		3,833,097
FFCRA/SEMI Designated for			
subsequent years expenditures	1,379		1,379
Unassigned	5,973,366	(1,857,046)	4,116,320
	\$ 28,881,013	\$ (1,857,046)	\$ 27,023,967

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 14: CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS

The Restricted 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 balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget.

General Fund Expenditures Fiscal Year Ended June 30, 2023	\$182,587,957
Add:	
Transfer from Capital Reserve to Capital Projects Fund	1,421,762
Less:	
On-behalf TPAF Pension and Social Security Reimbursement	<u>33,841,823</u>
Adjusted General Fund Expenditures	\$150,167,896
Excess Surplus Percentage	<u>2.00%</u>
2% of Adjusted 2022-23 General Fund Expenditures	\$3,003,358
Add: Allowable Adjustments	<u>2,970,008</u>
Maximum Unreserved/Undesignated Fund Balance	\$5,973,366
Actual Unreserved/Undesignated Fund Balance	<u>9,923,921</u>
Excess Surplus	<u>\$3,950,555</u>

NOTE 15: INTERFUND RECEIVABLES AND PAYABLES

<u>FUND</u>	<u>INTERFUND RECEIVABLE</u>	<u>INTERFUND PAYABLE</u>
General Fund	\$ 1,234,922	
Special Revenue Fund		1,215,975
Capital Projects Fund		18,947
Proprietary Fund	<u>239</u>	<u>239</u>
	\$ <u>1,235,161</u> \$	<u>1,235,161</u>

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 16: CAPITAL RESERVE ACCOUNT

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

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

Capital Reserve Account

Beginning balance, July 1, 2022		\$2,874,106
Increased by:		
Transferred from Capital Projects Fund	\$18,947	
Interest earned	14,381	
	33,328	
		\$2,907,434
Withdrawals:		
Budgeted		1,440,709
Ending balance, June 30, 2023		\$1,466,725

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 17: MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by the District for the accumulation of funds for use as 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 maintenance reserve account is used to accumulate funds for the required maintenance of a facility in accordance with EFCFA (N.J.S.A. 18A:7G-9). The passage of S1701 also impacts deposits into maintenance reserve. EFCFA requires that upon the district completion of school facilities project, the district must submit a plan for the maintenance of that facility. The activity of the maintenance reserve for the July 1, 2022 to June 30, 2023 year is as follows:

Beginning balance, July 1, 2022	\$3,991,971
Withdrawals:	
Budgeted	424,199
Ending balance, June 30, 2023	\$3,567,772

NOTE 18: EMERGENCY RESERVE ACCOUNT

An emergency reserve account was established by the Township of South Brunswick Board of Education for the accumulation of funds for use as emergency expenditures in subsequent fiscal years. The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The emergency reserve is used to accumulate funds in accordance with N.J.S.A. 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1 percent of the general fund budget not to exceed \$1 million. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both.

The department has defined year end for the purpose of depositing surplus into reserve accounts as an amount approved by the district board of education between June 1 and June 30. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of 4 percent.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 18: EMERGENCY RESERVE ACCOUNT (CONTINUED)

During the Fiscal Year ended June 30, 2023 the District has the following activity in the Emergency Reserve Account:

Emergency Reserve Account

Beginning balance, July 1, 2022 and June 30, 2023	<u>\$700,000</u>
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NOTE 19: DEFERRED COMPENSATION

The District offers its employees a choice of the deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans 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. Since the Board does not have any property or rights to the plan assets and no fiduciary relationship exists between the District and the deferred compensation plan, the plan assets are not included in the District's financial statements as of June 30, 2023.

NOTE 20: INVENTORY

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

Food and Supplies	<u>\$76,347</u>
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The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Act amendments of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 21: TAX ABATEMENTS

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

NOTE 22: DEFICIT FUND BALANCES / NET POSITION

The District has a deficit fund balance of \$62,257.00 in the Special Revenue Fund as of June 30, 2023 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, in the current budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year.

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

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

Township of South Brunswick School District
Notes to the Financial Statements
June 30, 2023

NOTE 23: PRIOR PERIOD ADJUSTMENTS

As of July 1, 2022 the District implemented GASB Statement No. 87 Leases and GASB 96 Subscription-Based Information Technology Agreements. The District restated the balance of the accounts indicated below to appropriately reflect the June 30, 2022 balances as follows:

	<u>Balance June 30,2022</u>	<u>Balance June 30,2022 (As Restated)</u>
Assets:		
Intangible Assets		522,331
Liabilities:		
Noncurrent Liabilities		520,531
Net Position	73,343,077	73,344,877

NOTE 24: SUBSEQUENT EVENTS

The District has evaluated material subsequent events occurring after the financial statement date through January 30, 2024 which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION – PART II

BUDGETARY COMPARISON SCHEDULES

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
REVENUES:					
Revenues from local sources:	\$	\$	\$	\$	
Local tax levy	119,107,869.00		119,107,869.00	119,107,869.00	
Tuition from individuals	70,000.00		70,000.00	42,199.00	(27,801.00)
Tuition from LEAs within state	220,000.00		220,000.00	202,180.00	(17,820.00)
Transportation fees from other LEAs	29,000.00		29,000.00		(29,000.00)
Rents and Royalties				105,161.00	105,161.00
Unrestricted miscellaneous revenues	655,000.00		655,000.00	1,111,698.00	456,698.00
Advertising fees - school buses	20,000.00		20,000.00	11,759.00	(8,241.00)
Interest earned on capital reserve funds				14,380.00	14,380.00
Other restricted miscellaneous revenues				47.00	47.00
Subtotal- Revenues from Local Sources	120,101,869.00		120,101,869.00	120,595,293.00	493,424.00
Revenues from state sources:					
Categorical Transportation aid	2,155,118.00		2,155,118.00	2,155,118.00	
Extraordinary aid	1,800,000.00		1,800,000.00	2,023,686.00	223,686.00
Categorical special education aid	5,479,892.00		5,479,892.00	5,479,892.00	
Equalization aid	11,929,860.00		11,929,860.00	11,929,860.00	
Categorical security aid	183,321.00		183,321.00	183,321.00	
Reimbursement of Nonpublic School Transportation Costs				64,584.00	64,584.00
Stabilization Aid				2,890,780.00	2,890,780.00
Supplemental Stabilization Aid				2,681,738.00	2,681,738.00
Other state aids				29,779.00	29,779.00
Reimbursed TPAF social security contributions (non-budgeted)				4,951,678.00	4,951,678.00
On-Behalf TPAF - Non-contributory insurance (non-budgeted)				313,001.00	313,001.00
On-Behalf TPAF - Long-Term Disability (non-budgeted)				7,819.00	7,819.00
On-behalf TPAF post retirement medical (non-budgeted)				6,008,816.00	6,008,816.00
On-behalf TPAF pension contributions (non-budgeted)				22,560,509.00	22,560,509.00
Total - state sources	21,548,191.00		21,548,191.00	61,280,581.00	39,732,390.00
Revenues from federal sources:					
Medicaid Reimbursement	89,880.00		89,880.00	29,303.00	(60,577.00)
Other Federal Grant Revenue- Passed Through State				803,059.00	803,059.00
SUBTOTAL - Revenues from federal sources	89,880.00		89,880.00	832,362.00	742,482.00
Total Operating Budget	141,739,940.00		141,739,940.00	182,708,236.00	40,968,296.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
EXPENDITURES:					
CURRENT EXPENSE:					
Regular programs - Instruction:					
Salaries of teachers:					
Kindergarten	2,192,878.00	(236,485.00)	1,956,393.00	1,933,656.00	22,737.00
Grades 1-5	13,527,789.00	(492,419.00)	13,035,370.00	12,993,191.00	42,179.00
Grades 6-8	11,218,253.00	(15,011.00)	11,203,242.00	11,193,808.00	9,434.00
Grades 9-12	14,736,782.00	(8,714.00)	14,728,068.00	14,719,695.00	8,373.00
Regular programs - Undistributed Instruction:					
Purchased Professional Educational Services	22,000.00	(6,900.00)	15,100.00	15,021.00	79.00
Purchased Technical Services	377,000.00	857,463.00	1,234,463.00	1,234,212.00	251.00
Other Purchased Services (400-500 series)	723,561.00	(151,761.00)	571,800.00	562,235.00	9,565.00
General Supplies	1,285,661.00	(356,366.00)	909,295.00	896,920.00	12,375.00
Textbooks	45,000.00	(25,184.00)	19,816.00	18,377.00	1,439.00
Other Objects	10,000.00	(5,515.00)	4,485.00	4,425.00	60.00
Total Regular Programs	44,118,924.00	(440,892.00)	43,678,032.00	43,571,540.00	106,492.00
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	955,305.00	165,244.00	1,120,549.00	1,119,720.00	829.00
Other Salaries for Instruction	576,299.00	(113,582.00)	462,717.00	460,932.00	1,785.00
Purchased Technical Services	24,000.00	14,166.00	38,166.00	37,835.00	331.00
General Supplies	4,000.00	16,615.00	20,615.00	19,114.00	1,501.00
Total Learning and/or Language Disabilities	1,559,604.00	82,443.00	1,642,047.00	1,637,601.00	4,446.00
Multiple Disabilities:					
Salaries of Teachers	576,107.00	190,890.00	766,997.00	676,401.00	90,596.00
Other Salaries for Instruction	467,333.00	(16,276.00)	451,057.00	414,225.00	36,832.00
Purchased Technical Services	10,000.00	22,025.00	32,025.00	22,024.00	1.00
General Supplies		2,046.00	2,046.00	1,881.00	165.00
Total Multiple Disabilities	1,053,440.00	188,685.00	1,242,125.00	1,114,531.00	127,594.00
Resource Room/ Resource Center:					
Salaries of Teachers	6,136,813.00	(233,524.00)	5,903,289.00	5,890,230.00	13,059.00
Other Salaries for Instruction	484,843.00	78,974.00	563,817.00	553,211.00	10,606.00
Purchased Technical Services	91,000.00	43,395.00	134,395.00	134,394.00	1.00
General Supplies	19,000.00	(6,617.00)	12,383.00	11,349.00	1,034.00
Total Resource Room/ Resource Center	6,731,656.00	(117,772.00)	6,613,884.00	6,589,184.00	24,700.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
Autism:					
Salaries of Teachers	899,089.00	115,891.00	1,014,980.00	1,010,825.00	4,155.00
Other Salaries for Instruction	949,286.00	(8,683.00)	940,593.00	923,289.00	17,304.00
Purchased Technical Services	24,500.00	57,964.00	82,464.00	82,463.00	1.00
General Supplies	14,000.00	(979.00)	13,021.00	11,735.00	1,286.00
Total Autism	1,886,875.00	164,183.00	2,051,058.00	2,028,312.00	22,746.00
Preschool Disabilities - Part Time:					
Salaries of Teachers	97,155.00	(97,100.00)	55.00		55.00
Purchased Technical Services	2,000.00	(150.00)	1,850.00	1,247.00	603.00
General Supplies	1,750.00		1,750.00	1,585.00	165.00
Total Preschool Disabilities - Part Time	100,905.00	(97,250.00)	3,655.00	2,832.00	823.00
Preschool Disabilities - Full Time:					
Salaries of Teachers	546,377.00	(196,050.00)	350,327.00	347,525.00	2,802.00
Other Salaries for Instruction	230,930.00	(45,933.00)	184,997.00	184,228.00	769.00
Purchased Technical Services	12,000.00	5,958.00	17,958.00	17,957.00	1.00
Total Preschool Disabilities - Full Time	789,307.00	(236,025.00)	553,282.00	549,710.00	3,572.00
Home Instruction:					
Salaries of Teachers	30,000.00	20,966.00	50,966.00	50,966.00	
Other Salaries for Instruction	8,000.00	(8,000.00)			
Purchased Professional- Educational Services	80,000.00	(12,900.00)	67,100.00	57,796.00	9,302.00
Total Home Instruction	118,000.00	66.00	118,066.00	108,764.00	9,302.00
Total Special Education - Instruction	12,239,787.00	(15,670.00)	12,224,117.00	12,030,934.00	193,183.00
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	2,507,454.00	(74,062.00)	2,433,402.00	2,425,949.00	7,453.00
Other Salaries for Instruction	1,000.00	(1,000.00)			
Purchased Technical Services	13,000.00	3,376.00	16,376.00	16,376.00	
General Supplies	4,700.00	(4,700.00)			
Total Basic Skills/Remedial - Instruction	2,526,154.00	(76,376.00)	2,449,778.00	2,442,325.00	7,453.00
Bilingual education - Instruction:					
Salaries of Teachers	636,424.00	54,800.00	691,224.00	690,886.00	338.00
Other Salaries for Instruction	25,875.00	(25,300.00)	575.00		575.00
Purchased Technical Services	2,000.00	3,300.00	5,300.00	5,115.00	185.00
Total Bilingual Education - Instruction	664,299.00	32,800.00	697,099.00	696,001.00	1,098.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
School Sponsored Co/Extra Curricular Activities - Instruction:					
Salaries	141,350.00	11,068.00	152,418.00	145,905.00	6,513.00
Purchased Services (300-500 series)	37,800.00	(10,930.00)	26,870.00	23,987.00	2,883.00
Supplies and Materials	53,750.00	(17,433.00)	36,317.00	29,964.00	6,353.00
Other Objects	12,750.00	(8,776.00)	3,974.00	3,891.00	83.00
Total School Sponsored Co/Extra Curricular Activities - Instruction	245,650.00	(26,071.00)	219,579.00	203,737.00	15,842.00
School Sponsored Athletics - Instruction:					
Salaries	730,000.00	113,789.00	843,789.00	843,656.00	133.00
Purchased Services (300-500 series)	87,004.00	63.00	87,067.00	83,940.00	3,127.00
Supplies and Materials	168,260.00	1,018.00	169,278.00	164,725.00	4,553.00
Other Objects	7,930.00	(3,069.00)	4,861.00	4,855.00	6.00
Transfers to Cover Deficit (Custodial Funds)	106,000.00	(18,000.00)	88,000.00	87,027.00	973.00
Total School Sponsored Athletics - Instruction	1,099,194.00	93,801.00	1,192,995.00	1,184,203.00	8,792.00
Undistributed Expenditures - Instruction					
Tuition to other LEAs within the State - Regular	52,000.00	(34,429.00)	17,571.00	17,571.00	
Tuition to other LEAs within the State - Special	165,000.00	(164,760.00)	240.00		240.00
Tuition to CSSD & Regular Day Schools	1,075,000.00	487,859.00	1,562,859.00	1,308,840.00	254,019.00
Tuition to Private Schools for the Disabled W/ State	3,000,000.00	(474,564.00)	2,525,436.00	2,508,109.00	17,327.00
Tuition - State Facilities	125,000.00	(125,000.00)			
Tuition - Other	120,000.00	10,139.00	130,139.00	130,139.00	
Total Undistributed Expenditures - Instruction	4,537,000.00	(300,755.00)	4,236,245.00	3,964,659.00	271,586.00
Undistributed Expenditures - Health Services:					
Salaries	1,148,106.00	(293,580.00)	854,526.00	843,234.00	11,292.00
Purchased Professional and Technical Services	297,500.00	515,979.00	813,479.00	810,778.00	2,701.00
Other Purchased Services (400-500 series)	6,250.00	(6,250.00)			
Supplies and Materials	72,101.00	(26,422.00)	45,679.00	37,148.00	8,531.00
Total Undistributed Expenditures - Health Services	1,523,957.00	189,727.00	1,713,684.00	1,691,160.00	22,524.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
Undistributed Expend. - Speech, OT, PT & Related Services:					
Salaries	1,726,637.00	6,001.00	1,732,638.00	1,731,967.00	671.00
Purchased Professional - Educational Services	50,000.00	19,051.00	69,051.00	68,033.00	1,018.00
Supplies and materials	36,500.00	(10,300.00)	26,200.00	25,460.00	740.00
Total Undistributed Expend. - Speech, OT, PT & Related Services	1,813,137.00	14,752.00	1,827,889.00	1,825,460.00	2,429.00
Undistributed Expenditures - Guidance:					
Salaries of Other Professional Staff	2,515,344.00	(32,191.00)	2,483,153.00	2,483,148.00	5.00
Other Purchased Professional & Technical Services	42,300.00	(33,200.00)	9,100.00	8,668.00	432.00
Other Purchased Services (400-500 series)	66,350.00	(13,760.00)	52,590.00	51,685.00	905.00
Supplies and Materials	69,550.00	(15,741.00)	53,809.00	49,676.00	4,133.00
Total Undistributed Expenditures - Guidance	2,693,544.00	(94,892.00)	2,598,652.00	2,589,177.00	5,475.00
Undistributed Expenditures - Child Study Teams:					
Salaries of Other Professional Staff	2,559,791.00	(76,560.00)	2,483,231.00	2,452,420.00	30,811.00
Salaries of Secretarial and Clerical Assistants	184,279.00	(20,000.00)	164,279.00	162,865.00	1,414.00
Other Purchased Professional & Technical Services	440,000.00	136,570.00	576,570.00	515,878.00	60,692.00
Other Purchased Services (400-500 series)	10,000.00	(10,000.00)			
Supplies and Materials	93,462.00	(35,639.00)	57,823.00	55,865.00	1,955.00
Total Undistributed Expenditures - Child Study Teams	3,287,532.00	(5,629.00)	3,281,903.00	3,187,031.00	94,872.00
Undistributed Expenditures - Improvement of Instr. Serv.					
Salaries of Supervisors of Instruction	1,138,472.00	(168,837.00)	979,635.00	927,044.00	52,591.00
Other Salaries	60,000.00	(5,084.00)	54,916.00	54,916.00	
Unused Vacation Payment to Terminated/Retired Staff		9,300.00	9,300.00	9,258.00	42.00
Other Purchased Services (400-500 series)	25,000.00	6,150.00	31,150.00	26,335.00	4,815.00
Supplies and Materials	21,500.00	(7,150.00)	14,350.00	14,311.00	39.00
Total Undistributed Expenditures - Improvement of Instr. Serv.	1,244,972.00	(165,621.00)	1,089,351.00	1,031,864.00	57,487.00
Undistributed Expend. - Educational Media Serv./School Library:					
Salaries	913,051.00	(12,806.00)	900,245.00	892,407.00	7,838.00
Purchased Professional and Technical Services	7,000.00	7,511.00	14,511.00	14,510.00	1.00
Supplies and Materials	145,699.00	(47,652.00)	98,047.00	87,397.00	10,650.00
Total Undistributed Expend. - Educational Media Serv./School Library	1,065,750.00	(52,947.00)	1,012,803.00	994,314.00	18,489.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
Undistributed Expend. - Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	946,927.00	(72,409.00)	874,518.00	821,584.00	52,934.00
Salaries of Secretarial and Clerical Assistants	179,576.00		179,576.00	178,774.00	802.00
Other Salaries	6,180.00	13,782.00	19,962.00	19,217.00	745.00
Purchased Professional - Educational Services	30,500.00	(10,025.00)	20,475.00	18,551.00	1,924.00
Other Purchased Services (400-500 series)	154,000.00	(97,182.00)	56,818.00	56,053.00	765.00
Supplies and Materials	21,404.00	(1,461.00)	19,943.00	17,661.00	2,282.00
Other Objects	13,500.00	(9,500.00)	4,000.00	3,989.00	11.00
Total Undistributed Expend. - Instructional Staff Training Services	1,352,087.00	(176,795.00)	1,175,292.00	1,115,829.00	59,463.00
Undistributed Expend.-Support Services-General Administration:					
Salaries	339,107.00	4,100.00	343,207.00	343,180.00	27.00
Legal Services	114,950.00	86,650.00	201,600.00	190,493.00	11,107.00
Audit Fees	45,300.00	1,950.00	47,250.00	47,250.00	
Other Purchased Professional Services	50,450.00	(29,950.00)	20,500.00	18,465.00	2,035.00
Purchased Technical Services	18,550.00	32,275.00	50,825.00	10,825.00	40,000.00
Communications/Telephone	188,500.00	(144,050.00)	44,450.00	40,797.00	3,653.00
BOE Other Purch Serv	6,500.00	(1,000.00)	5,500.00	5,466.00	34.00
Misc. Purchased Services (400-500 series, O/T 530 & 585)	296,400.00	(3,700.00)	292,700.00	291,508.00	1,192.00
General Supplies	49,300.00	(31,400.00)	17,900.00	16,802.00	1,098.00
Miscellaneous Expenditures	10,000.00	(1,350.00)	8,650.00	8,624.00	26.00
BOE Membership Dues and Fees	37,000.00	(10,000.00)	27,000.00	26,948.00	52.00
Total Undistributed Expend.-Support Services-General Administration	1,156,057.00	(96,475.00)	1,059,582.00	1,000,358.00	59,224.00
Undistributed Expend.-Support Services- School Administration:					
Salaries of Principals/Assistant Principals	3,274,337.00	(25,747.00)	3,248,590.00	3,247,698.00	892.00
Salaries of Other Professional Staff	853,640.00	(93,500.00)	760,140.00	759,034.00	1,106.00
Salaries of Secretarial and Clerical Assistants	2,538,143.00	(76,131.00)	2,462,012.00	2,457,441.00	4,571.00
Unused Vacation Payment to Terminated/Retired Staff	46,161.00	12,600.00	58,761.00	58,734.00	27.00
Other Purchased Services (400-500 series)	130,300.00	(47,704.00)	82,596.00	78,709.00	3,887.00
Supplies and Materials	39,594.00	(33,134.00)	6,460.00	5,409.00	1,051.00
Other Objects	8,000.00	5,546.00	13,546.00	12,334.00	1,212.00
Total Undistributed Expend.-Support Services- School Administration	6,890,175.00	(258,070.00)	6,632,105.00	6,619,359.00	12,746.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
Undistributed Expend. - Central Services					
Salaries	1,495,765.00	355,889.00	1,851,654.00	1,848,715.00	2,939.00
Purchased Professional Services	7,000.00	8,435.00	15,435.00	15,430.00	5.00
Purchased Technical Services	216,799.00	15,072.00	231,871.00	230,758.00	1,113.00
Miscellaneous Purchased Services (400-500 series, O/T 594)	38,700.00	3,097.00	41,797.00	39,456.00	2,341.00
Supplies and Materials	16,000.00	(7,210.00)	8,790.00	7,146.00	1,644.00
Miscellaneous Expenditures	3,400.00	(560.00)	2,840.00	2,840.00	
Total Undistributed Expend. - Central Services	1,777,664.00	374,723.00	2,152,387.00	2,144,345.00	8,042.00
Undistributed Expend. - Admin. Info. Technology:					
Salaries	743,958.00	(94,600.00)	649,358.00	649,284.00	74.00
Purchased Technical Services	130,700.00	39,676.00	170,376.00	170,375.00	1.00
Other Purchased Services (400-500 series)	486,108.00	(40,962.00)	445,146.00	443,805.00	1,341.00
Supplies and Materials	22,000.00	(9,644.00)	12,356.00	12,355.00	1.00
Total Undistributed Expend. - Admin. Info. Technology	1,382,766.00	(105,530.00)	1,277,236.00	1,275,819.00	1,417.00
Undistributed Expend.-Required Maintenance for School Facilities:					
Cleaning, Repair and Maintenance Services	7,293,664.00	(191,188.00)	7,102,476.00	3,279,687.00	3,822,789.00
General Supplies	325,783.00	(92,879.00)	232,904.00	225,683.00	7,221.00
Total Undistributed Expend.-Required Maintenance for School Facilities	7,619,447.00	(284,067.00)	7,335,380.00	3,505,370.00	3,830,010.00
Undistributed Expend.-Custodial Services:					
Salaries	6,123,619.00	(250,548.00)	5,873,071.00	5,598,059.00	275,012.00
Salaries of Non-Instructional Aides	1,011,590.00	(29,708.00)	981,882.00	979,726.00	2,156.00
Unused Vacation Payment to Terminated/Retired Staff	24,478.00	(10,000.00)	14,478.00	14,278.00	200.00
Purchased Professional and Technical Services	135,350.00	80,887.00	216,237.00	171,325.00	44,912.00
Cleaning, Repair and Maintenance Services	631,164.00	(84,592.00)	546,572.00	541,443.00	5,129.00
Rental of Land & Bldg. Other than Install Purch. Contracts	27,500.00	(20,700.00)	6,800.00	6,706.00	94.00
Other Purchased Property Services	145,000.00	(17,900.00)	127,100.00	127,007.00	93.00
Insurance	537,300.00	36,743.00	574,043.00	574,043.00	
Miscellaneous Purchased Services	3,700.00	(2,750.00)	950.00	822.00	128.00
General Supplies	454,897.00	(77,760.00)	377,137.00	371,047.00	6,090.00
Energy (Electricity)	976,200.00	226,087.00	1,202,287.00	1,179,795.00	22,492.00
Other Objects	11,250.00	15,700.00	26,950.00	26,563.00	387.00
Interest-Energy Savings Improv Prog Bonds	863,150.00		863,150.00	863,150.00	
Principal- Energy Savings Improv Prog Bonds	985,000.00		985,000.00	985,000.00	
Total Undistributed Expend.-Custodial Services:	11,930,198.00	(134,541.00)	11,795,657.00	11,438,964.00	356,693.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
Care and Upkeep of Grounds:					
Salaries	379,368.00	71,711.00	451,079.00	450,875.00	204.00
Cleaning, Repair and Maintenance Services	276,002.00	19,233.00	295,235.00	281,567.00	13,668.00
General Supplies	180,000.00	(143,311.00)	36,689.00	36,686.00	3.00
Total Care and Upkeep of Grounds	835,370.00	(52,367.00)	783,003.00	769,128.00	13,875.00
Security:					
Salaries	273,188.00	78,428.00	351,616.00	351,598.00	18.00
Purchased Professional and Technical Services	280,000.00	420,000.00	700,000.00	700,000.00	
Cleaning, Repair and Maintenance Services	60,000.00	(60,000.00)			
General Supplies	11,000.00	14,005.00	25,005.00	22,504.00	2,501.00
Total Security	624,188.00	452,433.00	1,076,621.00	1,074,102.00	2,519.00
Total Undistributed Expend. - Oper. & Maintenance of Plant Serv.	21,009,203.00	(18,542.00)	20,990,661.00	16,787,564.00	4,203,097.00
Undistributed Expend.-Student Transportation Services:					
Salaries of Non-Instructional Aides	381,573.00	(56,650.00)	324,923.00	324,922.00	1.00
Salaries for Pupil Transportation (bet. home & school)-Reg	1,444,990.00	(90,062.00)	1,354,928.00	1,348,238.00	6,690.00
Salaries for Pupil Transportation (bet. home & school)-Special Ed.	978,289.00	705,300.00	1,683,589.00	1,599,749.00	83,840.00
Salaries for Pupil Transportation (other than bet. home & school)	109,100.00	53,516.00	162,616.00	140,194.00	22,422.00
Other Purchased Professional and Technical Services	51,900.00	(13,900.00)	38,000.00	32,611.00	5,389.00
Cleaning, Repair and Maintenance Services	41,000.00	(2,900.00)	38,100.00	36,827.00	1,273.00
Installment Purchase Contract Payments - School Buses	650,097.00	61,100.00	711,197.00	710,535.00	662.00
Contracted Services - Aid in Lieu of Payments- Non-Public Schools	245,000.00	22,500.00	267,500.00	267,477.00	23.00
Contracted Services (between home and school) - Vendors	3,635,700.00	(238,064.00)	3,397,636.00	3,397,013.00	623.00
Contracted Services (other than between home and school) - Vendors	250,000.00	(57,088.00)	192,912.00	176,244.00	16,668.00
Contracted Services (between home and school) - Joint Agreements	19,650.00	(17,500.00)	2,150.00		2,150.00
Contracted Services - Special Ed. Students- Vendors	3,300,000.00	846,500.00	4,146,500.00	4,047,610.00	98,890.00
Contracted Services - Special Ed. Students - Joint Agreements	205,000.00	(195,000.00)	10,000.00	7,850.00	2,150.00
Miscellaneous Purchased Services - Transportation	104,900.00	(19,900.00)	85,000.00	84,011.00	989.00
General Supplies	126,200.00	(40,074.00)	86,126.00	82,116.00	4,010.00
Transportation Supplies	230,000.00	60,780.00	290,780.00	270,588.00	20,192.00
Fuel Costs Funded by Advertising Revenue	11,000.00	1,000.00	12,000.00	11,759.00	241.00
Other Objects	2,900.00		2,900.00	718.00	2,182.00
Total Undistributed Expend.-Student Transportation Services	11,787,299.00	1,019,558.00	12,806,857.00	12,538,462.00	268,395.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
Allocated Benefits:					
Student Transportation Services:					
Social Security Contributions	245,000.00	26,500.00	271,500.00	271,442.00	58.00
Health Benefits	2,063,700.00	(494,500.00)	1,569,200.00	1,569,140.00	60.00
Total Student Transportation Services	2,308,700.00	(468,000.00)	1,840,700.00	1,840,582.00	118.00
Total Allocated Benefits	2,308,700.00	(468,000.00)	1,840,700.00	1,840,582.00	118.00
Unallocated Benefits:					
Group Insurance	154.00		154.00	153.00	1.00
Social Security Contributions - Other	1,822,171.00	(349,483.00)	1,472,688.00	1,464,582.00	8,106.00
Other Retirement Contributions - PERS	2,510,730.00	173,651.00	2,684,381.00	2,683,657.00	724.00
Unemployment Compensation	85,000.00	(39,006.00)	45,994.00	16,713.00	29,281.00
Workmen's Compensation	520,000.00	149,175.00	669,175.00	601,193.00	67,982.00
Health Benefits	22,027,000.00	2,320,845.00	24,347,845.00	23,552,458.00	795,387.00
Tuition Reimbursement	50,000.00	(20,000.00)	30,000.00	28,468.00	3,532.00
Other Employee Benefits	291,524.00	(291,500.00)	24.00		24.00
Unused Sick Payment to Terminated/Retired Staff	46,212.00	54,227.00	100,439.00	100,439.00	
Total Unallocated Benefits	27,352,637.00	1,995,063.00	29,350,700.00	28,445,663.00	905,037.00
Total Personal Services - Employee	29,661,337.00	1,530,063.00	31,191,400.00	30,286,245.00	905,155.00
Reimbursed TPAF social security contributions (non-budgeted)				4,951,678.00	(4,951,678.00)
On-Behalf TPAF - Non-contributory insurance (non-budgeted)				313,001.00	(313,001.00)
On-Behalf TPAF - Long-Term Disability (non-budgeted)				7,819.00	(7,819.00)
On-behalf TPAF post retirement medical (non-budgeted)				6,008,816.00	(6,008,816.00)
On-behalf TPAF pension contributions (non-budgeted)				22,560,509.00	(22,560,509.00)
Total TPAF pension/social security				33,841,823.00	(33,841,823.00)
TOTAL UNDISTRIBUTED EXPENDITURES	91,182,480.00	1,863,567.00	93,046,047.00	120,897,469.00	(27,851,422.00)
TOTAL GENERAL CURRENT EXPENSE	152,076,488.00	1,431,159.00	153,507,647.00	181,026,209.00	(27,518,562.00)

