



THE SCHOOL DISTRICT OF
**South Orange
& Maplewood**™

BOARD OF EDUCATION

**COUNTY OF ESSEX
MAPLEWOOD, NEW JERSEY**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED JUNE 30, 2023**



**SOUTH ORANGE AND MAPLEWOOD
SCHOOL DISTRICT
ESSEX COUNTY, NEW JERSEY**

ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED JUNE 30, 2023

PREPARED BY SOUTH ORANGE AND MAPLEWOOD SCHOOL DISTRICT
BUSINESS OFFICE
MR. ERIC BURNSIDE
BUSINESS ADMINISTRATOR, BOARD SECRETARY

**SOUTH ORANGE AND MAPLEWOOD SCHOOL DISTRICT
COUNTY OF ESSEX, NEW JERSEY**

JUNE 30, 2023

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INTRODUCTORY SECTION

**BOARD OF EDUCATION
School District of South Orange-Maplewood
525 Academy Street
Maplewood, New Jersey 07040**

February 7, 2024

Honorable President and
Members of the Board of Education
South Orange and Maplewood School District
Maplewood, New Jersey

Dear Board Members:

The annual comprehensive financial report of the South Orange and Maplewood School District ("District") for the fiscal year ended June 30, 2023, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education ("Board"). 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 fairly present 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 management's discussion and analysis (MD&A), the general-purpose financial statements and schedules, as well as the auditor's report 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 Federal Uniform Guidance and New Jersey OMB Circular 15-08. Information related to this single audit, including the auditors' report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES:

The School District of South Orange and Maplewood is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB Statement No. 14, as amended. All funds and Government-wide financial statements of the District are included in this report. The South Orange and Maplewood Board of Education and all of its schools constitute the District's reporting entity. As a reporting entity, the District exercises oversight for all activities related to public education in the two municipalities.

The School District of South Orange and Maplewood did not arise from a consolidation of two districts, but simply remained one in spite of the division in 1904 into two municipalities of the old Township of South Orange, which from 1863 comprised the territory now occupied by the school district. The District is governed by a nine-member Board of Education elected to serve alternating three-year terms.

2. INTERNAL CONTROLS:

District management 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 awards 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's management.

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

3. BUDGETARY CONTROLS:

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

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

4. ACCOUNTING SYSTEM AND REPORTS:

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

5. INDEPENDENT AUDIT:

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of PKF O'Connor Davies, LLP, was selected by the Board to perform the fiscal year 2023 audit. In addition to meeting the requirements set forth in state statutes, the audit also was designated to meet the requirements of the Single Audit Act of 1984 and the related Uniform Guidance and state Treasury Circular Letter 15-08 OMB. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

6. ACKNOWLEDGMENTS:

We would like to express our appreciation to the members of the South Orange and Maplewood 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 operations. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,



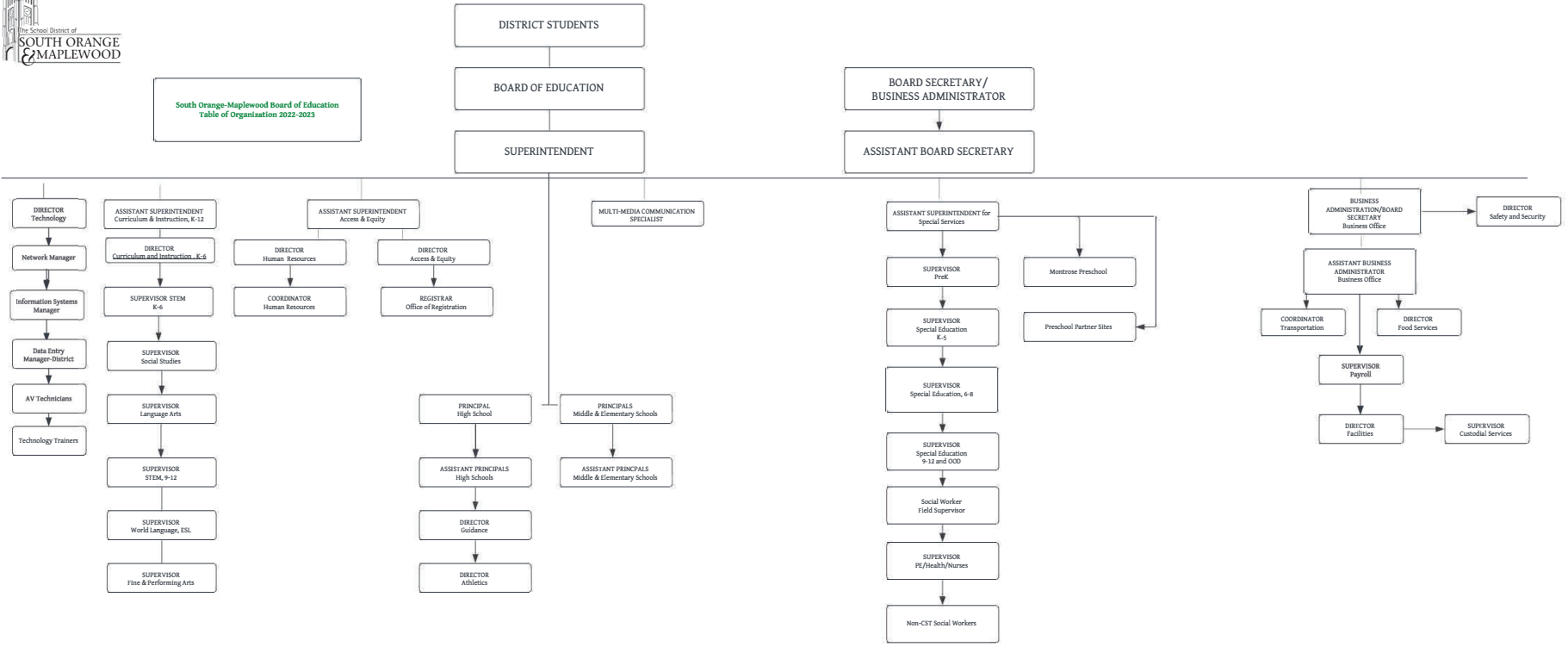
Dr. Kevin Gilbert
Acting Superintendent of Schools



Eric Burnside
Board Secretary and
School Business Administrator



South Orange-Maplewood Board of Education
Table of Organization 2022-2023



**BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
MAPLEWOOD, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2023**

Members of the Board of Education

Term Expires

Kaitlin Wittleder, President	2024
Elissa Malespina, 1 st Vice President	2023
Nubia DuVall Wilson, 2 nd Vice President	2025
Regina Eckert	2025
Bill Gifford	2025
Qawi Telesford	2024
Arun Vadlamani	2024
Courtney Winkfield	2023
Johanna Wright	2023

Members of the Board of School Estimate

Maplewood:	Dean Dafis, Mayor
	Deborah Engel, Deputy Mayor
	Nancy Adams
	Jamaine Cripe, Alternate
South Orange:	Sheena Collum, Village President
	Jen Greenberg
	Karen Hartshorn Hilton
	Bobby Brown, Alternate
District:	Katilin Wittleder
	Nubia DuVall Wilson
	Arun Vadlamani, Alternate

Other Officials:

Dr. Ronald G Taylor, Superintendent of Schools (through November 3, 2023)
 Dr. Kevin Gilbert, Acting Superintendent of Schools (as of November 3, 2023)
 Mr. Eric Burnside, Board Secretary /School Business Administrator
 Ms. Dana Sullivan, Treasurer of School Monies
 Ms. Susie Budine, Assistant Superintendent Special Services & Youth Services
 Ms. Ann Bodnar, Assistant Superintendent for Curriculum & Instruction
 Dr. Kevin Gilbert, Assistant Superintendent for Access & Equity
 Patrick F. Carrigg, District Counsel

**BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
MAPLEWOOD, NEW JERSEY**

Consultants and Advisors

Architect

Spiezle Architectural Group
Hamilton, New Jersey

Attorney

Lenox, Socey, Formidoni, Brown, Giordano
Lawrenceville, New Jersey

Audit Firm

PKF O'Connor Davies, LLP
Cranford, New Jersey

Bond Counsel

Wilentz, Goldman & Spitzer, P.A.
Woodbridge, New Jersey

Official Depository

Bank of America
Maplewood, New Jersey

Fiscal Agent

Bank of America
Maplewood, New Jersey

Financial Advisors

Phoenix Advisors, LLC
Bordentown, New Jersey

FINANCIAL SECTION



Independent Auditors' Report

**Honorable President and Members
of the Board of Education
South Orange & Maplewood School District
County of Essex
Maplewood, New Jersey**

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the South Orange & Maplewood School District, Essex County, 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 accompanying 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 (GAAS); audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards and requirements are further described in the Auditors' 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.

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.

PKF O'CONNOR DAVIES, LLP
20 Commerce Drive, Suite 301, Cranford, NJ 07016 | Tel: 908.272.6200 | Fax: 908.272.2416 | www.pkfod.com

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**Honorable President and Members
of the Board of Education
South Orange & Maplewood School District**

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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.

Auditors' 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 auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey 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 GAAS, the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and *Government Auditing Standards*, we:

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

**Honorable President and Members
of the Board of Education
South Orange & Maplewood School District**

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Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the schedules included under Required Supplementary Information in the accompanying table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, 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 combining and individual fund financial statements, and the schedules of expenditures of federal awards and state financial assistance, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200 Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively, are presented for 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 GAAS. 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.

Other Information

Management is responsible for the other information included in the Annual Comprehensive Financial Report for the year ended June 30, 2023. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' 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.

**Honorable President and Members
of the Board of Education
South Orange & Maplewood School District**

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 7, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

PKF O'Connor Davies, LLP

Cranford, New Jersey
February 7, 2024

Robert E. Provost

Robert Provost, CPA
Licensed Public School Accountant, No. 2486

REQUIRED SUPPLEMENTARY INFORMATION

PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS

Board of Education
School District of South Orange and Maplewood
Management's Discussion and Analysis
Year Ended June 30, 2023

This section of South Orange and Maplewood School District's annual financial report presents a discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2023. It is intended to review the School District's financial activities so that, when read in conjunction with the transmittal letter at the front of this report and the District's financial statements immediately following this section, the reader will have an enhanced understanding of the District's financial performance.

FINANCIAL HIGHLIGHTS

The District's financial status remained strong despite external economic forces on the District.

- Total net financial position of the District's governmental and business-type activities increased by \$9,822,614 to \$64,252,083 as of June 30, 2023, an increase of 18.05% from 2022. Favorable budget variances were more than sufficient to replenish the budgeted use of net financial position. State aid, exclusive of "on-behalf" contributions required by the State constitution, increased slightly compared to prior year level, requiring a 2.90% increase in the tax levy to support expected increases in costs. The additional increase in tax levy was related to scheduled increases in long-term debt service payments required by the District. Table A-1 below details the changes in net position.
- The unrestricted governmental activities net position as of June 30, 2023 was a deficit of \$5,922,281 (Exhibit A-1), an increase of \$2,018,458 from amounts reported in the previous year. General fund unassigned fund balance at June 30, 2023 was \$3,704,449 (Exhibit B-1). The NJDOE requires that an amount in excess of 2% must be legally restricted as surplus for appropriation in the budget for subsequent years. A total of \$14,693,217 has been legally restricted for that purpose.
- Governmental revenues and operating grants totaled \$186,312,255, an increase of \$7,722,465 from the prior year. The increase in government activities revenue consists primarily of an increase in federal grants related to the COVID-19 Pandemic. The tax levy increased by \$3,852,379 and the State "on-behalf" contributions for TPAF member employee benefits increased by \$1,267,567. Table A-2 provides comparative revenue and expense data for the current and prior year. There was an increase of \$9,493,008 in net position for governmental activities for the year. Exhibit B-3 provides a crosswalk of the changes in fund balances of the governmental funds (Exhibit B-2) to the change in net position of the governmental activities (Exhibit A-2).

FINANCIAL HIGHLIGHTS (Cont'd.)

- The total cost of basic programs was \$181,887,075, which was \$6,915,110 more than 2022. The primary driver behind the increase of basic program expenses was the accounting and reporting requirements related to pension and other post-employment benefit costs that were allocated amongst the expense lines on Schedule A-2. The portion of costs paid for with charges, fees, and intergovernmental aid was \$11,825,121. The District also received \$32,686,516 in federal and state aid not restricted, \$4,380,007 in interest income, and \$719,896 in miscellaneous income. The net cost that required taxpayer funding was \$136,700,715, up \$3,852,379 from the previous school year.
- The total net position of the food service fund, the District's primary business-type activity, increased by \$202,741. Revenues of \$2,783,254 were \$96,568 more than in 2022. Expenses for food service activity increased to \$2,580,513 compared to \$2,098,259 in 2022. The increases in food service revenues and expenditures were attributable to the District's continued recovery from the COVID-19 pandemic. The total net position of the District's Latchkey Program increased \$126,865 from 2022. Revenues of \$583,257 were \$144,416 more than in 2022. Expenses of \$356,392 were \$131,984 more than in 2022, resulting in a net position of \$472,679. Similar to food service, as the District continues to recover from the COVID-19 Pandemic, the activity of the Latchkey program returned to pre-pandemic historical levels, causing the increases in revenues and expenditures mentioned above.
- Conservative spending resulted in maintaining a General Fund balance of \$40,068,278, an increase of \$1,331,687 or 3.44%. The District was able to allocate \$9,267,611 to the capital reserve account and \$5,725,991 to the maintenance reserve account to reduce its reliance on external financing for infrastructure maintenance while still designating over \$7,044,348 for tax relief in the 2024-25 budget cycle.
- Additional outlays for new capital assets totaled \$40,496,628 during the year. Several projects were completed and the construction phase began for several others.
- The District made payments to reduce its outstanding long-term debt by \$6,490,000. The net bonded school debt as of June 30, 2023 was \$172,306,000, well below the statutory limit.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report 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:

- The first two statements are government-wide financial statements that provide both short-term and long-term information about the District’s overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the District, reporting the District’s operations in more detail than the district-wide statements.
- The governmental funds statements tell how basic services like regular and special education were financed in the short term as well as indicates remaining assets reserved for specific purposes and unreserved assets that establish a contingency for extraordinary unforeseen expenditures.
- Proprietary funds statements offer short- and long-term financial information about the activities the District operates like businesses, such as food services.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District’s budget for the year.

Government-wide Statements

The government-wide 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 of the current year’s revenues and expenses are accounted for in the statement of activities regardless of when cash is received and paid.

The two government-wide statements report the District’s net position and how they have changed. Net position – the difference between the District’s assets and liabilities – are one way to measure the District’s financial health or financial position.

- Over time, increases or decreases in the District’s net position may be an indicator of whether its financial condition is improving or deteriorating, respectively.
- To assess the overall health of the District, additional non-financial factors need to be considered such as changes in the District’s property tax base and the condition of school buildings and other facilities.

In the government-wide financial statements, the District’s activities are divided into two categories:

- Governmental activities – Most of the District’s basic services are included here, such as regular and special education, transportation, and administration. Local property taxes and state formula aid finance most of these activities.

Government-wide Statements (cont'd)

- Business-type activities – The District charges fees to help it cover the costs of certain services it provides. The District's food services operation is included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. 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 for particular purposes (like repaying its long-term debts) or to show that it is properly using certain revenues (like state and federal grants).

The District has two types of funds:

- *Governmental funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available as a contingency. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, additional information is provided with the governmental funds statement that explains the relationship (or differences) between them.
- *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 statements. The District's enterprise funds (two types of proprietary fund) are the same as its business-type activities, but provide more detail and additional information, such as cash flows.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The Statement of Net Position [Table A-1] provides the perspective of the District as a whole. Table A-1 provides a comparison of the District's combined net position as of June 30, 2023 and 2022.

**Table A-1
Net Position**

	Governmental Activities		Business-Type Activities		Total		Percentage Change 2022-23
	2023	2022	2023	2022	2023	2022	
Current and Other Assets	\$ 136,839,759	\$ 174,139,855	\$ 2,275,899	\$ 1,989,425	\$ 139,115,658	\$ 176,129,280	-21.02%
Capital Assets	123,484,579	89,957,625	8,212	9,748	123,492,791	89,967,373	37.26%
Total Assets	260,324,338	264,097,480	2,284,111	1,999,173	262,608,449	266,096,653	-1.31%
Deferred Outflows of Resources	4,028,421	2,928,684			4,028,421	2,928,684	37.55%
Total Deferred Outflows	4,028,421	2,928,684			4,028,421	2,928,684	37.55%
Long-Term Liabilities							
Outstanding	182,213,070	186,851,174			182,213,070	186,851,174	-2.48%
Other Liabilities	17,271,069	20,228,004	282,779	327,447	17,553,848	20,555,451	-14.60%
Total Liabilities	199,484,139	207,079,178	282,779	327,447	199,766,918	207,406,625	-3.68%
Deferred Inflows of Resources	2,617,869	7,189,243			2,617,869	7,189,243	-63.59%
Total Deferred Inflows	2,617,869	7,189,243			2,617,869	7,189,243	-63.59%
Net Position							
Net Investment in Capital							
Assets	32,853,870	30,891,340	8,212	9,748	32,862,082	30,901,088	6.35%
Restricted	35,319,162	29,807,142			35,319,162	29,807,142	18.49%
Unrestricted	(5,922,281)	(7,940,739)	1,993,120	1,661,978	(3,929,161)	(6,278,761)	-37.42%
Total Net Position	\$ 62,250,751	\$ 52,757,743	\$ 2,001,332	\$ 1,671,726	\$ 64,252,083	\$ 54,429,469	18.05%

Net Position

The District's total combined net position at June 30, 2023 increased over the prior year by 18.05% to \$64,252,083 (See Table A-1). Of the total, \$62,250,751 is attributable to the District's governmental activities. The net position of the District's business-type activities was \$2,001,332 at June 30, 2023.

Table A-2 presents a comparison of the changes in net position from the prior year.

**Table A-2
Changes in Net Position**

	Governmental Activities		Business-Type Activities		Total		Percentage Change <u>2022-23</u>
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	
<u>Revenues and other financing sources</u>							
Program Revenues:							
Charges for Services	\$ 785,733	\$ 671,017	\$ 2,048,256	\$ 716,989	\$ 2,833,989	\$ 1,388,006	104.18%
Operating Grants and Contributions	11,039,388	8,174,008	1,218,255	2,408,538	12,257,643	10,582,546	15.83%
General Revenues:							
Property Taxes	136,700,715	132,848,336			136,700,715	132,848,336	2.90%
Federal and State Aid not Restricted	32,686,516	36,047,227			32,686,516	36,047,227	-9.32%
Other General Revenues	5,099,903	849,202			5,099,903	849,202	500.55%
Transfer of Funds		(10,176)		10,176			0.00%
Proceeds from Sale of Assets	2,050,756				2,050,756		100.00%
FEMA Disaster Grants	3,017,072				3,017,072		100.00%
Total Revenues and other financing sources	<u>\$ 191,380,083</u>	<u>\$ 178,579,614</u>	<u>\$ 3,266,511</u>	<u>\$ 3,135,703</u>	<u>\$ 194,646,594</u>	<u>\$ 181,715,317</u>	7.12%
<u>Expenses</u>							
Instruction:							
Regular	\$ 68,889,468	\$ 68,043,317			\$ 68,889,468	\$ 68,043,317	1.24%
Special Education	21,726,977	19,156,789			21,726,977	19,156,789	13.42%
Other Instruction	5,509,284	3,742,136			5,509,284	3,742,136	47.22%
Support Services:							
Tuition	11,204,461	10,537,682			11,204,461	10,537,682	6.33%
Student & Instruction Related Services	30,411,820	28,519,637			30,411,820	28,519,637	6.63%
School Administration Services	8,779,564	8,597,295			8,779,564	8,597,295	2.12%
General Administration Services	6,120,719	6,094,901			6,120,719	6,094,901	0.42%
Plant Operation and Maintenance	14,765,588	16,885,065			14,765,588	16,885,065	-12.55%
Pupil Transportation	9,952,476	9,077,082			9,952,476	9,077,082	9.64%
Charter Schools	401,838	342,609			401,838	342,609	17.29%
Interest on Long-Term Debt	4,124,880	3,975,452			4,124,880	3,975,452	3.76%
Business-Type Activity:							
Latchkey Program			\$ 356,392	\$ 224,408	356,392	224,408	58.81%
Food Services			2,580,513	2,098,259	2,580,513	2,098,259	22.98%
Total Expenses	<u>\$ 181,887,075</u>	<u>\$ 174,971,965</u>	<u>\$ 2,936,905</u>	<u>\$ 2,322,667</u>	<u>\$ 184,823,980</u>	<u>\$ 177,294,632</u>	4.25%
Change in Net Position	<u>\$ 9,493,008</u>	<u>\$ 3,607,649</u>	<u>\$ 329,606</u>	<u>\$ 813,036</u>	<u>\$ 9,822,614</u>	<u>\$ 4,420,685</u>	122.20%

Changes in Net Position

The District's total combined revenues and other financing sources for 2022-2023 were \$194,646,594, an increase of 7.12%. Local property taxes and state aid, including \$30,308,777 of "on behalf" aid for T.P.A.F employees, accounted for most of the District's revenues and other financing sources. Local property taxes accounted for about 71.42% of the District's governmental revenue and other financing sources, which was slightly decreased from the previous year's rate of 74.39% of the District's governmental revenue. State & Federal aid and operating grants & contributions accounted for about 24.42% of the District's governmental revenues and other financing sources, which was a decrease from the previous year's rate of 24.76% of governmental revenue. Revenues from sources other than taxes and State and Federal Aid accounted for 4.16% of total revenues for the year.

The total cost of all District-wide programs and services was \$184,209,742, an increase of 3.09% compared to the prior year. The District's expenses are predominantly related to educating and caring for students. The purely administrative activities of the District accounted for 8.20% of governmental expenditures, which is a decrease from the prior year, when administrative costs accounted for 8.40% of governmental expenditures.

Governmental Activities

The Statement of Activities [Exhibit A-2] shows the cost of program services and the charges for services and grants offsetting those services.

The District provides a full range of educational services appropriate to grade levels Pre-Kindergarten through 12. These include regular and vocational, as well as special education programs. The District is currently operating one senior high school, Columbia High School (grades 9-12); two middle schools: Maplewood Middle School (grades 6-8) and South Orange Middle School (grades 6-8); and six elementary schools: Clinton (grades PK-5), Marshall (grades PK-2), Jefferson (grades PK, 3-5), Seth Boyden (grades K-5), South Mountain and Annex (grades K-5), and Tuscan (grades K-5).

Special education programs are offered for classified students in the areas of learning and or language disabled, multiply disabled, autism, and pre-school disabled. Additionally, services are provided in resource rooms, speech, occupational and physical therapy.

Table A-3 presents the costs of six major District activities: instruction-related (regular, special education, other special instruction, and other instruction), support services, (tuition and student & instructional related services), school, general and business administration, student transportation, operations and maintenance of facilities and, other expenses (transfers to charter schools and interest of long-term debt). The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs.) The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions together with the unrestricted aid burden on the state and federal governments.

Governmental Activities (Cont'd.)

**Table A-3
Net Cost of Governmental Activities**

Governmental Activities	Total Cost of Services		Percentage Change	Net Cost of Services		Percentage Change
	2023	2022		2023	2022	
Instruction Related	\$ 96,125,729	\$ 90,942,242	5.70%	\$ 84,300,608	\$ 82,097,217	2.68%
Support Services	41,616,281	39,057,319	6.55%	41,616,281	39,057,319	6.55%
School, General and Business Administration	14,900,283	14,692,196	1.42%	14,900,283	14,692,196	1.42%
Pupil Transportation	9,952,476	9,077,082	9.64%	9,952,476	9,077,082	9.64%
Operations and Maintenance of Facilities	14,765,588	16,885,065	-12.55%	14,765,588	16,885,065	-12.55%
Other Expenses	4,526,718	4,318,061	4.83%	4,526,718	4,318,061	4.83%
Total Expenses	<u>\$ 181,887,075</u>	<u>\$ 174,971,965</u>	3.95%	<u>\$ 170,061,954</u>	<u>\$ 166,126,940</u>	2.37%

Instruction related expenses include activities directly dealing with the teaching of students and the interaction between teachers and students.

Support services and instructional related services include the activities involved with assisting staff with the content and process of teaching to students, as well as tuition, counseling, speech, and other similar related services.

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

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

Operations and maintenance of facilities activities involved with keeping the physical plant open, comfortable and safe for use, and keeping the school grounds, buildings and equipment in effective working order. Included are costs for security, heating, lighting, ventilating, repairing, and replacing facilities, furniture and equipment, garbage disposal, custodial services, property insurance, vehicle maintenance, energy and utility services.

Other expenses includes transfers to charter schools and interest and fiscal charges involving transactions associated with the payment of interest and other charges related to debt of the District.

The cost of all governmental activities during the 2022-2023 school year was \$181,887,075

- The federal and state governments subsidized certain programs with grants and contributions totaling \$36,921,843. Included in this total was \$8,204,135 in General State Aid, \$2,404,472 in Extraordinary Aid, and \$2,257,016 in Debt Service Aid. \$30,308,777 was provided for TPAF pension, medical, long-term disability insurance, and social security on-behalf of the District, offset by a net adjustment of \$10,815,274 for GASB Statement No. 68 and GASB Statement No.75.

Governmental Activities (Cont'd.)

- The majority of the District's costs for governmental activities were financed by District local taxpayers. This portion of governmental activities was financed with \$136,700,715 in property taxes. The District has been forced to look to its taxpayers to fund the increasing costs of education, as state aid has at best been stagnant during the last decade. As a result, the percentage of the budget funded by property taxes has continued to increase. During 2022-2023, the percentage of actual costs funded by the property tax continued to exceed 70%.

Business-type Activities

Revenues of the District's business-type activities, including food service and the latchkey program, were \$3,266,511, compared to \$3,125,527 in the prior year. Business-type activities expenses were \$2,322,667, compared to \$2,936,905 in the prior year. The net position of the District's business-type activities increased by \$329,606 in 2023.

Factors contributing to these results included:

- Participation in the food service program and the Latchkey program increased during 2022-2023 as a result of the District's continued recovery from the COVID-19 pandemic. Since the District's students returned to in-person learning in 2022, the amount of meals served and number of students participating in the before and after school Latchkey program increased back to pre-COVID-19 averages.
- The popular breakfast program was continued for students at Seth Boyden, Clinton, Maplewood Middle School, and South Orange Middle School as well as Columbia High School.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The strong financial performance of the District as a whole is reflected in its governmental fund balances as well. As the District completed the year, its governmental funds reported combined fund balances of \$130,239,165.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS (Cont'd.)

The general fund balance was \$40,068,278, an increase of \$1,331,687 from June 30, 2022. The District utilized \$3,594,902 of fund balance to fund 2023-2024 operations. \$7,648,869 of fund balance is included to fund the 2023-2024 budget, and \$7,044,348 is pledged to tax relief in the 2024-2025 budget.

The fund balance of \$84,350,166 in the capital projects fund is for planned capital improvements that are underway or in development. This is a decrease of \$38,691,457 from the \$123,041,623 balance at June 30, 2022 due to the net spending on capital projects during the year. Additionally, construction grant funding from the state has been approved for ongoing projects which will cover 40% of eligible costs.

General Fund Budgetary Highlights

The District budget is prepared according to New Jersey Statutes. The most significant budgeted fund is the general fund. During the fiscal year, there were several differences between the original budget and the final amended budget as a result of transfers being applied to certain line items. Readers should refer to Section C of the financial report for comparisons between actual and budgeted amounts.

- Actual general fund revenues were \$170,596,283 and higher than expected, due largely to unanticipated additional state aid in the form of “on-behalf” contributions. The “on-behalf” contributions totaled \$30,308,777 and are directly offset by expenditures as illustrated below. The general fund tax levy also increased approximately \$2,365,000, which is within the allowable 2% tax levy cap. Additionally, the District received approximately \$3,000,000 in FEMA funding in relation to the COVID-19 Pandemic and Hurricane IDA and \$2,000,000 from the sale of school buses. These receipts are recorded as Other Financing Sources in the District’s financial statements.
- Actual general fund expenditures were \$172,839,436 and higher than expected largely due to unanticipated additional state aid in the form of “on-behalf” contributions and non-budgeted assets acquired under leases. The “on-behalf” contributions totaled \$30,308,777. However, when you exclude these non-budgeted expenses, total general fund expenditures are \$142,530,659, which is \$5,495,788 less than budgeted. This positive variance is due primarily to management measures to control spending. Expenditures with the largest positive variances included total tuition for students attending schools outside of the District for \$1,634,739 and cleaning, repair, and maintenance services for \$614,537.

General Fund Budgetary Highlights (Cont'd.)