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
CAPITAL OUTLAY:					
EQUIPMENT:					
Grades 6-8		4,276.00	4,276.00	4,275.00	1.00
School - Sponsored and Other Instructional Programs	13,900.00	2,770.00	16,670.00	16,670.00	
Undistributed:					
Undistributed Expenditures - School Admin.		11,568.00	11,568.00	11,495.00	73.00
Undist. Expend. - Required Maintenance for School Facilities	72,609.00	58,404.00	131,013.00	124,622.00	6,391.00
Undist. Expend. - Custodial Services		54,484.00	54,484.00	54,482.00	2.00
Undist. Expend. - Care & Upkeep of Grounds	139,484.00	29,818.00	169,302.00	169,288.00	14.00
Undistributed Expenditures - Non-Inst. Serv.		11,450.00	11,450.00	11,412.00	38.00
Special Schools (All Programs)					
TOTAL EQUIPMENT	225,993.00	172,770.00	398,763.00	392,244.00	6,519.00
Facilities Acquisition and Construction Services:					
Construction Services	1,500.00		1,500.00		1,500.00
Supplies and Materials	2,000.00		2,000.00		2,000.00
Land and Improvements	1,000.00		1,000.00		1,000.00
Assessment for debt Service on SDA funding	108,445.00		108,445.00	108,445.00	
Total Facilities Acquisition and Construction Services	112,945.00		112,945.00	108,445.00	4,500.00
TOTAL CAPITAL OUTLAY					
	338,938.00	172,770.00	511,708.00	500,689.00	11,019.00
Transfer of Funds to Charter Schools	800,000.00	271,436.00	1,071,436.00	1,061,059.00	10,377.00
TOTAL EXPENDITURES	153,215,426.00	1,875,365.00	155,090,791.00	182,587,957.00	(27,487,166.00)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,475,486.00)	(1,875,365.00)	(13,350,851.00)	120,279.00	13,471,130.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
Other financing sources (use)					
Capital Reserve - transfer to capital projects fund		(1,440,709.00)	(1,440,709.00)	(1,421,762.00)	18,947.00
Transfer from other funds				800,000.00	800,000.00
Total other financing sources		(1,440,709.00)	(1,440,709.00)	(621,762.00)	818,947.00
Excess/Deficit of Revenues and other Financing Sources Over Expenditures and Other Expenditures and other Financing Sources	(11,475,486.00)	(3,316,074.00)	(14,791,560.00)	(501,483.00)	14,290,077.00
Fund Balances, July 1, 2022	29,382,496.00		29,382,496.00	29,382,496.00	
Fund Balances, June 30, 2023	\$ 17,907,010.00	\$ (3,316,074.00)	\$ 14,590,936.00	\$ 28,881,013.00	\$ 14,290,077.00

Recapitulation:

Designated for Subsequent Year's Expenditures -- Unexpended Additional Spending Proposal	\$
Capital Reserve	1,466,725.00
Maintenance Reserve	3,567,772.00
Emergency Reserve	700,000.00
Excess Surplus - Designated for Subsequent Year's Expenditures	2,464,231.00
Excess Surplus - Current Year	3,950,555.00
Reserve for Unemployment Fund	507,607.00
Committed Fund Balance:	
Designated for Subsequent Year's Expenditures	6,416,281.00
Assigned Fund Balance:	
Year-end Encumbrances	3,833,097.00
FFCR/SEMI Designated for Subsequent Year's Expenditures	1,379.00
Unassigned Fund Balance	5,973,366.00
	28,881,013.00
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payment not recognized on GAAP basis	(1,857,046.00)
Fund Balance per Governmental Funds (GAAP)	\$ 27,023,967.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE
 SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
REVENUES:					
State Aid	\$ 389,150.00	\$ 2,156,102.00	\$ 2,545,252.00	\$ 1,962,646.00	\$ (582,606.00)
Federal Aid	2,503,114.00	4,287,945.00	6,791,059.00	4,422,039.00	(2,369,020.00)
Local Sources	134,415.00	1,059,291.00	1,193,706.00	1,076,231.00	(117,475.00)
Total Revenues	3,026,679.00	7,503,338.00	10,530,017.00	7,460,916.00	(3,069,101.00)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	751,546.00	1,828,676.00	2,580,222.00	1,608,672.00	971,550.00
Other Salaries for Instruction		278,809.00	278,809.00	214,924.00	63,885.00
Purchased Professional and Technical Services	186,657.00	61,816.00	248,473.00	232,293.00	16,180.00
Tuition		1,546,097.00	1,546,097.00	1,503,516.00	42,581.00
General Supplies	129,415.00	482,415.00	611,830.00	233,012.00	378,818.00
Textbooks	37,089.00	13,137.00	50,226.00	46,299.00	3,927.00
Total Instruction	1,104,707.00	4,210,950.00	5,315,657.00	3,838,716.00	1,476,941.00
Support Services:					
Salaries of Supervisors of Instruction	61,286.00		61,286.00	61,286.00	
Salaries of Other Professional Staff	105,948.00		105,948.00	105,080.00	868.00
Other Salaries	(880,847.00)		870,721.00	601,176.00	269,545.00
Salaries of Community Parent Involvement Specialists	20,734.00		20,734.00	20,734.00	
Salaries of Master Teachers	33,597.00		33,597.00	33,597.00	
Personal Services - Employee Benefits	1,436,047.00		1,436,047.00	1,089,260.00	346,787.00
Purchased Professional and Technical Services	755,559.00		846,219.00	223,926.00	622,293.00
Purchased Professional - Educational Services	121,152.00		147,106.00	109,108.00	37,998.00
Other Purchased Services (400-500 Series)	347,187.00		347,187.00	156,783.00	190,404.00
Cleaning, Repair and Maintenance Services	1,560.00		1,560.00	1,560.00	
Supplies and Materials	157,206.00		205,996.00	99,858.00	106,138.00
Student Activity Fund	1,063,143.00		1,063,143.00	1,042,617.00	20,526.00
Scholarship Fund	5,000.00		5,000.00	5,000.00	
Total Support Services	1,921,972.00	3,222,572.00	5,144,544.00	3,549,985.00	1,594,559.00
Facilities Acquisition and Construction Services:					
Instructional Equipment		69,816.00	69,816.00	51,683.00	18,133.00
Total Facilities Acquisition and Construction Services		69,816.00	69,816.00	51,683.00	18,133.00
Total Expenditures	3,026,679.00	7,503,338.00	10,530,017.00	7,440,384.00	3,089,633.00
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$	\$	\$	\$	\$
Fund Balance, July 1				427,700.00	20,532.00
Fund Balance, June 30				448,232.00	20,532.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
BUDGET TO GAAP RECONCILIATION
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUND</u>
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$182,708,236.00	\$7,460,916.00
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	N/A	1,616,141.00
The last State aid payment of the current year is recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33)	(1,857,046.00)	(510,489.00)
The last State aid payment of the prior year is recognized as revenue under GAAP when the State recognizes the related expense (GASB 33). (This revenue was recognized during the previous fiscal year for budgetary purposes.)	2,038,019.00	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$182,889,209.00</u>	<u>\$8,566,568.00</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule.	\$182,587,957.00	\$7,440,384.00
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	N/A	1,616,141.00
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$182,587,957.00</u>	<u>\$9,056,525.00</u>

REQUIRED SUPPLEMENTARY INFORMATION – PART III

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 PUBLIC EMPLOYEES RETIREMENT SYSTEM
 LAST TEN YEARS

	Measurement Date Ending June 30, 2022	Measurement Date Ending June 30, 2021	Measurement Date Ending June 30, 2020	Measurement Date Ending June 30, 2019	Measurement Date Ending June 30, 2018	Measurement Date Ending June 30, 2017	Measurement Date Ending June 30, 2016	Measurement Date Ending June 30, 2015	Measurement Date Ending June 30, 2014	Measurement Date Ending June 30, 2013
District's proportion of the net pension liability (asset)	0.2124537649%	0.2368542029%	0.2270799390%	0.2390281697%	0.2359519600%	0.2431162057%	0.2372977142%	0.2352735967%	0.2242481008%	0.2156976366%
District's proportionate share of the net pension liability (asset)	\$32,062,198	\$28,058,931	\$37,030,800	\$43,069,250	\$46,457,653	\$56,593,567	\$70,280,777	\$52,140,768	\$41,985,378	\$40,841,862
District's covered-employee payroll	16,083,561	15,333,189	16,840,355	16,235,717	16,555,739	16,175,051	16,648,652	15,742,238	15,466,762	14,738,222
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	199.35%	182.98%	219.89%	265.27%	280.61%	349.88%	422.14%	331.22%	271.46%	277.12%
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%	47.92%	52.08%	48.72%

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
 PUBLIC EMPLOYEES RETIREMENT SYSTEM
 LAST TEN YEARS

	Fiscal Year Ending June 30, 2023	Fiscal Year Ending June 30, 2022	Fiscal Year Ending June 30, 2021	Fiscal Year Ending June 30, 2020	Fiscal Year Ending June 30, 2019	Fiscal Year Ending June 30, 2018	Fiscal Year Ending June 30, 2017	Fiscal Year Ending June 30, 2016	Fiscal Year Ending June 30, 2015	Fiscal Year Ending June 30, 2014
Contractually required contribution	\$ 2,960,478	\$ 2,679,144	\$ 2,773,838	\$ 2,484,143	\$ 2,325,040	\$ 2,346,954	\$ 2,252,212	\$ 2,108,119	\$ 1,986,930	\$ 1,848,689
Contributions in relation to the contractually required contribution	2,960,478	2,679,144	2,773,838	2,484,143	2,325,040	2,346,954	2,252,212	344,043	516,756	316,292
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,764,076	\$ 1,480,174	\$ 1,532,377
District's covered-employee payroll	16,803,919	16,083,561	15,333,189	16,840,355	16,235,717	16,555,739	16,175,051	16,648,652	15,742,238	15,466,762
Contributions as a percentage of covered-employee payroll	17.62%	16.66%	18.09%	14.75%	14.32%	14.18%	13.92%	12.66%	12.69%	11.95%

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND
 LAST TEN YEARS

	Measurement Date Ending June 30, 2022	0.5631690602%	Measurement Date Ending June 30, 2021	0.5444899798%	Measurement Date Ending June 30, 2020	0.5425786535%	Measurement Date Ending June 30, 2019	0.5444025882%	Measurement Date Ending June 30, 2018	0.5449511869%	Measurement Date Ending June 30, 2017	0.5289959857%	Measurement Date Ending June 30, 2016	0.5290626248%	Measurement Date Ending June 30, 2015	0.5208456900%	Measurement Date Ending June 30, 2014	0.5278613744%	Measurement Date Ending June 30, 2013	0.5342723627%
District's proportion of the net pension liability (asset)																				
State's proportionate share of the net pension liability (asset) associated with the District	\$290,563,797		\$261,764,585		\$357,281,646		\$334,105,007		\$346,686,240		\$356,688,168		\$416,194,504		\$331,243,828		\$282,186,851		\$270,017,065	
District's covered-employee payroll	65,398,089		63,026,007		61,498,418		60,118,137		58,256,178		56,248,078		55,381,507		54,128,732		52,775,889		51,243,930	
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0%		0%		0%		0%		0%		0%		0%		0%		0%		0%	
State's Proportionate Share of the Total Net Pension Liability associated with the District as a percentage of the District's Covered-Employee Payroll	444.30%		415.33%		580.96%		555.75%		595.11%		634.10%		751.78%		611.96%		534.69%		526.92%	
Plan fiduciary net position as a percentage of the total pension liability	32.25%		35.52%		24.60%		26.95%		26.49%		25.41%		22.33%		28.71%		33.64%		33.76%	

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions:

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

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

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms:

None

Change in assumptions:

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

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

REQUIRED SUPPLEMENTARY INFORMATION – PART IV

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR POSTEMPLOYMENT
BENEFITS OTHER THAN PENSION (GASB 75)**

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 SCHEDULE OF CHANGES IN THE DISTRICT'S
 TOTAL OPEB LIABILITY AND RELATED RATIOS
 LAST TEN YEARS

	Measurement Date Ended June 30,					
	2022	2021	2020	2019	2018	2017
Total Non-Employer OPEB Liability - State's Proportionate Share of Total OPEB Liability Associated with the School District						
Balance at 6/30	\$333,159,155	\$369,406,028	\$224,626,976	\$245,487,534	\$282,397,683	\$303,831,804
Changes for the year:						
Service cost	15,717,023	17,429,947	9,974,079	9,764,381	11,047,185	13,327,133
Interest	7,419,564	8,642,499	8,102,843	9,750,008	10,392,885	8,949,884
Changes of benefit terms and actual experience		(354,607)				
Differences between expected and actual experience	5,894,635	(55,706,476)	65,460,473	(37,033,174)	(23,841,918)	
Changes in assumptions or other inputs	(75,104,969)	328,687	67,477,787	3,348,207	(28,170,923)	(37,411,061)
Membership Contributions	235,769	220,946	194,925	204,398	226,871	240,853
Benefit payments - Net	(7,349,297)	(6,807,869)	(6,431,055)	(6,895,378)	(6,564,249)	(6,540,930)
Net changes	(53,187,275)	(36,246,873)	144,779,052	(20,860,558)	(36,910,149)	(21,434,121)
Balance at 6/30	\$279,971,880	\$333,159,155	\$369,406,028	\$224,626,976	\$245,487,534	\$282,397,683
Covered Employee Payroll	81,481,660	78,359,196	76,338,773	76,353,854	74,811,917	72,423,129
District's Proportionate Share of the Total Non-Employer OPEB Liability as a percentage of the District's Covered Employee Payroll	-0-	-0-	-0-	-0-	-0-	-0-
State's Proportionate Share of the Total Non-Employer OPEB Liability associated with the District as a percentage of the District's Covered Employee Payroll	343.60%	425.17%	471.55%	294.19%	328.14%	389.93%

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART IV
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Change in benefit terms:

None

Change in assumptions:

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

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

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND DETAIL STATEMENTS

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2023

	CHAPTER 193, L. 1977		CHAPTER 192, L. 1977		
	EXAMINATION AND CLASSIFICATION	CORRECTIVE SPEECH	SUPPLEMENTAL INSTRUCTION	COMPENSATORY EDUCATION	ENGLISH AS A SECOND LANGUAGE
N.J. NONPUBLIC TEXTBOOK AID N.J. NONPUBLIC CHAPTER 194 L. 1979					
Revenues:	\$46,299.00	\$20,832.00	\$19,741.00	\$50,107.00	\$3,007.00
State Aid					
Federal Aid					
Local Sources					
Total Revenues	46,299.00	20,832.00	19,741.00	50,107.00	3,007.00
Expenditures:					
Instruction:					
Salaries Of Teachers					
Other Salaries for Instruction					
Purchased Professional and Technical Services	53,256.00	20,832.00	19,741.00	50,107.00	3,007.00
Tuition					
General Supplies					
Textbooks					
Total Instruction	46,299.00	20,832.00	19,741.00	50,107.00	3,007.00
Support Services:					
Salaries of Supervisors of Instruction					
Salaries of Other Professional Staff					
Other Salaries					
Salaries of Community Parent Involvement Specialists					
Salaries of Master Teachers					
Personal Services - Employee Benefits					
Purchased Professional and Technical Services					
Purchased Professional - Educational Services					
Cleaning, Repair and Maintenance Services					
Other Purchased Services (400-500 Series)					
Supplies and Materials					
Student Activity Fund					
Scholarship Fund					
Total Support Services					
Facilities Acquisition and Construction Services:					
Instructional Equipment					
Total Facilities Acquisition and Construction Services					
Total Expenditures	\$46,299.00	\$20,832.00	\$19,741.00	\$50,107.00	\$3,007.00
Excess (Deficiency) of Revenues Over (Under) Expenditures					
Fund Balance, July 1	-0-	-0-	-0-	-0-	-0-
Fund Balance, June 30	-0-	-0-	-0-	-0-	-0-

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2023

	N.J. NONPUBLIC NURSING SERVICES AID CHAPTER 226 L. 1991	N.J. NONPUBLIC TECHNOLOGY INITIATIVE AID	N.J. SECURITY AID	PRESCHOOL AID 2022-23	CLIMATE AWARENESS GRANT 2022-23	NCLB: TITLE I, PART A 2022-23
Revenues:						
State Aid	\$86,350.00	\$31,702.00	\$154,747.00	\$1,488,962.00	\$5,643.00	\$389,442.00
Federal Aid						
Local Sources						
Total Revenues	86,350.00	31,702.00	154,747.00	1,488,962.00	5,643.00	389,442.00
Expenditures:						
Instruction:						
Salaries Of Teachers				508,168.00		237,400.00
Other Salaries for Instruction	85,350.00			214,924.00		
Purchased Professional and Technical Services					5,643.00	29,627.00
Tuition						
General Supplies	3,000.00			64,983.00		
Textbooks						
Total Instruction	88,350.00			788,075.00	5,643.00	267,027.00
Support Services:						
Salaries of Supervisors of Instruction				61,286.00		
Salaries of Other Professional Staff				105,080.00		409.00
Other Salaries				4,800.00		
Salaries of Community Parent Involvement Specialists				20,734.00		
Salaries of Master Teachers				33,597.00		118,579.00
Personal Services - Employee Benefits			96,101.00	391,948.00		
Purchased Professional and Technical Services						
Cleaning, Repair and Maintenance Services		31,702.00		15,094.00		
Other Purchased Services (400-500 Series)				1,560.00		
Supplies and Materials				8,560.00		
Student Activity Fund				6,545.00		3,427.00
Scholarship Fund						
Total Support Services		31,702.00	154,747.00	649,204.00		122,415.00
Facilities Acquisition and Construction Services:						
Instructional Equipment				51,683.00		
Total Facilities Acquisition and Construction Services				51,683.00		
Total Expenditures	\$86,350.00	\$31,702.00	\$154,747.00	\$1,488,962.00	\$5,643.00	\$389,442.00
Excess (Deficiency) of Revenues Over (Under) Expenditures						
Fund Balance, July 1	-0-	-0-	-0-	-0-	-0-	-0-
Fund Balance, June 30	-0-	-0-	-0-	-0-	-0-	-0-

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2023

	NCLB: TITLE I, PART A 2021-22	NCLB: TITLE II, PART A 2022-23	NCLB: TITLE II, PART A 2021-22	NCLB: TITLE III, PART A 2022-23	NCLB: TITLE III, IMMIGRANT 2021-22	EDUCATION FOUNDATION 2022-23
Revenues:						
State Aid	\$33,186.00	\$82,057.00	\$24,580.00	\$56,119.00	\$857.00	\$2,000.00
Federal Aid						
Local Sources						
Total Revenues	33,186.00	82,057.00	24,580.00	56,119.00	857.00	2,000.00
Expenditures:						
Instruction:						
Salaries Of Teachers	3,367.00			35,415.00		
Other Salaries for Instruction						
Purchased Professional and Technical Services						
Tuition	29,561.00	2,500.00				
General Supplies						
Textbooks						
Total Instruction	32,928.00	2,500.00		35,415.00		
Support Services:						
Salaries of Supervisors of Instruction						
Salaries of Other Professional Staff		8,485.00	22,833.00	1,820.00	796.00	
Other Salaries						
Salaries of Community Parent Involvement Specialists						
Salaries of Master Teachers	258.00		1,747.00	18,884.00	61.00	
Personal Services - Employee Benefits		650.00				
Purchased Professional and Technical Services		47,825.00				
Purchased Professional - Educational Services						
Cleaning, Repair and Maintenance Services						
Other Purchased Services (400-500 Series)		21,280.00				
Supplies and Materials		1,317.00				2,000.00
Student Activity Fund						
Scholarship Fund						
Total Support Services	258.00	79,557.00	24,580.00	20,704.00	857.00	2,000.00
Facilities Acquisition and Construction Services:						
Instructional Equipment						
Total Facilities Acquisition and Construction Services						
Total Expenditures	\$33,186.00	\$92,057.00	\$24,580.00	\$56,119.00	\$857.00	\$2,000.00
Excess (Deficiency) of Revenues Over (Under) Expenditures						
Fund Balance, July 1	-0-	-0-	-0-	-0-	-0-	-0-
Fund Balance, June 30	-0-	-0-	-0-	-0-	-0-	-0-

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2023

	I.D.E.I.A. PART B, BASIC 2022-23	I.D.E.I.A. PART B, PRESCHOOL 2022-23	ARP I.D.E.I.A. BASIC 2022-23	MONMOUTH UNIVERSITY GRANT 2022-23	GIRLS FLAG FOOTBALL GRANT 2022-23	ARP HOMELESS II 2022-23
Revenues:						
State Aid	\$1,918,948.00	\$76,220.00	\$78,764.00	\$1,082.00	\$5,000.00	\$7,000.00
Federal Aid						
Local Sources						
Total Revenues	1,918,948.00	76,220.00	78,764.00	1,082.00	5,000.00	7,000.00
Expenditures:						
Instruction:						
Salaries Of Teachers					5,000.00	
Other Salaries for Instruction						
Purchased Professional and Technical Services	1,202,872.00	76,220.00	21,059.00			
Tuition			57,458.00			
General Supplies						
Textbooks						
Total Instruction	1,202,872.00	76,220.00	78,517.00		5,000.00	
Support Services:						
Salaries of Supervisors of Instruction	442,551.00					
Salaries of Other Professional Staff						
Other Salaries						
Salaries of Community Parent Involvement Specialists						
Salaries of Master Teachers						
Personal Services - Employee Benefits	211,460.00					
Purchased Professional and Technical Services						
Purchased Professional - Educational Services	62,065.00		247.00			
Cleaning, Repair and Maintenance Services						
Other Purchased Services (400-500 Series)						
Supplies and Materials						
Student Activity Fund				1,082.00		
Scholarship Fund						
Total Support Services	716,076.00		247.00	1,082.00		7,000.00
Facilities Acquisition and Construction Services:						
Instructional Equipment						
Total Facilities Acquisition and Construction Services						
Total Expenditures	\$1,918,948.00	\$76,220.00	\$78,764.00	\$1,082.00	\$5,000.00	\$7,000.00
Excess (Deficiency) of Revenues Over (Under) Expenditures						
Fund Balance, July 1	-0-	-0-	-0-	-0-	-0-	-0-
Fund Balance, June 30	-0-	-0-	-0-	-0-	-0-	-0-