- The general fund balance includes: \$2,412,879 assigned for encumbrances remaining open at June 30 to be paid in the subsequent year; \$3,594,902 designated for subsequent year expenditures (appropriated in the 2023-2024 budget; \$7,648,869 excess surplus legally restricted for subsequent year expenditures (appropriated in the 2023-2024 school budget); \$7,044,348 excess surplus to be appropriated in the 2024-2025 school budget, \$639,229 in unemployment reserve, \$9,297,611 in a capital reserve and \$5,725,991 in a maintenance reserve.
- The unrestricted fund balance as of June 30, 2023 using a budgetary basis of accounting was \$4,474,122. Less the last state aid payments of \$769,673 not recognized on GAAP basis, the net unreserved general fund balance as of June 30, 2023 was \$3,704,449. State of New Jersey Senate Bill 2691 changed the percentage of unassigned surplus allowable under N.J.S.A. 18A:7F-7 from 2% to 4% for the 2020-2021 and 2021-2022 fiscal years. As of June 30, 2023, the maximum percentage returned to 2%. The District's general fund unassigned fund balance in the amount of \$3,704,449 is at the maximum permitted under the Department of Education regulations based upon 2% of general fund expenditures, with specified modifications. The NJDOE includes the final state aid payments of \$769,673 in the calculation of surplus even though receipt was deferred until after June 30 and therefore is not reflected in the fund balance on June 30, 2023.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

During 2022-2023, the District had invested \$40,496,628 in a broad range of capital assets, including security cameras, school buses, and air conditioning, classroom and various renovations to Clinton Elementary School, Columbia High School, Jefferson Elementary School, Maplewood Middle School, Marshall Elementary School, Seth Boyden Elementary School, Montrose ECC, South Mountain Elementary School, South Mountain Annex Elementary School, South Orange Middle School, Tuscan Elementary School, and Underhill Sports Complex. (More detailed information about capital assets can be found in Note 3 to the financial statements and the supplemental information relating to capital projects.)

Funding for these projects was budgeted and/or authorized by the Board of School Estimate and obtained through the sale of bonds and the assumption of low-interest, long-term loans as described in the Debt Administration section.

Long-term Debt

At year-end, the District had a decrease in outstanding serial bonds from \$178,796,000 at June 30, 2022 to \$172,306,000, resulting from scheduled payments of bond principal. (More detailed information about the District's long-term liabilities is presented in Note 4 to the financial statements.)

Long-term Debt (Cont'd.)

New Jersey statutes limit the amount of general obligation debt the District can issue to an amount not to exceed 4 percent of the assessed value of all taxable property within the District's corporate limits. South Orange and Maplewood's outstanding debt is significantly below this school borrowing margin, which is currently calculated to be \$312,647,491.

FACTORS BEARING ON THE DISTRICT'S FUTURE

The School District of South Orange and Maplewood is currently in good financial condition. The two townships making up the District are residential communities with very few non-housing ratables. As a result, the burden of financing the schools is focused primarily on the homeowners. The residents of the communities play an active role in the school system and have expressed a strong commitment to maintaining excellence in their schools. The entire community enjoys a sense of pride in the accomplishments of the District.

At the time these financial statements were prepared and audited, the District's capital improvement plan was approved. The District was aware of two existing circumstances that could significantly impact its financial health in the future:

- It is anticipated that in 2024 the District will recognize school zones and student placement. It is expected that this will result in an increase in student transportation costs.
- Insurance premiums will also increase to cover risk associated with construction and adding square footage to existing facilities.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

In conclusion, the South Orange and Maplewood School District is committed to prudent fiscal management and financial excellence. The District's system for financial planning, budgeting and internal controls is well regarded. The District is well positioned to continue its sound fiscal management to meet the challenges of the future.

This financial report is intended to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions about this report or requests for additional financial information about the District should be directed to Eric Burnside, School Business Administrator and Board Secretary at the Office of the Business Administrator, South Orange and Maplewood School District, 525 Academy Street, Maplewood, NJ 07040 or e-mail eburnsid@somds.k12.nj.us.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

SECTION - A

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 127,626,081	\$ 2,102,984	\$ 129,729,065
Receivables, net	9,212,278	156,068	9,368,346
Internal Balances	1,400	(1,400)	
Inventory		18,247	18,247
Capital Assets:			
Nondepreciable Assets	78,055,017		78,055,017
Depreciable Assets, net	45,429,562	8,212	45,437,774
Total Assets	<u>260,324,338</u>	<u>2,284,111</u>	<u>262,608,449</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Refinancing	468,316		468,316
Pension Deferrals	3,560,105		3,560,105
Total Deferred Outflows of Resources	<u>4,028,421</u>		<u>4,028,421</u>
LIABILITIES			
Accounts Payable and Other Liabilities	4,146,953	168,954	4,315,907
Accrued Interest Payable	1,292,380		1,292,380
Payable to State Government	25,828		25,828.00
Payroll Deductions and Withholdings Payable	1,028,610		1,028,610
Unearned Revenue	2,614,685	113,825	2,728,510
Noncurrent Liabilities:			
Due Within One Year	8,162,613		8,162,613
Due Beyond One Year	167,917,669		167,917,669
Net Pension Liability	14,295,401		14,295,401
Total Liabilities	<u>199,484,139</u>	<u>282,779</u>	<u>199,766,918</u>
DEFERRED INFLOWS OF RESOURCES			
Pension Deferrals	2,617,869		2,617,869
Total Deferred Inflows of Resources	<u>2,617,869</u>		<u>2,617,869</u>
NET POSITION			
Net Investment in Capital Assets	32,853,870	8,212	32,862,082
Restricted for:			
Excess Surplus - Current Year	7,044,348		7,044,348
Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	7,648,869		7,648,869
Unemployment Compensation	639,229		639,229
Student Activities	547,458		547,458
Capital Reserve	9,297,611		9,297,611
Maintenance Reserve	5,725,991		5,725,991
Debt Service	4,415,656		4,415,656
Unrestricted (Deficit)	(5,922,281)	1,993,120	(3,929,161)
Total Net Position	<u>\$ 62,250,751</u>	<u>\$ 2,001,332</u>	<u>\$ 64,252,083</u>

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

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE MAPLEWOOD
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 68,889,468	\$ 23,686	\$ 11,039,388	\$ (57,826,394)		\$ (57,826,394)
Special Education	21,726,977			(21,726,977)		(21,726,977)
Other Special Instruction	4,183,161			(4,183,161)		(4,183,161)
Other Instruction	1,326,123	762,047		(564,076)		(564,076)
Support Services:						
Tuition	11,204,461			(11,204,461)		(11,204,461)
Student & Instruction Related Services	30,411,820			(30,411,820)		(30,411,820)
School Administrative Services	8,779,564			(8,779,564)		(8,779,564)
General and Business Administrative Services	6,120,719			(6,120,719)		(6,120,719)
Plant Operations and Maintenance	14,765,588			(14,765,588)		(14,765,588)
Pupil Transportation	9,952,476			(9,952,476)		(9,952,476)
Transfer to Charter Schools	401,838			(401,838)		(401,838)
Interest on Long-Term Debt	4,124,880			(4,124,880)		(4,124,880)
Total Governmental Activities	<u>181,887,075</u>	<u>785,733</u>	<u>11,039,388</u>	<u>(170,061,954)</u>		<u>(170,061,954)</u>
Business-Type Activities:						
Food Service	2,580,513	1,564,999	1,218,255		\$ 202,741	202,741
Latchkey Program	356,392	483,257			126,865	126,865
Total Business-Type Activities	<u>2,936,905</u>	<u>2,048,256</u>	<u>1,218,255</u>		<u>329,606</u>	<u>329,606</u>
	<u>\$ 184,823,980</u>	<u>\$ 2,833,989</u>	<u>\$ 12,257,643</u>	<u>\$ (170,061,954)</u>	<u>\$ 329,606</u>	<u>\$ (169,732,348)</u>
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				128,165,401		128,165,401
Taxes Levied for Debt Service				8,535,314		8,535,314
Federal and State Aid Not Restricted				35,703,588		35,703,588
Interest Income				4,380,007		4,380,007
Miscellaneous Income				2,770,652		2,770,652
Total General Revenues				<u>179,554,962</u>		<u>179,554,962</u>
Change in Net Position				9,493,008	329,606	9,822,614
Net Position—Beginning				52,757,743	1,671,726	54,429,469
Net Position—Ending				<u>\$ 62,250,751</u>	<u>\$ 2,001,332</u>	<u>\$ 64,252,083</u>

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

FUND FINANCIAL STATEMENTS

SECTION - B

GOVERNMENTAL FUNDS

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	Major Fund				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
Assets					
Cash and Cash Equivalents	\$ 36,442,913	\$ 1,051,676	\$ 84,350,166	\$ 5,781,326	\$ 127,626,081
Other Accounts Receivable					
Property Taxes Receivable	4,916,848				4,916,848
Receivables from Federal Government		1,686,610			1,686,610
Receivables from State Government	2,595,308	6,010			2,601,318
Other Receivables		7,502			7,502
Interfund Receivable		1,400			1,400
Total Assets	<u>\$ 43,955,069</u>	<u>\$ 2,753,198</u>	<u>\$ 84,350,166</u>	<u>\$ 5,781,326</u>	<u>\$ 136,839,759</u>
Liabilities and Fund Balances					
Liabilities:					
Accounts Payable	\$ 2,858,181			\$ 73,290	\$ 2,931,471
Intergovernmental Accounts Payable:					
- State		\$ 25,828			25,828
Payroll Deductions and Withholdings Payable	1,028,610				1,028,610
Unearned Revenue		2,614,685			2,614,685
Total Liabilities	<u>3,886,791</u>	<u>2,640,513</u>	<u>-</u>	<u>73,290</u>	<u>6,600,594</u>
Fund Balances:					
Restricted for:					
Excess Surplus - Current Year	7,044,348				7,044,348
Excess Surplus - Prior Year - Designated for Subsequent Year Expenditures	7,648,869				7,648,869
Unemployment Compensation	639,229				639,229
Student Activities		547,458			547,458
Capital Reserve Account	9,297,611				9,297,611
Maintenance Reserve	5,725,991				5,725,991
Assigned to:					
Year End Encumbrances	2,412,879				2,412,879
Designated for Subsequent Year's Expenditures	3,594,902				3,594,902
Capital Projects			\$ 84,350,166		84,350,166
Unassigned:					
General Fund	3,704,449				3,704,449
Special Revenue Fund		(434,773)			(434,773)
Debt Service				5,708,036	5,708,036
Total Fund Balances	<u>40,068,278</u>	<u>112,685</u>	<u>84,350,166</u>	<u>5,708,036</u>	<u>130,239,165</u>
Total Liabilities and Fund Balances	<u>\$ 43,955,069</u>	<u>\$ 2,753,198</u>	<u>\$ 84,350,166</u>	<u>\$ 5,781,326</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$199,919,655 and the accumulated depreciation and amortization is \$76,435,076.	123,484,579
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(1,292,380)
Losses from the issuance of refunding bonds are deferred and amortized over the life of the bond.	468,317
Long-term liabilities, including bonds payable, financed purchases and compensated absences are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(176,080,282)
Deferred pension costs in governmental activities are not financial resources and are therefore not reported in the funds.	942,236
Accrued pension contributions for the June 30, 2023 plan year end are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in the accounts payable in the government-wide statement of net position.	(1,215,483)
Net pension liability - PERS is not due and payable in the current period and therefore is not reported as a liability in the funds.	(14,049,537)
The Net Pension Liability of the District relating to its participation in the BOEOPFEC is not recognized in the funds using the current financial resources measurement focus, but are recognized in the statement of net position using the economic resources measurement focus.	
Net Pension Liability	<u>(245,864)</u>
Net position of governmental activities	<u>\$ 62,250,751</u>

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

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023

	Major Fund				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
Revenues					
Local Tax Levy	\$ 128,165,401			\$ 8,535,314	\$ 136,700,715
Tuition-Individuals	23,686				23,686
Interest Income	359,599		\$ 4,020,408		4,380,007
Miscellaneous	719,896	\$ 916,441			1,636,337
State Sources	41,108,220	5,416,937		2,257,016	48,782,173
Federal Sources	3,153,626	5,468,057			8,621,683
Total Revenues	<u>173,530,428</u>	<u>11,801,435</u>	<u>4,020,408</u>	<u>10,792,330</u>	<u>200,144,601</u>
Expenditures					
Current:					
Regular Instruction	42,792,732				42,792,732
Special Education Instruction	18,516,806	2,175,662			20,692,468
Other Special Instruction	2,340,063	1,816,258			4,156,321
Other Instruction	1,265,658				1,265,658
Support Services and Undistributed Costs:					
Tuition	11,122,753				11,122,753
Student & Instruction Related Services	14,999,648	8,759,105			23,758,753
School Administrative Services	5,836,963				5,836,963
General & Other Administrative Services	4,587,571				4,587,571
Plant Operations and Maintenance	14,051,810				14,051,810
Pupil Transportation	9,416,908				9,416,908
Unallocated Benefits	46,944,128				46,944,128
Debt Service:					
Principal				6,490,000	6,490,000
Interest and Other Charges				4,340,764	4,340,764
Charter Schools - Current	401,838				401,838
Capital Outlay	562,558	180,351	38,894,444		39,637,353
Total Expenditures	<u>172,839,436</u>	<u>12,931,376</u>	<u>38,894,444</u>	<u>10,830,764</u>	<u>235,496,020</u>
Excess (Deficiency) of Revenues under Expenditures	<u>690,992</u>	<u>(1,129,941)</u>	<u>(34,874,036)</u>	<u>(38,434)</u>	<u>(35,351,419)</u>
Other Financing Sources (Uses)					
Proceeds from the Sale of Assets	2,050,756				2,050,756
Transfers In		1,207,074	202,987	4,020,408	5,430,469
Transfers Out	(1,410,061)		(4,020,408)		(5,430,469)
Total Other Financing Sources and Uses	<u>640,695</u>	<u>1,207,074</u>	<u>(3,817,421)</u>	<u>4,020,408</u>	<u>2,050,756</u>
Net Change in Fund Balances	<u>1,331,687</u>	<u>77,133</u>	<u>(38,691,457)</u>	<u>3,981,974</u>	<u>(33,300,663)</u>
Fund Balance—July 1	<u>38,736,591</u>	<u>35,552</u>	<u>123,041,623</u>	<u>1,726,062</u>	<u>163,539,828</u>
Fund Balance—June 30	<u>\$ 40,068,278</u>	<u>\$ 112,685</u>	<u>\$ 84,350,166</u>	<u>\$ 5,708,036</u>	<u>\$ 130,239,165</u>

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

BOARD OF EDUCATION
 SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

Total net change in fund balances - governmental funds (from B-2) \$ (33,300,663)

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.

	\$	(5,705,688)	
Depreciation and Amortization Expense		(1,263,986)	
Loss on Disposal of Assets		40,496,628	
Capital Outlays		33,526,954	33,526,954

Repayments of bond principal and financed purchases payable and obligations under lease are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of net position.

		6,490,000	
Serial Bonds Payable		430,691	
Financed Purchases Payable		91,045	
Obligations Under Leases		7,011,736	7,011,736

The premium received on the sale of bonds is recorded in the governmental funds as an addition to fund balance in the year of issuance, but is carried on the statement of net position and amortized in the statement of activities over the life of the bonds.

Amortization of Bond Premiums 268,858

In the statement of net position, interest on long-term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. This amount reflects the change from the prior year.

168,772

Pension expenditures in the governmental funds are recognized when paid or payable from expendable available financial resources. In the statement of activities, pension costs are recognized on a full accrual basis utilizing actuarial valuations. The amount by which actuarially calculated pension expense exceeds the expenditure reported in the funds is a deduction.

1,979,508

The difference between the face amount of refunded bonds and the escrow deposit required to legally defease the bonds is recorded as a decrease to fund balance in the governmental funds in the year of issuance, but is carried on the statement of net position and amortized over the life of the Bonds.

Amortization of Deferred Amount from Refunding (153,560)

In the statement of activities, certain operating expenses, e.g., compensated absences (sick pay) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

(8,597)

Change in net position of governmental activities \$ 9,493,008

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

PROPRIETARY FUNDS

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
STATEMENT OF NET POSITION
ENTERPRISE FUND
JUNE 30, 2023

	<u>MAJOR PROGRAMS</u>		<u>TOTAL ENTERPRISE FUND</u>
	<u>FOOD SERVICE</u>	<u>LATCHKEY PROGRAM</u>	
<u>Assets</u>			
Current Assets:			
Cash and Cash Equivalents	\$ 1,630,305	\$ 472,679	\$ 2,102,984
Accounts Receivable:			
State	6,909		6,909
Federal	149,159		149,159
Inventories	18,247		18,247
Total Current Assets	<u>1,804,620</u>	<u>472,679</u>	<u>2,277,299</u>
Noncurrent Assets:			
Capital Assets:			
Equipment	450,711		450,711
Accumulated Depreciation	(442,499)		(442,499)
Total Noncurrent Assets	<u>8,212</u>	<u>-</u>	<u>8,212</u>
Total Assets	<u>1,812,832</u>	<u>472,679</u>	<u>2,285,511</u>
<u>Liabilities</u>			
Current Liabilities:			
Interfund Payable	1,400		1,400
Accounts Payable	168,954		168,954
Unearned Revenue	113,825		113,825
Total Current Liabilities	<u>284,179</u>	<u>-</u>	<u>284,179</u>
<u>Net Position</u>			
Investment in Capital Assets	8,212		8,212
Unrestricted	1,520,441	472,679	1,993,120
Total Net Position	<u>\$ 1,528,653</u>	<u>\$ 472,679</u>	<u>\$ 2,001,332</u>

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

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2023

	MAJOR PROGRAMS		TOTAL ENTERPRISE FUND
	FOOD SERVICE	LATCHKEY PROGRAM	
<u>Operating Revenues</u>			
Local Sources:			
Daily Sales - Reimbursable	\$ 1,532,632		\$ 1,532,632
Vending & Other Sales	32,367		32,367
Participant Fees		\$ 483,257	483,257
Total Operating Revenues	<u>1,564,999</u>	<u>483,257</u>	<u>2,048,256</u>
<u>Operating Expenses</u>			
Cost of Sales - Food Reimbursable (Including USDA Commodities)	961,338		961,338
Cost of Sales - Food Non-Reimbursable	205,745		205,745
Professional Services	179,569	186,156	365,725
Supplies	67,273	7,078	74,351
Personnel Costs	916,260	155,348	1,071,608
Pension Fund Contributions	5,884		5,884
Uniforms	5,654		5,654
Office and Administration	3,145		3,145
Insurance	115,491	7,810	123,301
Outside Services	11,665		11,665
Management Fees	106,937		106,937
Miscellaneous	16		16
Depreciation	1,536		1,536
Total Operating Expenses	<u>2,580,513</u>	<u>356,392</u>	<u>2,936,905</u>
Operating (Loss)/Income	<u>(1,015,514)</u>	<u>126,865</u>	<u>(888,649)</u>
<u>Non-Operating Revenues</u>			
State Sources:			
State School Lunch Program	32,329		32,329
State School Breakfast Program	1,057		1,057
Federal Sources:			
School Breakfast Program	48,276		48,276
National School Lunch Program	626,545		626,545
Healthy Hunger-Free Kids Act (HHFKA)	33,244		33,244
Supply Chain Assistance Grant	175,475		175,475
Paycheck Protection Program (PPP) Reimbursement	72,137		72,137
P-EBT Administrative Cost Reimbursements	653		653
USDA Commodities Program	228,539		228,539
Total Non-Operating Revenues	<u>1,218,255</u>	<u>-</u>	<u>1,218,255</u>
Change in Net Position	202,741	126,865	329,606
Total Net Position - Beginning	<u>1,325,912</u>	<u>345,814</u>	<u>1,671,726</u>
Total Net Position - Ending	<u>\$ 1,528,653</u>	<u>\$ 472,679</u>	<u>\$ 2,001,332</u>

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

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2023

	MAJOR PROGRAMS		TOTAL ENTERPRISE FUND
	FOOD SERVICE	LATCHKEY PROGRAM	
Cash Flows from Operating Activities:			
Cash Received from Customers	\$ 1,566,341	\$ 483,257	\$ 2,049,598
Cash Payments for Goods & Supplies	(1,698,262)	(193,234)	(1,891,496)
Cash Payments for Employee Expenses	(922,144)	(163,158)	(1,085,302)
Net Cash (Used in) Provided by Operating Activities	<u>(1,054,065)</u>	<u>126,865</u>	<u>(927,200)</u>
Cash Flows from Non-Capital Financing Activities:			
State Sources	30,558		30,558
Federal Sources	1,219,905		1,219,905
Interfund Payable to Special Revenue Fund	1,400		1,400
Net Cash Provided by Non-Capital Financing Activities	<u>1,251,863</u>		<u>1,251,863</u>
Net Increase in Cash and Cash Equivalents	197,798	126,865	324,663
Cash and Cash Equivalents, July 1	<u>1,432,507</u>	<u>345,814</u>	<u>1,778,321</u>
Cash and Cash Equivalents, June 30	<u>\$ 1,630,305</u>	<u>\$ 472,679</u>	<u>\$ 2,102,984</u>
Reconciliation of Operating (Loss) Income to Net Cash (Used in) Provided by Operating Activities:			
Operating (Loss) Income	\$ (1,015,514)	\$ 126,865	\$ (888,649)
Adjustment to Reconcile Operating (Loss) Income to Cash Provided by (Used in) by Operating Activities:			
Depreciation	1,536		1,536
Decrease in Inventory	4,581		4,581
Increase in Unearned Revenues	1,342		1,342
(Decrease) in Accounts Payable	(46,010)		(46,010)
Net Cash (Used in) Provided by Operating Activities	<u>\$ (1,054,065)</u>	<u>\$ 126,865</u>	<u>\$ (927,200)</u>

The District received \$228,539 of food commodities from the U.S. Department of Agriculture for the year ended June 30, 2023

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

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Board of Education of The School District of South Orange and Maplewood ("District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

A. Description of Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) of the District report information on all of the nonfiduciary activities of the primary government only. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external customers for support. The District is not financially accountable for any legally separate component units, and no component units have been included in the government-wide financial statements.

B. Reporting Entity

The District is a Type II district located in the County of Essex, State of New Jersey. As a Type II district, the District functions independently through a Board of Education. The Board is comprised of nine members elected to staggered three-year terms. Financial matters such as annual budgets and proposed debt authorizations are presented to a Board of School Estimate for review and approval. The purpose of the District is to provide a full range of educational services appropriate to grades K through 12.

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

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

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

B. Reporting Entity (Cont'd)

Based on the aforementioned criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

C. Basis of Presentation – Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Basis of Presentation - Fund Financial Statements

The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each category – governmental, proprietary and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, with each displayed in a separate column. Any remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The District reports the following funds:

GOVERNMENTAL FUNDS

General Fund - The general fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or 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 capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expense by Board resolution.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

D. Basis of Accounting - Fund Financial Statements (Cont'd)

Since the District's related arts, unemployment insurance and payroll agency funds do not meet the criteria defined by GASB Statement No. 84, *Fiduciary Activities*, the unemployment compensation fund which is used to account for contributions from the District and employees and interest earned on the balance as well as payments to the State for reimbursement of unemployment claims and payroll agency funds which are used to account for the assets that the District holds on behalf of others as their agent, and the District related arts which is used to report financial activity are reported in the general fund as governmental activities.

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

Since the District's student activity funds do not meet the criteria defined by GASB Statement No. 84, *Fiduciary Activities*, the student activities which is used to account for funds derived from athletic events or other activities of pupil organizations and to account for the accumulation of money to pay for student group activities are reported in the special revenue fund as governmental activities.

Capital Projects Fund - The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the Board of School Estimate and other debt obligations authorized by the Board of Education.

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

PROPRIETARY FUNDS

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

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

D. Basis of Accounting - Fund Financial Statements (Cont'd)

PROPRIETARY FUNDS (Cont'd.)

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

The District's enterprise funds are comprised of the food service fund and the after school latchkey program.

E. Interfund Activity in the Government-wide Financial Statements

During the course of its normal operations, the District will have activity between funds (interfund activity) for various purposes. Any residual interfund balances at year-end are reported as interfund accounts receivable/payable. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between funds included within governmental activities (the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, any interfund balances between business-type (enterprise) funds are eliminated so that only the net amount is included as internal balances in the business-type activities columns.

Further, interfund activity may occur during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. In the preparation of the government-wide financial statements, transfers between funds included as governmental activities are eliminated so that only net amounts of resources transferred from or to the governmental activities are reported. A similar treatment is afforded transfers of resources between enterprise funds for the preparation of business-type activity financial statements.

F. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied is determined by its measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured, such as current financial resources or economic resources. The basis of accounting refers to the timing of transactions or events for recognition in the financial statements.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

F. Measurement Focus and Basis of Accounting (Cont'd.)

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the fiscal period that the taxes are levied by the municipality(s) within which the District is domiciled.

Ad valorem (property) taxes are susceptible to accrual and 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 recognizes the entire approved tax levy as revenue in the fiscal period for which they were levied. The District is entitled to receive moneys under an established payment schedule and any unpaid amount is considered to be an "accounts receivable". Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. State categorical aid revenues are recognized as District revenue during the fiscal period in which they are appropriated.

The governmental funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized when it becomes measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual basis accounting. Exceptions to this general rule include debt service, for which interest and principal expenditures in the debt service fund are recognized on their due dates, and expenditures relating to compensated absences, claims and judgments, which are recorded in the period when payment becomes due. General capital asset acquisitions are recorded as expenditures in the governmental funds and are not capitalized. The issuance of long-term debt for capital purposes and capital lease obligations incurred to acquire general capital assets are reported as "other financing sources".

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. Entitlements are recorded as revenue when all eligibility requirements, including timing of funding appropriations, are met, subject to the 60-day availability requirement for collection. Interest and tuition revenues are considered susceptible to accrual and have been recognized as revenues of the current fiscal period, subject to availability. Expenditure driven grant revenues are recorded as qualifying expenditures are incurred and all other eligibility requirements have been met, subject to availability requirements. All other revenue items are considered measurable and available only when cash is received by the District.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

G. Budgets/Budgetary Control

Annual budgets are adopted for the general, special revenue and debt service funds using a regulatory basis of accounting which differs from generally accepted accounting principles in one material respect; Budgetary revenues for certain nonexchange state aid transactions are recognized for budgetary purposes in the fiscal period prior to the period in which the state recognizes expenditures/expenses. Additionally, the District is not required to budget for student activities and scholarships that are recorded in the special revenue fund. The amounts of the adjustments needed to reconcile the budgetary basis to the GAAP based fund financial statements is set forth in the explanation of differences schedules which follow.

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval. Pursuant to changes in the Local District School Budget Law, statutorily conforming base budgets of Districts with annual school elections held in November (The District has chosen this option) are no longer required to be presented to the voters for approval on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. New Jersey statutes place limits on the District's ability to increase budgeted expenditures through the appropriation of previously undesignated fund balance and requires the District to obtain additional approvals when budgetary transfers, measured using the advertised budgetary account totals rather than line-item totals, exceed certain thresholds. The Board of Education did not make any supplemental budgetary appropriations during the fiscal year that required additional approvals from oversight agencies.

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

Appropriations in the general and debt service funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year-end, valid outstanding encumbrances, for which the contracted performance is expected during the subsequent budget cycle, are legally restricted at year-end and are automatically re-appropriated and become part of the subsequent years' budget pursuant to state regulations.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

G. Budgets/Budgetary Control (Cont'd.)

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 statements. With the District's implementation of GASB Statement No. 84, *Fiduciary Activities*, federal, state, and local grants remain on the budgetary basis and student activities and scholarships recognize revenue upon cash received and expenditures incurred when paid.

H. Cash, Cash Equivalents and Investments

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

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

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. GUDPA was amended, effective July 1, 2010, by P.L. 2009, c. 326.

The amendments provide a greater level of security protection for covered deposits by increasing collateralization requirements and revising the enforcement protocol to allow for timely response in the event that a member bank shows signs of stress.

Under the amended law, collateralization of GUDPA deposits up to 75% of New Jersey capital is based on a sliding scale that requires the minimum of 5% collateral for well capitalized institutions to a maximum of 120% collateral for critically undercapitalized institutions. All uninsured GUDPA deposits in excess of 75% of New Jersey capital require 100% collateral. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

I. Inventories and Prepaid Expenses

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

Inventories in the proprietary funds are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The cost of such inventories is recorded as expenses when consumed rather than when purchased.

Payments made to vendors for services that will benefit periods beyond June 30, 2023 are recorded as prepaid items in both the government-wide and fund financial statements.

J. Short-Term Interfund Receivables/Payables

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

K. Capital Assets

Capital assets are tangible and intangible assets, which include land, construction in progress, buildings and equipment, and intangible right to use assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$2,000, an estimated useful life in excess of two years and when considered collectively a significant district-wide purchase. Such assets (except intangible right-to-use lease assets, which is discussed in Note 4 Long-term Liabilities) are recorded at historical cost. Donated capital assets are valued at their estimated acquisition value on the date of donation. Intangible assets follow the same capitalization policies as tangible capital assets and are reported with tangible assets in the appropriate capital asset class. The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend the assets lives are not capitalized.

Capital assets are recorded in the government-wide financial statements, but are not reported in the fund financial statements. Capital assets are depreciated using the straight-line method over their estimated useful lives.

Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purpose by the District, no salvage value is taken into consideration for depreciation and amortization purposes. Useful lives vary from 20 to 50 years for land improvements and buildings, and 5 to 15 years for equipment.

Capital assets not being depreciated include land and construction in progress.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

K. Capital Assets (Cont'd.)

The District does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Such items are considered to be part of the cost of buildings or other improvable property.

The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend the asset's lives are not capitalized.

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

	<u>Years</u>
Machinery and Equipment	5-15
Buildings	50-100
Land improvements	20-50
Vehicles	5-10
Right-to-Use Leased Equipment	3-5

L. Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued in the government-wide financial statements as the employees earn the rights to the benefits. Compensated absences that related to future services, or that are contingent on a specific event that is outside the control of the District and its employees, are accounted for in the period in which such services are rendered or in which such events take place. The School District reports compensated absences in accordance with the provisions of GASB Statement No. 16, *Accounting for Compensated Absences*.

In the governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as a fund liability and expenditure in the fund that will pay for the compensated absence. The noncurrent portion for governmental funds is maintained separately and is a reconciling item between the fund and government-wide presentations.

Based upon existing personnel policies and collective bargaining agreements, employees are granted varying amounts of annual sick, personal and vacation leave. Sick leave may be accumulated for use in subsequent years and the right to a termination payment begins to vest

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

L. Compensated Absences (Cont'd)

with the employee after 10 years of service. Termination payments for unused sick pay are capped at by existing personnel policies and the provisions of collective bargaining agreements. Accumulations of unused sick leave may be used only for illnesses in subsequent periods.

The accumulation of unused vacation pay is also limited by the provisions of existing personnel policies and collective bargaining agreements. Unused vacation pay is paid to employees upon separation from service at current daily pay rates. Changes in the value of compensated absences earned and unused is more fully detailed in Note 4.

Liabilities for compensated absences have been recorded in the District's government-wide governmental fund.

M. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities and business-type activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

N. Leases

For the year ended June 30, 2022, the financial statements include the adoption of GASB Statement No. 87, "Leases". The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. The District is a lessee for noncancellable leases of equipment. The District recognizes a lease liability and an intangible right-to-use lease asset ("lease asset") in the district-wide financial statements. The District recognizes lease liabilities with an initial, individual value of \$80,000 or more.

At commencement of a lease, the District initially measures the lease liability at the value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date,

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

N. Leases (Cont'd)

plus certain initial direct costs. Subsequently, the lease is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include:

Discount Rate	The District uses the interest rate charged by the lessor as indicated in the agreement. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the rate for leases.
Lease Term	The lease term includes the noncancellable period of the lease.
Lease Payments	Lease payments included in the measurement of the lease liability are comprised of fixed payments and any purchase option price that the District is reasonably certain to exercise.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term liabilities on the Statement of Net Position.

O. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the New Jersey Public Employees' Retirement System (PERS) and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Prior to July, 1981 (the Plan "Closure Date"), certain employees of the District were eligible for enrollment in the Board of Education Employees Pension Fund of Essex County (the "Essex County Plan"). 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 Essex County Plan and the and additions to/deductions from Plan fiduciary net position have been determined on the same basis as they are reported by Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

P. Other Post-Employment Benefits

Pursuant to State Statute, the State Health Benefits Local Education Retirees Employees Plan was established to oversee the funding and payment of post-employment medical benefits for eligible LEA employees. This plan is a multi-employer defined benefit OPEB Plan that is administered on a pay-as-you-go basis. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions* (GASB Statement No. 75).

The Plan is a “Special Funding Situation” as defined in GASB Statement No. 75 as the State of New Jersey is solely responsible for funding the Plan’s obligations (net of employee contributions). Accordingly, no net OPEB liability is reported on the District’s statement of net position. In the statement of activities, the District reports an annual OPEB expense and a corresponding revenue, equal to the allocated expense of the District as reported by the State.

Q. Tuition Payable

Tuition charges for the fiscal years 2021-22 and 2022-23 were based on rates established by the receiving districts. These rates are subject to change when the actual costs have been determined.

R. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position may report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period(s) and will not be recorded as an outflow of resources (expenditure/expense) until that time. The District has two items that qualify for reporting in this category, deferred amounts related to pensions and deferred gains and losses on refunding/refinancing. Deferred gains and losses on refunding/refinancing are deferred and amortized over the term of the bonds/leases using the straight-line method which approximates the effective interest method. In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. Deferred pension amounts represent an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time.

S. Unearned Revenue/Advances from Grantors

Unearned revenue represents cash advances received relating to services (expenditures/expenses) that will be provided in a subsequent fiscal period. Similarly, for expenditure-driven grants, amounts advanced to the District in excess of the amounts expended and earned are recorded as advances from grantors.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

T. Net Position Flow Assumption (Government-Wide and Proprietary Fund Financial Statements)

Periodically, the District may fund outlays for a particular purpose from both restricted resources, such as bond referendum proceeds and/or grant proceeds, and unrestricted resources. To determine the amounts of net position- restricted and unrestricted that should be reported in the government-wide and proprietary fund financial statements, a flow assumption must be made to establish the order in which resources are considered to be applied. In the absence of specific grant compliance requirements to the contrary, the District policy is to utilize all amounts of available restricted net position prior to applying unrestricted net position to fund acquisition costs.

U. Fund Balance Flow Assumption (Governmental Fund Financial Statements)

Periodically, the District may fund outlays for a particular purpose from both restricted resources and unrestricted resources (the total of the committed, assigned and unassigned fund balance). To determine the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made to establish the order in which resources are considered to be applied.

In the absence of specific grant compliance requirements to the contrary, the District policy is to utilize all amounts of available restricted fund balance prior to applying any component of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance, with unassigned fund balance applied last.

V. Fund Balance Policies

Fund balance of the governmental funds is reported in various categories based upon the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through actions to transfer amounts to legally restricted reserve accounts (capital, maintenance and emergency reserves), or actions to commit or assign fund balance.

The committed fund balance includes amounts that can only be used for the specific purposes determined by a formal action of the Board of Education. Commitments of fund balance remain in place until the committed fund balance is fully depleted or an amendatory action is taken by the Board of Education.

Assignments of fund balance are made by the Board of Education for specific purposes that do not the criteria to be classified as committed. The Board of Education also assigns fund balance when it appropriates unrestricted/unassigned fund balance to bridge a gap between estimated revenue and appropriations in the subsequent year budget. Unlike commitments, assignments are generally temporary in nature, and additional actions of the Board are generally not required

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

V. Fund Balance Policies (Cont'd)

to remove an assignment, whereas an action of the Board is essential to the modification or elimination of an unexpended committed fund balance.

W. Government-Wide Financial Statement Classifications

1. Program Revenues – Amounts reported as program revenues include a) charges to customers or applicants who purchase, use or benefit from goods services or privileges provided by a given function or segment and b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.
2. General Revenues – all taxes, including those designated for specific purposes such as debt service, are reported as general revenues. All other resources, including internally dedicated resources, unrestricted entitlements, and investment income are reported as general revenues.
3. Capital Assets – In the statement of net position, capital assets are reported, net of accumulated depreciation and amortization as assets of the governmental activities and business-type activities.
4. Long-term Debt - In the statement of net position, long-term debt is reported as a component of long-term liabilities of the governmental activities and business-type activities.
5. Net Investment in Capital Assets – In the statement of net position, the net undepreciated value of capital assets, less the value of outstanding debt issued to purchase acquire or build those capital assets, is reported as net Investment in capital assets as a component of net position for the governmental activities and business-type activities.

X. Proprietary Fund Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and products in connection with the primary purpose or function for which the fund was established. The District's food service proprietary fund reports operating revenues from the sales of lunches and a la carte items, and operating expenses include the costs of sales (food, supplies and labor), administrative costs and depreciation and amortization on capital assets. Revenues earned through the District's participation in the National School Lunch Program are classified as nonoperating revenues, notwithstanding the limitations on the pricing of Type A student lunches that is required for program participation. The District's latchkey program proprietary fund reports operating revenues from fees collected from program participants. Operating expenses include professional services, supplies, personnel costs, and insurance expense.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Y. Management Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey that are insured by the Federal Deposit Insurance Corporation (FDIC), New Jersey's Governmental Unit Deposit Protection Act, by any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund. The New Jersey Governmental Deposit Protection Act requires all banks doing business in the State of New Jersey to maintain collateral in the amount of 5% of the average public deposits and deposit these amounts with the Federal Reserve Bank for all deposits not covered by the FDIC.

Cash on deposit is partially insured by federal deposit insurance in the amount of \$250,000 in each depository. Balances above the federal deposit insurance amount are insured by the Government Unit Deposit Protection Act (GUDPA), N.J.S.A. 17:941, et seq., which insures all New Jersey governmental units' deposits in excess of the federal deposit insurance maximums. Based upon GASB criteria, the District considers cash and cash equivalents to include petty cash, change funds, demand deposits, money market accounts and short-term investments and are either any direct and general obligation of the United States of America or certificates of deposit issued by any bank, savings and bank or national banking association if qualified to serve as a depository for public funds under the provisions of the Governmental Unit Depository Protection Act.

The District had the following depository accounts. All deposits are carried at cost plus accrued interest. The government does not have a deposit policy.

<u>Depository Account</u>	<u>Bank Balance</u>
Insured - FDIC	\$ 338,746
Insured - NJGUDPA (N.J.S.A. 17:94.1)	43,565,706
New Jersey Asset and Rebate Management Fund	<u>92,429,058</u>
Total Deposits	<u>\$ 136,333,510</u>

Custodial Credit Risk – Deposits - Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. Based upon NJGUDPA, as of June 30, 2023, \$92,429,058 of the District's bank balance of \$136,333,510 was exposed to custodial risk. (See Note 1-H relating to statutory mitigation of custodial risk in the event of a bank failure).

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONT'D.)

Concentration of credit risk – This is the risk associated with the amount of investments that the District has with any one issuer that exceeds five percent or more of its total investments. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this requirement.

Credit risk – GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government. This is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. In general, the District does not have an investment policy regarding credit risk except to the extent outlined under the District's investment policy.

Interest rate risk – This is the risk that changes in interest rates will adversely affect the fair value of an investment. The District does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate fluctuations.

New Jersey Cash Management Fund – All investments in the fund are governed by the regulations of the investment council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's ("Division") existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis. As of June 30, 2023, the District had no funds on deposit with the New Jersey Cash Management Fund.

New Jersey Asset and Rebate Management Fund – In order to maximize liquidity, the District utilizes the New Jersey Asset and Rebate Management Fund ("NJARM") as its sole investment. The District invests funds in the New Jersey Asset and Rebate Management Fund, which is an investment pool managed by Public Financial Management Company. NJARM allows governments within the state to pool their funds for investment purposes and the Securities and Exchange Commission (SEC) does not restrict the pool. Earnings are allocated to all participants based upon shares held in the pool and distributed on the last day of each month. In addition, the fair value of the District's portion of the pool is the same as the value of its shares. Agencies that participate in the NJARM typically earn returns that mirror short-term investment rates. Monies can be freely added or withdrawn from the NJARM on a daily basis without penalty. Authorized investments under the NJARM program include obligations of the U.S. Government or its Agencies and Instrumentalities, government money market mutual funds, and municipal securities. Investments under NJARM are not insured or guaranteed by the FDIC or any other governmental agency. At June 30, 2023, the District had \$92,429,058 on deposit with NJARM.

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SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 3. CAPITAL ASSETS

The governmental fund balance sheet includes a reconciliation between fund balance- total governmental funds and net position-governmental activities as reported in the Government-wide statement of net position. One item of that reconciliation explains that capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. An addition to the fund balance - total governmental funds is made to reflect the carrying value of the District's capital assets at year-end in the Government-wide financial statements, which consisted of:

Total Capital Assets at Cost	\$	199,919,655
Less: Accumulated Depreciation and Amortization		<u>(76,435,076)</u>
 Governmental Activities Capital Assets, Net	 \$	 <u><u>123,484,579</u></u>

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets, Not Being Depreciated				
Sites	\$ 1,255,900			\$ 1,255,900
Construction in Progress	37,905,753	\$ 38,893,364		76,799,117
Total Capital Assets, Not Being Depreciated	<u>39,161,653</u>	<u>38,893,364</u>		<u>78,055,017</u>
Capital Assets, Being Depreciated and Amortized	-			
Building and Improvements	106,765,559	1,115,738		107,881,297
Machinery and Equipment	12,983,438	487,526	\$ (1,606,916)	11,864,048
Right-to-Use Leased Equipment	2,119,293			2,119,293
Total Capital Assets, Being Depreciated and Amortized	<u>121,868,290</u>	<u>1,603,264</u>	<u>(1,606,916)</u>	<u>121,864,638</u>
Less Accumulated Depreciation and Amortization:				
Capital Assets	(70,961,046)	(5,013,736)	342,930	(75,631,852)
Right-to-Use Leased Equipment	(111,272)	(691,952)		(803,224)
Total Accumulated Depreciation and Amortization	<u>(71,072,318)</u>	<u>(5,705,688)</u>	<u>342,930</u>	<u>(76,435,076)</u>
Total Capital Assets Being Depreciated and Amortized (Net of Accumulated Depreciation and Amortization)	<u>50,795,972</u>	<u>(4,102,424)</u>	<u>(1,263,986)</u>	<u>45,429,562</u>
Governmental Activities Capital Assets, Net	<u>\$ 89,957,625</u>	<u>\$ 34,790,940</u>	<u>\$ (1,263,986)</u>	<u>\$ 123,484,579</u>
Business-type Activities				
Capital Assets, Being Depreciated				
Equipment	\$ 450,711			\$ 450,711
Less Accumulated Depreciation:				
Equipment	(440,963)	(1,536)		(442,499)
Business-type Activities Capital Assets, Net	<u>\$ 9,748</u>	<u>\$ (1,536)</u>	<u>-</u>	<u>\$ 8,212</u>

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 3. CAPITAL ASSETS (CONT'D)

Depreciation and amortization expense was charged to governmental functions as follows:

Regular Instruction	\$	1,930,478
Special Education Instruction		935,464
Other Special Instruction		180,108
Other Instruction		57,097
Student & Instruction Related Services		1,073,540
School Administrative Services		263,319
General & Other Administrative Services		206,956
Plant Operations and Maintenance		633,909
Pupil Transportation		424,817
Total Depreciation and Amortization Expense	\$	<u>5,705,688</u>

NOTE 4. LONG-TERM LIABILITIES

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One item of that reconciliation explains that long-term liabilities, including bonds and judgments payable are not due and payable in the current period and therefore are not reported liabilities in the governmental funds. A deduction to the fund balance – total governmental funds is made to reflect the carrying value of the District’s long-term liabilities at year-end in the governmental activities of the Government-wide financial statements.

Long-term liability activity for the year ended June 30, 2023 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities:					
General Obligation Debt	\$ 178,796,000		\$ 6,490,000	\$ 172,306,000	\$ 7,376,000
Compensated Absences Payable	622,494	\$ 100,530	91,933	631,091	63,109
Financed Purchases Payable	1,700,000		430,691	1,269,309	406,024
Obligations Under Leases	338,514		91,045	247,469	93,486
Bond Premiums/(Discounts)	<u>1,895,271</u>		<u>268,858</u>	<u>1,626,413</u>	<u>223,994</u>
Subtotal	183,352,279	100,530	7,372,527	176,080,282	8,162,613
Net Pension Liability:					
BOE Employees Fund of Essex County	241,458	4,406		245,864	
Public Employees' Retirement System	<u>10,250,271</u>	<u>3,799,266</u>		<u>14,049,537</u>	
Total Net Pension Liability	<u>10,491,729</u>	<u>3,803,672</u>	<u>-</u>	<u>14,295,401</u>	<u>-</u>
Total Long-Term Liabilities	\$ <u>193,844,008</u>	\$ <u>3,904,202</u>	\$ <u>7,372,527</u>	\$ <u>190,375,683</u>	\$ <u>8,162,613</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 4. LONG-TERM LIABILITIES (CONT'D)

The District expects to liquidate the balance in compensated absences, financed purchases payable, and obligations under all leases with payments made from the District's general fund. Bonds payable will be liquidated with payments from the debt service fund. The net pension liability will be liquidated with payments from the general fund.

Bonds Payable

Bonds are authorized in accordance with State law or by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds. The principal and interest of these bonds will be paid from the debt service fund as required by New Jersey statutes.

In April 2014, the District issued \$5,080,000 of School District Bonds in order to fund various facility upgrades within the District. The bonds are due to mature annually through the 2028 fiscal year at remaining principal payments and annual interest rates ranging from \$390,000 to \$445,000 and 2.500% to 3.000%, respectively as of June 30, 2023.

In February 2015, the District issued \$15,535,000 of refunding bonds to provide resources to refund all of the callable principal of the District's Series 2005 Bonds. The 2015 refunding bonds are due to mature annually through the 2028 fiscal year at remaining principal payments and annual interest rates ranging from \$1,640,000 to \$1,890,000 and 4.000% to 5.000%, respectively as of June 30, 2023.

In August 2019, the District issued \$64,400,000 of School District Bonds in order to fund various facility upgrades within the District. The bonds are due to mature annually through the 2045 fiscal year at remaining principal payments and annual interest rates ranging from \$1,750,000 to \$3,400,000 and 2.000% to 3.000%, respectively as of June 30, 2023.

In November 2020, the District issued \$60,000,000 of School District Bonds in order to fund various facility upgrades within the District. The bonds are due to mature annually through the 2046 fiscal year at remaining principal payments and annual interest rates ranging from \$1,550,000 to \$3,100,000 and 2.000% to 2.625%, respectively as of June 30, 2023.

In December 2021, the District issued \$32,986,000 of School District Bonds in order to fund various facility upgrades within the District. The bonds are due to mature annually through the 2047 fiscal year at remaining principal payments and annual interest rates ranging from \$776,000 to \$1,550,000 and 2.000% to 2.375%, respectively as of June 30, 2023.

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SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 4. LONG-TERM LIABILITIES (CONT'D)

In December 2021, the District issued \$10,500,000 of refunding bonds to provide resources to refund \$2,525,000 of the school refunding bonds series 2011 and \$8,000,000 of the school bonds, series 2012. The 2021 refunding bonds are due to mature annually through the 2032 fiscal year at remaining principal payments ranging from \$390,000 to \$840,000 at an annual fixed interest rate of 1.400%.

The above general obligation bonds are direct borrowing of the District for which its full faith and credit are pledged and are payable from taxes levied on all taxable real property within the District.

Principal and interest due on all bonds outstanding are as follows:

<u>Year Ending</u> <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 7,376,000	\$ 4,052,168	\$ 11,428,168
2025	7,555,000	3,860,228	11,415,228
2026	7,800,000	3,660,043	11,460,043
2027	7,970,000	3,455,533	11,425,533
2028	8,160,000	3,264,743	11,424,743
2029-2033	33,320,000	14,011,603	47,331,603
2034-2038	38,025,000	10,299,344	48,324,344
2039-2043	39,800,000	5,563,750	45,363,750
2044-2047	22,300,000	856,938	23,156,938
	<u>\$ 172,306,000</u>	<u>\$ 49,024,346</u>	<u>\$ 221,330,346</u>

Leases Payable

Governmental Funds

For the year ended June 30, 2022, the District recognized financed purchase payable liabilities with an initial value of \$1,700,000 and an obligation under lease liability with an initial, individual value of \$34,079. The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments. The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. The District has finance purchase payable liabilities outstanding for district-wide IT and security systems and Chromebooks with interest rates ranging from 2.3858% to 2.5517%. The District has obligation under lease liabilities outstanding for copiers at various interest rates.

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SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 4. LONG-TERM LIABILITIES (CONT'D)

The following is a summary of financed purchased leases principal and interest payments to maturity:

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 406,024	\$ 31,731	\$ 437,755
2025	416,060	21,695	437,755
2026	220,795	11,412	232,207
2027	226,430	5,778	232,208
	<u>\$ 1,269,309</u>	<u>\$ 70,616</u>	<u>\$ 1,339,925</u>

The following is a summary of obligations under leases principal and interest payments to maturity:

Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 93,486	\$ 7,272	\$ 100,758
2025	91,916	4,104	96,020
2026	55,805	1,319	57,124
2027	6,262	139	6,401
	<u>\$ 247,469</u>	<u>\$ 12,834</u>	<u>\$ 260,303</u>

NOTE 5. PENSION PLANS

Description of Systems

Substantially all of the District's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employees' Retirement System (PERS). These systems are sponsored and administered by the State of New Jersey. The Teachers' Pension and Annuity Fund Retirement System 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. The Public Employees' Retirement System is considered a cost-sharing multiple-employer plan.

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COUNTY OF ESSEX, NEW JERSEY

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 5. PENSION PLANS (CONT'D)

Teachers' Pension and Annuity Fund

The Teachers' Pension and Annuity Fund was established in January 1955 under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time public school employees in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for health care coverage. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively, with an annual benefit generally determined to be 1/60th of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

Public Employees' Retirement System

The Public Employees' Retirement System was established in January 1955 under the provisions of N.J.S.A. 43:15A to provide coverage including post-retirement health care to substantially all full time employees of the State or any county, municipality, school Board or public agency provided the employee is not a member of another State-administered retirement system. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively with an annual benefit generally determined to be 1/60th of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issued publicly available financial reports that include the financial statements and required supplementary information for TPAF and PERS. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625-0295.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 5. PENSION PLANS (CONT'D)

Funding Policy

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing members. Plan member and employer contributions may be amended by State of New Jersey legislation. Employee contribution rates for TPAF and PERS are 7.5% of employees' annual pensionable compensation. Employers are required to contribute at an actuarially determined rate in both the TPAF and PERS. The actuarially determined contribution includes funding for noncontributory death benefits and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

During the year ended June 30, 2023, the State of New Jersey contributed \$25,687,288 to the TPAF for on-behalf medical, non-contributory insurance and pension and post-retirement medical benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$4,621,489 during the year ended June 30, 2023 for the employer's share of social security contributions for TPAF members as calculated on their base salaries.

The District's actuarially determined contributions to PERS for each of the years ended June 30, 2023, 2022 and 2021 were \$1,173,991, \$1,013,317, and \$903,990, respectively.

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 PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For the 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.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Public Employees' Retirement System (PERS)

At June 30, 2023, the District reported a liability of \$14,049,537 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation 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 school districts, actuarially determined. At June 30, 2022, the District's proportion was 0.0930964547 percent, which was an increase of 0.006570713 from its proportion measured as of June 30, 2021.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 5. PENSION PLANS (CONT'D)

For the year ended June 30, 2023, the District recognized full accrual pension (benefit) of (\$809,922) in the government-wide financial statements. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 43,530	\$ 2,103,772
Net difference between projected and actual earnings on pension plan investments	581,498	
Changes in proportion	1,618,191	424,674
Difference between expected and actual experience	101,403	89,423
District contributions subsequent to the measurement date	1,215,483	
	\$ 3,560,105	\$ 2,617,869

\$1,215,483 is reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2024	\$	(928,283)
2025		(314,947)
2026		116,742
2027		846,509
2028		6,732
	\$	(273,247)

Actuarial Assumptions

The total collective 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:

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SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 5. PENSION PLANS (CONT'D)

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

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

Mortality Rates

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.

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 Investments and Division of Pension 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:

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SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 5. PENSION PLANS (CONT'D)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	8.12%
Non-U.S. Developed Market Equity	13.50%	8.38%
Emerging Market Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real 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%
	<u>100.00%</u>	

Discount rate

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

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 5. PENSION PLANS (CONT'D)

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

The following presents the District's proportionate share of the net pension liability as of June 30, 2022 calculated using the discount rate as disclosed above as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ 18,049,539	\$ 14,049,537	\$ 10,645,373

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.

Additional Information

Collective balances of the Local Group at June 30, 2022 are as follows:

Deferred outflows of resources	\$ 1,660,772,008
Deferred inflows of resources	3,236,303,935
Net pension liability	15,219,184,920
District's proportion	0.0930964547%

Collective pension (benefit) for the Local Group for the measurement period ended June 30, 2022 is \$(1,032,778,934).

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2022, 2021, 2020, 2019, 2018, 2017 and 2016 is 5.04, 5.13, 5.16, 5.21, 5.63, 5.48, and 5.57 years, respectively.

Teachers Pensions and Annuity Fund (TPAF) – Special Funding Situation

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

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 5. PENSION PLANS (CONT'D)

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 State's proportionate share of the TPAF net pension liability associated with the District as of June 30, 2022 was \$249,954,158. The District's proportionate share was \$0. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State's proportionate share of the net pension liability associated with the District was based on a projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2022, the State's proportionate share of the TPAF net pension liability associated with the District was 0.4844597116 percent, which was an increase of 0.0236533157 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 in the government-wide financial statements of \$6,726,965 for contributions incurred by the State.

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. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

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

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SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 5. PENSION PLANS (CONT'D)

Mortality Rates

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

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

Long-Term Expected Rate of Return

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

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 5. PENSION PLANS (CONT'D)

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>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	8.12%
Non-U.S. Developed Market Equity	13.50%	8.38%
Emerging Market Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real 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%
	<u>100.00%</u>	

Discount Rate

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

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 5. PENSION PLANS (CONT'D)

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

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2022 calculated using the discount rate as disclosed above as well as what the State's proportionate share of the net pension liability associated with the District would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's proportionate share of the net pension liability associated with the District	\$ 293,076,562	\$ 249,954,158	\$ 213,628,951

Pension plan fiduciary net position

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

Additional Information

Collective balances of the Local Group at June 30, 2022 are as follows:

Deferred outflows of resources	\$ 4,996,491,160
Deferred inflows of resources	19,532,696,776
Net pension liability	51,594,415,806
District's proportion	0.4844597116%

Collective pension expense of the Local Group for the plan for the measurement period ended June 30, 2022 is \$1,424,884,581.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2022, 2021, 2020, 2019, 2018, 2017 and 2016 is 7.83, 7.93, 7.99, 8.04, 8.29, 8.30 and 8.30 years, respectively.

Board of Education Employees' Pension Fund Of Essex County

The Board of Education Employees Pension Fund of Essex County (BOEPPFEC) is a cost-sharing, multiple employer defined benefit pension plan as defined in GASB Statement No. 68,

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 5. PENSION PLANS (CONT'D)

Accounting and Financial Reporting for Pensions. The Plan is privately administered. The more significant aspects of the BOEOPFEC Plan are as follows:

Plan Membership and Contributing Employers - The Plan has been closed to new members since 1981. Membership and contributing employers of the defined benefit pension plans consisted of the following at June 30, 2022:

Inactive plan members or beneficiaries currently receiving benefits	378
Inactive plan members entitled to but not yet receiving benefits	0
Active plan members	<u>6</u>
 Total	 <u><u>384</u></u>

Contributing Employers – 18

For the year ended June 30, 2022 the District’s total payroll for all employees was \$74,999,215. Total BOEOPFEC covered payroll was \$0. Covered payroll refers to all compensation paid by the District to active employees covered by the Plan.

The District’s cash basis contributions to the Plan for the years ended June 30, 2023 and 2022 were \$34,787 and \$35,372, respectively. District Contributions are due and payable in the fiscal period subsequent to plan year for which the contributions requirements were calculated.

Pension Liabilities and Pension Expense Related to Pensions – At June 30, 2023, the School District reported a liability of \$245,864 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022 and the total pension liability used to calculate the net pension liability was determined by a calculation prepared by the Plan actuary as of that date. The District’s proportion of the net pension liability was based on a projection of the District’s long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2023, the District’s proportionate share of the Fund’s Net Pension Liability was \$245,864, and its proportion was 0.78084560%, which was an increase of 0.013576600% from its proportion measured as of June 30, 2022.

Actuarial Assumptions - The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Salary Increases	3.0%
Cost-of-Living Adjustments	2.0%
Investment rate of return, net, including inflation	5.0%

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NOTE 5. PENSION PLANS (CONT'D)

Mortality rates were based on 110% of the 2010 Public Sector General Mortality Tables with generational projection with Scale MP-2018. For disabled retirees, mortality rates are based on 110% of the 2010 Public Sector Non-Safety Mortality Tables with generational projection with Scale MP-2018.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans 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 the pension plans' target asset allocation as of June 30, 2022, net a 2.0% inflation assumption, are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
U.S. Domestic Equity	30%	6.70%
U.S. Fixed Income	70%	0.70%
Total	100%	

Sensitivity of Net Pension Liability – The BOEPPFEC has provided sensitivity data relating to its reported Net Pension Liability as of June 30, 2023 in the amount of \$31,486,900. The following presents the net pension liability of BOEPPFEC calculated using the discount rates as disclosed above as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease <u>(4.00%)</u>	Current Discount Rate <u>(5.00%)</u>	1% Increase <u>(6.00%)</u>
BOEPPFEC	\$ 41,351,199	\$ 31,486,900	\$ 22,912,109
District's proportionate share of the net pension liability	\$ 322,889	\$ 245,864	\$ 178,908

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NOTE 5. PENSION PLANS (CONT'D)

D: DEFINED CONTRIBUTION RETIREMENT PLAN

The Defined Contribution Retirement Plan (DCRP) is a multiple employer defined contribution plan as defined in GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The Plan is administered by The New Jersey Division of Pensions and Benefits (Division). The more significant aspects of the DCRP are as follows:

Plan Membership and Contributing Employers- Enrollment in the DCRP is required for state or local officials, elected or appointed on or after July 1, 2007; employees enrolled in TPAF or PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in TPAF or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000 annually; and employees otherwise eligible to enroll in TPAF or PERS after May 21, 2010, who do not work the minimum number of hours per week required for tier 4 or tier 5 enrollment, but who earn salary of at least \$5,000 annually.

Contribution Requirement and Benefit Provisions - State and local government employers contribute 3% of the employee's base salary. Active members contribute 5.5% of base salary.

Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable.

A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

The District reported no employees enrolled in the DCRP, during the 2022-23 fiscal year.

NOTE 6. POST-RETIREMENT BENEFITS

General Information about the OPEB Plan

The State Health Benefit State Retired Employees Plan (State Retired OPEB Plan) is a single-employer defined benefit OPEB plan with a special funding situation. The State Retired OPEB Plan 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* (GASB Statement No. 75). The State Retired OPEB Plan covers the State, State colleges and universities, the Palisades Interstate Park Commission, and the New Jersey Building Authority (referred to collectively as "the employers") for which the State is legally obligated to pay for benefits. The State Retired

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NOTE 6. POST-RETIREMENT BENEFITS (CONT'D)

OPEB Plan is treated as a cost-sharing multiple employer plan with a special funding situation for allocating the total OPEB liability and related OPEB amounts since each employer mentioned above is required to issue stand-alone financial statements. The State Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of the employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits.

In accordance with N.J.S.A. 52:14-17.32, the State is required to pay the premiums or periodic charges for health benefits of State employees who retire with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Judicial Retirement System (JRS), the State Police Retirement System (SPRS), the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen's Retirement System (PFRS), and the Alternate Benefit Program (ABP). In addition, N.J.S.A. 52:14-17.26 provides that for purposes of the State Retired OPEB Plan, an employee of Rutgers, the State University of New Jersey, and New Jersey Institute of Technology shall be deemed to be an employee of the State. Further, P.L.1966, c.302, addresses the other State colleges and universities, whereas while these institutions were provided autonomy from the State, their employees retained any and all rights to health benefits within the State Retired OPEB Plan and are therefore classified as State employees.

The State Health Benefit Local Education Retired Employees Plan (Local Education Retired OPEB Plan) is a multiple-employer defined benefit OPEB plan with a special funding situation. The Local Education Retired OPEB Plan 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. The Local Education Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of local education employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits.

The employer contributions for the participating local education employers are legally required to be funded by the State in accordance with N.J.S.A. 52:14-17.32f. According to this law, 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: TPAF, PERS, PFRS, or ABP.

Pursuant to P.L.2011, c.78, future retirees eligible for postemployment 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.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 6. POST-RETIREMENT BENEFITS (CONT'D)

The State is legally required to pay for the OPEB benefit coverage for the participating local education employers. Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a non-employer contributing entity. The State, as a non-employer contributing entity, reported a Fiscal Year 2022 total OPEB liability of \$50,646,462,966 for this special funding situation.

The State's contributions to the SHBP Fund for TPAF retirees' post-retirement medical benefits on behalf of the District for the years ended June 30, 2023, 2022 and 2021 were \$5,342,181, \$4,725,358 and \$4,277,680, respectively, which equaled the required contributions for each year.

In accordance with the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments.

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASB Statement No. 75 is zero percent. Accordingly, the District did not recognize any portion of the collective OPEB liability on the Statement of Net Position. The State's proportionate share of the OPEB liability associated with the District as of June 30, 2022 was \$183,676,157. Additional information can be obtained from the State of New Jersey's annual comprehensive financial report.

Additional information on pensions and OPEB can be assessed at state.nj.us/treasury/pensions/financial-reports.shtml.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 6. POST-RETIREMENT BENEFITS (CONT'D)

Actuarial assumptions and other inputs

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 and included in the June 30, 2022 audited financial statements of the State Health Benefit Local Education Retired Employees Plan. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	TPAF/ABP	PERS
Salary Increases:	2.75% to 4.25% based on years of service	2.75% to 6.55% based on years of service

Mortality Rates

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP) and "General" (PERS) 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 "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 and PERS experience studies prepared for July 1, 2018 to June 30, 2021.

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.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 6. POST-RETIREMENT BENEFITS (CONT'D)

Health Care Trend Assumptions

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

The following represents sensitivity of total non-employer OPEB liability to changes in the discount rate and health care cost rate

The following presents the total non-employer OPEB liability associated with the District as of June 30, 2022 calculated using a 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 (2.54%) or 1-percentage-point higher (4.54%) than the current rate:

	1% Decrease (2.54%)	At Current Discount Rate (3.54%)	1% Increase (4.54%)
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 215,892,002	\$ 183,676,157	\$ 157,856,768

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

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 151,819,571	\$ 183,676,157	\$ 225,521,718

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 6. POST-RETIREMENT BENEFITS (CONT'D)

Changes in the Total Non-employer OPEB Liability

Below represents the changes in the District's total OPEB liability for the year ended June 30, 2023:

Balance at June 30, 2022	\$	214,666,669
Increased by:		
Service cost		10,654,348
Interest cost		4,867,621
Member contributions		154,677
Differences between expected and actual experience		7,427,141
		237,770,456
Decreased by:		
Changes of assumptions		49,272,777
Benefit payments		4,821,522
		54,094,299
Balance at June 30, 2023	\$	183,676,157

Employees covered by benefit terms

The following employees were covered by the benefit terms:

Local Education	June 30, 2022
Active Plan Members	165,970
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	126,371
Total Plan Members	292,341

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 6. POST-RETIREMENT BENEFITS (CONT'D)

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

For the year ended June 30, 2022, the District recognized on-behalf OPEB expense and revenue in the government-wide financial statements of \$8,135,801 for OPEB expenses incurred by the State. Collective balances of the Local Education Group at June 30, 2022 are as follows:

Deferred outflows of resources	\$ 20,104,625,333
Deferred inflows of resources	34,996,842,046
Collective OPEB expense	1,595,653,562
District's Proportion	0.51%

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State, therefore, the District records an expense and corresponding revenue for its respective share of total OPEB expense and revenue attributable to the State of New Jersey.

NOTE 7. COMPENSATED ABSENCES

The District accounts for compensated absences (e.g. unused vacation, sick leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB16), *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 vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and accumulate for use in future years. Upon the attainment of specified years of service or upon reaching normal retirement age, employees become eligible to receive compensation for unused accumulated sick leave. The specific terms for eligibility and compensation are governed by the various collective bargaining agreements and employment contract.

Generally, payments are based upon a set amount per day of earned and unused sick pay, with a cap on the maximum number of days subject to reimbursement.

In the government-wide statement of net position, the liabilities whose average maturities are greater than one year are reported in two components – the amount due within one year and the amount due in more than one year.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 8. DEFERRED COMPENSATION

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

The plan administrators are as follows:

- Alliance Capital
- Great American Life
- Equi-Vest (Equitable)
- MetLife Investors Group
- American Express
- VALIC
- Metropolitan Life Ins. Co.
- Washington National Ins. Co.
- Prudential Ins. Co.

NOTE 9. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Board of Education of the School District of South Orange and Maplewood, in the amount of \$1,000 by Board motion on November 16, 1998 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 submissions of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes.

A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A. 19:60-2*. Pursuant to *N.J.A.C. 6A:26-9.1(d)1*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 9. CAPITAL RESERVE ACCOUNT (CONT'D)

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

Beginning balance, July 1, 2022	\$ 9,500,598
Withdrawals approved by board resolution:	202,987
Ending Balance, June 30, 2023	<u>\$ 9,297,611</u>

NOTE 10. MAINTENANCE RESERVE ACCOUNT

Pursuant to enabling legislation and rulemaking, the District is permitted to establish legally restricted Reserve funds for Maintenance.

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

Beginning balance, July 1, 2022	\$ 3,725,991
Deposit:	
Approved by June 2023 board resolution	<u>2,000,000</u>
Ending Balance, June 30, 2023	<u>\$ 5,725,991</u>

NOTE 11. RISK MANAGEMENT

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

Property and Liability Insurance – The District maintains commercial insurance coverage for property, liability and surety bonds. 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.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 12. INTERFUND RECEIVABLES AND PAYABLES

The District has an interfund balance payable from the Food Service Fund to the Special Revenue fund of \$1,400 as of June 30, 2023. The interfund balance was caused by grant receipts being recorded in the Food Service Fund that should have been recorded in the Special Revenue Fund.

NOTE 13. TRANSFERS

The following presents a reconciliation of transfers during the 2023 fiscal year:

<u>Fund</u>	<u>In</u>	<u>Out</u>
General Fund		\$ 1,410,061
Special Revenue Fund	\$ 1,207,074	
Capital Projects Fund	202,987	4,020,408
Debt Service Fund	4,020,408	
	<u>\$ 5,430,469</u>	<u>\$ 5,430,469</u>

During the 2022-2023 fiscal year, the transfers from the general fund consisted of \$1,207,074 to the special revenue fund for budgeted preschool inclusion and \$202,987 to the capital projects fund to pay for projects account for in the capital projects fund through withdrawals from capital reserve. The transfers from the capital projects fund consisted of \$4,020,408 to the debt service fund, representing interest earned in the capital projects fund which will be used to offset future debt service obligations.

NOTE 14. INVENTORY

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

Purchased:	
Food	\$ 11,187
Supplies	<u>7,060</u>
	<u>\$ 18,247</u>

The value of Federal donated commodities as reflected on Schedule K-3 (required by the Single Audit Act) 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 basic financial statements. Total USDA commodities accepted in 2022-23 was \$228,539.

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 15. FUND BALANCES APPROPRIATED

General Fund:

Committed, Assigned, Restricted and Unrestricted- Of the \$40,068,278 total general fund balance at June 30, 2023, \$2,412,879 is assigned for year-end encumbrances; \$3,594,902 is assigned and designated for 2023-2024 expenditures; \$9,297,611 has been restricted in the capital reserve account; \$5,725,991 has been restricted in the maintenance reserve account; \$639,229 has been restricted in the unemployment compensation account; \$7,648,869 has been restricted as a reserve for excess surplus and has been designated for 2023-24 expenditures; \$7,044,348 has been restricted as excess surplus and will be designated for 2024-25 expenditures; and the remaining \$3,704,449 is reported as unassigned.

Special Revenue Fund:

Assigned and Restricted- The District reported fund balance of \$112,685 at June 30, 2023 in its special revenue fund. Of this amount \$547,458 is restricted for student activities and \$(434,773) is unassigned.

Capital Projects Fund:

Assigned - At June 30, 2023, the entire balance of \$84,350,166 is assigned to capital projects expenditures on approved projects.

Debt Service Fund:

At June 30, 2023, the entire balance of \$5,708,036 is unassigned.

NOTE 16. DEFICIT FUND BALANCES

The District has an unassigned deficit fund balance of \$434,773 in the special revenue fund at June 30, 2023, as reported in the fund financial statements. P.L. 2003, c.97 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 payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions* (GASB Statement No. 33) requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the state is recording the last state aid payments and the extraordinary aid payment in the subsequent fiscal year, the school district cannot recognize these payments on the GAAP financial statements until the year the State records the payable.

While timing differences in the recording of state aid payment in accordance with GASB Statement No. 33 can result in reported deficits in the general and special revenue funds, these timing related deficits do not alone indicate that the District is facing financial difficulties.

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NOTES TO BASIC FINANCIAL STATEMENTS
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NOTE 16. DEFICIT FUND BALANCES (CONT'D)

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated general and special revenue fund balance that is reported as a direct result from a 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 deficit amount listed above in the special revenue fund was a direct result of State of New Jersey's deferral of the District's final two state aid payments in the amount of \$434,773.

NOTE 17. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance – Excess Surplus as set forth above is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve general fund balance the fiscal year end of June 30 for future tax relief to the extent that unrestricted/unassigned fund balance exceeds 2% of the prior year net adjusted expenditures. The excess fund balance pledged to future tax relief at June 30, 2023, calculated on a budgetary basis pursuant to statute is \$14,693,217, and is comprised on \$7,648,869 that was appropriated as part of the 2023-2024 budget, and \$7,044,348, which represents the minimum amount of fund balance that must be appropriated as part of the 2024-2025 school budget.

NOTE 18. 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.

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

The Division of Local Government Services, in the Department of Community Affairs, State of New Jersey, requires each municipality to submit annually a "user friendly budget", which, among

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 18. TAX ABATEMENTS (CONT'D)

other disclosures, includes a listing of all properties which have been granted tax abatements, including assessed values and any in-lieu-of-tax-payments made to the municipality. The 2023 user friendly budget for the Township of Maplewood indicates PILOT billings for 2022 were \$709,000; whereas the amount of property taxes that otherwise may have been billed based upon the assessed valuations of these projects is calculated to be \$2,819,072. The Township also indicates that in most cases these housing projects would not have taken place without the benefit of the tax abatement program. The 2023 user friendly budget for the Township of South Orange Village indicates PILOT billings for 2022 were \$2,700,914; whereas the amount of property taxes that otherwise may have been billed based upon the assessed valuations of these projects is calculated to be \$6,316,633. The Township also indicates that in most cases these housing projects would not have taken place without the benefit of the tax abatement program. The latest available user friendly budgets were used to disclose the PILOT billings and the amount of property taxes that otherwise may have been billed based upon the assessed valuations above.

NOTE 19. COMMITMENTS AND CONTINGENCIES

At June 30, 2023, there was no litigation pending for which an unfavorable outcome with a material adverse impact on the net position of the District was anticipated.

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2023 may be impaired. The District is involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and the legal counsel, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the District.

During fiscal year 2022 and 2023, the New Jersey Department of Labor has issuing bills to New Jersey governmental units for prior periods affected previously, and as such the District has been billed for third and fourth quarters of 2020 and the first and second quarters of 2021 during the fiscal year. The Federal Government, through the CARES and American Rescue acts, provided subsidies to Districts for unemployment bills, which was noted within this report within the single audit section.

NOTE 20. SUBSEQUENT EVENTS

Management has reviewed and evaluated all events and transactions from June 30, 2023 through February 7, 2024, the date that the financial statements are issued and the effects of those that provide additional pertinent information about conditions that existed at the statement of net position date, have been recognized in the accompanying financial statements.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 21. RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS

The GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements* in May 2020. This Statement provides guidance on accounting and financial reporting for subscription-based information technology arrangements. The requirements of this Statement are effective for periods beginning after June 15, 2022. Management has reviewed the requirements of the Statement and the impact on the financial statements was deemed not material.

The GASB issued Statement No. 99, *Omnibus 2022* in April 2022. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements of this Statement are effective for periods beginning after June 15, 2022. Management has not determined the impact of the Statement on the financial statements.

The GASB issued Statement No. 101, *Compensated Absences* in June 2022. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for periods beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged. Management has not determined the impact of the Statement on the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

PART II

BUDGETARY COMPARISON SCHEDULES

SECTION - C

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

Exhibit C-1
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	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Revenues:					
Local Sources:					
Local Tax Levy	\$ 128,165,401		\$ 128,165,401	\$ 128,165,401	
Tuition-Individuals				23,686	\$ 23,686
Interest Income				359,599	359,599
Miscellaneous	250,000		250,000	719,896	469,896
Total - Local Sources	<u>128,415,401</u>	<u>-</u>	<u>128,415,401</u>	<u>129,268,582</u>	<u>853,181</u>
State Sources:					
Categorical Transportation Aid	1,020,280		1,020,280	1,020,280	
Extraordinary Aid	1,000,000		1,000,000	2,404,472	1,404,472
Special Education Categorical Aid	6,922,067		6,922,067	6,922,067	
Security Aid	344,715		344,715	344,715	
Non-Public Transportation Aid				190,836	190,836
On-Behalf Teachers' Pension & Annuity Fund Post Retirement Medical Contributions (non-budgeted)				5,342,181	5,342,181
On-Behalf Teachers' Pension & Annuity Fund Pension Contributions (non-budgeted)				20,335,859	20,335,859
On-Behalf Teachers' Pension & Annuity Fund Non-Contributory Insurance (non-budgeted)				9,248	9,248
Reimbursed Teachers' Pension & Annuity Fund Social Security Contributions (non-budgeted)				4,621,489	4,621,489
Total State Sources	<u>9,287,062</u>	<u>-</u>	<u>9,287,062</u>	<u>41,191,147</u>	<u>31,904,085</u>
Federal Sources:					
Medicaid Reimbursement	137,879		137,879	136,554	(1,325)
COVID-19 - FEMA Presidentially Declared Disaster Grants - Public Assistance (Coronavirus Pandemic)				2,996,239	2,996,239
FEMA Presidentially Declared Disaster Grants - Public Assistance (Hurricane Ida)				20,833	20,833
Total - Federal Sources	<u>137,879</u>	<u>-</u>	<u>137,879</u>	<u>3,153,626</u>	<u>3,015,747</u>
Total Revenues	<u>\$ 137,840,342</u>	<u>\$ -</u>	<u>\$ 137,840,342</u>	<u>\$ 173,613,355</u>	<u>\$ 35,773,013</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

Exhibit C-1
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	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Expenditures:					
Current Expense:					
Regular Programs - Instruction					
Kindergarten - Salaries of Teachers	\$ 2,265,555	\$ (10,000)	\$ 2,255,555	\$ 2,255,555	
Grades 1-5 - Salaries of Teachers	14,696,991	(155,359)	14,541,632	14,527,837	\$ 13,795
Grades 6-8 - Salaries of Teachers	9,249,813	16,000	9,265,813	9,265,813	
Grades 9-12 - Salaries of Teachers	11,609,223	(115,205)	11,494,018	11,479,493	14,525
Regular Programs - Home Instruction:					
Salaries of Teachers	100,000		100,000	100,000	
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	613,415	(38,139)	575,276	551,946	23,330
Purchased Professional-Educational Services	535,000	226,356	761,356	761,356	
Purchased Technical Services	1,773,302	(352,026)	1,421,276	1,204,650	216,626
Other Purchased Services	425,463	11,983	437,446	437,132	314
General Supplies	1,047,571	875,604	1,923,175	1,693,516	229,659
Textbooks	537,180	(14,640)	522,540	515,434	7,106
Total Regular Programs - Instruction	<u>42,853,513</u>	<u>444,574</u>	<u>43,298,087</u>	<u>42,792,732</u>	<u>505,355</u>
Special Education- Instruction					
Learning and/or Language Disabilities					
Salaries of Teachers	497,595	(363,683)	133,912	133,912	
Purchased Professional-Educational Services	880,000	372,324	1,252,324	1,252,324	
General Supplies	25,000	(6,438)	18,562	16,861	1,701
Textbooks	2,000	(2,000)			
Total Learning and/or Language Disabilities	<u>1,404,595</u>	<u>203</u>	<u>1,404,798</u>	<u>1,403,097</u>	<u>1,701</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Multiple Disabilities					
Salaries of Teachers	\$ 457,560		\$ 457,560	\$ 457,560	
Purchased Professional-Educational Services	1,050,000	\$ 444,250	1,494,250	1,494,250	
General Supplies	50,000	(22,088)	27,912	24,702	\$ 3,210
Textbooks	2,000		2,000		2,000
Total Multiple Disabilities	<u>1,559,560</u>	<u>422,162</u>	<u>1,981,722</u>	<u>1,976,512</u>	<u>5,210</u>
Resource Room/Resource Center:					
Salaries of Teachers	9,776,827	(141,249)	9,635,578	9,635,578	
Purchased Professional-Educational Services	2,785,000	1,178,320	3,963,320	3,963,320	
General Supplies	5,000	62	5,062	5,015	47
Textbooks	2,000	(2,000)			
Total Resource Room/Resource Center	<u>12,568,827</u>	<u>1,035,133</u>	<u>13,603,960</u>	<u>13,603,913</u>	<u>47</u>
Preschool Disabilities - Full-Time:					
Salaries of Teachers	165,618		165,618	165,618	
Purchased Professional-Educational Services	1,056,000	306,772	1,362,772	1,362,772	
General Supplies	20,000	(14,677)	5,323	4,894	429
Total Preschool Disabilities - Full-Time	<u>1,241,618</u>	<u>292,095</u>	<u>1,533,713</u>	<u>1,533,284</u>	<u>429</u>
Total Special Education- Instruction	<u>16,774,600</u>	<u>1,749,593</u>	<u>18,524,193</u>	<u>18,516,806</u>	<u>7,387</u>
Basic Skills/Remedial - Instruction					
Salaries of Teachers	1,576,939		1,576,939	1,576,939	
Other Salaries for Instruction	63,338		63,338	63,338	
General Supplies	124,044	(23,162)	100,882	86,679	14,203
Total Basic Skills/Remedial - Instruction	<u>1,764,321</u>	<u>(23,162)</u>	<u>1,741,159</u>	<u>1,726,956</u>	<u>14,203</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

Exhibit C-1
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	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Bilingual Education - Instruction					
Salaries of Teachers	\$ 466,783		\$ 466,783	\$ 466,783	
Other Salaries for Instruction	46,333		46,333	46,333	
Purchased Professional-Educational Services	65,000	\$ 50,000	115,000	92,501	\$ 22,499
General Supplies	1,800		1,800	1,212	588
Textbooks	10,200	(3,728)	6,472	6,278	194
Other Objects	700		700	700	
Total Bilingual Education - Instruction	590,816	46,272	637,088	613,107	23,981
School-Sponsored Cocurricular Activities - Instruction					
Salaries	206,745	130,720	337,465	337,465	
Purchased Services	79,080	41,368	120,448	104,627	15,821
Total School-Sponsored Cocurricular Activities - Instruction	285,825	172,088	457,913	442,092	15,821
School-Sponsored Cocurricular Athletics - Instruction					
Salaries	548,448	(105,702)	442,746	442,746	0
Purchased Services	181,000	(4,652)	176,348	167,724	8,624
Supplies and Materials	115,000	51,750	166,750	160,817	5,933
Other Objects	33,900	16,352	50,252	37,229	13,023
Total School-Sponsored Cocurricular Athletics - Instruction	878,348	(42,252)	836,096	808,516	27,580
Community Services Programs/Operations					
Purchased Services	115,000	22,233	137,233	15,050	122,183
Total Community Services Programs/Operations	115,000	22,233	137,233	15,050	122,183
Total Instruction and At-Risk Programs	63,262,423	2,369,346	65,631,769	64,915,259	716,510
Undistributed Expenditures - Instruction					
Tuition to Other Local Education Agencies Within the State - Regular	204,372	(144,508)	59,864	45,802	14,062
Tuition to Other Local Education Agencies Within the State - Special	2,164,288	(424,550)	1,739,738	1,337,006	402,732
Tuition to County Vocational School District - Regular	118,000	(53,091)	64,909	64,159	750
Tuition to County Vocational School District - Special	93,261	(36,128)	57,133	42,240	14,893
Tuition to CSSD & Regional Day Schools	483,813	(390,870)	92,943	92,706	237
Tuition to Private Schools for the Disabled & Other Local Education Agencies - Within State	10,391,169	375,121	10,766,290	9,482,517	1,283,773
Tuition - State Facilities	58,323		58,323	58,323	
Total Undistributed Expenditures - Instruction:	13,513,226	(674,026)	12,839,200	11,122,753	1,716,447
Undistributed Expenditures- Attendance & Social Work					
Salaries	1,301,188		1,301,188	1,301,188	
Supplies and Materials	1,000		1,000	254	746
Other Objects	44,650	(9,690)	34,960	20,701	14,259
Total Undistributed Expenditures - Attendance & Social Work	1,346,838	(9,690)	1,337,148	1,322,143	15,005

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

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	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Undistributed Expenditures - Health Services					
Salaries	\$ 990,972	\$ 12,835	\$ 1,003,807	\$ 1,003,807	
Purchased Professional and Technical Services	95,550	(3,035)	92,515	80,893	\$ 11,622
Supplies and Materials	20,500	11,138	31,638	31,565	73
Total Undistributed Expenditures - Health Services	<u>1,107,022</u>	<u>20,938</u>	<u>1,127,960</u>	<u>1,116,265</u>	<u>11,695</u>
Undistributed Expenditures - Speech/Occupational Therapy, Physical Therapy & Related Services					
Salaries	1,039,631	(23,908)	1,015,723	1,015,723	
Purchased Professional - Educational Services	1,690,000	664,671	2,354,671	2,101,630	253,041
Supplies and Materials	8,000	21,772	29,772	29,666	106
Total Undistributed Expenditures - Speech/Occupational Therapy, Physical Therapy & Related Services	<u>2,737,631</u>	<u>662,535</u>	<u>3,400,166</u>	<u>3,147,019</u>	<u>253,147</u>
Undistributed Expenditures - Guidance Services					
Salaries of Other Professional Staff	1,778,090		1,778,090	1,778,090	
Salaries of Secretarial and Clerical Assistants	240,816		240,816	240,816	
Purchased Professional - Educational Services	2,500		2,500	2,400	100
Supplies and Materials	7,286	110	7,396	4,336	3,060
Other Objects	7,900		7,900	5,409	2,491
Total Undistributed Expenditures - Guidance Services	<u>2,036,592</u>	<u>110</u>	<u>2,036,702</u>	<u>2,031,051</u>	<u>5,651</u>
Undistributed Expenditures - Child Study Teams					
Salaries of Other Professional Staff	2,631,950	230,005	2,861,955	2,861,955	
Salaries of Secretarial and Clerical Assistants	228,711	0	228,711	228,711	
Purchased Professional - Educational Services	150,000	270,450	420,450	360,222	60,228
Other Purchased Services	5,000	(3,037)	1,963	1,963	
Supplies and Materials	22,200	2,318	24,518	22,686	1,832
Total Undistributed Expenditures - Child Study Teams	<u>3,037,861</u>	<u>499,736</u>	<u>3,537,597</u>	<u>3,475,537</u>	<u>62,060</u>
Undistributed Expenditures - Improvement of Instructional Services					
Salaries of Supervisor of Instruction	1,404,841	(39,542)	1,365,299	1,296,821	68,478
Salaries of Other Professional Staff	281,900		281,900	281,900	
Salaries of Secretarial and Clerical Assistants	247,981		247,981	247,981	
Purchased Professional Educational Services	527,527	94,662	622,189	419,456	202,733
Other Purchased Services	8,000	350	8,350	350	8,000
Supplies and Materials	18,056	11,212	29,268	26,140	3,128
Other Objects	15,365		15,365	14,025	1,340
Total Undistributed Expenditures - Improvement of Instructional Services	<u>2,503,670</u>	<u>66,682</u>	<u>2,570,352</u>	<u>2,286,673</u>	<u>283,679</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Undistributed Expenditures - Educational Media Services/School Library					
Salaries	\$ 1,446,095		\$ 1,446,095	\$ 1,446,095	
Other Purchased Services	285		285		\$ 285
Supplies and Materials	188,598	\$ 11,473	200,071	168,222	31,849
Total Undistributed Expenditures - Educational Media Services/School Library	<u>1,634,978</u>	<u>11,473</u>	<u>1,646,451</u>	<u>1,614,317</u>	<u>32,134</u>
Undistributed Expenditures - Instructional Staff Training Services					
Salaries of Secretarial and Clerical Assistants	2,563		2,563	2,563	
Other Objects	17,347	(11,987)	5,360	4,080	1,280
Total Undistributed Expenditures - Instructional Staff Training Services	<u>19,910</u>	<u>(11,987)</u>	<u>7,923</u>	<u>6,643</u>	<u>1,280</u>
Undistributed Expenditures - Support Service - General Administration					
Salaries	1,052,939	(70,407)	982,532	980,996	1,536
Legal Services	400,000	228,000	628,000	626,763	1,237
Audit Fees	70,000		70,000	69,794	206
Architectural/Engineering Services		95,065	95,065	62,343	32,722
Other Purchased Professional Services	25,120	(24,000)	1,120		1,120
Purchased Technical Services	182,000	(117,225)	64,775	49,022	15,753
Communications/Telephone	220,000	133,030	353,030	298,151	54,879
Miscellaneous Purchased Services	84,645	5,680	90,325	82,290	8,035
General Supplies	30,138	3,686	33,824	17,790	16,034
Board of Education In-House Training/Meeting Supplies	30,000	99	30,099	30,039	60
Judgements Against the School District	320,000	(122,364)	197,636	197,636	
Miscellaneous Expenditures	215,670	(50,224)	165,446	163,848	1,598
Board of Education Membership Dues and Fees	30,000	(3,000)	27,000	26,663	337
Total Undistributed Expenditures - Support Service - General Administration	<u>2,660,512</u>	<u>78,340</u>	<u>2,738,852</u>	<u>2,605,335</u>	<u>133,517</u>
Undistributed Expenditures - Support Services - School Administration					
Salaries of Principals/Assistant Principals/Program Directors	3,412,396		3,412,396	3,301,517	110,879
Salaries of Other Professional Staff	981,946		981,946	965,031	16,915
Salaries of Secretarial and Clerical Assistants	1,418,915	3,000	1,421,915	1,421,915	
Other Salaries	3,676		3,676	3,676	
Other Purchased Services	150,650	(13,938)	136,712	91,718	44,994
Supplies and Materials	84,207	11,722	95,929	51,817	44,112
Other Objects	1,500	283	1,783	1,289	494
Total Undistributed Expenditures - Support Services - School Administration	<u>6,053,290</u>	<u>1,067</u>	<u>6,054,357</u>	<u>5,836,963</u>	<u>217,394</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