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2023

	ACERS 2022-23	ACCELERATED LEARNING COACH & ED SUPPORT 2022-23	EVIDENCE BASED SUMMER LEARNING & ENRICHMENT 2022-23	EVIDENCE BASED COMPREHENSIVE BEYOND THE SCHOOL DAY 2022-23	STUDENT ACTIVITIES	SCHOLARSHIP
Revenues:						
State Aid	\$576,724.00	\$152,454.00	\$6,643.00	\$294.00	\$1,063,143.00	\$5,006.00
Federal Aid						
Local Sources	576,724.00	152,454.00	6,643.00	294.00	1,063,143.00	5,006.00
Total Revenues						
Expenditures:						
Instruction:						
Salaries of Teachers	125,292.00	103,901.00	5,824.00	273.00		
Other Salaries for Instruction						
Purchased Professional and Technical Services	203,365.00					
Tuition						
General Supplies						
Textbooks						
Total Instruction	328,657.00	103,901.00	5,824.00	273.00		
Support Services:						
Salaries of Supervisors of Instruction						
Salaries of Other Professional Staff	107,139.00		347.00			
Other Salaries						
Salaries of Community Parent Involvement Specialists						
Salaries of Master Teachers						
Personal Services - Employee Benefits	42,183.00	48,553.00	472.00	21.00		
Purchased Professional and Technical Services						
Purchased Professional - Educational Services						
Cleaning, Repair and Maintenance Services						
Other Purchased Services (400-500 Series)						
Supplies and Materials	98,745.00					
Student Activity Fund					1,042,617.00	5,000.00
Scholarship Fund						5,000.00
Total Support Services	248,067.00	48,553.00	819.00	21.00	1,042,617.00	5,000.00
Facilities Acquisition and Construction Services:						
Instructional Equipment						
Total Facilities Acquisition and Construction Services						
Total Expenditures	\$576,724.00	\$152,454.00	\$6,643.00	\$294.00	\$1,042,617.00	\$5,000.00
Excess (Deficiency) of Revenues Over (Under) Expenditures					20,526.00	6.00
Fund Balance, July 1	-0-	-0-	-0-	-0-	391,452.00	36,248.00
Fund Balance, June 30	-0-	-0-	-0-	-0-	411,978.00	36,254.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2023

	ARP ESSER 2022-23	CRSSA ESSER II 2022-23	LEARNING ACCELERATION 2021-22	MENTAL HEALTH 2021-22	TOTAL
Revenues:					
State Aid	\$593,962.00	\$386,949.00	\$14,252.00	\$23,588.00	\$1,962,646.00
Federal Aid					4,422,039.00
Local Sources					1,076,231.00
Total Revenues	593,962.00	386,949.00	14,252.00	23,588.00	7,460,916.00
Expenditures:					
Instruction:					
Salaries of Teachers	373,297.00	201,544.00	9,191.00		1,608,672.00
Other Salaries for Instruction					214,924.00
Purchased Professional and Technical Services					232,293.00
Tuition	9,252.00	27,023.00	3,965.00		1,503,516.00
General Supplies					233,012.00
Textbooks					46,299.00
Total Instruction	382,549.00	228,567.00	13,156.00		3,838,716.00
Support Services:					
Salaries of Supervisors of Instruction					61,286.00
Salaries of Other Professional Staff	7,081.00		365.00	4,550.00	105,080.00
Other Salaries					601,176.00
Salaries of Community Parent Involvement Specialists					20,734.00
Salaries of Master Teachers					33,597.00
Personal Services - Employee Benefits	174,983.00	78,382.00	731.00	348.00	1,089,260.00
Purchased Professional and Technical Services		80,000.00			223,926.00
Purchased Professional - Educational Services					109,108.00
Cleaning, Repair and Maintenance Services	28,198.00				1,560.00
Other Purchased Services (400-500 Series)	1,151.00				156,783.00
Supplies and Materials				18,690.00	99,858.00
Student Activity Fund					1,042,617.00
Scholarship Fund					5,000.00
Total Support Services	211,413.00	158,382.00	1,096.00	23,588.00	3,549,985.00
Facilities Acquisition and Construction Services:					
Instructional Equipment					51,683.00
Total Facilities Acquisition and Construction Services					51,683.00
Total Expenditures	\$593,962.00	\$386,949.00	\$14,252.00	\$23,588.00	\$7,440,384.00
Excess (Deficiency) of Revenues Over (Under) Expenditures					20,532.00
Fund Balance, July 1	-0-	-0-	-0-	-0-	427,700.00
Fund Balance, June 30	-0-	-0-	-0-	-0-	448,232.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FISCAL YEAR ENDED JUNE 30, 2023

	<u>BALANCE</u> <u>JUNE 30, 2022</u>	<u>CASH</u> <u>RECEIPTS</u>	<u>CASH</u> <u>DISBURSE-</u> <u>MENTS</u>	<u>BALANCE</u> <u>JUNE 30, 2023</u>
PROGRAMS:				
Brooks Crossing	\$16,275.00	\$18,494.00	\$16,606.00	\$18,163.00
Brunswick Acres	2,131.00	7,534.00	7,484.00	2,181.00
Cambridge	14,781.00	29,959.00	33,650.00	11,090.00
Constable	1,418.00	18,549.00	16,109.00	3,858.00
Greenbrook	2,049.00	2,534.00	3,425.00	1,158.00
Indian Fields	4,393.00	8,550.00	7,827.00	5,116.00
Monmouth Junction	1,289.00	6,075.00	5,887.00	1,477.00
	<u>42,336.00</u>	<u>91,695.00</u>	<u>90,988.00</u>	<u>43,043.00</u>
MIDDLE SCHOOLS:				
Crossroads North	26,590.00	95,508.00	95,809.00	26,289.00
Crossroads South	43,374.00	110,389.00	112,849.00	40,914.00
	<u>69,964.00</u>	<u>205,897.00</u>	<u>208,658.00</u>	<u>67,203.00</u>
HIGH SCHOOL:				
High School	279,152.00	765,551.00	742,971.00	301,732.00
	<u>279,152.00</u>	<u>765,551.00</u>	<u>742,971.00</u>	<u>301,732.00</u>
Total all schools	<u><u>\$391,452.00</u></u>	<u><u>\$1,063,143.00</u></u>	<u><u>\$1,042,617.00</u></u>	<u><u>\$411,978.00</u></u>

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION AID
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$640,381	\$508,168	\$132,213
Other Salaries for Instruction	278,809	214,924	63,885
General supplies	280,379	64,983	215,396
Total instruction	1,199,569	788,075	411,494
Support Services:			
Salaries of Supervisors of Instruction	61,286	61,286	
Salaries of Other Professional Staff	105,948	105,080	868
Other Salaries	20,000	4,800	15,200
Salaries of Community Parent Involvement Specialists	20,734	20,734	
Salaries of Master Teachers	33,597	33,597	
Personal Services - Employee Benefits	394,641	391,948	2,693
Purchased Professional - Educational Services	119,700	15,094	104,606
Other Purchased Professional Services	8,560	8,560	
Cleaning, Repair and Maintenance Services	1,560	1,560	
Supplies and Materials	6,545	6,545	
Total support services	772,571	649,204	123,367
Facilities acquisition and const. serv.:			
Instructional Equipment	69,816	51,683	18,133
Total facilities acquisition and const. serv.	69,816	51,683	18,133
Total expenditures	\$2,041,956	\$1,488,962	\$552,994

CALCULATION OF BUDGET AND CARRYOVER

Total 2022-2023 Preschool Education Aid Allocation	\$2,041,956
Add: Actual PreK Carryover (June 30, 2022)	
Add: Budgeted Transfer From General Fund	
Total Preschool Education Funds Available for 2022-2023 Budget	\$2,041,956
Less: 2022-2023 Budgeted Prek (Including prior year budgeted carryover)	2,041,956
Available & Unbudgeted Preschool Education Aid Funds as of (June 30, 2023)	
Add: 2023 Unexpended Preschool Education Aid	552,994
2022-2023 actual Carryover-Preschool Education Aid	\$552,994
2022-2023 Preschool Education Aid Carryover Budgeted for Preschool Programs 2023 2024	

CAPITAL PROJECTS FUND DETAIL STATEMENTS

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY STATEMENT OF PROJECT EXPENDITURES
 AS OF JUNE 30, 2023

ISSUE/PROJECT TITLE	ORIGINAL DATE	APPROPRIATIONS AUTHORIZED	RECOGNIZED	EXPENDITURES TO DATE PRIOR YEAR	CURRENT YEAR	CANCELLED	(MEMO ONLY) UNEXPENDED PROJECT BALANCE
Local Projects:							
Retrofit for Health Center	FY 2022	\$2,500,000.00	\$2,500,000.00	\$1,276,010.00	\$1,223,990.00		
Purchase of Land	FY 2021	265,648.00	265,648.00	262,818.00	2,830.00		
GreenBrook Roof Replacement	FY 2023	1,440,709.00	1,440,709.00		(18,947.00)	18,947.00	\$1,440,709.00
Totals		<u>\$4,206,357.00</u>	<u>\$4,206,357.00</u>	<u>\$1,538,828.00</u>	<u>\$1,207,873.00</u>	<u>\$18,947.00</u>	<u>\$1,440,709.00</u>
<u>Reconciliation to GAAP:</u>							
							\$1,440,709.00
							43,507.00
							<u>\$1,484,216.00</u>

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2023

Revenues and Other Financing Sources:	
Transfer from Capital Reserve	<u>\$1,440,709.00</u>
Total revenues	<u>1,440,709.00</u>
Expenditures and Other Financing Uses:	
Purchased professional and technical services	-
Construction services	1,223,990.00
Land and Improvements	<u>2,830.00</u>
Total expenditures	<u>1,226,820.00</u>
Excess (deficiency) of revenues over (under) expenditures	213,889.00
Other financing sources (uses):	
Transfers in/(out) - Fund 10	(18,947.00)
Prior Year Accounts Payable Canceled	<u>18,947.00</u>
Total other financing sources (uses)	<u> </u>
Net change in fund balances	213,889.00
Fund balance - beginning	<u>1,270,327.00</u>
Fund balance - ending	<u><u>\$1,484,216.00</u></u>

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
RETROFIT FOR HEALTH CENTER
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 2,500,000.00	\$ _____	\$ 2,500,000.00	\$ 2,500,000.00
Total revenues	<u>2,500,000.00</u>	<u>_____</u>	<u>2,500,000.00</u>	<u>2,500,000.00</u>
Expenditures and Other Financing Uses:				
Construction services	1,276,010.00	1,223,990.00	2,500,000.00	2,500,000.00
Total expenditures	<u>1,276,010.00</u>	<u>1,223,990.00</u>	<u>2,500,000.00</u>	<u>2,500,000.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 1,223,990.00</u>	<u>\$ (1,223,990.00)</u>	<u>\$ _____</u>	<u>\$ _____</u>
Additional project information:				
Project Number				
Grant Date		N/A		
Bond Authorization Date		N/A		
Bonds Authorized		N/A		
Bonds Issued		N/A		
Original Authorized Cost		2,500,000.00		
Revised Authorized Cost		2,500,000.00		
Percentage increase over Original Authorized Cost				
Percentage completion		100.00%		
Original target completion date		FY2022		
Revised target completion date		FY2023		

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
PURCHASE OF LAND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 265,648.00	\$ _____	\$ 265,648.00	\$ 265,648.00
Total revenues	<u>265,648.00</u>	<u>_____</u>	<u>265,648.00</u>	<u>265,648.00</u>
Expenditures and Other Financing Uses:				
Purchased professional and technical services	7,670.00	_____	7,670.00	10,500.00
Land and Improvements	<u>255,148.00</u>	<u>2,830.00</u>	<u>257,978.00</u>	<u>255,148.00</u>
Total expenditures	<u>262,818.00</u>	<u>2,830.00</u>	<u>265,648.00</u>	<u>265,648.00</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 2,830.00</u>	<u>\$ (2,830.00)</u>	<u>\$ _____</u>	<u>\$ _____</u>
Additional project information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	250,000.00			
Additional Authorized Cost	15,648.00			
Revised Authorized Cost	265,648.00			
Percentage Increase over Original Authorized Cost	6.26%			
Percentage completion	100.00%			
Original target completion date	FY2021			
Revised target completion date	FY2022			

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
GREENBROOK ROOF REPLACEMENT
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ _____	\$ 1,440,709.00	\$ 1,440,709.00	\$ 1,440,709.00
Total revenues	<u>_____</u>	<u>1,440,709.00</u>	<u>1,440,709.00</u>	<u>1,440,709.00</u>
Expenditures and Other Financing Uses:				
Construction services	_____	_____	_____	1,440,709.00
Total expenditures	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>1,440,709.00</u>
Excess (deficiency) of revenues over (under) expenditures	\$ _____	\$ 1,440,709.00	\$ 1,440,709.00	\$ _____
Additional project information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	1,440,709.00			
Additional Authorized Cost				
Revised Authorized Cost	1,440,709.00			
Percentage Increase over Original Authorized Cost				
Percentage completion				
Original target completion date	FY2023			
Revised target completion date	FY2024			

PROPRIETARY FUND DETAIL STATEMENTS

Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the District's board is that the costs of providing goods or services be financed through user charges.

Food Services Fund: This fund provides for the operation of food services within the District.

**Children's Community
Enrichment Fund:** This fund provides for the operation of the Children's Community Enrichment Program provided by the District.

**Summer
Institute Fund:** This fund provides for the operation of the Summer Institute Program provided by the District.

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
ENTERPRISE FUND
JUNE 30, 2023

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND			TOTAL
	CHILDRENS' COMMUNITY ENRICHMENT FUND	SUMMER INSTITUTE	FOOD SERVICE FUND	
ASSETS:				
Current assets:				
Cash and cash equivalents	\$519,133.00	\$1,207,475.00	\$1,947,771.00	\$3,674,379.00
Accounts receivable - other	660.00		17,877.00	18,537.00
Interfund Receivable			239.00	239.00
Intergovernmental receivables:				
State			3,415.00	3,415.00
Federal			78,235.00	78,235.00
Inventories			76,347.00	76,347.00
Prepaid expenses		10,919.00		10,919.00
Total current assets	519,793.00	1,218,394.00	2,123,884.00	3,862,071.00
Noncurrent assets:				
Furniture, machinery and equipment	265,095.00	4,200.00	2,428,428.00	2,697,723.00
Less accumulated depreciation	(259,337.00)	(3,400.00)	(1,625,389.00)	(1,888,126.00)
Total noncurrent assets	5,758.00	800.00	803,039.00	809,597.00
Total assets	525,551.00	1,219,194.00	2,926,923.00	4,671,668.00
LIABILITIES:				
Current liabilities:				
Accounts payable		819.00	187,776.00	188,595.00
Interfund payable		239.00		239.00
Unearned revenue	77,217.00	507,990.00	113,695.00	698,902.00
Total current liabilities	77,217.00	509,048.00	301,471.00	887,736.00
Total liabilities	77,217.00	509,048.00	301,471.00	887,736.00
NET POSITION:				
Net investment in capital assets	5,758.00	800.00	803,039.00	809,597.00
Unrestricted	442,576.00	709,346.00	1,822,413.00	2,974,335.00
Total net position	\$448,334.00	\$710,146.00	\$2,625,452.00	\$3,783,932.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND</u>			<u>TOTAL</u>
	<u>CHILDRENS' COMMUNITY ENRICHMENT FUND</u>	<u>SUMMER INSTITUTE</u>	<u>FOOD SERVICE FUND</u>	
OPERATING REVENUES:				
Charges for services:				
Daily sales - Reimbursable Programs			\$1,294,651.00	\$1,294,651.00
Daily sales - Non-Reimbursable Programs			644,924.00	\$644,924.00
Miscellaneous			13,544.00	13,544.00
Program fees	\$129,474.00	\$480,056.00		609,530.00
Total operating revenues	<u>129,474.00</u>	<u>480,056.00</u>	<u>1,953,119.00</u>	<u>2,562,649.00</u>
OPERATING EXPENSES:				
Salaries	58,942.00	207,038.00	1,203,641.00	1,469,621.00
Employee Benefits			416,489.00	416,489.00
Other Purchase Service (Administrative Expenses)	329.00	14,741.00	183,518.00	198,588.00
General Supplies		12,981.00	580,246.00	593,227.00
Depreciation	339.00	600.00	70,191.00	71,130.00
Cost of sales - reimbursable programs			866,564.00	866,564.00
Cost of sales - non-reimbursable programs			265,178.00	265,178.00
Total operating expenses	<u>59,610.00</u>	<u>235,360.00</u>	<u>3,585,827.00</u>	<u>3,880,797.00</u>
Operating income (loss)	<u>69,864.00</u>	<u>244,696.00</u>	<u>(1,632,708.00)</u>	<u>(1,318,148.00)</u>
NONOPERATING REVENUES (EXPENSES):				
State Sources:				
State School Lunch Program			39,836.00	39,836.00
State School Breakfast Program			3,829.00	3,829.00
Federal Sources:				
National School Lunch Program			761,745.00	761,745.00
National School Breakfast Program			145,103.00	145,103.00
National School Snack Program			38,755.00	38,755.00
COVID Supply Chain Assistance			209,361.00	209,361.00
P-EBT Administrative Cost			653.00	653.00
National food distribution commodities			249,357.00	249,357.00
Interest on Investments			687.00	687.00
Total nonoperating revenues			<u>1,449,326.00</u>	<u>1,449,326.00</u>
Income/(loss) before contributions and transfers	69,864.00	244,696.00	(183,382.00)	131,178.00
Capital Contributions and Operating Transfers				
Operating Transfers	(400,000.00)	(400,000.00)		(800,000.00)
Total Capital Contributions and Operating Transfers	<u>(400,000.00)</u>	<u>(400,000.00)</u>		<u>(800,000.00)</u>
Change in net position	(330,136.00)	(155,304.00)	(183,382.00)	(668,822.00)
Total net position - beginning of the year	<u>778,470.00</u>	<u>865,450.00</u>	<u>2,808,834.00</u>	<u>4,452,754.00</u>
Total net position - end of the year	<u>\$448,334.00</u>	<u>\$710,146.00</u>	<u>\$2,625,452.00</u>	<u>\$3,783,932.00</u>