Exhibit C-1
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	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Undistributed Expenditures - Central Services					
Salaries	\$ 1,163,668		\$ 1,163,668	\$ 1,155,471	\$ 8,197
Purchased Technical Services	75,000		75,000	74,805	195
Miscellaneous Purchased Services	16,985	\$ 13,200	30,185	26,724	3,461
Supplies and Materials	21,280	2,893	24,173	21,119	3,054
Miscellaneous Expenditures	25,250	(2,041)	23,209	21,332	1,877
Total Undistributed Expenditures - Central Services	<u>1,302,183</u>	<u>14,052</u>	<u>1,316,235</u>	<u>1,299,451</u>	<u>16,784</u>
Undistributed Expenditures - Administrative Information Technology					
Salaries	671,371		671,371	671,371	
Other Purchased Services	100,400	(88,965)	11,435	11,414	21
Total Undistributed Expenditures - Administrative Information Technology	<u>771,771</u>	<u>(88,965)</u>	<u>682,806</u>	<u>682,785</u>	<u>21</u>
Undistributed Expenditures -Required Maintenance for School Facilities					
Cleaning, Repair & Maintenance Services	928,500	1,116,321	2,044,821	1,430,284	614,537
Lead Testing of Drinking Water	20,000	(20,000)			
General Supplies	783,500	(121,126)	662,374	412,364	250,010
Total Undistributed Expenditures -Required Maintenance for School Facilities	<u>1,732,000</u>	<u>975,195</u>	<u>2,707,195</u>	<u>1,842,648</u>	<u>864,547</u>
Undistributed Expenditures - Custodial Services					
Salaries	1,206,606	(413)	1,206,193	1,205,666	527
Purchased Professional and Technical Services	5,216,000	275,378	5,491,378	5,491,202	176
Cleaning, Repair, and Maintenance Services	1,000,206	(237,580)	762,626	651,412	111,214
Other Purchased Property Services	200,000	53,117	253,117	247,551	5,566
Insurance	778,552	(23,500)	755,052	754,811	241
Miscellaneous Purchased Services	7,000	10,413	17,413	17,413	
General Supplies	807,243	(16,571)	790,672	550,198	240,474
Energy - Natural Gas	902,000	(57,056)	844,944	844,944	
Energy - Electricity	1,100,000	(35,706)	1,064,294	1,064,294	
Total Undistributed Expenditures - Custodial Services	<u>11,217,607</u>	<u>(31,918)</u>	<u>11,185,689</u>	<u>10,827,491</u>	<u>358,198</u>
Undistributed Expenditures - Care and Upkeep of Grounds					
Cleaning, Repair, and Maintenance Services	137,000	809	137,809	112,021	25,788
Total Undistributed Expenditures - Care and Upkeep of Grounds	<u>137,000</u>	<u>809</u>	<u>137,809</u>	<u>112,021</u>	<u>25,788</u>
Undistributed Expenditures - Security					
Purchased Professional & Technical Services	650,000	485,250	1,135,250	1,134,422	828
Cleaning, Repair, and Maintenance Services	360,000	(190,733)	169,267	135,228	34,039
Total Undistributed Expenditures - Security	<u>1,010,000</u>	<u>294,517</u>	<u>1,304,517</u>	<u>1,269,650</u>	<u>34,867</u>
Total Undistributed Expenditures - Operation & Maintenance of Plant	<u>14,096,607</u>	<u>1,238,603</u>	<u>15,335,210</u>	<u>14,051,810</u>	<u>1,283,400</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

Exhibit C-1
Page 8 of 10

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Undistributed Expenditures - Student Transportation Services					
Salaries of Non-instructional Aides					
Salaries For Pupil Transportation (Between Home and School) - Regular	\$ 211,982		\$ 211,982	\$ 183,117	\$ 28,865
Management Fees - ESC & CTSA Transportation Programs	96,000	\$ 49,353	145,353	145,353	
Cleaning, Repair and Maintenance Services	150,000	(110,252)	39,748	39,748	
Contracted Services - Aid In Lieu of Payment for Non-Public Students	640,000	(4,152)	635,848	623,073	12,775
Contract Services - (Between Home and School) - Vendors	920,000	(920,000)			
Contract Services (Other than Between Home & School)-Vendors	191,100	207,063	398,163	398,163	
Contr Serv (Regular Students) - ESCs & CTSA		2,346,108	2,346,108	2,039,397	306,711
Contr Serv (Special Education Students) - ESCs & CTSA	5,184,925	795,577	5,980,502	5,979,681	821
Miscellaneous Purchased Services-Transportation	76,000	(76,000)			
General Supplies	500		500		500
Transportation Supplies	2,450	(522)	1,928	1,228	700
Other Objects	47,000	(22,433)	24,567	7,148	17,419
Total Undistributed Expenditures - Student Transportation Services	<u>7,519,957</u>	<u>2,264,742</u>	<u>9,784,699</u>	<u>9,416,908</u>	<u>367,791</u>
Unallocated Benefits					
Group Insurance	65,000		65,000	65,000	
Social Security Contributions	1,053,663	(797,352)	256,311	256,311	
Other Retirement Contributions - Public Employees Retirement System	1,226,925	138,781	1,365,706	1,365,706	
Unemployment Compensation	236,000	(236,000)			
Workmen's Compensation	709,953	(150,514)	559,439	500,263	59,176
Health Benefits	14,717,737	(411,915)	14,305,822	14,243,821	62,001
Tuition Reimbursement	150,000	1,697	151,697	113,551	38,146
Other Employee Benefits	336,800	(207,500)	129,300	35,298	94,002
Unused Sick Payment to Terminated/Retired Staff	135,000	(79,599)	55,401	55,401	
Total Unallocated Benefits	<u>18,631,078</u>	<u>(1,742,402)</u>	<u>16,888,676</u>	<u>16,635,351</u>	<u>253,325</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

Exhibit C-1
Page 9 of 10

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
On-Behalf Contributions					
On-Behalf Teacher's Pension & Annuity Fund Post Retirement Medical Contributions (non-budgeted)				\$ 5,342,181	\$ (5,342,181)
On-Behalf Teacher's Pension & Annuity Fund Pension Contributions (non-budgeted)				20,335,859	(20,335,859)
On-Behalf Teacher's Pension & Annuity Fund Non-Contributory Insurance (non-budgeted)				9,248	(9,248)
Reimbursed Teacher's Pension & Annuity Fund Social Security Contributions (non-budgeted)				<u>4,621,489</u>	<u>(4,621,489)</u>
Total On-Behalf Contributions				<u>30,308,777</u>	<u>(30,308,777)</u>
Total Personal Services - Employee Benefits	\$ <u>18,631,078</u>	\$ <u>(1,742,402)</u>	\$ <u>16,888,676</u>	<u>46,944,128</u>	<u>(30,055,452)</u>
Total Undistributed Expenditures	<u>78,973,126</u>	<u>2,331,208</u>	<u>81,304,334</u>	<u>106,959,781</u>	<u>(25,655,447)</u>
Total General Current Expense	<u>142,235,549</u>	<u>4,700,554</u>	<u>146,936,103</u>	<u>171,875,040</u>	<u>(24,938,937)</u>
Capital Outlay					
Special Education - Instruction:					
Undistributed Expenditures - Required Maintenance for School Facilities		40,500	40,500		40,500
Undistributed Expenditures- Care and Upkeep of Grounds	<u>35,000</u>	<u>(19,930)</u>	<u>15,070</u>	<u>15,070</u>	
Total Equipment	<u>35,000</u>	<u>20,570</u>	<u>55,570</u>	<u>15,070</u>	<u>40,500</u>
Facilities Acquisition and Construction Services					
Architectural/Engineering Services	64,750		64,750		64,750
Land and Improvements	1,385,250	(885,250)	500,000	479,302	20,698
Assessment for Debt Service on School Development Authority Funding	<u>68,186</u>		<u>68,186</u>	<u>68,186</u>	
Total Facilities Acquisition and Construction Services	<u>1,518,186</u>	<u>(885,250)</u>	<u>632,936</u>	<u>547,488</u>	<u>85,448</u>
Total Capital Outlay	<u>1,553,186</u>	<u>(864,680)</u>	<u>688,506</u>	<u>562,558</u>	<u>125,948</u>
Transfer of Funds to Charter Schools	<u>384,060</u>	<u>17,778</u>	<u>401,838</u>	<u>401,838</u>	
Total Expenditures	<u>144,172,795</u>	<u>3,853,652</u>	<u>148,026,447</u>	<u>172,839,436</u>	<u>(24,812,989)</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Financing Sources/(Uses):					
Proceeds from the Sale of Assets				\$ 2,050,756	\$ (2,050,756)
Transfer to Special Revenue Fund- Preschool Inclusion	\$ (1,207,074)		\$ (1,207,074)	(1,207,074)	
Capital Reserve Transfer (to) Capital Projects		\$ (202,987)	(202,987)	(202,987)	
Total Other Financing Sources (Uses)	(1,207,074)	(202,987)	(1,410,061)	640,695	(2,050,756)
 (Deficiency) Excess of Revenues and Other Financing Sources					
Net Change in Fund Balance	(7,539,527)	(4,056,639)	(11,596,166)	1,414,614	(13,010,780)
 Fund Balance, July 1	39,423,337		39,423,337	39,423,337	
Fund Balance, June 30	\$ 31,883,810	\$ (4,056,639)	\$ 27,827,171	\$ 40,837,951	\$ (13,010,780)
 Recapitulation of (Deficiency) Excess of Revenues (Under) Over Expenditures:					
Budgeted Fund Balance	\$ (7,539,527)		\$ (7,539,527)	\$ 5,471,253	\$ 13,010,780
Budgeted Withdrawal From Unassigned Fund Balance		(1,000,000)	(1,000,000)	(1,000,000)	
Budgeted Withdrawal (to) Capital Reserve		(202,987)	(202,987)	(202,987)	
Adjustment for Prior Year Encumbrances		(2,853,652)	(2,853,652)	(2,853,652)	
 Total	\$ (7,539,527)	\$ (4,056,639)	\$ (11,596,166)	\$ 1,414,614	\$ 13,010,780
 Recapitulation of Fund Balance:					
Restricted:					
Capital Reserve				\$ 9,297,611	
Maintenance Reserve				5,725,991	
Reserve for Excess Surplus - Designated for Subsequent Year's Expenditures				7,648,869	
Reserve for Excess Surplus				7,044,348	
Unemployment Compensation				639,229	
Assigned:					
Year-End Encumbrances				2,412,879	
Designated for Subsequent Year's Expenditures				3,594,902	
Unassigned:					
Unrestricted Fund Balance				4,474,122	
				40,837,951	
 Reconciliation to Governmental Funds Statements (GAAP):					
State Aid Payments not Recognized on GAAP Basis				(769,673)	
Fund Balance per Governmental Funds (GAAP)				\$ 40,068,278	

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SPECIAL REVENUE FUND
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2023

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
Revenues:					
Local Sources		\$ 1,234,538	\$ 1,234,538	\$ 831,211	\$ (403,327)
State Sources	\$ 6,205,513	70,924	6,276,437	5,380,420	(896,017)
Federal Sources	2,286,261	7,387,086	9,673,347	5,669,746	(4,003,601)
Total Revenues	8,491,774	8,692,548	17,184,322	11,881,377	(5,302,945)
Expenditures					
Instruction					
Salaries of Teachers	905,416	1,081,609	1,987,025	1,338,077	648,948
Other Salaries for Instruction		350,000.00	350,000		350,000
Purchased Professional - Educational Services	46,072	246,753	292,825	233,764	59,061
Other Purchased Services (Including Tuition)	1,802,537	1,002,211	2,804,748	1,672,151	1,132,597
Supplies and Materials	260,355	1,308,774	1,569,129	1,011,745	557,384
General Supplies		215,128	215,128		215,128
Textbooks	10,864	3,590	14,454	11,390	3,064
Other Objects		800	800	184	616
Total Instruction	3,025,244	4,208,865	7,234,109	4,267,311	2,966,798
Support Services					
Salaries of Teachers	14,644.00	685,367	700,011		700,011
Salaries of Supervisor of Instruction	120,187		120,187	80,506	39,681
Salaries of Principals/Assistant Principals/Program Directors	175,725		175,725	168,049	7,676
Salaries of Other Professional Staff	398,044	(35,526)	362,518	362,300	218
Salaries of Secretaries & Clerical Assistants	133,657		133,657	132,074	1,583
Other Salaries	70,000.00	4,100	74,100		74,100
Salaries of Community Parent Involvement Specialist	65,394		65,394	65,394	
Salaries of Master Teachers	179,881		179,881	179,881	
Personal Services - Employee Benefits	776,965	216,426	993,391	744,563	248,828
Purchased Professional and Technical Services	24,952.00	1,293,325	1,318,277	1,127,076	191,201
Purchased Professional - Educational Services	4,001,933	672,071	4,674,004	4,324,324	349,680
Other Purchased Professional - Educational Services	70,000	25,291	95,291	52,402	42,889
Other Purchased Services	72,545	101,890	174,435	41,933	132,502
Purchased Technical Services					
Contracted Services - Transportation (Other Than Between Home & School) - Vendors	413,900		413,900	400,850	13,050
Travel		528	528		528
Miscellaneous Purchased Services	27,602	6,096	33,698	8,309	25,389
Supplies & Materials	25,000	79,504	104,504	73,292	31,212
General Supplies	1,000	162,589	163,589		163,589
Other Objects	31,675.00	230,254	261,929	73,729	188,200
Miscellaneous Expenditures	10,500	10,500	21,000	3,500	17,500
Student Activities		802,607	802,607	762,407	40,200
Total Support Services	6,613,604	4,255,022	10,868,626	8,600,589	2,268,037
Facilities Acquisition and Construction Services:					
Equipment	10,000	167,309	177,309	164,000	13,309
Instructional Equipment	50,000	61,352	111,352	16,351	95,001
Total Facilities Acquisition and Construction Services	60,000	228,661	288,661	180,351	108,310
Total Expenditures	9,698,848	8,692,548	18,391,396	13,048,251	5,343,145
Other Financing Sources (Uses)					
Transfers In	1,207,074		1,207,074	1,207,074	
Total Other Financing Sources (Uses)				1,207,074	
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	\$ -	\$ -	40,200	\$ 40,200
Fund Balance, July 1				<u>507,258</u>	
Fund Balance, June 30				<u>\$ 547,458</u>	
Recapitulation:					
Restricted:					
Student Activities				<u>\$ 547,458</u>	
Total Fund Balance				<u>\$ 547,458</u>	

Note 1

Note 1 - Not required to budget for these funds.

**NOTES TO THE REQUIRED
SUPPLEMENTARY INFORMATION – PART II**

BOARD OF EDUCATION
 SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE
 NOTE TO RSI
YEAR ENDED JUNE 30, 2023

Note A - Explanation of Differences 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	(C-1)	\$ 173,613,355	(C-2)	\$ 11,881,377
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized (Net)				(116,875)
State aid payment recognized for budgetary purposes, not recognized for GAAP statements (Net)		<u>(82,927)</u>		<u>36,933</u>
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	(B-2)	<u>\$ 173,530,428</u>	(B-2)	<u>\$ 11,801,435</u>
Uses/Outflows of Resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	(C-1)	\$ 172,839,436	(C-2)	\$ 13,048,251
Difference - budget to GAAP:				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.				(116,875)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	(B-2)	<u>\$ 172,839,436</u>	(B-2)	<u>\$ 12,931,376</u>

REQUIRED SUPPLEMENTARY INFORMATION

PART III

**SCHEDULES RELATED TO ACCOUNTING AND
REPORTING FOR PENSIONS (GASB STATEMENT NO. 68)**

BOARD OF EDUCATION
 SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION

Last Ten Fiscal Years*

	Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
District's Proportion of the Net Pension Liability	0.08531817%	0.08526423%	0.08526423%	0.08616066%	0.08901307%	0.08389528%	0.08577088%	0.08263535%	0.08652574%	0.09309646%
District's Proportionate Share of the Net Pension Liability	\$ 16,305,998	\$ 15,963,795	\$ 18,838,856	\$ 25,518,316	\$ 20,720,819	\$ 16,518,563	\$ 15,454,611	\$ 13,475,664	\$ 10,250,271	\$ 14,049,537
District's Covered-Employee Payroll	\$ 5,790,577	\$ 5,896,862	\$ 6,074,187	\$ 5,994,161	\$ 5,931,101	\$ 5,898,367	\$ 6,292,075	\$ 6,657,743	\$ 6,821,655	\$ 6,525,616
District's Proportionate Share of the Net Pension Liability as a Percentage of the Covered-Employee Payroll	281.60%	270.72%	310.15%	425.72%	349.36%	280.05%	245.62%	202.41%	150.26%	215.30%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	48.72%	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%

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

See *Accompanying Note to Required Supplementary Information*

BOARD OF EDUCATION
 SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
 SCHEDULE OF THE DISTRICT CONTRIBUTION
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (Local Group)
REQUIRED SUPPLEMENTARY INFORMATION

Last Ten Fiscal Years*

	Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 702,906	\$ 721,506	\$ 765,439	\$ 768,842	\$ 834,842	\$ 837,277	\$ 837,357	\$ 903,990	\$ 1,013,317	\$ 1,173,991
Contribution in Relation to Contractually Required Contribution	<u>(702,906)</u>	<u>(721,506)</u>	<u>(765,439)</u>	<u>(768,842)</u>	<u>(834,842)</u>	<u>(837,277)</u>	<u>(837,357)</u>	<u>(903,990)</u>	<u>(1,013,317)</u>	<u>(1,173,991)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Proportionate Share of the Payroll	\$ 5,790,577	\$ 5,896,862	\$ 6,074,187	\$ 5,994,161	\$ 5,931,101	\$ 5,898,367	\$ 6,292,075	\$ 6,657,743	\$ 6,821,655	\$ 6,525,616
Contributions as a Percentage of Covered Employee Payroll	12.14%	12.24%	12.60%	12.83%	14.08%	14.20%	13.31%	13.58%	14.85%	17.99%

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

See Accompanying Note to Required Supplementary Information

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SCHEDULE OF THE DISTRICT'S SHARE OF THE NET PENSION LIABILITY
TEACHERS PENSION AND ANNUITY FUND
REQUIRED SUPPLEMENTARY INFORMATION

Last Ten Fiscal Years*

	Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Proportion of the Non-State Employer Group Net Pension Liability Attributable to the District	0.4725742%	0.4873682%	0.4933634%	0.4797038%	0.4817626%	0.4723600%	0.4643421%	0.4646697%	0.4608064%	0.5199234%
Share of the Liability of the State of New Jersey for the Net Pension Liability of the Non-State Employer Group	\$ 238,835,275	\$ 260,482,461	\$ 311,826,723	\$ 377,365,521	\$ 324,821,734	\$ 300,505,293	\$ 284,971,133	\$ 305,979,393	\$ 221,533,544	\$ 249,954,158
District's Covered-Employee Payroll	\$ 47,507,193	\$ 46,725,129	\$ 48,162,876	\$ 48,291,609	\$ 49,064,275	\$ 49,837,678	\$ 52,974,187	\$ 56,567,375	\$ 55,703,689	\$ 61,219,241
Share of the Liability of the State of New Jersey for the Net Pension Liability of the Non-State Employer Group as a Percentage of the District's Covered-Employee Payroll	502.73%	557.48%	647.44%	781.43%	662.03%	602.97%	537.94%	540.91%	397.70%	408.29%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (See Note Below)	33.76%	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%

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

Note: Percentages shown are Plan-wide, and include NPL and PFPN data that include employees of the State of New Jersey.

See Accompanying Note to Required Supplementary Information

BOARD OF EDUCATION
 SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
 SCHEDULE OF THE DISTRICT'S SHARE OF THE NET PENSION LIABILITY
 BOARD OF EDUCATION EMPLOYEES PENSION FUND OF ESSEX COUNTY
REQUIRED SUPPLEMENTARY INFORMATION

Last Ten Fiscal Years*

	Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
District's Proportion of the Net Pension Liability	1.3141154%	1.3200748%	1.1307810%	1.1307810%	1.1975856%	1.2316667%	0.9193855%	0.7041803%	0.7672690%	0.7808456%
District's Proportionate Share of the Net Pension Liability	\$ 523,842	\$ 508,478	\$ 402,917	\$ 402,917	\$ 376,359	\$ 411,017	\$ 244,693	\$ 151,720	\$ 241,458	\$ 245,864
District's Covered-Employee Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's Proportionate Share of the Net Pension Liability as a Percentage of the Covered-Employee Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.92%	76.05%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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

N/A-Not Available

See Accompanying Note to Required Supplementary Information

**BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY**

**NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION
JUNE 30, 2023**

NOTE 1. CHANGES IN BENEFITS AND ASSUMPTIONS

The following information is as abstracted from the State of New Jersey, Division of Pension and Benefits, Financial Statements and Supplementary Schedules report as of June 30, 2021, dated July 21, 2022. This information pertains to the RSI schedules of changes in net pension liability contained in that report.

Public Employees' Retirement System

Changes in benefit terms:

There were none

Changes in assumptions:

The discount rate has not changed from 7.00% as of June 30, 2021 and remains at 7.00% as of June 30, 2022.

Teachers' Pension and Annuity Fund

Changes in benefit terms:

There were none

Changes in assumptions:

The discount rate has not changed from 7.00% as of June 30, 2021 and remains at 7.00% as of June 30, 2022.

Board of Education Employees' Pension Fund of Essex County

Changes in benefit terms: None

Changes in assumptions: Not Specified

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING
FOR OPEB (GASB STATEMENT NO. 75)**

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SCHEDULE OF THE STATE'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
AND CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFITS LOCAL EDUCATION RETIRED EMPLOYEES PLAN
REQUIRED SUPPLEMENTARY INFORMATION

Last Ten Fiscal Years*

	Year Ended June 30,					
	2018	2019	2020	2021	2022	2023
District's Proportion of the Net OPEB Liability	0.3360203%	0.3488742%	0.3582731%	0.3551721%	0.3577322%	0.3626633%
District's Proportionate Share of the Net OPEB Liability	\$ 180,240,773	\$ 160,868,795	\$ 149,504,084	\$ 240,842,086	\$ 214,666,669	\$ 183,676,157
District's Covered Employee Payroll	\$ 55,058,436	\$ 55,736,045	\$ 59,266,262	\$ 63,225,118	\$ 62,525,344	\$ 67,744,857
District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Employee Payroll	327.36%	288.63%	252.26%	380.93%	343.33%	271.13%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Beginning Balance	\$ 194,417,888	\$ 180,240,773	\$ 160,868,795	\$ 149,504,084	\$ 240,842,086	\$ 214,666,669
Increased by:						
Service Cost	8,026,237	6,660,568	5,852,499	6,719,191	12,397,865	10,654,348
Interest Cost	5,712,760	6,617,385	6,366,761	5,397,275	5,568,680	4,867,621
Changes of Assumptions			2,229,118	43,993,573	211,785	
Member Contributions	153,725	148,669	136,041	127,086	142,364	154,677
Differences Between Expected and Actual Experiences				39,293,739		7,427,141
	<u>13,892,722</u>	<u>13,426,622</u>	<u>14,584,419</u>	<u>95,530,864</u>	<u>18,320,694</u>	<u>23,103,787</u>
Decreased by:						
Differences Between Expected and Actual Experiences		10,036,527	21,359,800		39,881,064	
Changes of Assumptions	23,895,078	18,460,499				49,272,777
Changes of Benefit Terms					228,487	
Gross Benefit Payments	4,174,759	4,301,574	4,589,330	4,192,862	4,386,560	4,821,522
	<u>28,069,837</u>	<u>32,798,600</u>	<u>25,949,130</u>	<u>4,192,862</u>	<u>44,496,111</u>	<u>54,094,299</u>
Ending Balance	<u>\$ 180,240,773</u>	<u>\$ 160,868,795</u>	<u>\$ 149,504,084</u>	<u>\$ 240,842,086</u>	<u>\$ 214,666,669</u>	<u>\$ 183,676,157</u>

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

See Accompanying Note to Required Supplementary Information

**BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
COUNTY OF ESSEX, NEW JERSEY**

**NOTES TO REQUIRED SUPPLEMENTARY OPEB INFORMATION
JUNE 30, 2023**

NOTE 1. SPECIAL FUNDING SITUATION

The State of New Jersey, a non-employer contributing entity, is the only entity that has a legal obligation to make contributions to OPEB for qualified retired SHBLEREP participants. Accordingly, proportionate share information of the Net OPEB Liability is not reflected in the District's financial statements.

NOTE 2. CHANGES IN ASSUMPTIONS

For 2022, the discount rate changed to 3.54% from 2.16% in 2021. For pre-Medicare medical benefits, the initial trend rate changed to 6.25% from 5.65%. For PPO, the trend rate is initially -1.99% in fiscal year 2023. For HMO, the trend rate is initially -3.54% in fiscal year 2023. For prescription drug benefits, the initial trend rate changed to 8.00% from 6.75%. Demographic assumptions remained unchanged and are consistent with the assumptions used in the pension plan valuations.

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND

SECTION - E

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

	TOTAL BROUGHT FORWARD (PAGES 2-6)	TITLE I	TITLE II PART A	TITLE III	TITLE IV	CARL PERKINS GRANT	TOTALS
REVENUES:							
State Sources	\$ 5,380,420						\$ 5,380,420
Federal Sources	5,044,182	\$ 377,271	\$ 161,306	\$ 17,569	\$ 47,191	\$ 22,227	5,669,746
Local Sources	831,211						831,211
Total Revenues	\$ 11,255,813	\$ 377,271	\$ 161,306	\$ 17,569	\$ 47,191	\$ 22,227	\$ 11,881,377
EXPENDITURES:							
Instruction:							
Salaries of Teachers	\$ 1,077,171	\$ 183,895	\$ 77,011				\$ 1,338,077
Purchased Professional-Educational Services	232,970					794	233,764
Other Purchased Services	1,672,151						1,672,151
Supplies and Materials	899,439	77,029		\$ 15,659	\$ 14,536	\$ 5,082	1,011,745
Textbooks	11,390						11,390
Other objects	184						184
Total Instruction	3,893,305	260,924	77,011	15,659	14,536	5,876	4,267,311
Support Services:							
Salaries of Supervisors of Instruction	80,506						80,506
Salaries of Program Directors	168,049						168,049
Salaries of Other Professional Staff	362,300						362,300
Salaries of Secretarial and Clerical Assistants	132,074						132,074
Salaries of Family/Parent Liaison and Community Parent Involvement Specialists	65,394						65,394
Salaries of Facilitators, Math Coaches, Literacy Coaches, and Master Teachers	179,881						179,881
Personnel Services-Employee Benefits	611,481	93,787	39,295				744,563
Purchased Professional and Technical Services	1,127,076						1,127,076
Purchased Professional-Educational Services	4,258,609	22,560	22,500		20,655		4,324,324
Other Purchased Professional - Education Services	52,402						52,402
Other Purchased Services	5,763		22,500	1,670	12,000		41,933
Contracted Services (Other Than Between Home and School) - Vendors	400,850						400,850
Miscellaneous Purchased Services	8,309						8,309
Supplies and Materials	73,292						73,292
Other Objects	73,489			240			73,729
Miscellaneous Expenditures	3,500						3,500
Student Activities	762,407						762,407
Total Support Services	8,365,382	116,347	84,295	1,910	32,655	-	8,600,589
Facilities Acquisition & Construction Services:							
Equipment	164,000						164,000
Noninstructional Equipment	-					16,351	16,351
Total Facilities Acquisition & Construction Services	164,000	-	-	-	-	16,351	180,351
Total Expenditures	\$ 12,422,687	\$ 377,271	\$ 161,306	\$ 17,569	\$ 47,191	\$ 22,227	\$ 13,048,251
Other Financing Sources (Uses)							
Transfers In	1,207,074						1,207,074
Total Other Financing Sources (Uses)	1,207,074	-	-	-	-	-	1,207,074
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)	40,200	-	-	-	-	-	40,200
Fund Balance, July 1	507,258						507,258
Fund Balance, June 30	\$ 547,458	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 547,458

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

	TOTAL BROUGHT FORWARD (Pages 3-6)	I.D.E.A. PART B	AMERICAN RESCUE PLAN I.D.E.A.	I.D.E.A. PRESCHOOL	AMERICAN RESCUE PLAN PRESCHOOL I.D.E.A.	ADDITIONAL OR COMPENSATORY SPECIAL EDUCATION AND RELATED SERVICES (ACSERS)	TOTAL CARRIED FORWARD
REVENUES:							
State Sources	\$ 5,380,420						\$ 5,380,420
Federal Sources	2,098,361	\$ 2,117,454	\$ 70,956	\$ 30,616	\$ 13,567	\$ 713,228	\$ 5,044,182
Local Sources	831,211						831,211
Total Revenues	8,309,992	\$ 2,117,454	\$ 70,956	\$ 30,616	\$ 13,567	\$ 713,228	\$ 11,255,813
EXPENDITURES:							
Instruction:							
Salaries of Teachers	\$ 1,077,171						\$ 1,077,171
Purchased Professional-Educational Services	232,970						232,970
Other Purchased Services		\$ 1,641,535		\$ 30,616			1,672,151
Supplies and Materials	862,291	22	\$ 37,017		\$ 109		899,439
Textbooks	11,390						11,390
Other objects	184						184
Total Instruction	2,184,006	1,641,557	37,017	30,616	109	-	3,893,305
Support Services:							
Salaries of Supervisors of Instruction	80,506						80,506
Salaries of Program Directors	168,049						168,049
Salaries of Other Professional Staff	362,300						362,300
Salaries of Secretarial and Clerical Assistants	132,074						132,074
Salaries of Family/Parent Liaison and Community Parent Involvement Specialists	65,394						65,394
Salaries of Facilitators, Math Coaches, Literacy Coaches, and Master Teachers	179,881						179,881
Personnel Services-Employee Benefits	611,481						611,481
Purchased Professional and Technical Services	400,338	13,510				\$ 713,228	1,127,076
Purchased Professional-Educational Services	3,832,759	425,850					4,258,609
Other Purchased Professional - Education Services	32,402		20,000				52,402
Other Purchased Services	5,763						5,763
Contracted Services (Other Than Between Home and School) - Vendors	400,850						400,850
Miscellaneous Purchased Services	8,309						8,309
Supplies and Materials	12,858	33,037	13,939		13,458		73,292
Other Objects	73,489						73,489
Miscellaneous Expenditures	-	3,500					3,500
Student Activities	762,407						762,407
Total Support Services	7,128,860	475,897	33,939	-	13,458	713,228	8,365,382
Facilities Acquisition & Construction Services:							
Equipment	164,000						164,000
Noninstructional Equipment	-						-
Total Facilities Acquisition & Construction Services	164,000	-	-	-	-	-	164,000
Total Expenditures	\$ 9,476,866	\$ 2,117,454	\$ 70,956	\$ 30,616	\$ 13,567	\$ 713,228	\$ 12,422,687
Other Financing Sources (Uses)							
Transfers In	1,207,074						1,207,074
Total Other Financing Sources (Uses)	1,207,074	-	-	-	-	-	1,207,074
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)	40,200	-	-	-	-	-	40,200
Fund Balance, July 1	507,258						507,258
Fund Balance, June 30	\$ 547,458	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 547,458

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

	TOTAL BROUGHT FORWARD (Pages 4-6)	ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF ESSER II GRANT PROGRAM	ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF LEARNING ACCELERATION	ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF MENTAL HEALTH	AMERICAN RESCUE PLAN ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF	AMERICAN RESCUE PLAN STUDENT LEARNING	TOTAL CARRIED FORWARD
REVENUES:							
State Sources	\$ 5,380,420						\$ 5,380,420
Federal Sources		\$ 418,767	\$ 23,924	\$ 29,929	\$ 1,375,865	\$ 249,876	2,098,361
Local Sources	831,211						831,211
Total Revenues	6,211,631	418,767	23,924	29,929	1,375,865	249,876	8,309,992
EXPENDITURES:							
Instruction:							
Salaries of Teachers	\$ 543,241	\$ 33,930			\$ 500,000		1,077,171
Purchased Professional-Educational Services	232,970						232,970
Other Purchased Services							
Supplies and Materials	20,547	146,055	23,924		671,765		862,291
Textbooks	11,390						11,390
Other objects	184						184
Total Instruction	808,332	179,985	23,924	-	1,171,765	-	2,184,006
Support Services:							
Salaries of Supervisors of Instruction	80,506						80,506
Salaries of Program Directors	168,049						168,049
Salaries of Other Professional Staff	362,300						362,300
Salaries of Secretarial and Clerical Assistants	132,074						132,074
Salaries of Family/Parent Liaison and Community Parent Involvement Specialists	65,394						65,394
Salaries of Facilitators, Math Coaches, Literacy Coaches, and Master Teachers	179,881						179,881
Personnel Services-Employee Benefits	553,030	4,813			53,638		611,481
Purchased Professional and Technical Services					150,462	249,876	400,338
Purchased Professional-Educational Services	3,574,314	228,516		29,929			3,832,759
Other Purchased Professional - Education Services	32,402						32,402
Other Purchased Services	310	5,453					5,763
Contracted Services (Other Than Between Home and School) - Vendors	400,850						400,850
Miscellaneous Purchased Services	8,309						8,309
Supplies and Materials	12,858						12,858
Other Objects	73,489						73,489
Miscellaneous Expenditures							
Student Activities	762,407						762,407
Total Support Services	6,406,173	238,782	-	29,929	204,100	249,876	7,128,860
Facilities Acquisition & Construction Services:							
Equipment	164,000						164,000
Noninstructional Equipment							
Total Facilities Acquisition & Construction Services	164,000	-	-	-	-	-	164,000
Total Expenditures	\$ 7,378,505	\$ 418,767	\$ 23,924	\$ 29,929	\$ 1,375,865	\$ 249,876	\$ 9,476,866
Other Financing Sources (Uses)							
Transfers In	1,207,074						1,207,074
Total Other Financing Sources (Uses)	1,207,074	-	-	-	-	-	1,207,074
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)							
	40,200	-	-	-	-	-	40,200
Fund Balance, July 1	507,258						507,258
Fund Balance, June 30	\$ 547,458	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 547,458

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

	TOTAL BROUGHT FORWARD (Pages 5 & 6)	PRESCHOOL EDUCATION AID (Ex. E-2)	N.J. NONPUBLIC TECHNOLOGY INITIATIVE	N.J. NONPUBLIC NURSING SERVICES	N.J. NONPUBLIC TEXTBOOK AID	N.J. NONPUBLIC SECURITY AID	TOTAL CARRIED FORWARD
REVENUES:							
State Sources	\$ 268,964	\$ 5,022,344	\$ 8,309	\$ 24,528	\$ 11,390	\$ 44,885	\$ 5,380,420
Federal Sources							
Local Sources	831,211						831,211
Total Revenues	1,100,175	5,022,344	8,309	24,528	11,390	44,885	6,211,631
EXPENDITURES:							
Instruction:							
Salaries of Teachers	\$ 37,556	\$ 505,685				\$	543,241
Purchased Professional-Educational Services	61,398	171,572					232,970
Other Purchased Services							
Supplies and Materials	1,200	19,347					20,547
Textbooks					\$ 11,390		11,390
Other objects	184						184
Total Instruction	100,154	696,604	-	-	11,390	-	808,332
Support Services:							
Salaries of Supervisors of Instruction		80,506					80,506
Salaries of Program Directors		168,049					168,049
Salaries of Other Professional Staff		337,772	\$	24,528			362,300
Salaries of Secretarial and Clerical Assistants		132,074					132,074
Salaries of Family/Parent Liaison and Community Parent Involvement Specialists		65,394					65,394
Salaries of Facilitators, Math Coaches, Literacy Coaches, and Master Teachers		179,881					179,881
Personnel Services-Employee Benefits		553,030					553,030
Purchased Professional and Technical Services							
Purchased Professional-Educational Services		3,574,314					3,574,314
Other Purchased Professional - Education Services		32,402					32,402
Other Purchased Services		310					310
Contracted Services (Other Than Between Home and School) - Vendors		400,850					400,850
Miscellaneous Purchased Services			\$ 8,309				8,309
Supplies and Materials	4,626	8,232					12,858
Other Objects	28,604					\$ 44,885	73,489
Miscellaneous Expenditures							-
Student Activities	762,407						762,407
Total Support Services	795,637	5,532,814	8,309	24,528	-	44,885	6,406,173
Facilities Acquisition & Construction Services:							
Equipment	164,000						164,000
Noninstructional Equipment	-						-
Total Facilities Acquisition & Construction Services	164,000	-	-	-	-	-	164,000
Total Expenditures	\$ 1,059,791	\$ 6,229,418	\$ 8,309	\$ 24,528	\$ 11,390	\$ 44,885	\$ 7,378,505
Other Financing Sources (Uses)							
Transfers In		1,207,074					1,207,074
Total Other Financing Sources (Uses)	-	1,207,074	-	-	-	-	1,207,074
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)	40,200	-	-	-	-	-	40,200
Fund Balance, July 1	507,258						507,258
Fund Balance, June 30	\$ 547,458	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 547,458

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

	TOTAL BROUGHT FORWARD (Page 6)	AUXILIARY CH. 192	HANDICAPPED SERVICES CH. 193			SDA EMERGENT NEEDS AND CAPITAL MAINTENANCE	TOTAL CARRIED FORWARD
		COMPENSATORY EDUCATION	SUPPLEMENTAL INSTRUCTION	EXAMINATION & CLASSIFICATION	CORRECTIVE SPEECH		
REVENUES:							
State Sources	\$ 6,010	\$ 37,556	\$ 18,750	\$ 32,603	\$ 10,045	\$ 164,000	\$ 268,964
Federal Sources							
Local Sources	831,211						831,211
Total Revenues	837,221	37,556	18,750	32,603	10,045	164,000	1,100,175
EXPENDITURES:							
Instruction:							
Salaries of Teachers	\$	\$ 37,556					\$ 37,556
Purchased Professional-Educational Services			\$ 18,750	\$ 32,603	\$ 10,045		61,398
Other Purchased Services							
Supplies and Materials	1,200						1,200
Textbooks							
Other objects	184						184
Total Instruction	1,200	37,556	18,750	32,603	10,045	-	100,154
Support Services:							
Salaries of Supervisors of Instruction							
Salaries of Program Directors							
Salaries of Other Professional Staff							
Salaries of Secretarial and Clerical Assistants							
Salaries of Family/Parent Liaison and Community Parent Involvement Specialists							
Salaries of Facilitators, Math Coaches, Literacy Coaches, and Master Teachers							
Personnel Services-Employee Benefits							
Purchased Professional and Technical Services							
Purchased Professional-Educational Services							
Other Purchased Professional - Education Services							
Other Purchased Services							
Contracted Services (Other Than Between Home and School) - Vendors							
Miscellaneous Purchased Services							
Supplies and Materials	4,626						4,626
Other Objects	28,604						28,604
Miscellaneous Expenditures							
Student Activities	762,407						762,407
Total Support Services	795,637	-	-	-	-	-	795,637
Facilities Acquisition & Construction Services:							
Equipment						\$ 164,000	164,000
Noninstructional Equipment							
Total Facilities Acquisition & Construction Services	-	-	-	-	-	164,000	164,000
Total Expenditures	\$ 796,837	\$ 37,556	\$ 18,750	\$ 32,603	\$ 10,045	\$ 164,000	\$ 1,059,791
Other Financing Sources (Uses)							
Transfers In							
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)	40,200						40,200
Fund Balance, July 1	507,258						507,258
Fund Balance, June 30	\$ 547,458	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 547,458

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

	<u>CLIMATE CHANGE</u>	<u>EDUCATION FOUNDATION</u>	<u>PARENTING CENTER</u>	<u>WEBER MEMORIAL FUND</u>	<u>STUDENT ACTIVITY FUND</u>	<u>TOTAL CARRIED FORWARD</u>
REVENUES:						
State Sources	\$ 6,010					\$ 6,010
Federal Sources						
Local Sources		\$ 10,144	\$ 18,125	\$ 335	\$ 802,607	831,211
Total Revenues	<u>6,010</u>	<u>10,144</u>	<u>18,125</u>	<u>335</u>	<u>802,607</u>	<u>837,221</u>
EXPENDITURES:						
Instruction:						
Salaries of Teachers						
Purchased Professional-Educational Services						
Other Purchased Services						
Supplies and Materials	\$ 1,200					\$ 1,200
Textbooks						
Other objects	\$ 184					184
Total Instruction	<u>1,384</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,384</u>
Support Services:						
Salaries of Supervisors of Instruction						
Salaries of Program Directors						
Salaries of Other Professional Staff						
Salaries of Secretarial and Clerical Assistants						
Salaries of Family/Parent Liaison and Community Parent Involvement Specialists						
Salaries of Facilitators, Math Coaches, Literacy Coaches, and Master Teachers						
Personnel Services-Employee Benefits						
Purchased Professional and Technical Services						
Purchased Professional-Educational Services						
Other Purchased Professional - Education Services						
Other Purchased Services						
Contracted Services (Other Than Between Home and School) - Vendors						
Miscellaneous Purchased Services						
Supplies and Materials	\$ 4,626					\$ 4,626
Other Objects		\$ 10,144	\$ 18,125	335		28,604
Miscellaneous Expenditures						
Student Activities					\$ 762,407	762,407
Total Support Services	<u>4,626</u>	<u>10,144</u>	<u>18,125</u>	<u>335</u>	<u>762,407</u>	<u>795,637</u>
Facilities Acquisition & Construction Services:						
Equipment						
Noninstructional Equipment						
Total Facilities Acquisition & Construction Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>\$ 6,010</u>	<u>\$ 10,144</u>	<u>\$ 18,125</u>	<u>\$ 335</u>	<u>762,407</u>	<u>\$ 797,021</u>
Other Financing Sources (Uses)						
Transfers In						
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,200</u>	<u>40,200</u>
Fund Balance, July 1					<u>507,258</u>	<u>507,258</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 547,458</u>	<u>\$ 547,458</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION AID EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

	<u>BUDGETED</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Expenditures:			
Instruction:			
Salaries of Teachers	\$ 551,054	\$ 505,685	\$ 45,369
Purchased Professional-Educational Services	564,732	171,572	393,160
Other Purchased Services	10,000		10,000
General Supplies	40,000	19,347	20,653
	<u>1,165,786</u>	<u>696,604</u>	<u>469,182</u>
Total Instruction			
Support Services:			
Salaries of Supervisors	120,187	80,506	39,681
Salaries of Program Directors	175,725	168,049	7,676
Salaries of Other Professional Staff	337,772	337,772	
Salaries of Secretaries and Clerical Assistants	133,657	132,074	1,583
Other Salaries	70,000		70,000
Salaries of Community Parent Involvement Specialist	65,394	65,394	
Salaries of Master Teachers	179,881	179,881	
Personal Services - Employee Benefits	655,095	553,030	102,065
Purchased Educational Services			
- Contracted Pre-K	3,700,560	3,574,314	126,246
Purchased Professional-Educational Services	70,000	32,402	37,598
Other Purchased Professional Services	70,000	310	69,690
Contracted Transportation Services (Between Home & School)	400,000	400,000	
Contracted Transportation Services (Field Trips)	13,900	850	13,050
Miscellaneous Purchased Services	20,000		20,000
Supplies and Materials	25,000	8,232	16,768
	<u>6,037,171</u>	<u>5,532,814</u>	<u>504,357</u>
Total Support Services			
Facilities Acquisition and Construction Services:			
Instructional Equipment	50,000		50,000
Noninstructional Equipment	10,000		10,000
	<u>60,000</u>	<u>-</u>	<u>60,000</u>
Total Expenditures			
	\$ <u>7,262,957</u>	\$ <u>6,229,418</u>	\$ <u>1,033,539</u>

CALCULATION OF BUDGET AND CARRYOVER:

Total revised 2022-23 Preschool Education Aid Allocation	\$ 4,347,726
Add: Actual Carryover (June 30, 2021 and 2022)	2,839,717
Add: Budgeted Transfer from the General Fund 2022-23	<u>1,207,074</u>
Total Preschool Education Aid Available for 2022-23 Budget	8,394,517
Less: 2022-23 Budgeted Preschool Education Aid	<u>(7,262,957)</u>
Available and Unbudgeted PEA Funds at June 30, 2023	1,131,560
Add: June 30, 2023 Unexpended PEA	<u>1,033,539</u>
2023-24- Carryover - Preschool Aid Programs	\$ <u>2,165,099</u>
2022-23 PEA Carryover Budgeted for 2023-24 Preschool Programs	\$ <u>1,131,560</u>

CAPITAL PROJECTS FUND

SECTION – F

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
YEAR ENDED JUNE 30, 2023

ISSUE/PROJECT TITLE	ORIGINAL DATE	ORIGINAL APPROPRIATIONS	ADJUSTMENTS/ TRANSFERS	REVISED APPROPRIATIONS	EXPENDITURES TO DATE			UNEXPENDED BALANCE
					PRIOR YEARS	CURRENT YEAR	TOTAL	
449 CH Columbia High School Mechanical Upgrades	01/21/10	\$ 5,354,696		\$ 5,354,696	\$ 3,681,591			\$ 1,673,105
496 CL Clinton Elem. School - Air Conditioning	08/27/19	994,270	\$ 237,501	1,231,771	1,223,018	\$ 8,753	\$ 1,231,771	
497 CL Clinton Elem. School - Classrooms	08/27/19	6,085,736	1,467,812	7,553,548	6,732,953	698,650	7,431,603	121,945
498 CL Clinton Elem. School - Renovations	08/27/19	5,344,513	1,356,147	6,700,660	697,856	5,887,469	6,585,325	115,335
496 CH Columbia High School - Air Conditioning	11/04/20	936,198	825,762	1,761,960	31,027	1,047,415	1,078,442	683,518
497 CH Columbia High School - Classrooms	11/04/20	9,759,413	8,453,390	18,212,803	421,907	308,595	730,502	17,482,301
CH Columbia High School - Turf to Ritzer	09/01/19							
498 CH Columbia High School - Renovations	08/27/19	326,278	18,106,226	18,432,504	1,117,273	674,732	1,792,005	16,640,499
496 JF Jefferson Elem. School - Air Conditioning	08/27/19	1,123,885	278,191	1,402,076	1,383,995	9,326	1,393,321	8,755
497 JF Jefferson Elem. School - Classrooms	08/27/19	2,279,867	538,650	2,818,517	2,489,272	329,245	2,818,517	
498 JF Jefferson Elem. School - Renovations	08/27/19	4,634,231	1,254,813	5,889,044	479,999	3,821,550	4,301,549	1,587,495
496 MM Maplewood Middle School - Air Conditioning	11/04/20	1,870,251	1,364,194	3,234,445	78,373	31,233	109,606	3,124,839
498 MM Maplewood Middle School - Renovations	08/27/19	160,191	12,510,706	12,670,897	592,300	295,466	887,766	11,783,131
496 MR Marshall Elem. School - Air Conditioning	08/27/19	840,190	568,625	1,408,815	42,437	921,397	963,834	444,981
497 MR Marshall Elem. School - Classrooms	08/27/19	7,759,329	4,033,061	11,792,390	528,096	40,700	568,796	11,223,594
498 MR Marshall Elem. School - Renovations	08/27/19	4,174,226	1,261,128	5,435,354	357,720	66,524	424,244	5,011,110
498 MO Montrose ECC - Renovations	08/27/19	51,314	1,978,538	2,029,852	103,653	27,791	131,444	1,898,408
496 SB Seth Boyd Elem. School - Air Conditioning	08/27/19	1,262,973	312,925	1,575,898	1,555,669	9,892	1,565,561	10,337
497 SB Seth Boyd Elem. School - Classrooms	08/27/19	3,352,692	782,744	4,135,436	4,084,073	48,326	4,132,399	3,037
498 SB Seth Boyd Elem. School - Renovations	08/27/19	5,115,084	1,977,835	7,092,919	2,223,295	4,708,351	6,931,646	161,273
496 AX South Mountain Anex Elem. School - Air Conditioning	08/27/19	390,348	120,358	510,706	478,626	3,506	482,132	28,574
497 AX South Mountain Anex Elem. School - Classrooms	08/27/19	1,772,162	415,290	2,187,452	1,825,847	360,166	2,186,013	1,439
498 AX South Mountain Anex Elem. School - Renovations	08/27/19	1,362,671	1,916,434	3,279,105	184,875	2,737,010	2,921,885	357,220
496 SM South Mountain Elem. School - Air Conditioning	08/27/19	889,328	214,934	1,104,262	1,100,164	4,098	1,104,262	
497 SM South Mountain Elem. School - Classrooms	08/27/19	5,054,182	1,404,936	6,459,118	385,017	5,840,111	6,225,128	233,990
498 SM South Mountain Elem. School - Renovations	08/27/19	4,673,294	3,161,669	7,834,963	453,336	5,943,007	6,396,343	1,438,620
496 SO South Orange Middle School - Air Conditioning	11/04/20	1,881,498	1,376,772	3,258,270	79,608	490,884	570,492	2,687,778
498 SO South Orange Middle School - Renovations	08/27/19	107,946	7,094,796	7,202,742	396,341	572,182	968,523	6,234,219
496 TU Tuscan Elem. School - Air Conditioning	08/27/19	1,059,913	262,083	1,321,996	1,283,242	15,145	1,298,387	23,609
497 TU Tuscan Elem. School - Classrooms	08/27/19	1,974,752	458,980	2,433,732	2,406,561	19,873	2,426,434	7,298
498 TU Tuscan Elem. School - Renovations	08/27/19	3,597,990	887,570	4,485,560	356,082	2,602,857	2,958,939	1,526,621
498 UF Underhill Sports Complex - Bleacher Replacement	08/27/19	12,634	945,707	958,341	173,667		173,667	784,674
499 UF Underhill Sports Complex - Turf Field Replacement	11/04/20	1,187,500	1,783,336	2,970,836	823,482	1,370,190	2,193,672	777,164
404 SB Seth Boyd Elem. School - Rigging and Lighting Renovation	01/31/23		202,987	202,987				202,987
		\$ 85,389,555	\$ 77,554,100	\$ 162,943,655	\$ 37,771,355	\$ 38,894,444	\$ 72,984,208	\$ 86,277,856

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGE
IN FUND BALANCE - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023

Revenues and Other Financing Sources

Interest Income	\$ 4,020,408
State Sources - SDS Grant	1,927,690
Transfers from General Fund	
Capital Outlay	<u>202,987</u>
Total Revenues and Other Financing Sources	<u>\$ 6,151,085</u>

Expenditures and Other Financing Uses

Architecture	\$ 2,245,209
Construction	34,329,245
Legal	7,841
Contingencies	2,312,149
Transfer to Debt Service Fund	<u>4,020,408</u>
Total Expenditures and Other Financing Uses	<u>\$ 42,914,852</u>
(Deficiency) of Revenues over Expenditures	(36,763,767)
Fund Balance - Beginning	<u>123,041,623</u>
Fund Balance - Ending	<u>\$ 86,277,856</u>
Fund Balance - Budgetary Basis	\$ 86,277,856
Less Difference in Grant Revenue Recognized	<u>(1,927,690)</u>
Fund Balance - GAAP Basis	<u>\$ 84,350,166</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
COLUMBIA HIGH SCHOOL MECHANICAL UPGRADES
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant	\$ 214,188	\$ 1,927,690	\$ 2,141,878	\$ 2,141,878
Bond Proceeds	12,818		12,818	12,818
Transfer from (to) Other Projects	3,200,000		3,200,000	3,200,000
Transfer from Capital Reserve Fund				
Total Revenues	\$ 3,427,006	\$ 1,927,690	\$ 5,354,696	\$ 5,354,696
Expenditures and Other Financing Uses:				
Architecture	\$ 343,938		\$ 343,938	
Field Rep.				
Construction	3,046,651		3,046,651	
Equipment				
Legal	49,080		49,080	
Contingencies	241,922		241,922	
Transfers Out				
Total Expenditures	\$ 3,681,591	\$ -	\$ 3,681,591	
(Deficiency) Excess of Revenue (Under) Over Expenditures	\$ (254,585)	\$ 1,927,690	\$ 1,673,105	

Additional Project information:

Project Number	4900-030-14-1007
Grant Date	
Bond Authorization Date	1/22/2014
Bonds Authorized	\$ 12,818
Bonds Issued	12,818
Original Authorized Cost	3,427,006
Adjustment to Authorized Cost	1,927,690
Revised Authorized Cost	5,354,696

Percentage Change from Original Authorized Cost	56.25%
Percentage of Completion	68.75%
Original Target Completion	11/30/2016
Revised Target Completion	12/31/2025

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
CLINTON ELEMENTARY SCHOOL - AIR CONDITIONING
YEAR ENDED JUNE 30, 2023

	<u>PRIOR PERIODS</u>	<u>CURRENT YEAR</u>	<u>TOTAL</u>	<u>REVISED AUTHORIZED COST</u>
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 1,573,478		\$ 1,573,478	\$ 1,573,478
Transfer from (to) Other Projects		\$ (341,706)	(341,706)	(341,706)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 1,573,478</u>	<u>\$ (341,706)</u>	<u>\$ 1,231,772</u>	<u>\$ 1,231,772</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 55,199	\$ 4,827	\$ 60,026	
Field Rep.				
Construction	1,040,670		1,040,670	
Equipment				
Legal	2,269		2,269	
Contingencies	124,881	3,926	128,807	
Transfers Out				
Total Expenditures	<u>\$ 1,223,019</u>	<u>\$ 8,753</u>	<u>\$ 1,231,772</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 350,459</u>	<u>\$ (350,459)</u>	<u>\$ -</u>	
<u>Additional Project information:</u>				
Project Number	4900-060-19-2000			
Grant Date	N/A			
Bond Authorization Date	8/27/2019			
Bonds Authorized	\$ 157,386,058			
Bonds Issued	124,400,000			
Original Authorized Cost	1,300,839			
Adjustment to Authorized Cost	(69,067)			
Revised Authorized Cost	1,231,772			
Percentage Change from Original Authorized Cost	-5.31%			
Percentage of Completion	100.00%			
Original Target Completion	6/30/2023			
Revised Target Completion	6/30/2023			

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
CLINTON ELEMENTARY SCHOOL - CLASSROOMS
YEAR ENDED JUNE 30, 2023

	<u>PRIOR PERIODS</u>	<u>CURRENT YEAR</u>	<u>TOTAL</u>	<u>REVISED AUTHORIZED COST</u>
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 9,630,954		\$ 9,630,954	\$ 9,630,954
Transfer from (to) Other Projects		\$ (2,077,408)	(2,077,408)	(2,077,408)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 9,630,954</u>	<u>\$ (2,077,408)</u>	<u>\$ 7,553,546</u>	<u>\$ 7,553,546</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 406,491	\$ 38,664	\$ 445,155	
Field Rep.				
Construction	6,232,140		6,232,140	
Equipment				
Legal	50,438		50,438	
Contingencies	43,884	659,986	703,870	
Transfers Out				
Total Expenditures	<u>\$ 6,732,953</u>	<u>\$ 698,650</u>	<u>\$ 7,431,603</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 2,898,001</u>	<u>\$ (2,776,058)</u>	<u>\$ 121,943</u>	

Additional Project information:

Project Number	4900-060-19-5000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	7,962,184
Adjustment to Authorized Cost	(408,638)
Revised Authorized Cost	7,553,546
Percentage Change from Original Authorized Cost	-5.13%
Percentage of Completion	98.39%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
CLINTON ELEMENTARY SCHOOL - RENOVATIONS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 9,057,393		\$ 9,057,393	\$ 9,057,393
Transfer from (to) Other Projects	(314,223)	\$ (2,042,510)	(2,356,733)	(2,356,733)
Transfer from Capital Reserve				
Total Revenues	\$ 8,743,170	\$ (2,042,510)	\$ 6,700,660	\$ 6,700,660
Expenditures and Other Financing Uses:				
Architecture	\$ 473,023	\$ 104,906	\$ 577,929	
Field Rep.				
Construction		5,782,563	5,782,563	
Equipment				
Legal	18,253		18,253	
Contingencies	206,580		206,580	
Transfers Out				
Total Expenditures	\$ 697,856	\$ 5,887,469	\$ 6,585,325	
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ 8,045,314	\$ (7,929,979)	\$ 115,335	

Additional Project information:

Project Number	4900-060-19-1000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	7,228,228
Adjustment to Authorized Cost	(527,568)
Revised Authorized Cost	6,700,660
Percentage Change from Original Authorized Cost	-7.30%
Percentage of Completion	98.28%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
COLOMBIA HIGH SCHOOL - AIR CONDITIONING
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 1,279,724		\$ 1,279,724	\$ 1,279,724
Transfer from (to) Other Projects		\$ 482,236	482,236	482,236
Transfer from Capital Reserve				
Total Revenues	<u>\$ 1,279,724</u>	<u>\$ 482,236</u>	<u>\$ 1,761,960</u>	<u>\$ 1,761,960</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 31,027	\$ 22,208	\$ 53,235	
Field Rep.				
Construction		1,025,207	1,025,207	
Equipment				
Legal				
Contingencies				
Transfers Out				
Total Expenditures	<u>\$ 31,027</u>	<u>\$ 1,047,415</u>	<u>\$ 1,078,442</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 1,248,697</u>	<u>\$ (565,179)</u>	<u>\$ 683,518</u>	

Additional Project information:

Project Number	4900-030-19-2000
Grant Date	N/A
Bond Authorization Date	11/4/2020
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	1,639,060
Adjustment to Authorized Cost	122,900
Revised Authorized Cost	1,761,960
Percentage Change from Original Authorized Cost	7.50%
Percentage of Completion	61.21%
Original Target Completion	5/31/2025
Revised Target Completion	5/31/2025

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
COLUMBIA HIGH SCHOOL - CLASSROOMS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 13,650,272		\$ 13,650,272	\$ 13,650,272
Transfer from (to) Other Projects		\$ 4,562,531	4,562,531	4,562,531
Transfer from Capital Reserve				
Total Revenues	<u>\$ 13,650,272</u>	<u>\$ 4,562,531</u>	<u>\$ 18,212,803</u>	<u>\$ 18,212,803</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 421,907	\$ 307,670	\$ 729,577	
Field Rep.				
Construction				
Equipment				
Legal				
Contingencies		925	925	
Transfers Out				
Total Expenditures	<u>\$ 421,907</u>	<u>\$ 308,595</u>	<u>\$ 730,502</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 13,228,365</u>	<u>\$ 4,253,936</u>	<u>\$ 17,482,301</u>	

Additional Project information:

Project Number	4900-030-19-6000
Grant Date	N/A
Bond Authorization Date	11/4/2020
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	18,564,415
Adjustment to Authorized Cost	(351,612)
Revised Authorized Cost	18,212,803
Percentage Change from Original Authorized Cost	-1.89%
Percentage of Completion	4.01%
Original Target Completion	5/31/2025
Revised Target Completion	5/31/2025