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND			TOTAL
	CHILDRENS' COMMUNITY ENRICHMENT FUND	SUMMER INSTITUTE	FOOD SERVICE FUND	
Cash flows from operating activities:				
Receipts from customers (net of refunds)	\$106,456.00	\$507,375.00	\$1,962,920.00	\$2,576,751.00
Payments to employees	(58,942.00)	(207,038.00)	(1,203,641.00)	(1,469,621.00)
Payments to employee benefits			(416,489.00)	(416,489.00)
Payments to suppliers	(329.00)	(26,806.00)	(1,729,953.00)	(1,756,888.00)
Net cash provided by (used for) operating activities	47,185.00	273,731.00	(1,387,163.00)	(1,066,247.00)
Cash flows from noncapital financing activities:				
State Sources			47,856.00	47,856.00
Federal Sources			1,481,843.00	1,481,843.00
Interfund Activity	(55,759.00)	239.00	(239.00)	(55,759.00)
Operating subsidies and transfers to other funds	(400,000.00)	(400,000.00)		(800,000.00)
Net cash provided by noncapital financing activities:	(455,759.00)	(399,761.00)	1,529,460.00	673,940.00
Cash flows from capital and related financing activities:				
Purchases of capital assets			(64,633.00)	(64,633.00)
Net cash provided by (used for) capital and related financing activities			(64,633.00)	(64,633.00)
Cash flows from investing activities:				
Interest			687.00	687.00
Net cash provided by (used for) investing activities			687.00	687.00
Net increase (decrease) in cash and cash equivalents	(408,574.00)	(126,030.00)	78,351.00	(456,253.00)
Cash and cash equivalents, July 1, 2022	927,707.00	1,333,505.00	1,869,420.00	4,130,632.00
Cash and cash equivalents, June 30, 2023	\$519,133.00	\$1,207,475.00	\$1,947,771.00	\$3,674,379.00
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$69,864.00	\$244,696.00	(\$1,632,708.00)	(\$1,318,148.00)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	339.00	600.00	70,191.00	71,130.00
Federal commodities			249,357.00	249,357.00
Change in assets and liabilities:				
(Increase) decrease in accounts receivable - other			(16,814.00)	(16,814.00)
(Increase) decrease in inventories			24,239.00	24,239.00
(Increase) decrease in prepaid expenses		1,555.00		1,555.00
Increase (decrease) in accounts payable		(440.00)	(114,117.00)	(114,557.00)
Increase (decrease) in unearned revenue	(23,018.00)	27,320.00	32,669.00	36,991.00
	(22,679.00)	29,035.00	245,545.00	251,901.00
Net cash provided by (used for) operating activities	\$47,185.00	\$273,731.00	(\$1,387,163.00)	(\$1,066,247.00)

FIDUCIARY FUND DETAIL STATEMENTS – N/A

LONG-TERM LIABILITY SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balances of the long-term liabilities of the District. This includes obligations under serial bonds and installment purchase contract.

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2023

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	MATURITIES		RATE OF INTEREST	BALANCE JUNE 30, 2022	RETIRED	BALANCE JUNE 30, 2023
			DATE	AMOUNT				
Refunding School Bonds, Series March, 2012	3/7/2012	\$29,525,000.00	12/01/2023	\$2,610,000.00	4.000%	\$7,825,000.00	\$2,590,000.00	\$5,235,000.00
			12/01/2024	2,625,000.00	4.000%			
Refunding School Bonds, Series March, 2014	02/12/2014	19,890,000.00	08/01/2023	1,475,000.00	5.000%			
			08/01/2024	1,515,000.00	5.000%			
			08/01/2025	1,555,000.00	5.000%			
			08/01/2026	1,600,000.00	5.000%			
			08/01/2027	1,640,000.00	5.000%			
			08/01/2028	1,675,000.00	Variable			
School Energy Savings Obligation Refunding Bonds Series 1	12/15/2016	10,785,000.00	08/01/2023	280,000.00	5.000%			
			08/01/2024	310,000.00	5.000%			
			08/01/2025	340,000.00	5.000%			
			08/01/2026	375,000.00	5.000%			
			08/01/2027	405,000.00	4.000%			
			08/01/2028	435,000.00	4.000%			
			08/01/2029	470,000.00	4.000%			
			08/01/2030	505,000.00	4.000%			
			08/01/2031	545,000.00	4.000%			
			08/01/2032	580,000.00	3.375%			
			08/01/2033	620,000.00	3.500%			
			08/01/2034	660,000.00	4.000%			
			08/01/2035	705,000.00	4.000%			
08/01/2036	750,000.00	4.000%						
08/01/2037	800,000.00	4.000%						
						8,325,000.00	545,000.00	7,780,000.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
LONG-TERM DEBT
 SCHEDULE OF OBLIGATIONS UNDER INSTALLMENT PURCHASE CONTRACTS
 YEAR ENDED JUNE 30, 2023

SERIES	DATE OF CONTRACT	TERM OF CONTRACT	AMOUNT OF ORIGINAL CONTRACT		INTEREST RATE PAYABLE	BALANCE JUNE 30, 2022	INCREASE	DECREASE	BALANCE JUNE 30, 2023
			PRINCIPAL	INTEREST					
Buses	5/16/2018	5 Years	\$ 635,135.00	\$ 58,277.00	3.174%	\$ 183,877.00	\$	183,877.00	\$
Buses	8/29/2018	5 Years	475,839.00	43,973.00	3.240%	206,978.00		68,707.00	138,271.00
Buses	5/30/2019	5 Years	644,791.00	53,598.00	2.667%	373,252.00		91,036.00	282,216.00
Buses and Textbooks	7/15/2020	5 Years	1,046,401.00	41,493.00	1.382%	704,489.00		170,324.00	534,165.00
Buses	5/18/2021	5 Years	446,752.00	16,788.00	1.238%	381,786.00		61,176.00	320,610.00
Buses	11/1/2021	5 Years	1,291,489.00	52,527.00	1.118%	1,291,489.00		180,364.00	1,111,125.00
Textbooks (23-01)	6/22/2023	4 Years	213,591.04	14,883.08	4.220%		213,591.00		213,591.00
Buses (23-02)	6/22/2023	5 Years	1,057,077.40	135,812.44	4.010%		1,057,077.00		1,057,077.00
						\$ 3,141,871.00	\$ 1,270,668.00	\$ 755,484.00	\$ 3,657,055.00

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFER</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FINAL TO ACTUAL</u>
REVENUES:					
Local sources:					
Local tax levy	\$6,124,735.00		\$6,124,735.00	\$6,124,735.00	
State sources:					
Debt service aid type II	1,119,240.00		1,119,240.00	1,119,240.00	
Total revenues	7,243,975.00		7,243,975.00	7,243,975.00	
EXPENDITURES:					
Regular debt service:					
Interest	988,975.00		988,975.00	988,975.00	
Redemption of principal	6,255,000.00		6,255,000.00	6,255,000.00	
Total regular debt service-expenditures	7,243,975.00		7,243,975.00	7,243,975.00	
Excess (deficiency) of revenues over (under) expenditures					
Fund balance, July 1					
Fund balance, June 30					

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 LONG-TERM DEBT
 SCHEDULE OF OBLIGATIONS UNDER SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS
 YEAR ENDED JUNE 30, 2023

SERIES	DATE OF CONTRACT	AMOUNT OF ORIGINAL CONTRACT	INTEREST RATE PAYABLE	AMOUNT OUTSTANDING JUNE 30, 2022 (AS RESTATED)	CHANGE		BALANCE JUNE 30, 2023
					INCREASE	DECREASE	
EMAP Software System License	7/1/2022	\$ 7,048.00	2.194%	\$ 7,048.00	\$	\$ 3,562.00	3,486.00
Frontline Central Solution	7/1/2022	48,200.00	2.194%	48,200.00		23,947.00	24,253.00
Professional Growth Solution	7/1/2022	60,526.00	2.194%	60,526.00		10,816.00	49,710.00
Time & Attendance	7/1/2022	42,459.00	2.194%	42,459.00		21,095.00	21,364.00
Applicant Tracking	7/1/2022	21,974.00	2.194%	21,974.00		10,917.00	11,057.00
RTI - Direct, unlimited usage	7/1/2022	13,325.00	2.445%	13,325.00		3,232.00	10,093.00
504 Program Management	7/1/2022	1,671.00	2.445%	1,671.00		405.00	1,266.00
IEP - Direct	7/1/2022	107,201.00	2.445%	107,201.00		26,006.00	81,195.00
Genesis Student Information System	7/1/2022	67,186.00	2.940%	67,186.00		33,355.00	33,831.00
Unlimited Package - Online HR, OSHA and Prof. Devel. Tutorials	7/1/2022	2,174.00	2.194%	2,174.00		1,000.00	1,174.00
Hudl Subscription	10/30/2022	23,087.00	3.347%	23,087.00	23,087.00	10,750.00	12,337.00
SMARTnet Renewal - Core Switch	8/1/2022	15,443.00	2.194%	15,443.00	15,443.00	7,452.00	7,991.00
SMARTnet Renewal - Firewall	8/1/2022	55,238.00	2.194%	55,238.00	55,238.00	26,827.00	28,411.00
SMARTnet Renewal - VOIP - Aug1	8/1/2022	9,864.00	2.194%	9,864.00	9,864.00	513.00	9,351.00
SMARTnet Renewal - VOIP - June23	7/1/2022	5,086.00	2.194%	5,086.00	5,086.00	2,517.00	2,569.00
Systems 3000 Software	7/1/2022	143,681.00	2.354%	143,681.00	230,000.00	48,060.00	95,621.00
Meraki Enterprise - Cisco (VeeMost Technologies)	3/13/2023	230,000.00	2.796%	230,000.00	230,000.00	78,790.00	151,210.00
Versatrans Onscreen Software	9/1/2022	8,802.00	2.194%	8,802.00	8,802.00	4,363.00	4,439.00
				\$ 520,531.00	\$ 342,494.00	\$ 313,607.00	\$ 549,358.00

STATISTICAL SECTION (UNAUDITED)

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATISTICAL SECTION

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

Sources

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
NET POSITION BY COMPONENT
UNAUDITED

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Governmental activities										
Net investment in capital assets	\$95,455,454	\$92,846,397	\$89,836,804	\$88,054,045	\$81,492,616	\$65,602,552	\$55,997,749	\$74,053,037	\$72,559,828	\$63,335,360
Restricted	20,369,538	16,223,759	22,890,980	20,620,452	17,741,789	31,610,121	11,021,293	11,850,660	9,679,852	18,028,320
Unrestricted (deficit)	(34,297,042)	(35,725,279)	(45,577,133)	(53,934,721)	(52,080,417)	(52,114,742)	(26,322,590)	(44,717,639)	(41,238,967)	(704,915)
Total governmental activities net position	\$81,527,950	\$73,344,877	\$67,152,651	\$54,739,776	\$47,153,988	\$45,097,931	\$40,696,452	\$41,186,058	\$41,000,713	\$80,656,765
Business-type activities										
Net investment in capital assets	\$809,597	\$816,094	\$794,363	\$812,450	\$942,759	\$113,156	\$107,649	\$137,951	\$122,790	\$166,939
Unrestricted	\$2,974,335	\$3,636,660	\$1,629,327	\$1,663,155	\$2,091,251	\$2,485,402	\$2,583,363	\$2,425,969	\$2,034,584	\$1,708,336
Total business-type activities net position	\$3,783,932	\$4,452,754	\$2,423,690	\$2,495,605	\$2,934,010	\$2,598,558	\$2,691,012	\$2,563,920	\$2,157,374	\$1,875,275
District-wide										
Net investment in capital assets	\$96,265,051	\$93,662,491	\$90,633,167	\$88,866,495	\$82,335,375	\$65,715,708	\$56,105,398	\$74,190,988	\$72,682,618	\$63,502,299
Restricted	20,369,538	16,223,759	22,890,980	20,620,452	17,741,789	31,610,121	11,021,293	11,850,660	9,679,852	18,028,320
Unrestricted (deficit)	(31,322,707)	(32,088,619)	(43,947,806)	(52,251,566)	(49,989,166)	(49,629,340)	(23,739,227)	(42,291,670)	(39,204,383)	1,003,421
Total district net position	\$85,311,882	\$77,797,631	\$69,576,341	\$57,235,381	\$50,087,996	\$47,696,469	\$43,387,464	\$43,749,978	\$43,158,087	\$62,534,040

Source: ACFR Schedule A-1

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CHANGES IN NET POSITION
UNAUDITED

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
EXPENSES										
Governmental activities										
Instruction										
Regular	\$74,452,476	\$77,815,240	\$83,243,395	\$74,126,547	\$79,208,425	\$81,502,175	\$77,106,795	\$70,009,925	\$65,349,533	\$57,089,429
Special education	22,382,924	21,912,847	23,356,495	20,686,831	21,616,154	22,680,148	21,987,609	19,939,165	18,337,767	16,173,614
Other instruction	7,296,807	7,183,144	7,745,532	7,003,487	7,149,223	7,035,551	6,758,565	6,085,671	5,120,602	4,780,803
Support Services:										
Tuition	3,964,659	4,003,268	3,998,383	4,926,953	5,136,463	4,972,518	4,856,485	4,379,014	4,566,453	4,043,405
Student & instruction related services	24,374,621	22,613,612	22,828,476	19,100,698	20,105,555	19,865,146	19,814,536	17,662,613	15,784,938	13,666,162
General administrative services	1,280,770	1,409,025	1,205,452	1,477,896	1,553,715	2,138,816	1,993,856	1,934,737	2,100,853	2,032,432
School administrative services	9,370,965	9,627,018	12,044,297	10,926,843	11,812,220	12,425,580	12,129,984	11,024,492	9,520,212	7,868,748
Central services/Admin. Info. Technology	4,020,604	3,765,584	2,196,838	4,059,058	4,100,360	5,060,317	6,877,273	4,918,855	3,839,734	3,484,647
Plant operations and maintenance	17,984,652	18,235,203	15,639,685	16,649,214	16,903,046	16,149,013	15,834,096	13,864,246	17,627,912	17,886,955
Student transportation services	14,087,955	12,882,492	11,435,376	11,458,018	11,458,018	12,097,902	11,523,842	10,370,724	10,052,915	9,458,443
Charter School	1,061,059	839,697	770,131	647,021	505,563	283,708	251,948	185,023	152,945	45,484
Interest on long-term debt	728,314	979,138	1,220,479	1,087,664	1,668,380	2,055,141	786,086	2,544,801	2,786,792	3,705,394
Unallocated depreciation	170,354	173,432	171,219	171,776	172,555	175,549	187,843	184,801	187,843	187,843
Total governmental activities expenses	\$181,186,160	\$181,139,700	\$185,872,747	\$172,309,560	\$181,387,677	\$186,431,564	\$180,108,918	\$164,919,266	\$155,270,556	\$140,235,516
Business-type activities:										
Food Service	\$3,585,827	\$4,089,397	\$1,614,329	\$2,637,285	\$3,345,188	\$3,367,950	\$3,294,927	\$3,375,527	\$2,892,570	\$3,076,896
Summer Institute	235,360	249,455	193,139	149,097	316,397	184,152				
Community School	59,610	213,860	705,576	2,892,327	2,984,579	3,177,190	3,502,650	3,572,359	3,176,960	3,005,176
Total business-type activities expense	\$3,880,797	\$4,552,712	\$2,513,044	\$5,678,649	\$6,655,164	\$6,729,292	\$6,797,577	\$6,947,886	\$6,069,530	\$6,082,072
Total district expenses	\$185,066,957	\$185,692,412	\$188,385,791	\$177,988,209	\$188,043,841	\$193,160,856	\$186,906,495	\$171,867,152	\$161,340,186	\$146,317,588
PROGRAM REVENUES										
Governmental activities:										
Operating grants and contributions	\$43,969,986	\$49,429,156	\$61,889,036	\$44,615,032	\$49,938,727	\$58,873,967	\$51,370,246	\$40,451,427	\$27,457,672	\$13,215,645
Total governmental activities program revenues	\$43,969,986	\$49,429,156	\$61,889,036	\$44,615,032	\$49,938,727	\$58,873,967	\$51,370,246	\$40,451,427	\$27,457,672	\$13,215,645
Business-type activities:										
Charges for services										
Food Service	\$1,953,119	\$452,964	\$9,429	\$1,564,965	\$2,337,990	\$2,394,489	\$2,410,790	\$2,456,620	\$2,289,107	\$2,348,256
Summer Institute	480,056	429,965	390,153	343,115	321,833	270				
Community School	129,474	338,875	195,494	2,421,900	3,295,242	3,185,115	3,481,195	3,893,325	3,229,617	3,108,230
Operating grants and contributions	1,448,639	5,359,891	1,839,574	908,568	1,035,195	1,056,757	1,031,363	1,003,276	832,294	779,774
Total business-type activities program revenues	\$4,011,288	\$6,581,695	\$2,434,650	\$3,908,548	\$6,990,260	\$6,636,631	\$6,929,348	\$7,353,221	\$6,351,018	\$6,238,260
Total district program revenues	\$47,981,274	\$56,010,851	\$64,323,686	\$48,523,580	\$56,928,987	\$65,510,598	\$58,299,594	\$47,804,648	\$33,808,690	\$19,453,905
NET (EXPENSE)/REVENUE										
Governmental activities	(\$137,216,174)	(\$131,710,544)	(\$123,983,711)	(\$127,694,528)	(\$131,446,950)	(\$127,557,597)	(\$128,738,672)	(\$124,467,839)	(\$127,812,984)	(\$127,019,871)
Business-type activities	\$130,491	\$2,028,983	(\$78,394)	(\$440,101)	\$334,096	(\$92,661)	\$125,771	\$405,335	\$281,488	\$154,188
Total district-wide net expense	(\$137,085,683)	(\$129,681,561)	(\$124,062,105)	(\$128,134,629)	(\$131,114,854)	(\$127,650,256)	(\$128,612,901)	(\$124,062,504)	(\$127,531,496)	(\$126,865,683)

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CHANGES IN NET POSITION
UNAUDITED