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
COLUMBIA HIGH SCHOOL - TURF TO RITZER
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 425,723		\$ 425,723	\$ 425,723
Transfer from (to) Other Projects		\$ (425,723)	(425,723)	(425,723)
Transfer from Capital Reserve				
Total Revenues	\$ 425,723	\$ (425,723)	\$ -	\$ -
Expenditures and Other Financing Uses:				
Architecture				
Field Rep.				
Construction				
Equipment				
Legal				
Contingencies				
Transfers Out				
Total Expenditures	\$ -	\$ -	\$ -	
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ 425,723	\$ (425,723)	\$ -	

Additional Project information:

Project Number	4900-030-19-5000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	2,031,250
Adjustment to Authorized Cost	(2,031,250)
Revised Authorized Cost	-
Percentage Change from Original Authorized Cost	-100.00%
Percentage of Completion	100.00%
Original Target Completion	NA
Revised Target Completion	NA

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
COLUMBIA HIGH SCHOOL - RENOVATIONS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 14,937,516		\$ 14,937,516	\$ 14,937,516
Transfer from (to) Other Projects	188,113	\$ 3,306,875	3,494,988	3,494,988
Transfer from Capital Reserve				
Total Revenues	<u>\$ 15,125,629</u>	<u>\$ 3,306,875</u>	<u>\$ 18,432,504</u>	<u>\$ 18,432,504</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 1,111,627	\$ 536,132	\$ 1,647,759	
Field Rep.				
Construction		138,600	138,600	
Equipment				
Legal	5,646		5,646	
Contingencies				
Transfers Out				
Total Expenditures	<u>\$ 1,117,273</u>	<u>\$ 674,732</u>	<u>\$ 1,792,005</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 14,008,356</u>	<u>\$ 2,632,143</u>	<u>\$ 16,640,499</u>	
<u>Additional Project information:</u>				
Project Number	4900-030-19-1000			
Grant Date	N/A			
Bond Authorization Date	8/27/2019			
Bonds Authorized	\$ 157,386,058			
Bonds Issued	157,386,000			
Original Authorized Cost	20,810,310			
Adjustment to Authorized Cost	(2,377,806)			
Revised Authorized Cost	18,432,504			
Percentage Change from Original Authorized Cost	-11.43%			
Percentage of Completion	9.72%			
Original Target Completion	5/31/2025			
Revised Target Completion	5/31/2025			

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
JEFFERSON ELEMENTARY SCHOOL - AIR CONDITIONING
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 1,778,598		\$ 1,778,598	\$ 1,778,598
Transfer from (to) Other Projects		\$ (376,522)	(376,522)	(376,522)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 1,778,598</u>	<u>\$ (376,522)</u>	<u>\$ 1,402,076</u>	<u>\$ 1,402,076</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 63,934	\$ 8,882	\$ 72,816	
Field Rep.				
Construction	1,176,335		1,176,335	
Equipment				
Legal	2,565		2,565	
Contingencies	141,161	444	141,605	
Transfers Out				
Total Expenditures	<u>\$ 1,383,995</u>	<u>\$ 9,326</u>	<u>\$ 1,393,321</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 394,603</u>	<u>\$ (385,848)</u>	<u>\$ 8,755</u>	

Additional Project information:

Project Number	4900-130-19-2000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	1,470,418
Adjustment to Authorized Cost	(68,342)
Revised Authorized Cost	1,402,076
Percentage Change from Original Authorized Cost	-4.65%
Percentage of Completion	99.38%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
JEFFERSON ELEMENTARY SCHOOL - CLASSROOMS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 3,608,021		\$ 3,608,021	\$ 3,608,021
Transfer from (to) Other Projects		\$ (789,504)	(789,504)	(789,504)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 3,608,021</u>	<u>\$ (789,504)</u>	<u>\$ 2,818,517</u>	<u>\$ 2,818,517</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 156,965	\$ 21,808	\$ 178,773	
Field Rep.				
Construction	2,255,882	77,058	2,332,940	
Equipment				
Legal	13,181		13,181	
Contingencies	63,244	230,379	293,623	
Transfers Out				
Total Expenditures	<u>\$ 2,489,272</u>	<u>\$ 329,245</u>	<u>\$ 2,818,517</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 1,118,749</u>	<u>\$ (1,118,749)</u>	<u>\$ -</u>	
<u>Additional Project information:</u>				
Project Number	4900-090-19-5000			
Grant Date	N/A			
Bond Authorization Date	8/27/2019			
Bonds Authorized	\$ 157,386,058			
Bonds Issued	157,386,000			
Original Authorized Cost	2,982,858			
Adjustment to Authorized Cost	(164,341)			
Revised Authorized Cost	2,818,517			
Percentage Change from Original Authorized Cost	-5.51%			
Percentage of Completion	100.00%			
Original Target Completion	6/30/2023			
Revised Target Completion	6/30/2023			

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
JEFFERSON ELEMENTARY SCHOOL - RENOVATIONS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 7,333,881		\$ 7,333,881	\$ 7,333,881
Transfer from (to) Other Projects		\$ (1,444,837)	(1,444,837)	(1,444,837)
Transfer from Capital Reserve				
Total Revenues	\$ 7,333,881	\$ (1,444,837)	\$ 5,889,044	\$ 5,889,044
Expenditures and Other Financing Uses:				
Architecture	\$ 423,498	\$ 92,374	\$ 515,872	
Field Rep.				
Construction		3,707,991	3,707,991	
Equipment				
Legal	21,921		21,921	
Contingencies	34,580	21,185	55,765	
Transfers Out				
Total Expenditures	\$ 479,999	\$ 3,821,550	\$ 4,301,549	
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ 6,853,882	\$ (5,266,387)	\$ 1,587,495	

Additional Project information:

Project Number	4900-290-19-1000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	6,063,129
Adjustment to Authorized Cost	(174,085)
Revised Authorized Cost	5,889,044
Percentage Change from Original Authorized Cost	-2.87%
Percentage of Completion	73.04%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
MAPLEWOOD MIDDLE SCHOOL - AIR CONDITIONING
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 2,553,349		\$ 2,553,349	\$ 2,553,349
Transfer from (to) Other Projects		\$ 681,096	681,096	681,096
Transfer from Capital Reserve				
Total Revenues	\$ 2,553,349	\$ 681,096	\$ 3,234,445	\$ 3,234,445
Expenditures and Other Financing Uses:				
Architecture	\$ 78,373	\$ 31,233	\$ 109,606	
Field Rep.				
Construction				
Equipment				
Legal				
Contingencies				
Transfers Out				
Total Expenditures	\$ 78,373	\$ 31,233	\$ 109,606	
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ 2,474,976	\$ 649,863	\$ 3,124,839	

Additional Project information:

Project Number	4900-040-19-3000
Grant Date	N/A
Bond Authorization Date	11/4/2020
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	3,259,260
Adjustment to Authorized Cost	(24,815)
Revised Authorized Cost	3,234,445
Percentage Change from Original Authorized Cost	-0.76%
Percentage of Completion	3.39%
Original Target Completion	5/31/2025
Revised Target Completion	5/31/2025

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
MAPLEWOOD MIDDLE SCHOOL - RENOVATIONS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 9,583,135		\$ 9,583,135	\$ 9,583,135
Transfer from (to) Other Projects	42,304	\$ 3,045,458	3,087,762	3,087,762
Transfer from Capital Reserve				
Total Revenues	<u>\$ 9,625,439</u>	<u>\$ 3,045,458</u>	<u>\$ 12,670,897</u>	<u>\$ 12,670,897</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 586,654	\$ 292,829	\$ 879,483	
Field Rep.				
Construction				
Equipment				
Legal	5,646		5,646	
Contingencies		2,637	2,637	
Transfers Out				
Total Expenditures	<u>\$ 592,300</u>	<u>\$ 295,466</u>	<u>\$ 887,766</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 9,033,139</u>	<u>\$ 2,749,992</u>	<u>\$ 11,783,131</u>	

Additional Project information:

Project Number	4900-040-19-1000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	12,764,873
Adjustment to Authorized Cost	(93,976)
Revised Authorized Cost	12,670,897
Percentage Change from Original Authorized Cost	-0.74%
Percentage of Completion	7.01%
Original Target Completion	5/31/2025
Revised Target Completion	5/31/2025

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
MARSHALL ELEMENTARY SCHOOL - AIR CONDITIONING
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 1,329,640		\$ 1,329,640	\$ 1,329,640
Transfer from (to) Other Projects		\$ 79,174	79,174	79,174
Transfer from Capital Reserve				
Total Revenues	<u>\$ 1,329,640</u>	<u>\$ 79,174</u>	<u>\$ 1,408,814</u>	<u>\$ 1,408,814</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 40,519	\$ 1,990	\$ 42,509	
Field Rep.				
Construction		919,407	919,407	
Equipment				
Legal	1,917		1,917	
Contingencies				
Transfers Out				
Total Expenditures	<u>\$ 42,436</u>	<u>\$ 921,397</u>	<u>\$ 963,833</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 1,287,204</u>	<u>\$ (842,223)</u>	<u>\$ 444,981</u>	

Additional Project information:

Project Number	4900-100-19-2000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	1,099,251
Adjustment to Authorized Cost	309,563
Revised Authorized Cost	1,408,814
Percentage Change from Original Authorized Cost	28.16%
Percentage of Completion	68.41%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
MARSHALL ELEMENTARY SCHOOL - CLASSROOMS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 12,279,498		\$ 12,279,498	\$ 12,279,498
Transfer from (to) Other Projects		\$ (487,108)	(487,108)	(487,108)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 12,279,498</u>	<u>\$ (487,108)</u>	<u>\$ 11,792,390</u>	<u>\$ 11,792,390</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 450,749	\$ 26,086	\$ 476,835	
Field Rep.				
Construction				
Equipment				
Legal	64,298		64,298	
Contingencies	13,049	14,614	27,663	
Transfers Out				
Total Expenditures	<u>\$ 528,096</u>	<u>\$ 40,700</u>	<u>\$ 568,796</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 11,751,402</u>	<u>\$ (527,808)</u>	<u>\$ 11,223,594</u>	
<u>Additional Project information:</u>				
Project Number	4900-100-19-5000			
Grant Date	N/A			
Bond Authorization Date	8/27/2019			
Bonds Authorized	\$	157,386,058		
Bonds Issued		157,386,000		
Original Authorized Cost		10,151,803		
Adjustment to Authorized Cost		1,640,587		
Revised Authorized Cost		11,792,390		
Percentage Change from Original Authorized Cost		16.16%		
Percentage of Completion		4.82%		
Original Target Completion		6/30/2023		
Revised Target Completion		6/30/2024		

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
MARSHALL ELEMENTARY SCHOOL - RENOVATIONS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 6,605,902		\$ 6,605,902	\$ 6,605,902
Transfer from (to) Other Projects		\$ (1,170,548)	(1,170,548)	(1,170,548)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 6,605,902</u>	<u>\$ (1,170,548)</u>	<u>\$ 5,435,354</u>	<u>\$ 5,435,354</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 342,549	\$ 62,886	\$ 405,435	
Field Rep.				
Construction				
Equipment				
Legal	15,171		15,171	
Contingencies		3,638	3,638	
Transfers Out				
Total Expenditures	<u>\$ 357,720</u>	<u>\$ 66,524</u>	<u>\$ 424,244</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 6,248,182</u>	<u>\$ (1,237,072)</u>	<u>\$ 5,011,110</u>	
<u>Additional Project information:</u>				
Project Number	4900-100-19-1000			
Grant Date	N/A			
Bond Authorization Date	8/27/2019			
Bonds Authorized	\$ 157,386,058			
Bonds Issued	157,386,000			
Original Authorized Cost	5,461,288			
Adjustment to Authorized Cost	(25,934)			
Revised Authorized Cost	5,435,354			
Percentage Change from				
Original Authorized Cost	-0.47%			
Percentage of Completion	7.81%			
Original Target Completion	6/30/2023			
Revised Target Completion	6/30/2024			

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
MONTROSE ECC - RENOVATIONS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 1,661,865		\$ 1,661,865	\$ 1,661,865
Transfer from (to) Other Projects	34,107	\$ 333,881	367,988	367,988
Transfer from Capital Reserve				
Total Revenues	\$ 1,695,972	\$ 333,881	\$ 2,029,853	\$ 2,029,853
Expenditures and Other Financing Uses:				
Architecture	\$ 98,009	\$ 12,421	\$ 110,430	
Field Rep.				
Construction		546	546	
Equipment				
Legal	5,645		5,645	
Contingencies		14,824	14,824	
Transfers Out				
Total Expenditures	\$ 103,654	\$ 27,791	\$ 131,445	
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ 1,592,318	306,090	\$ 1,898,408	

Additional Project information:

Project Number	4900-300-19-1000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	1,408,105
Adjustment to Authorized Cost	621,748
Revised Authorized Cost	2,029,853
Percentage Change from Original Authorized Cost	44.15%
Percentage of Completion	6.48%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SETH BOYD ELEMENTARY SCHOOL - AIR CONDITIONING
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 1,998,713		\$ 1,998,713	\$ 1,998,713
Transfer from (to) Other Projects		\$ (422,815)	(422,815)	(422,815)
Transfer from Capital Reserve				
Total Revenues	\$ 1,998,713	\$ (422,815)	\$ 1,575,898	\$ 1,575,898
Expenditures and Other Financing Uses:				
Architecture	\$ 72,242	\$ 9,892	\$ 82,134	
Field Rep.				
Construction	1,321,914		1,321,914	
Equipment				
Legal	2,883		2,883	
Contingencies	158,630		158,630	
Transfers Out				
Total Expenditures	\$ 1,555,669	\$ 9,892	\$ 1,565,561	
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ 443,044	\$ (432,707)	\$ 10,337	

Additional Project information:

Project Number	4900-130-19-2000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	1,652,393
Adjustment to Authorized Cost	(76,495)
Revised Authorized Cost	1,575,898
Percentage Change from Original Authorized Cost	-4.63%
Percentage of Completion	99.34%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SETH BOYD ELEMENTARY SCHOOL - CLASSROOMS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 5,305,788		\$ 5,305,788	\$ 5,305,788
Transfer from (to) Other Projects		\$ (1,170,352)	(1,170,352)	(1,170,352)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 5,305,788</u>	<u>\$ (1,170,352)</u>	<u>\$ 4,135,436</u>	<u>\$ 4,135,436</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 231,627	\$ 31,722	\$ 263,349	
Field Rep.				
Construction	3,431,660		3,431,660	
Equipment				
Legal	27,775		27,775	
Contingencies	393,011	16,604	409,615	
Transfers Out				
Total Expenditures	<u>\$ 4,084,073</u>	<u>\$ 48,326</u>	<u>\$ 4,132,399</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 1,221,715</u>	<u>\$ (1,218,678)</u>	<u>\$ 3,037</u>	

Additional Project information:

Project Number	4900-130-19-5000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	4,386,446
Adjustment to Authorized Cost	(251,010)
Revised Authorized Cost	4,135,436
Percentage Change from Original Authorized Cost	-5.72%
Percentage of Completion	99.93%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SETH BOYD ELEMENTARY SCHOOL - RENOVATIONS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 8,874,573		\$ 8,874,573	\$ 8,874,573
Transfer from (to) Other Projects		\$ (1,781,654)	(1,781,654)	(1,781,654)
Transfer from Capital Reserve				
Total Revenues	\$ 8,874,573	\$ (1,781,654)	\$ 7,092,919	\$ 7,092,919
Expenditures and Other Financing Uses:				
Architecture	\$ 470,201	\$ 124,746	\$ 594,947	
Field Rep.				
Construction	1,726,334	4,369,426	6,095,760	
Equipment				
Legal	18,442		18,442	
Contingencies	8,318	214,179	222,497	
Transfers Out				
Total Expenditures	\$ 2,223,295	\$ 4,708,351	\$ 6,931,646	
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ 6,651,278	\$ (6,490,005)	\$ 161,273	
<u>Additional Project information:</u>				
Project Number	4900-130-19-1000			
Grant Date	N/A			
Bond Authorization Date	8/27/2019			
Bonds Authorized	\$ 157,386,058			
Bonds Issued	157,386,000			
Original Authorized Cost	7,336,863			
Adjustment to Authorized Cost	(243,944)			
Revised Authorized Cost	7,092,919			
Percentage Change from Original Authorized Cost	-3.32%			
Percentage of Completion	97.73%			
Original Target Completion	6/30/2023			
Revised Target Completion	6/30/2024			

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SOUTH MOUNTAIN ELEMENTARY ANNEX - AIR CONDITIONION
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 617,743		\$ 617,743	\$ 617,743
Transfer from (to) Other Projects		\$ (107,037)	(107,037)	(107,037)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 617,743</u>	<u>\$ (107,037)</u>	<u>\$ 510,706</u>	<u>\$ 510,706</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 20,142	\$ 3,506	\$ 23,648	
Field Rep.				
Construction	408,565		408,565	
Equipment				
Legal	891		891	
Contingencies	49,028		49,028	
Transfers Out				
Total Expenditures	<u>\$ 478,626</u>	<u>\$ 3,506</u>	<u>\$ 482,132</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 139,117</u>	<u>\$ (110,543)</u>	<u>\$ 28,574</u>	

Additional Project information:

Project Number	4900-301-19-2000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	510,706
Adjustment to Authorized Cost	-
Revised Authorized Cost	510,706
Percentage Change from Original Authorized Cost	0.00%
Percentage of Completion	94.41%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SOUTH MOUNTAIN ELEMENTARY ANNEX - CLASSROOMS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 2,804,526		\$ 2,804,526	\$ 2,804,526
Transfer from (to) Other Projects		\$ (617,074)	(617,074)	(617,074)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 2,804,526</u>	<u>\$ (617,074)</u>	<u>\$ 2,187,452</u>	<u>\$ 2,187,452</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 110,815	\$ 13,784	\$ 124,599	
Field Rep.				
Construction	1,685,486	127,494	1,812,980	
Equipment				
Legal	29,546		29,546	
Contingencies		218,888	218,888	
Transfers Out				
Total Expenditures	<u>\$ 1,825,847</u>	<u>\$ 360,166</u>	<u>\$ 2,186,013</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 978,679</u>	<u>\$ (977,240)</u>	<u>\$ 1,439</u>	

Additional Project information:

Project Number	4900-301-19-5000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	2,318,582
Adjustment to Authorized Cost	(131,130)
Revised Authorized Cost	2,187,452
Percentage Change from Original Authorized Cost	-5.66%
Percentage of Completion	99.93%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SOUTH MOUNTAIN ELEMENTARY ANNEX - RENOVATIONS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 2,124,189		\$ 2,124,189	\$ 2,124,189
Transfer from (to) Other Projects	9,236	\$ 1,145,680	1,154,916	1,154,916
Transfer from Capital Reserve				
Total Revenues	\$ 2,133,425	\$ 1,145,680	\$ 3,279,105	\$ 3,279,105
Expenditures and Other Financing Uses:				
Architecture	\$ 175,970	\$ 20,263	\$ 196,233	
Field Rep.				
Construction		2,713,132	2,713,132	
Equipment				
Legal	8,905		8,905	
Contingencies		3,615	3,615	
Transfers Out				
Total Expenditures	\$ 184,875	\$ 2,737,010	\$ 2,921,885	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 1,948,550</u>	<u>\$ (1,591,330)</u>	<u>\$ 357,220</u>	

Additional Project information:

Project Number	4900-301-19-1000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	1,763,763
Adjustment to Authorized Cost	1,515,342
Revised Authorized Cost	3,279,105
Percentage Change from Original Authorized Cost	85.92%
Percentage of Completion	89.11%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SOUTH MOUNTAIN ELEMENTARY SCHOOL - AIR CONDITIONING
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 1,407,401		\$ 1,407,401	\$ 1,407,401
Transfer from (to) Other Projects		\$ (303,139)	(303,139)	(303,139)
Transfer from Capital Reserve				
Total Revenues	\$ 1,407,401	\$ (303,139)	\$ 1,104,262	\$ 1,104,262
Expenditures and Other Financing Uses:				
Architecture	\$ 49,531	\$ 4,098	\$ 53,629	
Field Rep.				
Construction	930,831		930,831	
Equipment				
Legal	8,132		8,132	
Contingencies	111,670		111,670	
Transfers Out				
Total Expenditures	\$ 1,100,164	\$ 4,098	\$ 1,104,262	
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ 307,237	\$ (307,237)	\$ -	

Additional Project information:

Project Number	4900-140-19-2000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	1,163,539
Adjustment to Authorized Cost	(59,277)
Revised Authorized Cost	1,104,262
Percentage Change from Original Authorized Cost	-5.09%
Percentage of Completion	100.00%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2023

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SOUTH MOUNTAIN ELEMENTARY SCHOOL - CLASSROOMS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 7,998,473		\$ 7,998,473	\$ 7,998,473
Transfer from (to) Other Projects		\$ (1,539,355)	(1,539,355)	(1,539,355)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 7,998,473</u>	<u>\$ (1,539,355)</u>	<u>\$ 6,459,118</u>	<u>\$ 6,459,118</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 339,354	\$ 29,600	\$ 368,954	
Field Rep.				
Construction		5,174,220	5,174,220	
Equipment				
Legal	42,801		42,801	
Contingencies	2,862	636,291	639,153	
Transfers Out				
Total Expenditures	<u>\$ 385,017</u>	<u>\$ 5,840,111</u>	<u>\$ 6,225,128</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 7,613,456</u>	<u>\$ (7,379,466)</u>	<u>\$ 233,990</u>	

Additional Project information:

Project Number	4900-140-19-5000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	6,612,566
Adjustment to Authorized Cost	(153,448)
Revised Authorized Cost	6,459,118
Percentage Change from Original Authorized Cost	-2.32%
Percentage of Completion	96.38%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SOUTH MOUNTAIN ELEMENTARY SCHOOL - RENOVATIONS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 7,395,700		\$ 7,395,700	\$ 7,395,700
Transfer from (to) Other Projects		\$ 439,263	439,263	439,263
Transfer from Capital Reserve				
Total Revenues	<u>\$ 7,395,700</u>	<u>\$ 439,263</u>	<u>\$ 7,834,963</u>	<u>\$ 7,834,963</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 400,837	\$ 81,582	\$ 482,419	
Field Rep.				
Construction		5,824,579	5,824,579	
Equipment				
Legal	48,914		48,914	
Contingencies	3,585	36,846	40,431	
Transfers Out				
Total Expenditures	<u>\$ 453,336</u>	<u>\$ 5,943,007</u>	<u>\$ 6,396,343</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 6,942,364</u>	<u>\$ (5,503,744)</u>	<u>\$ 1,438,620</u>	

Additional Project information:

Project Number	4900-140-19-1000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	6,114,236
Adjustment to Authorized Cost	1,720,727
Revised Authorized Cost	7,834,963
Percentage Change from Original Authorized Cost	28.14%
Percentage of Completion	81.64%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SOUTH ORANGE MIDDLE SCHOOL - AIR CONDITIONING
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 2,585,347		\$ 2,585,347	\$ 2,585,347
Transfer from (to) Other Projects		\$ 672,923	672,923	672,923
Transfer from Capital Reserve				
Total Revenues	<u>\$ 2,585,347</u>	<u>\$ 672,923</u>	<u>\$ 3,258,270</u>	<u>\$ 3,258,270</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 79,608	\$ 33,550	\$ 113,158	
Field Rep.				
Construction		361,392	361,392	
Equipment				
Legal				
Contingencies		95,942	95,942	
Transfers Out				
Total Expenditures	<u>\$ 79,608</u>	<u>\$ 490,884</u>	<u>\$ 570,492</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 2,505,739</u>	<u>\$ 182,039</u>	<u>\$ 2,687,778</u>	

Additional Project information:

Project Number	4900-050-19-2000
Grant Date	N/A
Bond Authorization Date	11/4/2020
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	3,358,269
Adjustment to Authorized Cost	(99,999)
Revised Authorized Cost	3,258,270
Percentage Change from Original Authorized Cost	-2.98%
Percentage of Completion	17.51%
Original Target Completion	5/31/2025
Revised Target Completion	5/31/2025

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SOUTH ORANGE MIDDLE SCHOOL - RENOVATIONS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 5,930,514		\$ 5,930,514	\$ 5,930,514
Transfer from (to) Other Projects	27,791	\$ 1,244,437	1,272,228	1,272,228
Transfer from Capital Reserve				
Total Revenues	<u>\$ 5,958,305</u>	<u>\$ 1,244,437</u>	<u>\$ 7,202,742</u>	<u>\$ 7,202,742</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 342,358	\$ 163,702	\$ 506,060	
Field Rep.				
Construction	48,338	408,480	456,818	
Equipment				
Legal	5,645		5,645	
Contingencies				
Transfers Out				
Total Expenditures	<u>\$ 396,341</u>	<u>\$ 572,182</u>	<u>\$ 968,523</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 5,561,964</u>	<u>\$ 672,255</u>	<u>\$ 6,234,219</u>	

Additional Project information:

Project Number	4900-050-19-1000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	7,168,710
Adjustment to Authorized Cost	34,032
Revised Authorized Cost	7,202,742
Percentage Change from Original Authorized Cost	0.47%
Percentage of Completion	13.45%
Original Target Completion	5/31/2025
Revised Target Completion	5/31/2025

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
TUSCAN ELEMENTARY SCHOOL - AIR CONDITIONING
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 1,677,361		\$ 1,677,361	\$ 1,677,361
Transfer from (to) Other Projects		\$ (355,365)	(355,365)	(355,365)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 1,677,361</u>	<u>\$ (355,365)</u>	<u>\$ 1,321,996</u>	<u>\$ 1,321,996</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 60,051	\$ 8,347	\$ 68,398	
Field Rep.				
Construction	1,109,378		1,109,378	
Equipment				
Legal	2,143		2,143	
Contingencies	111,670	6,798	118,468	
Transfers Out				
Total Expenditures	<u>\$ 1,283,242</u>	<u>\$ 15,145</u>	<u>\$ 1,298,387</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 394,119</u>	<u>\$ (370,510)</u>	<u>\$ 23,609</u>	

Additional Project information:

Project Number	4900-150-19-2000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	1,386,722
Adjustment to Authorized Cost	(64,726)
Revised Authorized Cost	1,321,996
Percentage Change from Original Authorized Cost	-4.67%
Percentage of Completion	98.21%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
TUSCAN ELEMENTARY SCHOOL - CLASSROOMS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 3,125,135		\$ 3,125,135	\$ 3,125,135
Transfer from (to) Other Projects		\$ (691,403)	(691,403)	(691,403)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 3,125,135</u>	<u>\$ (691,403)</u>	<u>\$ 2,433,732</u>	<u>\$ 2,433,732</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 135,621	\$ 18,843	\$ 154,464	
Field Rep.				
Construction	2,020,460		2,020,460	
Equipment				
Legal	16,352		16,352	
Contingencies	234,128	1,030	235,158	
Transfers Out				
Total Expenditures	<u>\$ 2,406,561</u>	<u>\$ 19,873</u>	<u>\$ 2,426,434</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 718,574</u>	<u>\$ (711,276)</u>	<u>\$ 7,298</u>	
<u>Additional Project information:</u>				
Project Number	4900-150-18-5000			
Grant Date	N/A			
Bond Authorization Date	8/27/2019			
Bonds Authorized	\$ 157,386,058			
Bonds Issued	157,386,000			
Original Authorized Cost	2,583,638			
Adjustment to Authorized Cost	(149,906)			
Revised Authorized Cost	2,433,732			
Percentage Change from Original Authorized Cost	-5.80%			
Percentage of Completion	99.70%			
Original Target Completion	6/30/2023			
Revised Target Completion	6/30/2024			

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
TUSCAN ELEMENTARY SCHOOL - RENOVATIONS
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 5,693,983		\$ 5,693,983	\$ 5,693,983
Transfer from (to) Other Projects		\$ (1,208,423)	(1,208,423)	(1,208,423)
Transfer from Capital Reserve				
Total Revenues	<u>\$ 5,693,983</u>	<u>\$ (1,208,423)</u>	<u>\$ 4,485,560</u>	<u>\$ 4,485,560</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 340,725	\$ 77,803	\$ 418,528	
Field Rep.				
Construction		2,395,656	2,395,656	
Equipment				
Legal	14,139		14,139	
Contingencies	1,218	129,398	130,616	
Transfers Out				
Total Expenditures	<u>\$ 356,082</u>	<u>\$ 2,602,857</u>	<u>\$ 2,958,939</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 5,337,901</u>	<u>\$ (3,811,280)</u>	<u>\$ 1,526,621</u>	

Additional Project information:

Project Number	4900-150-19-1000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	4,707,378
Adjustment to Authorized Cost	(221,818)
Revised Authorized Cost	4,485,560
Percentage Change from Original Authorized Cost	-4.71%
Percentage of Completion	65.97%
Original Target Completion	6/30/2023
Revised Target Completion	6/30/2024

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
UNDERHILL SPORT COMPLEX - BLEACHER REPLACEMENT
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 1,121,258		\$ 1,121,258	\$ 1,121,258
Transfer from (to) Other Projects	12,672	\$ (175,588)	(162,916)	(162,916)
Transfer from Capital Reserve				
Total Revenues	\$ 1,133,930	\$ (175,588)	\$ 958,342	\$ 958,342
Expenditures and Other Financing Uses:				
Architecture	\$ 118,300		\$ 118,300	
Field Rep.				
Construction	55,368		55,368	
Equipment				
Legal				
Contingencies				
Transfers Out				
Total Expenditures	\$ 173,668	\$ -	\$ 173,668	
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ 960,262	\$ (175,588)	\$ 784,674	