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
GENERAL REVENUES AND OTHER CHANGES										
IN NET POSITION										
Governmental activities:										
Property taxes levied for general purposes, net	\$119,107,869	\$116,772,421	\$114,482,766	\$111,577,953	\$108,405,418	\$105,761,383	\$103,055,614	\$101,034,916	\$98,149,466	\$96,224,967
Taxes levied for debt service	6,124,735	6,220,000	6,222,571	6,634,864	5,571,845	6,919,848	6,915,343	5,877,540	6,065,300	7,227,248
Unrestricted grants and contributions	17,941,952	13,909,826	14,299,562	16,191,818	17,191,126	17,485,314	17,448,163	17,340,327	24,089,658	24,082,291
Disposal of capital assets	(62,773)	(239,361)	(140,508)	(6,518)	(6,955)	(18,495)	(79,167)	(58,866)		
Miscellaneous income	1,487,424	1,238,084	859,439	882,199	1,343,573	1,831,026	908,112	459,267	693,371	525,599
Transfers	800,000									
Total governmental activities	\$145,399,247	\$137,900,970	\$135,723,730	\$135,280,316	\$133,505,007	\$131,959,076	\$128,249,065	\$124,653,184	\$128,996,795	\$128,060,105
Business-type activities:										
Transfers in (out)	(\$800,000.00)									
Miscellaneous income	687.00			\$1,696	\$1,356	\$207	\$1,321	\$1,211	\$611	\$938
Total business-type activities	(799,313)			1,696	1,356	207	1,321	1,211	611	938
Total district-wide	\$144,599,934	\$137,901,051	\$135,730,209	\$135,282,012	\$133,506,363	\$131,959,283	\$128,250,386	\$124,654,395	\$128,997,406	\$128,061,043
CHANGE IN NET POSITION										
Governmental activities	\$9,183,073	\$6,190,426	\$11,740,019	\$7,585,788	\$2,056,057	\$4,401,479	(\$489,607)	\$185,345	\$1,183,811	\$1,040,234
Business-type activities	(668,822)	2,029,064	(71,915)	(438,405)	335,452	(92,454)	127,092	406,546	282,998	155,126
Total district	\$7,514,251	\$8,219,490	\$11,668,104	\$7,147,383	\$2,391,509	\$4,309,025	(\$362,515)	\$591,891	\$1,466,810	\$1,195,360

Source: ACFR Schedule A-2

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 FUND BALANCES - GOVERNMENTAL FUNDS
 UNAUDITED

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Fund										
Restricted	\$12,656,890	\$12,225,596	\$22,397,131	\$19,557,709	\$14,195,654	\$16,247,277	\$11,691,754	\$12,687,485	\$10,504,920	\$18,111,529
Committed	6,416,281	3,027,759		971,537	364,046			200,000	750,000	740,107
Assigned	3,834,476	6,780,933	4,104,627	652,987	1,732,874	1,122,012	267,294	173,004	434,976	388,470
Unassigned	4,116,320	5,310,169	4,677,338	1,242,080	1,353,229	658,057	643,194	628,552	660,428	466,091
Total general fund	\$27,023,967	\$27,344,477	\$31,179,096	\$22,424,313	\$17,645,803	\$18,227,346	\$12,602,242	\$13,689,041	\$12,350,324	\$19,706,197
All Other Governmental Funds										
Restricted	\$491,739	\$471,207	\$1,074,680	\$935,813	\$680,517	\$548,204	\$5,238,783	\$31	\$338,796	\$1,008,847
Committed	1,440,709	1,228,820	234,650	61,453	3,484,174	15,877,767	24,187,541	338,796	747,130	850,000
Unassigned/ (Deficit)	(510,489)									
Total all other governmental funds	\$1,421,959	\$1,699,027	\$1,309,330	\$997,266	\$4,174,691	\$16,425,971	\$29,426,324	\$338,827	\$1,085,926	\$1,858,847

Source: ACFR Schedule B-1

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
UNAUDITED

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Revenues										
Tax levy	125,232,604	122,982,421	120,705,337	118,212,817	114,977,263	112,681,231	109,970,957	106,912,456	104,214,766	103,452,215
Tuition charges	244,379	259,670	283,737	142,720	331,860	173,128	289,960	271,238	269,532	255,677
Transportation fees from other LEA's	76,763	76,763	29,000		28,000	2,779	20,956		884	
Interest on capital reserve	14,380	455	1,588	42,076	24,723	2,667	1,428	1,519	3,947	3,483
Miscellaneous	2,304,896	1,458,508	726,423	703,834	971,822	415,192	610,334	237,534	445,270	282,151
State sources	64,238,845	60,381,951	51,771,510	48,005,459	47,984,053	44,090,947	41,046,268	38,828,959	36,895,164	34,859,844
Federal sources	6,864,648	4,145,969	3,566,762	2,990,174	2,560,677	2,607,085	2,446,818	2,822,235	2,311,992	2,422,496
Total revenue	198,699,752	189,315,757	177,084,357	170,097,080	166,888,418	159,970,250	154,368,721	149,173,841	144,103,450	141,275,750
Expenditures										
Instruction										
Regular instruction	43,571,540	42,831,657	42,071,888	42,071,246	41,069,109	39,783,380	39,888,706	38,763,627	36,289,765	37,799,391
Special education instruction	15,870,252	14,584,635	12,961,381	12,740,837	12,177,693	12,262,954	12,393,538	12,536,596	12,089,012	11,985,425
Other instruction	4,526,266	4,194,157	3,949,637	4,061,503	3,884,909	3,594,193	3,568,342	3,664,192	3,304,865	3,469,093
Support Services:										
Tuition	3,964,659	4,003,268	3,998,383	4,926,953	5,136,463	4,972,518	4,856,485	4,379,014	4,596,453	4,043,405
Student & instruction related services	17,604,359	14,528,436	13,063,852	12,145,772	12,041,730	11,079,613	11,514,479	10,971,833	10,231,447	9,897,463
General administrative services	1,000,358	1,115,240	979,396	1,161,158	1,231,097	1,862,608	1,652,811	1,794,079	1,776,422	1,771,556
School Administrative services	6,619,359	6,602,694	6,262,351	6,358,157	6,298,555	6,077,433	6,041,216	6,128,984	5,812,975	5,458,890
Central services/Administration	3,420,164	3,271,815	2,681,298	3,036,347	2,715,563	2,814,458	2,800,804	2,568,720	2,428,981	2,517,907
Information Technology	16,787,564	17,427,157	13,462,543	14,978,293	15,063,184	12,891,262	12,129,338	13,425,453	13,108,562	14,669,792
Plant operations and maintenance	12,538,462	11,312,919	9,034,453	9,468,431	9,178,230	9,273,721	8,820,637	8,486,606	8,261,749	7,961,425
Student transportation services	1,840,562	1,798,573	1,749,240	1,179,745	1,096,322	1,994,361	1,816,593	1,750,920	1,677,965	1,497,018
Allocated employee benefits	62,287,486	60,274,948	49,588,460	43,864,523	47,604,323	40,005,692	37,489,146	33,927,315	32,235,143	30,384,806
Unallocated employee benefits	1,760,245	4,245,044	1,472,854	4,608,300	14,788,363	13,602,626	3,575,405	2,259,436	10,282,325	2,967,282
Charter School	1,061,059	839,897	770,131	647,021	505,563	263,708	251,948	185,023	152,945	45,484
Debt service:										
Principal	6,255,000	6,220,000	6,195,000	6,165,000	6,160,000	6,290,000	6,125,000	5,030,000	5,095,000	4,785,000
Interest and other charges	988,975	1,239,700	1,475,900	1,697,500	1,900,125	1,954,270	2,484,475	2,710,525	2,896,635	3,170,270
Total expenditures	200,096,330	194,499,940	189,736,767	189,140,786	180,832,215	168,742,817	155,119,923	148,582,323	152,232,244	142,394,207
Excess (Deficiency) of revenues over (under) expenditures	(1,396,578)	(5,184,183)	7,347,590	956,294	(13,943,797)	(8,772,567)	(731,202)	591,618	(8,128,794)	(1,118,457)
Other Financing sources (uses)										
Installment purchase contracts (non-budgeted)										
Bond proceeds		1,738,241	1,046,401	644,791	1,110,974	106,363	1,081,564		19,890,000	2,907,383
Premium on sale of bonds										(183,751)
Cost of issuance										(22,595,486)
Payment to refunded bonds escrow agent										
Prior year cancellations										
Transfers in (out)	800,000	1,738,241	1,046,401	644,791	1,110,974	1,397,298	28,731,901		18,146	
Total other financing sources (uses)	(596,578)	(3,445,942)	8,993,991	1,601,085	(12,832,823)	(7,375,269)	28,000,699	591,618	(8,128,794)	(1,100,311)
Net change in fund balances	3.65%	3.92%	4.56%	4.78%	4.85%	5.31%	5.88%	5.29%	5.62%	5.69%
Debt service as a percentage of noncapital expenditures										

Source: ACFR Schedule B-2

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
UNAUDITED

Fiscal Year Ended June 30,	Tuition	Interest On Investments	Rental Income	Transportation Fees	School Bus Advertising	Unemployment Fund - Restricted	Miscellaneous	Total
2023	\$244,379	\$494,227	\$105,161		\$11,759	\$47	\$631,851	\$1,487,424
2022	259,670	18,317	73,455	\$76,783.00	11,759	140,717	657,006	1,237,707
2021	283,737	12,186	1,650	29,000	11,759	159,557	361,213	859,102
2020	142,720	289,183	55,844		12,227		133,668	633,642
2019	331,880	473,547	89,960	28,000			155,898	1,079,285
2018	173,128	119,561	77,310				109,978	479,977
2017	289,960	43,770	76,603	20,956			216,809	648,098
2016	271,238	18,997	78,050				90,951	459,236
2015	269,532	3,947	90,070	2,779			327,024	693,352
2014	255,677	13,088	87,220	884			168,730	525,599

Source: District Records

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 UNAUDITED

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities, a	Net Valuation Taxable	Total Direct School Tax Rate, b	Estimated Actual (County Equalized Value)
2023	\$ 75,497,000	\$ 2,586,464,200	\$ 12,164,800	\$ 1,463,800	\$ 362,261,700	\$ 1,057,707,000	\$ 89,465,100	\$ 4,185,023,600	\$ 6,519,200	\$ 4,191,542,800	\$ 3.014	\$ 11,106,366,720
2022	63,642,300	2,570,574,100	12,343,100	1,516,700	372,768,100	1,056,188,200	88,993,700	4,166,026,200	6,925,446	4,172,952,646	2.974	10,222,813,930
2021	62,852,400	2,554,551,500	12,968,800	1,526,000	369,537,700	993,643,600	88,993,700	4,084,073,700	7,325,148	4,091,398,848	2.979	9,543,734,192
2020	66,996,000	2,530,375,600	15,140,400	1,598,800	381,390,100	922,014,300	88,993,700	3,986,508,900	6,517,147	3,993,026,047	3.015	9,228,008,397
2019	76,087,400	2,503,223,100	13,135,200	1,663,800	354,358,800	791,894,200	88,993,700	3,829,366,200	6,085,307	3,835,451,507	3.040	9,704,425,241
2018	80,825,100	2,475,693,900	14,175,100	1,811,800	284,554,900	810,800,800	88,993,700	3,756,855,300	6,783,915	3,763,639,215	3.025	9,975,717,738
2017	94,053,400	2,420,513,000	15,098,700	1,822,900	285,216,100	776,204,600	88,984,200	3,661,892,900	6,662,532	3,668,555,432	3.019	8,630,785,045
2016	95,056,600	2,377,216,400	14,981,700	1,969,600	272,150,800	784,435,300	88,984,200	3,634,794,600	6,523,012	3,641,317,612	2.979	8,530,379,254
2015	91,042,100	2,367,054,100	15,101,900	2,090,700	283,762,500	768,957,900	88,730,000	3,616,739,200	7,123,716	3,623,864,916	2.914	8,673,235,492
2014	80,498,700	2,342,637,800	15,232,300	2,222,600	283,769,300	780,846,100	88,730,000	3,594,136,800	7,119,252	3,601,256,052	2.884	7,893,996,925

Source: Municipal Tax Assessor

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per \$100

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT I
DIRECT AND OVERLAPPING PROPERTY TAX RATES

UNAUDITED

Calendar Year Ended June 30,	South Brunswick Township Board of Education				Overlapping Rates			Total Direct and Overlapping Tax Rate w/o Fire District
	Basic Rate ^a	General Obligation Debt Service ^b		Total Direct	Middlesex County		Fire District 2	
		South Brunswick Township	South Brunswick Township		1	2		
2023	2.867	0.147	3.014	1.169	0.982	0.085	0.043	5.165
2022	2.824	0.150	2.974	1.091	0.946	0.085	0.042	5.011
2021	2.825	0.154	2.979	1.067	0.944	0.084	0.043	4.990
2020	2.846	0.169	3.015	1.034	0.991	0.084	0.044	5.040
2019	2.866	0.174	3.040	1.014	1.031	0.084	0.045	5.085
2018	2.839	0.186	3.025	0.962	0.930	0.083	0.045	4.917
2017	2.829	0.190	3.019	0.953	0.938	0.082	0.045	4.910
2016	2.815	0.164	2.979	0.937	0.941	0.082	0.046	4.857
2015	2.744	0.170	2.914	0.921	0.874	0.080	0.044	4.709
2014	2.683	0.201	2.884	0.884	0.866	0.078	0.042	4.634

Source: District Records and Municipal Tax Collector
(Rates are per \$100 of assessed value)

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calcu

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

b Rates for debt service are based on each year's requirements.

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAX PAYERS.
 CURRENT YEAR AND NINE YEARS AGO
 UNAUDITED

		2023			2014		
<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank [Optional]</u>	<u>% of Total District Net Assessed Value</u>	<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank [Optional]</u>	<u>% of Total District Net Assessed Value</u>
Forsgate Industrial Complex	\$ 136,447,100	1	3.26%	Forsgate Industrial Complex	\$ 108,226,800	1	3.01%
Heller SBIP, LLC.	97,224,800	2	2.32%	Dow Jones & Company, Inc.	58,305,800	2	1.62%
Dow Jones & Company, Inc.	37,082,000	3	0.88%	Heller SBIP, LLC.	50,550,100	3	1.40%
CNJ Company IV, LLC	30,707,100	4	0.73%	Prologic	49,439,800	4	1.37%
Royal Oaks Apartments, LLC	29,460,200	5	0.70%	Royal Oaks Apartments, LLC	29,450,700	5	0.82%
Middlesex Industrial Developers	28,661,200	6	0.68%	Windsor South Ridge LLC	28,392,000	6	0.79%
KTR NJ I, LLC	28,524,700	7	0.68%	CNJ Company IV, LLC	23,207,900	7	0.64%
Windsor South Ridge LLC	28,392,000	8	0.68%	KTR NJ I, LLC	22,291,100	8	0.62%
LIT/Greek Rt 130, LLC	25,401,300	9	0.61%	Bloomberg Ridge Road LLC	20,622,300	9	0.57%
AMB Property Corp	22,887,300	10	0.55%	Middlesex Industrial Developers	17,341,300	10	0.48%
Total	\$ 464,787,700		11.09%	Total	\$ 407,827,800		11.33%

Source: Municipal Tax Assessor

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS,
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2023	\$ 125,232,604	\$ 125,232,604	100.00%	
2022	122,992,421	122,992,421	100.00%	
2021	120,705,337	120,705,337	100.00%	
2020	118,212,817	118,212,817	100.00%	
2019	114,977,263	114,977,263	100.00%	
2018	112,681,231	112,681,231	100.00%	
2017	109,970,957	109,970,957	100.00%	
2016	106,912,456	106,912,456	100.00%	
2015	104,214,766	104,214,766	100.00%	
2014	103,452,215	103,452,215	100.00%	

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

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income (a)	Per Capita (a)
	General Obligation Bonds	SBITAs	Installment Purchase Contracts			
2023	\$ 39,975,000	\$ 549,358	\$ 3,657,055	\$ 44,181,413	*	*
2022	47,215,000		3,141,871	50,356,871	*	1,078
2021	54,335,000		2,161,079	56,496,079	0.12%	1,211
2020	61,375,000		1,718,335	63,093,335	0.11%	1,391
2019	68,770,000		1,573,989	70,343,989	0.09%	1,540
2018	76,075,000		1,437,871	77,512,871	0.08%	1,695
2017	82,365,000		985,443	83,350,443	0.07%	1,825
2016	63,405,000		-	63,405,000	0.09%	1,407
2015	68,435,000		-	68,435,000	0.08%	1,527
2014	73,530,000		-	73,530,000	0.07%	1,646

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

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

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

* - Not available at time of audit

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
RATIOS OF NET BONDED DEBT OUTSTANDING
UNAUDITED

Fiscal Year Ended <u>June 30,</u>	<u>General Bonded Debt Outstanding</u>			Percentage of Actual Taxable Value (a) of <u>Property</u>	<u>Per Capita (b)</u>
	<u>General Obligation Bonds</u>	<u>Deductions</u>	<u>Net General Bonded Debt Outstanding</u>		
2023	\$ 39,975,000	-0-	\$ 39,975,000	0.955%	*
2022	47,215,000	-0-	47,215,000	1.133%	1,011
2021	54,335,000	-0-	54,335,000	1.330%	1,165
2020	61,375,000	-0-	61,375,000	1.540%	1,353
2019	68,770,000	-0-	68,770,000	1.796%	1,506
2018	76,075,000	-0-	76,075,000	2.025%	1,664
2017	82,365,000	-0-	82,365,000	2.237%	1,803
2016	63,405,000	-0-	63,405,000	1.744%	1,407
2015	68,435,000	-0-	68,435,000	1.892%	1,527
2014	73,530,000	-0-	73,530,000	2.046%	1,646

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

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

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

* - Not available at time of audit

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2022
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
South Brunswick Township	\$45,501,722	100.00%	\$45,501,722
Other debt			
Middlesex County	610,710,958	8.21%	50,124,412
Stony Brook Regional Sewerage Authority	17,817,626	40.45%	7,207,230
Middlesex County Utilities Authority	320,605,300	8.21%	26,313,843
Subtotal, overlapping debt			<u>\$129,147,207</u>
South Brunswick School District Direct Debt			<u>41,042,396</u>
Total direct and overlapping debt			<u><u>\$170,189,603</u></u>

Source: Township of South Brunswick Chief Financial Officer, Middlesex County Treasurer's Office and Middlesex County Utilities Authority.

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
UNAUDITED

Legal Debt Margin Calculation for Calendar Year 2022

Equalized Valuation Basis

Calendar Year	
2022	\$ 11,038,755,167
2021	10,005,080,108
2020	9,228,008,397
	<u>\$ 30,271,843,872</u>
Average Equalized Valuation of Taxable Property	\$ 10,090,614,557
Debt Limit (4% (a) of average equalization value)	403,624,582
Total Net Debt Applicable to Limit	<u>39,975,000</u>
Legal Debt Margin	<u>\$ 363,649,582</u>

	Fiscal Year Ending June 30									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Debt Limit	\$403,624,582	\$385,833,517	\$385,422,018	\$377,479,040	\$361,825,094	\$344,458,664	\$334,634,822	\$325,406,277	\$312,082,956	\$317,811,649
Total Net Debt Applicable To Limit	39,975,000	47,215,000	54,335,000	61,375,000	68,770,000	76,075,000	82,365,000	83,405,000	88,435,000	73,550,000
Legal Debt Margin	\$363,649,582	\$338,618,517	\$331,087,018	\$316,104,040	\$293,055,094	\$268,383,664	\$252,269,822	\$262,001,277	\$243,647,956	\$244,281,649

Total Net Debt Applicable to the Limit as a % of Debt Limit	9.90%	12.24%	14.10%	16.26%	19.01%	22.09%	24.61%	19.48%	21.89%	23.14%
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Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation (a) Limit set by N.J.S.A. 18A:24-19 for a K through 12 district, other % limits would be applicable for other district types.

Source: <http://www.state.nj.us/treasury/taxation/tp/tpvalue.shtml>

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
UNAUDITED

<u>Year</u>	<u>Population (a)</u>	<u>Personal Income (b)</u>	<u>Per Capita Personal Income (c)</u>	<u>Unemployment Rate (d)</u>
2022	46,702	*	*	2.70%
2021	46,649	3,275,739,429	70,221	4.40%
2020	45,370	3,023,456,800	66,640	6.70%
2019	45,664	2,861,534,560	62,665	2.60%
2018	45,729	2,768,753,763	60,547	3.00%
2017	45,674	2,644,022,186	57,889	3.40%
2016	45,059	2,532,631,213	56,207	3.80%
2015	44,824	2,444,790,608	54,542	4.00%
2014	44,671	2,389,943,171	53,501	5.00%
2013	44,384	2,313,072,160	52,115	6.10%

Source:

- (a) Population information provided by the NJ Dept. of Labor and Workforce Development.
(b) Personal income has been estimated based upon the municipal population and per capita personal income presentec
(c) Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of
Economic Analysis.
(d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development.

* - Not available at time of audit.

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 UNAUDITED

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Instruction:										
Regular	520	516	553	617	581	579	584	639	637	627
Special education	148	127	237	111	165	158	138	215	206	204
Support Services:										
Student & instruction related services	180	168	105	148	120	108	119	74	69	70
General administrative services	65	54	9	5	82	83	84	30	32	31
School administrative services	64	91	109	84	90	92	61	97	96	96
Central services	71	53	20	23	14	15	9	7	6	6
Plant operations and maintenance	102	100	95	97	115	104	112	113	110	114
Pupil transportation	64	73	74	68	55	67	60	75	75	74
Total	1,214	1,182	1,202	1,153	1,222	1,206	1,167	1,249	1,231	1,222

Source: District Personnel Records

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 OPERATING STATISTICS
 UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures (a)	Cost Per Pupil	% Change	Teaching Staff (b)	Pupil/Teacher Ratio			Average Daily Enrollment (c)	Average Daily Attendance (c)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2023	8,240	\$ 191,092,110	23,191	2.92%	763	1:13	1:13	1:11	7,850	7,744	-2.62%	98.65%
2022	8,112	182,795,196	22,534	15.24%	721	1:14	1:12	1:14	8,061	7,647	-2.29%	94.86%
2021	8,217	160,673,010	19,554	12.29%	790	1:14	1:14	1:14	8,250	8,073	-2.27%	97.85%
2020	8,997	156,669,986	17,414	-5.81%	728	1:12	1:11	1:12	8,442	8,200	-1.56%	97.13%
2019	8,546	158,003,727	18,489	10.99%	705	1:12	1:11	1:12	8,576	8,224	-1.93%	95.90%
2018	8,818	146,895,921	16,659	0.88%	737	1:12	1:11	1:13	8,745	8,400	0.01%	96.05%
2017	8,656	142,935,043	16,513	5.51%	722	1:12	1:11	1:13	8,744	8,382	0.51%	95.86%
2016	8,855	138,582,362	15,650	1.67%	733	1:12	1:11	1:13	8,700	8,380	0.52%	96.32%
2015	8,703	133,968,284	15,393	1.06%	729	1:12	1:12	1:12	8,655	8,345	-1.54%	96.42%
2014	8,633	131,491,655	15,231	5.00%	710	1:12	1:11	1:13	8,790	8,475	-1.04%	96.42%

Sources: District records

Note: Enrollment based on annual October district count.

(a) Operating expenditures equal total expenditures less debt service and capital outlay.

(b) Teaching staff includes only full-time equivalents of certificated staff.

(c) Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION - LAST TEN FISCAL YEARS
UNAUDITED

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
District Building										
Elementary										
Brooks Crossing (2002)										
Square Feet	82,104	82,104	82,104	82,104	82,104	82,104	82,104	82,104	82,104	82,104
Capacity (students)	853	853	853	853	853	853	853	853	853	853
Enrollment	759	725	725	651	600	589	576	583	564	623
Brooks Crossing at Deans (1929)										
Square Feet	28,110	28,110	28,110	28,110	28,110	28,110	28,110	28,110	28,110	28,110
Capacity (students)	*	*	*	*	*	*	*	*	*	*
Enrollment	*	*	*	*	*	*	*	*	*	*
Brunswick Acres (1975)										
Square Feet	63,258	63,258	63,258	63,258	63,258	63,258	63,258	63,258	63,258	63,258
Capacity (students)	641	641	641	641	641	641	641	641	641	641
Enrollment *	530	518	518	524	539	534	500	478	449	425
Cambridge										
Square Feet	59,500	59,500	59,500	59,500	59,500	59,500	59,500	59,500	59,500	59,500
Capacity (students)	637	637	637	637	637	637	637	637	637	637
Enrollment	581	548	548	517	530	461	518	487	458	411
Constable										
Square Feet	70,973	70,973	70,973	70,973	70,973	70,973	70,973	70,973	70,973	70,973
Capacity (students)	681	681	681	681	681	681	681	681	681	681
Enrollment	507	482	462	488	472	464	460	470	498	512
Greenbrook										
Square Feet	64,312	64,312	64,312	64,312	64,312	64,312	64,312	64,312	64,312	64,312
Capacity (students)	667	667	667	667	667	667	667	667	667	667
Enrollment	444	424	424	424	408	392	390	383	389	392
Indian Fields (1992)										
Square Feet	82,450	82,450	82,450	82,450	82,450	82,450	82,450	82,450	82,450	82,450
Capacity (students)	824	824	824	824	824	824	824	824	824	824
Enrollment	588	596	596	661	698	651	627	597	560	565
Indian Fields at Dayton (1928)										
Square Feet	23,350	23,350	23,350	23,350	23,350	23,350	23,350	23,350	23,350	23,350
Capacity (students)	*	*	*	*	*	*	*	*	*	*
Enrollment	*	*	*	*	*	*	*	*	*	*
Monmouth Junction										
Square Feet	48,625	48,625	48,625	48,625	48,625	48,625	48,625	48,625	48,625	48,625
Capacity (students)	506	506	506	506	506	506	506	506	506	506
Enrollment	369	355	355	343	334	322	346	326	322	279

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION - LAST TEN FISCAL YEARS
UNAUDITED

	2015	2016	2017	2018	2019	2020	2021	2022	2023
Middle School									
Crossroads North(1967)									
Square Feet	142,849	142,849	142,849	142,849	142,849	142,849	142,849	142,849	142,849
Capacity (students)	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150
Enrollment	1,059	1,017	1,017	1,004	1,046	990	943	894	917
Crossroads South(1959)									
Square Feet	197,710	197,710	197,710	197,710	197,710	197,710	197,710	197,710	197,710
Capacity (students)	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Enrollment	1,054	1,139	1,139	1,143	1,145	1,105	1,096	1,072	984
High School									
South Brunswick High School(1997)									
Square Feet	472,000	472,000	472,000	472,000	472,000	472,000	472,000	472,000	472,000
Capacity (students)	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
Enrollment	2,895	2,919	2,919	2,921	2,965	2,945	2,964	2,977	2,791
Other									
Maintenance Annex	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Square Feet									
Board of Education Administration Building	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Square Feet									

* - Enrollments are included in the Administrative Base School

Number of Schools at June 30, 2023
 Elementary = 9
 Middle School = 2
 High School = 1
 Other = 2

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
 GENERAL FUND
 SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
 LAST TEN FISCAL YEARS
 UNAUDITED

Project # (\$)	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
School Facilities										
Brooks Crossing Elementary	N/A	80,988	63,281	63,432	103,653	103,037	104,555	136,566	188,732	149,878
Brunswick Acres Elementary	985,192	64,052	79,881	58,042	81,869	78,634	97,429	104,223	113,388	110,643
Cambridge Elementary	142,897	23,698	41,799	50,261	113,445	66,109	188,101	128,100	189,322	138,507
Constable Elementary	53,860	98,583	95,922	98,899	91,987	92,457	119,040	128,623	195,984	132,182
Indian Fields @ Dayton Elementary	266,026	9,818	37,358	13,374	9,550	10,252	1,877	12,296	74,590	43,429
Brooks Crossing @ Deans Elementary	161,523	21,920	14,157	25,711	10,812	9,530	25,487	24,818	48,650	40,230
Greenbrook Elementary	20,536	61,636	96,851	47,119	110,377	112,734	111,189	104,236	132,837	147,715
Indian Fields Elementary	163,236	102,545	165,945	57,730	99,467	97,110	135,305	129,504	230,987	118,511
Menmouth Junction Elementary	55,154	107,917	56,761	65,207	90,289	91,596	85,342	91,616	110,157	128,200
Crossroads North Middle	60,147	136,697	239,850	130,287	183,522	225,247	306,886	323,491	488,719	320,861
Crossroads South Middle	101,268	180,974	256,660	150,161	207,660	222,788	207,154	248,183	1,272,008	445,568
High School	491,651	188,923	610,724	424,957	445,532	527,435	366,184	486,537	805,731	859,802
Total School Facilities	2,988,435	1,076,661	1,759,209	1,184,180	1,548,263	1,636,830	1,748,550	1,918,183	3,961,064	2,633,526
Other Facilities	909,935	373,935	115,656	48,232	346,016	575,090	736,127	701,071	73,593	74,327
Grand Total	3,505,370	1,450,796	1,874,865	1,234,412	1,894,281	2,211,980	2,484,677	2,619,264	4,034,616	2,707,853

Source District Records

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
INSURANCE SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
UNAUDITED

Type	Coverage	Deductible	Carrier	Policy #
<u>Property</u>				
Blanket, building and contents	\$479,174,837		Glatfelter	GPNU-EP-0017570-02/000
Extra expense per occurrence	\$2,000,000			
EDP	\$500,000			
Demolition/Increased cost of construction per occurrence	\$1,000,000			
Deductible		\$5,000		
Flood per occurrence	\$5,000,000			
<u>School Board Legal</u>				
Coverage A - Limit of liability	\$1,000,000	\$15,000	Glatfelter	GPNU-EP-0017570-02/000
Coverage B - Limit of liability	\$100,000			
<u>NJ Unshared Excess Program</u>				
Limit of liability	\$30,000,000	n/a	Hudson Ins. Co. Allied Ins. Co. Great American Ins. Co.	EPGA 000073-02 0312-3968 2480095
<u>Environmental Impairment Liability</u>				
Limit of liability - Each Loss	\$1,000,000	\$25,000	Philadelphia Ins. Co.	PHPK2432690
Aggregate	\$1,000,000			
<u>Commercial Liability</u>				
Bodily Injury & Property Damage	\$1,000,000		Glatfelter	GPNU-EP-0017570-02/000
Premises Medical Payments	\$10,000			
Fire Legal Liability	\$1,000,000			
Employee Benefit Cov	\$1,000,000			
<u>Crime</u>				
Money & Securities-inside	\$250,000		Glatfelter	GPNU-EP-0017570-02/000
Money & Securities-outside	\$250,000			
Faithful Performance	\$250,000			
Depositors Forgery	\$250,000			
Deductible		\$1,000		
<u>Excess Liability</u>				
Each Occurrence	\$10,000,000		Glatfelter	GPNU-EP-0017570-02/000
Aggregate	\$10,000,000			
<u>Cyber Liability</u>				
Each Event	\$1,000,000		Glatfelter	GPNU-EP-0017570-02/000

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
INSURANCE SCHEDULE (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
UNAUDITED

<u>Type</u>	<u>Coverage</u>	<u>Deductible</u>	<u>Carrier</u>	<u>Policy #</u>
<u>Business Auto</u>				
Bodily Injury & Property Damage	\$1,000,000		Glatfelter	GPNU-EP-0017570-02/000
Personal Injury Protection	\$250,000			
Medical Payments (PIP)	\$5,000			
Uninsured/Underinsured	\$1,000,000			
Comprehensive Deductible		\$1,000		
Collision Deductible		\$1,000		
<u>Compulsory Student Accident</u>				
Limit of Liability	\$5,000,000	\$25,000	Philadelphia Ins. Co.	PHPC004964
<u>Bonds</u>				
Board Secretary/Business Administrator	\$525,000		RLI Insurance Co.	LSM1144814
<u>Workers' Compensation</u>				
Section II	\$1,000,000		Safety National	SP4066555
<u>Underground Storage Tanks</u>				
Limit of Liability Per Tank/Aggregate	\$2,000,000	\$50,000	Chubb	UST G72596353 001

SINGLE AUDIT SECTION



SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

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

Honorable President and Members
of the Board of Education
Township of South Brunswick School District
County of Middlesex
Monmouth Junction, New Jersey 08852

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, the financial statements of the governmental activities, the business-type activities and each major fund of the Township of South Brunswick School District, in the County of Middlesex, State of New Jersey (the "District") as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 30, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the 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 District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

SUPLEE, CLOONEY & COMPANY LLC

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

Compliance and Other Matters

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

Purpose of This Report

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


CERTIFIED PUBLIC ACCOUNTANTS


PUBLIC SCHOOL ACCOUNTANT NO. 962

January 30, 2024



SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

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

Honorable President and Members
of the Board of Education
Township of South Brunswick School District
County of Middlesex
Monmouth Junction, New Jersey 08852

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited Township of South Brunswick School District, County of Middlesex, State of New Jersey (the "District") compliance with the types of compliance requirements identified as subject to audit in the *Federal OMB Compliance Supplement* and the *New Jersey OMB State Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2023. The District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major Federal and State Program

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

SUPLEE, CLOONEY & COMPANY LLC

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and New Jersey OMB State Grant Compliance Supplement, we:

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

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

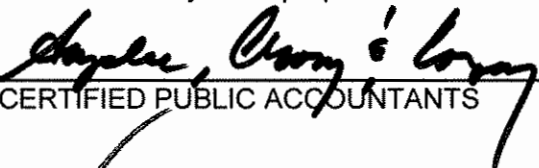
Report on Internal Control over Compliance

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

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

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

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


CERTIFIED PUBLIC ACCOUNTANTS


REGISTERED MUNICIPAL ACCOUNTANT NO. 962

January 30, 2024

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

Federal Grantor/Program Title	Federal Grant/Program Title	Federal Grant/Program Title	Federal Grant/Program Title	Federal Grant/Program Title	Grant Period From To	Balance June 30, 2022	Composed (Makeover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2023	
												(Accounts Receivable)	Unearned Revenue
General Fund													
U.S. Department of Health and Human Services:													
Passed-through State Department of Education:													
Medicaid Assistance Program (SEMI)	2005NLSMAP	NIA	26,198	07/01/2021	06/30/2022	(3,976)		3,976					
Medicaid Assistance Program (SEMI)	2005NLSMAP	NIA	27,824	07/01/2022	06/30/2023			27,824	(27,824)				
Families First Coronavirus Response Act (FFCR) (SEMI)	2005NLSMAP	NIA	1,379	07/01/2022	06/30/2023			33,279	(29,800)				
Total U.S. Department of Health and Human Services													
U.S. Department of Treasury:													
Passed-through State Department of Education:													
Coronavirus Relief Fund:													
COVID ARP - State and Local Fiscal Recovery Fund DOE	SLFRDOE1SES	NIA	212,205	07/01/2021	06/30/2022			212,205	(212,205)				
Total U.S. Department of Treasury													
U.S. Department of Homeland Security:													
Coronavirus Relief Fund:													
Public Assistance Grants - Coronavirus Pandemic			990,854	07/01/2021	06/30/2022			990,854	(990,854)				
Total U.S. Department of Homeland Security													
Total General Fund													
Special Revenue Fund:													
U.S. Department of Education:													
Passed-through State Department of Education:													
N.C.L.B.													
Title I, Part A Grants to Local Education Agencies	5010A210030	NCLB-4860-23	486,478	07/01/2022	06/30/2023			223,272	(369,442)			(166,070)	
Title I, Part A Grants to Local Education Agencies	5010A210030	NCLB-4860-22	413,765	07/01/2021	06/30/2022	(94,060)		127,246	(33,166)				
Title I, Part A, Supporting Effective Instruction	5367A220029	NCLB-4860-23	243,608	07/01/2022	06/30/2023			53,523	(82,057)				
Title I, Part A, Supporting Effective Instruction	5367A210029	NCLB-4860-22	66,593	07/01/2021	06/30/2022	006		23,974	(24,596)				
Title II English Language Acquisition	5365A200030	NCLB-4860-23	96,720	07/01/2022	06/30/2023	(40,327)		37,235	(59,119)				
Title II English Language Acquisition	5365A210030	NCLB-4860-22	96,840	07/01/2021	06/30/2022	(8,317)		40,327	(657)				
Title II Immigrant	5365A210030	NCLB-4860-22	21,774	07/01/2021	06/30/2022	(14,288)		575,251	(566,247)			(213,086)	
Total N.C.L.B.													
I.D.E.A. Part B Special Education Cluster:													
Individuals with Disabilities - State Grant	H027A20100	DEA-4860-23	2,059,173	07/01/2022	06/30/2023			1,194,922	(1,918,948)			(724,346)	
Individuals with Disabilities - State Grant	H027A21000	DEA-4860-22	1,804,440	07/01/2021	06/30/2022	(549,985)		549,985	(78,764)				
ARP - Individuals with Disabilities - State Grant	H027A210100	DEA-4860-23	402,920	07/01/2021	06/30/2023	(301,326)		301,574	(78,764)			(78,515)	
Preschool Grants for Children with Disabilities	H173A220114	DEA-4860-23	76,220	07/01/2022	06/30/2023			62,096	(79,220)				
Preschool Grants for Children with Disabilities	H173A210114	DEA-4860-22	64,671	07/01/2021	06/30/2022	(10,634)		10,634	(14,124)				
Total I.D.E.A. Part B Special Education Cluster													
COVID ARP - State and Local Fiscal Recovery Fund DOE	SLFRDOE1SES	NIA	576,724	07/01/2022	06/30/2023			2,118,881	(2,073,832)			(616,896)	
Special Education Services													
Total U.S. Department of Education													
Education Stabilization Fund:													
CARES - ESSER I	S425020027	NIA	418,934	03/13/2020	06/30/2022			528,865	(366,946)			(180,876)	
CARES - ESSER II	S4250210027	21-5120-518	1,469,300	03/13/2020	06/30/2023	(323,494)		16,872	(14,252)			(2,696)	
CARRA - ESSER II - Learning Acceleration	S4250210027	21-5120-518	95,511	03/13/2020	06/30/2023	(5,118)		22,389	(23,996)			(1,256)	
CARRA - ESSER II - Mental Health	S4250210027	21-5120-518	45,000	03/13/2020	06/30/2023	(98)		1,776,853	(693,962)			(319,625)	
ARP - ESSER	S4250210027	NIA	3,344,857	03/13/2020	06/30/2024	(1,302,616)		92,096	(152,454)			(60,358)	
ARP - Accelerated Learning Coach and Educator Support	S4250210027	NIA	695,966	03/13/2020	06/30/2024			6,171	(6,643)			(472)	
ARP - Evidence Based Summer Learning and Enrichment	S4250210027	NIA	47,450	03/13/2020	06/30/2024				(294)			(294)	
ARP - NJTSS Mental Health Support Staffing	S4250210027	NIA	47,450	03/13/2020	06/30/2024			7,000	(7,000)			(695,963)	
ARP - Evidence Based Comprehensive Beyond the School Day	S4250210027	NIA	48,000	03/13/2020	06/30/2024								
ARP - Emergency Relief Fund - Homeless Children and Youth	S4250210031	NIA	26,716	04/23/2021	06/30/2023	(1,831,267)		2,450,846	(1,185,142)			(695,963)	
Total Education Stabilization Fund:													
Total U.S. Department of Education													
Total Special Revenue Fund													

STATE OF SOUTH CAROLINA
SOUTH CAROLINA DEPARTMENT OF AGRICULTURE
FOR THE FISCAL YEAR ENDING JUNE 30, 2022

Federal Grantor/Pass-Through Grantor/Program Title	Federal AL Number	Federal FAN Number	Grant or State Project Number	Program or Award Amount	Grant Period From To	Balance June 30, 2022	Carryover/ (W/lover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	(Accounts Receivable)	Balance at June 30, 2023 Unearned Revenue	Due to Grantor
Enterprise Fund:														
U.S. Department of Agriculture														
Passed-through State Department of Education:														
Child Nutrition Cluster:														
Non-Cash Assistance (Commodities):														
National School Lunch Program	10.555	221N.004N1099	N/A	465,526	07/01/2021	06/30/2022	10,467	255,430	(10,467)				16,540	
National School Lunch Program	10.555	231N.004N1099	N/A	255,430	07/01/2022	06/30/2023			(218,890)					
Cash Assistance:														
School Breakfast Program	10.553	231N.004N1099	N/A	788,068	07/01/2021	06/30/2022	(89,838)	69,638						
School Breakfast Program	10.553	231N.004N1099	N/A	145,103	07/01/2022	06/30/2023		130,212	(145,103)		(14,891)			
National School Lunch Program	10.555	231N.004N1099	N/A	761,745	07/01/2022	06/30/2023	(300,480)	702,439	(761,745)		(99,306)			
National School Lunch Program	10.555	231N.004N1099	N/A	4,026,792	07/01/2021	06/30/2022		330,480						
National School Lunch Program	10.555	231N.004N1099	N/A	38,755	07/01/2022	06/30/2023		35,370	(38,755)		(3,385)			
Snacks	10.555	231N.004N1199	N/A	44,461	07/01/2021	06/30/2022	(4,145)	4,145						
Snacks	10.555	231N.004N1199	N/A	209,381	07/01/2022	06/30/2023		209,381	(209,381)		(653)			
COVID Supply Chain Assistance Award				693	07/01/2022	06/30/2023			(653)					
P-EST Administrative Costs														
Total U.S. Department of Agriculture	10.549	2022225000941					(303,896)	1,737,275	(1,404,973)		(79,235)		16,540	
Total Federal Financial Assistance							(3,233,302)	7,658,601	(6,639,374)		(2,250,616)		16,540	

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

State Department of Education State Grant/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From To	Balance at June 30, 2022		Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments/ Repayment of Prior Years' Balances	(Accounts Receivable)	Unearned Revenue	Due to Grantor	Budgetary Receivable	MEMO Cumulative Total Expenditures
				(Accounts Receivable)	Unearned Revenue									
State Department of Education General Fund														
State Aid Cluster														
Special Education Category Aid	23-495-034-5120-089	\$5,479,892	07/01/2022	06/30/2023	\$	\$	4,964,583	\$ (5,479,892)	\$	\$	\$	\$	\$ (515,309)	\$ 5,479,892
Security Aid	23-495-034-5120-084	163,301	07/01/2022	06/30/2023			168,082	(183,321)					(17,239)	163,321
Equalization Aid	23-495-034-5120-078	11,928,860	07/01/2022	06/30/2023			10,808,021	(11,529,860)					(1,121,839)	11,828,860
Stabilization Aid	23-100-034-5120-494	2,850,780	07/01/2022	06/30/2023			2,867,780	(2,867,780)						2,860,780
Supplemental Stabilization Aid	23-100-034-5120-494	2,861,738	07/01/2022	06/30/2023			2,881,738	(2,881,738)						2,881,738
Total State Aid Cluster							21,511,204	(22,165,591)					(1,854,387)	23,165,591
Transportation Aid	23-495-034-5120-014	2,155,119	07/01/2022	06/30/2023			1,852,468	(2,165,119)					(202,659)	2,155,119
Nonpublic Transportation Aid	23-495-034-5120-014	64,584	07/01/2022	06/30/2023			52,717	(64,584)		(64,584)			(64,584)	64,584
Nonpublic Transportation Aid	23-495-034-5120-014	52,717	07/01/2021	06/30/2022						(64,584)			(64,584)	52,717
Extraordinary Aid	23-495-034-5120-044	2,023,686	07/01/2022	06/30/2023				(2,023,686)		(2,023,686)			(2,023,686)	2,023,686
Extraordinary Aid	23-495-034-5120-044	2,388,448	07/01/2021	06/30/2022										2,388,448
Payment for Institutionalized Children - Unknown District	23-495-034-5120-005	28,779	07/01/2022	06/30/2023			2,388,448	(28,779)						28,779
On-Behalf TPAF Pension Contribution	23-495-034-5120-002	22,560,509	07/01/2022	06/30/2023			22,560,509	(22,560,509)						22,560,509
On-Behalf TPAF Long Term Disability Insurance	23-495-034-5094-004	7,819	07/01/2022	06/30/2023			7,819	(7,819)						7,819
On-Behalf TPAF Non-contributory Insurance	23-495-034-5094-004	313,001	07/01/2022	06/30/2023			313,001	(313,001)						313,001
On-Behalf TPAF Post-Retirement Medical	23-495-034-5094-001	6,008,816	07/01/2022	06/30/2023			6,008,816	(6,008,816)						6,008,816
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	4,951,678	07/01/2022	06/30/2023			4,951,678	(4,951,678)						4,951,678
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	4,810,451	07/01/2021	06/30/2022			235,080							4,810,451
Total General Fund							80,021,481	(81,280,581)		(2,088,270)			(3,945,316)	88,542,188
Passed Through State Department of Education: Special Revenue Fund														
N.J. Nonpublic Aid:														
Handicapped Services:														
Corrective Speech	23-100-034-5120-068	20,832	07/01/2022	06/30/2023			20,832	(20,832)						20,832
Corrective Speech	23-100-034-5120-068	26,040	07/01/2021	06/30/2022		5,890			(5,890)					20,460
Examination & Classification	23-100-034-5120-068	58,840	07/01/2022	06/30/2023			58,840	(53,266)				5,884		53,266
Examination & Classification	23-100-034-5120-066	34,496	07/01/2021	06/30/2022		2,846			(2,846)					31,850
Supplementary Instruction	23-100-034-5120-066	18,741	07/01/2022	06/30/2023			18,741	(19,741)						19,741
Supplementary Instruction	23-100-034-5120-066	18,824	07/01/2021	06/30/2022		3,304			(3,304)					16,520
Auditory Services:														
Compensatory Education	23-100-034-5120-067	50,206	07/01/2022	06/30/2023			50,206	(50,107)				99		50,107
Compensatory Education	23-100-034-5120-067	46,582	07/01/2021	06/30/2022		21,458			(21,458)					25,124
English as a Second Language	23-100-034-5120-067	3,007	07/01/2022	06/30/2023			3,007	(3,007)						3,007
English as a Second Language	23-100-034-5120-067	12,789	07/01/2021	06/30/2022		9,135			(9,135)					3,854
Transportation	23-100-034-5120-068	9,707	07/01/2022	06/30/2023			9,707					9,707		9,707
Transportation	23-100-034-5120-067	3,031	07/01/2021	06/30/2022		113			(113)					30,421
Home Instruction	23-100-034-5120-067	30,534	07/01/2021	06/30/2022										31,702
Nonpublic Technology Initiative Aid	23-100-034-5120-373	31,862	07/01/2022	06/30/2023			31,862	(31,702)				260		31,702
Nonpublic Technology Initiative Aid	23-100-034-5120-373	50,226	07/01/2022	06/30/2023			50,226	(49,259)				3,927		46,289
Nonpublic Textbook Aid	23-100-034-5120-064	43,684	07/01/2021	06/30/2022		1,798			(1,798)					41,886
Nonpublic Security Aid	23-100-034-5120-509	162,975	07/01/2022	06/30/2023			162,975	(154,747)				8,228		154,747
Nonpublic Security Aid	23-100-034-5120-509	133,525	07/01/2021	06/30/2022		10,883			(10,883)					122,642
Nonpublic Security Aid	23-100-034-5120-509	89,040	07/01/2022	06/30/2023			89,040	(88,350)				690		88,350
Nonpublic Nursing Services Aid	23-100-034-5120-070	85,456	07/01/2021	06/30/2022		1,043			(1,043)					84,413
Nonpublic Nursing Services Aid	23-100-034-5120-070	2,041,956	07/01/2022	06/30/2023			1,531,467	(1,488,952)		(510,489)	552,894		(510,489)	1,488,952
Preschool Education Expansion Aid	6,886	04/01/2023	06/30/2023							(5,843)			(5,843)	5,843
School Climate Change Pilot														
Passed-through Department of Children and Families, Division of Prevention and Community Partnerships:														
Family Friendly Centers Initiative	19-100-016-1630-024	45,463	07/01/2019	06/30/2019		7,580						7,580		7,580
Family Friendly Centers Initiative	20-100-016-1630-024	45,463	07/01/2019	06/30/2020		12,339						12,339		12,339
Family Friendly Centers Initiative	21-100-016-1630-024	45,463	07/01/2020	06/30/2021		3,780						3,780		3,780
Family Friendly Centers Initiative	22-100-016-1630-024	45,463	07/01/2021	06/30/2022										
Total Special Revenue Fund							2,031,134	(1,892,646)	(56,098)	(516,132)	552,894	52,304	(516,132)	2,338,628

TOWNSHIP OF SOUTH BRUNSWICK 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		Carryover (Walkover) Amount	Balance at June 30, 2022		Cash Received	Budgetary Expenditures	Adjustments/ Repayment of Prior Years Balances	Balance at June 30, 2023		Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
			From	To		(Accounts Receivable)	Unearned Revenue				(Accounts Receivable)	Unearned Revenue			
Debt Service Fund:															
Debt Service Aid - Type II	23-495-034-5120-075	1,119,240	07/01/2022	06/30/2023			1,119,240	(1,119,240)							1,119,240
State Department of Agriculture:															
Enterprise Fund:															
National School Lunch Program (State Share)	23-100-010-3350-023	39,839	07/01/2022	06/30/2023			39,839	(39,839)						(3,027)	39,839
National School Lunch Program (State Share)	22-100-010-3350-023	94,730	07/01/2021	06/30/2022		(7,606)	7,606								94,730
National School Breakfast Program (State Share)	23-100-010-3350-023	3,830	07/01/2022	06/30/2023			3,441	(3,829)						(389)	3,829
						(7,606)	47,859	(43,665)						(3,415)	138,395
Total State Financial Assistance						(2,836,863)	63,219,721	(64,406,132)	(56,098)	(2,807,817)	52,304	(4,464,863)			72,139,461
Less: On-Behalf amounts not utilized for determination of Major Programs:															
On-Behalf TPAF Pension Contribution	23-495-034-5094-002	22,560,509	07/01/2022	06/30/2023			22,560,509	(22,560,509)							22,560,509
On-Behalf TPAF Long Term Disability Insurance	23-495-034-5094-004	7,819	07/01/2022	06/30/2023			7,819	(7,819)							7,819
On-Behalf TPAF Non-contributory Insurance	23-495-034-5094-004	313,001	07/01/2022	06/30/2023			313,001	(313,001)							313,001
On-Behalf TPAF Post-Retirement Medical	23-495-034-5094-001	6,009,816	07/01/2022	06/30/2023			6,009,816	(6,009,816)							6,009,816
Total State Financial Assistance Subject to Single Audit						(2,836,863)	34,329,576	(35,515,987)	(56,098)	(2,807,817)	52,304	(4,464,863)			43,249,318

Township of South Brunswick School District
Notes to the Schedules of Expenditures of Federal Awards
and State Financial Assistance
Year Ended June 30, 2023

NOTE 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state activity of the Board of Education, Township of South Brunswick School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from the federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2: BASIS OF ACCOUNTING

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

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The General fund 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 that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas GAAP basis does not.

Township of South Brunswick School District
Notes to the Schedules of Expenditures of Federal Awards
and State Financial Assistance
Year Ended June 30, 2023

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$180,973 for the general fund and \$1,105,652 for the special revenue fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$832,362.00	\$61,280,581.00	\$62,112,943.00
Special Revenue Fund	4,422,039.00	1,962,646.00	6,384,685.00
Debt Service Fund		1,119,240.00	1,119,240.00
Food Service Fund	1,404,973.00	43,665.00	1,448,638.00
	<u>\$6,659,374.00</u>	<u>\$64,406,132.00</u>	<u>\$71,065,506.00</u>
GAAP Adjustment	1,410,247.00	(123,622.00)	1,286,625.00
Total Awards & Financial Assistance	<u>\$8,069,621.00</u>	<u>\$64,282,510.00</u>	<u>\$72,352,131.00</u>

NOTE 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5: OTHER

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

Township of South Brunswick School District
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section I – Summary of Auditor’s Results

Financial Statements

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

Federal Program(s)

- | | | |
|-----|--|------------|
| (1) | Internal Control Over Major Federal Programs: | |
| | (a) Material weakness identified? | No |
| | (b) Significant deficiencies identified that are not considered to be material weaknesses? | No |
| (2) | Type of Auditor’s Report issued on compliance for major federal program(s)? | Unmodified |
| (3) | Any audit findings disclosed that are required to be reported in accordance with section .510(a) of Circular Uniform Guidance? | No |

- (4) Identification of Major Federal Program(s):

<u>Program</u>	<u>Grant Number</u>
Education Stabilization Fund:	
CRRSA ESSERII	84.425D
ARP ESSER III	84.425U
Child Nutrition Cluster:	
School Breakfast Program	10.553
National School Lunch Program	10.555
COVID ARP - State/Local Fiscal Recovery Funds	21.027

Township of South Brunswick School District
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

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

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

State Program(s)

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

<u>Program</u>	<u>Grant Number</u>
Extraordinary Aid	495-034-5120-044
Debt Service Aid	495-034-5120-075
Reimbursed TPAF Social Security Cont.	495-034-5094-003
Pre-School Education Expansion Fund	495-034-5120-086

- (5) Program Threshold Determination:
Type A State Program Threshold > \$1,065,480
Type B State Program Threshold <= \$1,065,480
- (6) Auditee qualified as a low-risk auditee under OMB Circular 15-08? Yes

Township of South Brunswick School District
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

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

Internal Control Findings

None Reported

Compliance Findings

None Reported

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

Federal Programs – None Reported

State Programs – None Reported

Township of South Brunswick School District

Schedule of Prior Year Audit Findings

Not Applicable