Additional Project information:

Project Number	4900-X03-19-1000
Grant Date	N/A
Bond Authorization Date	8/27/2019
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	937,500
Adjustment to Authorized Cost	20,842
Revised Authorized Cost	958,342
Percentage Change from Original Authorized Cost	2.22%
Percentage of Completion	18.12%
Original Target Completion	5/31/2025
Revised Target Completion	5/31/2025

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
UNDERHILL SPORT COMPLEX - TURF FIELD REPLACEMENT
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds	\$ 1,436,384		\$ 1,436,384	\$ 1,436,384
Transfer from (to) Other Projects		\$ 1,534,452	1,534,452	1,534,452
Transfer from Capital Reserve				
Total Revenues	<u>\$ 1,436,384</u>	<u>\$ 1,534,452</u>	<u>\$ 2,970,836</u>	<u>\$ 2,970,836</u>
Expenditures and Other Financing Uses:				
Architecture	\$ 9,963	\$ 58,855	\$ 68,818	
Field Rep.				
Construction	808,564	1,303,494	2,112,058	
Equipment				
Legal	4,030	7,841	11,871	
Contingencies	925		925	
Transfers Out				
Total Expenditures	<u>\$ 823,482</u>	<u>\$ 1,370,190</u>	<u>\$ 2,193,672</u>	
Excess (Deficiency) of Revenue Over (Under) Expenditures	<u>\$ 612,902</u>	<u>\$ 164,262</u>	<u>\$ 777,164</u>	

Additional Project information:

Project Number	4900-X03-19-2000
Grant Date	N/A
Bond Authorization Date	11/4/2020
Bonds Authorized	\$ 157,386,058
Bonds Issued	157,386,000
Original Authorized Cost	1,187,500
Adjustment to Authorized Cost	1,783,336
Revised Authorized Cost	2,970,836
Percentage Change from Original Authorized Cost	150.18%
Percentage of Completion	73.84%
Original Target Completion	5/31/2025
Revised Target Completion	5/31/2025

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
CAPITAL PROJECTS FUND

SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SETH BOYDEN ELEMENTARY SCHOOL RIGGING AND LIGHTING RENOVATION
YEAR ENDED JUNE 30, 2023

	PRIOR PERIODS	CURRENT YEAR	TOTAL	REVISED AUTHORIZED COST
Revenue and Other Financing Sources:				
State Sources - SDA Grant				
Bond Proceeds				
Transfer from (to) Other Projects				
Transfer from Capital Outlay		\$ 202,987	\$ 202,987	\$ 202,987
Total Revenues	\$ -	\$ 202,987	\$ 202,987	\$ 202,987
Expenditures and Other Financing Uses:				
Architecture				
Field Rep.				
Construction				
Equipment				
Legal				
Contingencies				
Transfers Out				
Total Expenditures	\$ -	\$ -	\$ -	
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ -	\$ 202,987	\$ 202,987	

Additional Project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	\$
Bonds Issued	
Original Authorized Cost	202,987
Adjustment to Authorized Cost	
Revised Authorized Cost	202,987
Percentage Change from Original Authorized Cost	0.00%
Percentage of Completion	0.00%
Original Target Completion	6/30/2024
Revised Target Completion	6/30/2024

LONG-TERM DEBT

SECTION – I

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
GENERAL LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2023

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE JUNE 30, 2022	RETIRED	BALANCE JUNE 30, 2023
			DATE	AMOUNT				
School Bonds, Series 2014	04/09/14	5,080,000	3/15/2024	\$ 390,000	2.500%	\$ 2,465,000	\$ 380,000	\$ 2,085,000
			3/15/2025	405,000	2.500%			
			3/15/2026	415,000	3.000%			
			3/15/2027	430,000	3.000%			
			3/15/2028	445,000	3.000%			
School Refunding Bonds, Series 2015	02/12/15	15,535,000	1/15/2024	1,640,000	5.000%	10,175,000	1,545,000	8,630,000
			1/15/2025	1,720,000	5.000%			
			1/15/2026	1,675,000	5.000%			
			1/15/2027	1,705,000	4.000%			
			1/15/2028	1,890,000	4.000%			
School Bonds, Series 2019	08/27/19	64,400,000	8/15/2023	1,750,000	2.000%	62,700,000	1,725,000	60,975,000
			8/15/2024	1,800,000	2.000%			
			8/15/2025	1,850,000	2.000%			
			8/15/2026	1,900,000	2.000%			
			8/15/2027	2,000,000	2.000%			
			8/15/2028	2,100,000	2.000%			
			8/15/2029	2,200,000	2.000%			
			8/15/2030	2,800,000	2.000%			
			8/15/2031	2,850,000	2.000%			
			8/15/2032	2,900,000	2.000%			
			8/15/2033	3,000,000	2.125%			
			8/15/2034	3,100,000	2.250%			
			8/15/2035	3,100,000	2.500%			
			8/15/2036	3,125,000	2.500%			
			8/15/2037	3,150,000	2.500%			
			8/15/2038	3,200,000	3.000%			
			8/15/2039	3,250,000	3.000%			
			8/15/2040	3,300,000	3.000%			
			8/15/2041	3,400,000	3.000%			
			8/15/2042	3,400,000	3.000%			
8/15/2043	3,400,000	3.000%						
8/15/2044	3,400,000	3.000%						
School Bonds, Series 2020	11/04/20	60,000,000	11/1/2023	1,550,000	2.000%	60,000,000	1,550,000	58,450,000
			11/1/2024	1,550,000	2.000%			
			11/1/2025	1,550,000	2.000%			
			11/1/2026	1,600,000	2.000%			
			11/1/2027	1,700,000	2.000%			
			11/1/2028	1,650,000	2.000%			
			11/1/2029	2,200,000	2.000%			
			11/1/2030	2,200,000	2.000%			
			11/1/2031	2,350,000	2.000%			
			11/1/2032	2,500,000	2.000%			
			11/1/2033	2,650,000	2.000%			
			11/1/2034	2,850,000	2.125%			
			11/1/2035	3,100,000	2.125%			
			11/1/2036	3,100,000	2.250%			
			11/1/2037	3,100,000	2.250%			
			11/1/2038	3,100,000	2.250%			
			11/1/2039	3,100,000	2.500%			
			11/1/2040	3,100,000	2.500%			
			11/1/2041	3,100,000	2.500%			
			11/1/2042	3,100,000	2.500%			
11/1/2043	3,100,000	2.500%						
11/1/2044	3,100,000	2.500%						
11/1/2045	3,100,000	2.625%						

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
GENERAL LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2023

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE JUNE 30, 2022	RETIRED	BALANCE JUNE 30, 2023
			DATE	AMOUNT				
School Bonds, Series 2021	12/15/21	\$ 32,986,000	8/15/2023	\$ 776,000	2.000%	\$ 32,986,000		\$ 32,986,000
			8/15/2024	815,000	2.000%			
			8/15/2025	1,070,000	2.000%			
			8/15/2026	1,125,000	2.000%			
			8/15/2027	950,000	2.000%			
			8/15/2028	1,550,000	2.000%			
			8/15/2029	1,550,000	2.000%			
			8/15/2030	1,000,000	2.000%			
			8/15/2031	900,000	2.000%			
			8/15/2032	1,550,000	2.000%			
			8/15/2033	1,550,000	2.000%			
			8/15/2034	1,550,000	2.000%			
			8/15/2035	1,550,000	2.000%			
			8/15/2036	1,550,000	2.000%			
			8/15/2037	1,550,000	2.000%			
			8/15/2038	1,550,000	2.000%			
			8/15/2039	1,550,000	2.000%			
			8/15/2040	1,550,000	2.000%			
			8/15/2041	1,550,000	2.125%			
			8/15/2042	1,550,000	2.125%			
8/15/2043	1,550,000	2.375%						
8/15/2044	1,550,000	2.375%						
8/15/2045	1,550,000	2.375%						
8/15/2046	1,550,000	2.375%						
School Refunding Bonds, Series 2021A	12/16/21	2,550,000	3/1/2024	430,000	1.400%	2,535,000	\$ 440,000	2,095,000
			3/1/2025	440,000	1.400%			
			3/1/2026	425,000	1.400%			
			3/1/2027	410,000	1.400%			
			3/1/2028	390,000	1.400%			
School Refunding Bonds, Series 2021B	12/16/21	7,950,000	3/1/2024	840,000	1.400%	7,935,000	850,000	7,085,000
			3/1/2025	825,000	1.400%			
			3/1/2026	815,000	1.400%			
			3/1/2027	800,000	1.400%			
			3/1/2028	785,000	1.400%			
			3/1/2029	775,000	1.400%			
			3/1/2030	760,000	1.400%			
			3/1/2031	750,000	1.400%			
			3/1/2032	735,000	1.400%			
						<u>\$ 178,796,000</u>	<u>\$ 6,490,000</u>	<u>\$ 172,306,000</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
GENERAL LONG-TERM DEBT
SCHEDULE OF FINANCED PURCHASES PAYABLE AND OBLIGATIONS UNDER LEASES
JUNE 30, 2023

	Interest Rate Payable	Date of Issuance	Amount of Original Issue	Amount Outstanding July 1, 2022	Retired Current Year	Amount Outstanding June 30, 2023
<u>Financed Purchases Payable:</u>						
Equipment- District-Wide IT & Security Systems	2.5517%	6/15/2022	\$ 1,100,000	\$ 1,100,000	\$ 227,529	\$ 872,471
Equipment- Chromebooks	2.3858%	6/15/2022	600,000	600,000	203,162	396,838
				<u>1,700,000</u>	<u>430,691</u>	<u>1,269,309</u>
<u>Obligations Under Leases</u>	Interest Rate Payable	Date of Issuance	Amount of Original Issue	Amount Outstanding July 1, 2022	Retired Current Year	Amount Outstanding June 30, 2023
Copier Lease	Various	8/12/2019	\$ 29,140	\$ 14,177	\$ 6,070	\$ 8,107
Copier Lease	Various	1/30/2020	149,058	92,717	29,771	62,946
Copier Lease	Various	2/10/2021	247,699	197,541	47,967	149,574
Copier Lease	Various	3/25/2022	34,079	34,079	7,237	26,842
				<u>338,514</u>	<u>91,045</u>	<u>247,469</u>
Total:				<u>\$ 2,038,514</u>	<u>\$ 521,736</u>	<u>\$ 1,516,778</u>

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2023

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Revenues:				
Local Sources:				
Local Tax Levy	\$ 8,535,314	\$ 8,535,314	\$ 8,535,314	
State Aid - Debt Service	2,257,016	2,257,016	2,257,016	
Total Revenues	<u>10,792,330</u>	<u>10,792,330</u>	<u>10,792,330</u>	-
Expenditures:				
Regular Debt Service:				
Redemption of Bond Principal	6,490,000	6,490,000	6,490,000	
Bond Interest	4,340,764	4,340,764	4,340,764	
Total Regular Debt Service	<u>10,830,764</u>	<u>10,830,764</u>	<u>10,830,764</u>	-
Total Expenditures	<u>10,830,764</u>	<u>10,830,764</u>	<u>10,830,764</u>	-
(Deficiency) of Revenues (Under) Expenditures	(38,434)	(38,434)	(38,434)	-
Transfers In			4,020,408	\$ 4,020,408
Net Changes in Fund Balance	(38,434)	(38,434)	3,981,974	4,020,408
Fund Balance, July 1	1,726,062	1,726,062	1,726,062	
Fund Balance, June 30	<u>\$ 1,687,628</u>	<u>\$ 1,687,628</u>	<u>\$ 5,708,036</u>	<u>\$ 4,020,408</u>

STATISTICAL SECTION

SECTION – J

Statistical Section
Unaudited

Contents

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.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

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.

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.

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.

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

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

NET ASSETS/NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS (UNAUDITED)
(ACCRUAL BASIS OF ACCOUNTING)

YEAR ENDING JUNE 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
							(Restated)			
Governmental Activities										
Net Investment In Capital Assets	\$ 9,575,915	\$ 16,040,714	\$ 21,095,323	\$ 22,301,302	\$ 35,100,825	\$ 34,845,168	\$ 34,080,365	\$ 32,533,868	\$ 30,891,340	\$ 32,853,870
Restricted	18,065,580	13,469,085	11,875,841	14,101,308	16,343,605	20,661,108	27,194,661	30,331,333	29,807,142	35,319,162
Unrestricted	(16,847,811)	(17,966,667)	(18,288,008)	(19,763,888)	(20,248,906)	(18,341,372)	(19,595,606)	(13,715,107)	(7,940,739)	(5,922,281)
Total Governmental Activities Net Position	\$ 10,793,684	\$ 11,543,131	\$ 14,683,156	\$ 16,638,722	\$ 31,195,524	\$ 37,164,904	\$ 41,679,420	\$ 49,150,094	\$ 52,757,743	\$ 62,250,751
Business-Type Activities										
Investment In Capital Assets	\$ 205,173	\$ 179,451	\$ 179,317	\$ 138,830	\$ 91,149	\$ 45,660	\$ 12,552	\$ 11,734	\$ 9,748	\$ 8,212
Unrestricted	679,832	610,202	513,100	704,327	1,006,833	987,232	880,809	846,956	1,661,978	1,993,120
Total Business-Type Activities Net Position	\$ 885,005	\$ 789,653	\$ 692,417	\$ 843,158	\$ 1,097,982	\$ 1,032,892	\$ 893,361	\$ 858,690	\$ 1,671,726	\$ 2,001,332
District-Wide										
Net Investment In Capital Assets, Net of Related Debt	\$ 9,781,089	\$ 16,220,165	\$ 21,274,641	\$ 22,440,133	\$ 35,191,974	\$ 34,890,828	\$ 34,092,917	\$ 32,545,602	\$ 30,901,088	\$ 32,862,082
Restricted	18,065,580	13,469,085	11,875,841	14,101,308	16,343,605	20,661,108	27,194,661	30,331,333	29,807,142	35,319,162
Unrestricted (Deficit)	(16,167,979)	(17,356,465)	(17,774,908)	(19,059,561)	(19,242,073)	(17,354,140)	(18,714,797)	(12,868,151)	(6,278,761)	(3,929,161)
Total District-Wide Net Position	\$ 11,678,689	\$ 12,332,784	\$ 15,375,573	\$ 17,481,880	\$ 32,293,506	\$ 38,197,796	\$ 42,572,781	\$ 50,008,784	\$ 54,429,469	\$ 64,252,083

Source: ACFR Schedule A-1 and District records

Note: Reflects implementation of GASB Statement No. 68 for 2014 and subsequent years.

Note: GASB Statement No. 84 was implemented during the 2021 fiscal year, which required the restatement of beginning net position in the amount of \$1,250,028.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

CHANGES IN NET ASSETS/NET POSITION
LAST TEN FISCAL YEARS (UNAUDITED)
(ACCRUAL BASIS OF ACCOUNTING)

YEAR ENDING JUNE 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental Activities:										
Instruction:										
Regular	\$ 37,145,938	\$ 36,484,007	\$ 36,506,734	\$ 35,264,146	\$ 35,293,201	\$ 36,407,060	\$ 37,461,946	\$ 39,673,352	\$ 68,043,317	\$ 68,889,468
Special Education	11,537,515	11,352,097	12,162,288	13,273,109	14,675,069	17,292,564	17,414,059	15,768,002	19,156,789	21,726,977
Other Special Instruction	1,775,414	1,717,232	1,723,872	1,768,948	1,767,733	1,907,490	1,773,977	2,855,536	2,431,933	4,183,161
Other Instruction	1,165,760	1,120,373	1,265,473	1,148,002	1,064,694	1,232,785	1,316,592	1,254,864	1,310,203	1,326,123
Support Services:										
Tuition	8,539,915	9,858,975	10,983,798	12,442,167	12,876,354	11,395,133	11,808,231	10,446,793	10,537,682	11,204,461
Student & Instruction Related Services	12,962,612	12,811,626	12,885,353	12,266,153	12,227,473	13,219,715	14,156,120	17,301,101	28,519,637	30,411,820
School Administration Services	4,997,387	4,777,984	5,026,322	4,882,038	5,121,964	5,136,196	4,861,288	5,066,717	8,597,295	8,779,564
General & Business Administrative Services	3,974,176	3,542,331	3,424,772	3,771,286	3,637,859	3,770,910	3,814,487	3,894,595	6,094,901	6,120,719
Plant Operations and Maintenance	13,163,428	12,978,531	11,976,463	13,669,091	13,448,651	12,775,436	13,179,548	15,574,514	16,885,065	14,765,588
Pupil Transportation	4,476,745	5,129,751	5,128,711	5,228,746	5,711,339	6,154,756	5,712,675	4,683,479	9,077,082	9,952,476
Unallocated Benefits	23,599,821	25,496,099	27,832,410	52,183,713	53,546,725	44,872,483	40,654,131	50,870,393		
Special Schools	205,055	345,050	333,339	263,831						
Transfer to Charter School									342,609	401,838
Interest on Long Term Debt	1,680,406	1,708,774	1,179,056	1,087,854	1,021,276	946,437	2,152,905	3,221,398	3,975,452	4,124,880
Bond Issuance Costs		115,556					752,118	488,221		
Noncapitalized Expenses and Debt (Net)								506,213		
Unallocated Depreciation	2,287,569	2,719,267	2,676,469	2,748,029	3,965,021	3,527,857	4,561,093	4,527,336		
Total Governmental Activities Expenses	127,511,742	130,157,652	133,105,060	159,997,113	164,357,358	158,638,822	159,619,170	176,132,514	174,971,965	181,887,075
Business-Type Activities:										
Food Service	2,023,553	2,094,289	2,166,949	2,060,320	2,073,567	2,103,811	1,742,531	1,038,402	2,098,259	2,580,513
Other				221,691	406,555	364,139	358,100	38,803	224,408	356,392
Total Business-Type Activities Expenses	2,023,553	2,094,289	2,166,949	2,282,011	2,480,122	2,467,950	2,100,631	1,077,205	2,322,667	2,936,905
Total District Expenses	\$ 129,535,295	\$ 132,251,941	\$ 135,272,009	\$ 162,279,124	\$ 166,837,480	\$ 161,106,772	\$ 161,719,801	\$ 177,209,719	\$ 177,294,632	\$ 184,823,980
Program Revenues										
Governmental Activities:										
Charges For Services:										
Operating Grants and Contributions	\$ 18,756,585	\$ 19,596,194	\$ 21,342,238	\$ 44,618,435	\$ 45,836,315	\$ 39,337,702	\$ 37,182,357	\$ 43,430,739	\$ 671,017	\$ 785,733
Total Governmental Activities Program Revenue	\$ 18,756,585	\$ 19,596,194	\$ 21,342,238	\$ 44,618,435	\$ 45,836,315	\$ 39,337,702	\$ 37,182,357	\$ 43,430,739	\$ 8,174,008	\$ 11,039,388
									\$ 8,845,025	\$ 11,825,121

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (UNAUDITED)
(ACCRUAL BASIS OF ACCOUNTING)

YEAR ENDING JUNE 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Business-Type Activities										
Charges For Services										
Food Services	\$ 1,280,673	\$ 1,188,365	\$ 1,281,564	\$ 1,383,191	\$ 1,459,876	\$ 1,134,600	\$ 1,008,274	\$ 31,909	\$ 278,148	\$ 1,564,999
Other				265,254	457,275	466,089	315,782	10,000	438,841	483,257
Operating Grants And Contributions	782,356	804,303	788,150	784,307	792,261	777,510	608,064	1,000,625	2,408,538	1,218,255
Total Business Type Activity Program Revenue	<u>2,063,029</u>	<u>1,992,668</u>	<u>2,069,714</u>	<u>2,432,751</u>	<u>2,709,412</u>	<u>2,378,199</u>	<u>1,932,120</u>	<u>1,042,534</u>	<u>3,125,527</u>	<u>3,266,511</u>
Total District Program Revenue	<u>\$ 2,063,029</u>	<u>\$ 1,992,668</u>	<u>\$ 2,069,714</u>	<u>\$ 2,432,751</u>	<u>\$ 2,709,412</u>	<u>\$ 2,378,199</u>	<u>\$ 1,932,120</u>	<u>\$ 1,042,534</u>	<u>\$ 3,125,527</u>	<u>\$ 3,266,511</u>
Net (Expense)/ Revenue:										
Governmental Activities	\$ (108,755,157)	\$ (110,561,458)	\$ (111,762,822)	\$ (115,378,678)	\$ (118,521,043)	\$ (119,301,121)	\$ (122,436,812)	\$ (131,696,766)	\$ (166,126,940)	\$ (170,061,954)
Business - Type Activities	39,476	(101,620)	(97,235)	150,740	229,290	(89,751)	(168,511)	(34,671)	802,860	329,606
Total District - Wide Net Expense	<u>\$ (108,715,681)</u>	<u>\$ (110,663,078)</u>	<u>\$ (111,860,058)</u>	<u>\$ (115,227,938)</u>	<u>\$ (118,291,753)</u>	<u>\$ (119,390,872)</u>	<u>\$ (122,605,323)</u>	<u>\$ (131,731,437)</u>	<u>\$ (165,324,080)</u>	<u>\$ (169,732,348)</u>
General Revenues And Other Changes In Net Position										
Governmental Activities:										
Property Taxes Levied For Gen. Purposes, Net	\$ 104,473,642	\$ 106,563,115	\$ 109,134,877	\$ 111,726,677	\$ 115,755,202	\$ 118,544,891	\$ 120,915,789	\$ 123,334,105	\$ 125,800,787	\$ 128,165,401
Taxes Levied For Debt Service	3,890,933	3,936,160	3,688,091	3,833,697	3,782,801	3,701,848	3,688,929	5,373,761	7,047,549	8,535,314
Unrestricted Grants And Contributions	106,233	514,030	1,590,412	903,112	529,471	2,518,962	50,218	9,755,630	36,047,227	32,686,516
Tuition Received				299,967	385,838	54,530	39,647			
Interest Income									186,116	359,599
Miscellaneous Income	437,986	297,609	489,467	570,791	583,128	649,503	1,090,602	848,554	663,086	4,740,304
Other Financing Sources/(Uses)										5,067,828
Transfer Of Funds To Charter Schools					(211,940)	(174,572)	(54,905)	(144,610)		
Transfer Of Funds To Food Service Fund					(25,535)	(24,661)	(28,980)		(10,176)	
Total Governmental Activities	<u>108,908,794</u>	<u>111,310,914</u>	<u>114,902,847</u>	<u>117,334,244</u>	<u>120,798,964</u>	<u>125,270,501</u>	<u>125,701,300</u>	<u>139,167,440</u>	<u>169,734,589</u>	<u>179,554,962</u>
Business-Type Activities:										
Transfers					25,535	24,661	28,980		10,176	
Total Business-Type Activities					<u>25,535</u>	<u>24,661</u>	<u>28,980</u>		<u>10,176</u>	<u>-</u>
Total District Wide	<u>\$ 108,908,794</u>	<u>\$ 111,310,914</u>	<u>\$ 114,902,847</u>	<u>\$ 117,334,244</u>	<u>\$ 120,824,499</u>	<u>\$ 125,295,162</u>	<u>\$ 125,730,280</u>	<u>\$ 139,167,440</u>	<u>\$ 169,744,765</u>	<u>\$ 179,554,962</u>
Change In Net Position										
Governmental Activities	\$ 153,637	\$ 749,456	\$ 3,140,025	\$ 1,955,566	\$ 2,277,921	\$ 5,969,380	\$ 3,264,488	\$ 7,470,674	\$ 3,607,649	\$ 9,493,008
Business-Type Activities	39,476	(101,620)	(97,235)	150,740	254,825	(65,090)	(139,531)	(34,671)	813,036	329,606
Total District	<u>\$ 193,113</u>	<u>\$ 647,836</u>	<u>\$ 3,042,789</u>	<u>\$ 2,106,306</u>	<u>\$ 2,532,746</u>	<u>\$ 5,904,290</u>	<u>\$ 3,124,957</u>	<u>\$ 7,436,003</u>	<u>\$ 4,420,685</u>	<u>\$ 9,822,614</u>

Source: ACFR Schedule A-2

GASB 84 was implemented during the 2021 fiscal year, which required the recognition of student activity revenue reported as charges for services. The amount is not reflected in the June 30th prior revenue balances above.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

FUND BALANCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (UNAUDITED)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
YEAR ENDING JUNE 30.

	2014	2015	2016	2017	2018	2019	Restated 2020	2021	2022	2023
Governmental Funds:										
Restricted For:										
Excess Surplus - Current Year	\$ 2,471,003	\$ 2,275,894	\$ 2,389,338	\$ 2,389,338	\$ 2,389,338	\$ 3,453,594	\$ 6,676,301	\$ 7,520,287	\$ 7,648,869	\$ 7,044,348
Excess Surplus - Prior Year - Designated For Subsequent Year Expenditures	1,949,406	2,471,003	2,275,894	2,389,338	2,389,338	2,389,338	3,453,594	6,676,301	7,520,287	7,648,869
Unemployment Compensation							731,957	639,229	639,229	639,229
Student Activities									507,258	547,458
Capital Reserve Account	715,936	1,315,936	1,977,406	1,845,184	1,845,184	3,845,184	5,845,184	7,845,184	9,500,598	9,297,611
Designated Maintenance Reserve Account					1,000,000	1,000,000	1,000,000			
Maintenance Reserve Account				1,000,000	1,453,759	2,453,759	2,453,759	3,725,991	3,725,991	5,725,991
Assigned To:										
Year End Encumbrances	1,197,424	1,607,066	1,848,073	1,905,619	1,168,585	1,769,637	3,472,131	2,798,479	2,853,652	2,412,879
Designated For Subsequent Year Expenditures	(1)	10,601	(5,940)	(5,940)	2,807,902	2,491,803	1,392,154	1,087,430	19,240	3,594,902
Capital Projects	11,731,735	5,788,584	3,385,129	4,571,828	3,289,498	3,257,793	63,070,021	121,798,692	123,041,623	84,350,166
Unassigned:										
General Fund	1,174,227	1,141,862	970,781	1,021,228	1,088,584	3,025,378	2,837,973	7,174,349	6,828,725	3,704,449
Special Revenue Fund	(5,940)	(5,940)	(5,940)	(5,940)	(5,940)	(148,148)	518,332	401,149	(471,706)	(434,773)
Debt Service			10,601				460,615	38,432	1,726,062	5,708,036
Total Fund Balances	\$ 19,233,790	\$ 14,605,006	\$ 12,840,681	\$ 15,116,596	\$ 17,426,249	\$ 23,538,338	\$ 91,912,020	\$ 159,705,523	\$ 163,539,828	\$ 130,239,165

Source: ACFR Schedule B-1 and District records

GASB 84 was implemented during the 2021 fiscal year, which required the establishment of new restricted fund balances for unemployment compensation and student activity records.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

CHANGE IN FUND BALANCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (UNAUDITED)

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
YEAR ENDING JUNE 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Tax Levy	\$ 108,364,575	\$ 110,499,275	\$ 112,822,968	\$ 115,560,374	\$ 119,538,003	\$ 122,246,739	\$ 124,604,718	\$ 128,707,866	\$ 132,848,336	\$ 136,700,715
Tuition Charges				299,967	385,838	54,530	39,647		60,066	23,686
Interest Earnings									186,116	4,380,007
Miscellaneous	438,055	150,776	489,467							1,636,337
Local Sources	374,813	146,833	404,229	694,420	789,765	796,401	1,201,328	848,554	1,396,060	
State Sources	15,645,143	17,335,439	20,124,619	19,726,459	22,255,038	27,282,609	27,694,366	36,605,051	45,757,143	48,782,173
Federal Sources	<u>2,842,862</u>	<u>2,774,785</u>	<u>2,403,801</u>	<u>2,736,573</u>	<u>1,896,805</u>	<u>2,492,802</u>	<u>2,146,483</u>	<u>3,057,852</u>	<u>3,671,253</u>	<u>8,621,683</u>
Total Revenues	<u>127,665,448</u>	<u>130,907,108</u>	<u>136,245,085</u>	<u>139,017,793</u>	<u>144,865,448</u>	<u>152,873,081</u>	<u>155,686,542</u>	<u>169,219,323</u>	<u>183,918,976</u>	<u>200,144,601</u>
Expenditures										
Instruction										
Regular Instruction	36,873,779	36,250,455	36,293,144	35,050,556	35,569,654	36,337,486	37,131,938	39,405,256	41,040,229	42,792,732
Special Education Instruction	11,537,515	11,352,097	12,162,288	13,273,109	14,675,069	17,292,564	17,414,059	15,768,002	18,399,483	20,692,468
Other Special Instruction	1,775,414	1,716,845	1,723,485	1,768,561	1,767,346	1,907,490	1,773,977	2,855,536	2,335,794	4,156,321
Other Instruction	1,078,797	1,111,781	1,256,881	1,139,410	1,056,102	1,232,785	1,316,592	1,254,864	1,258,408	1,265,658
Support Services										
Tuition	8,539,915	9,858,975	10,983,798	12,442,167	12,876,354	11,395,133	11,808,231	10,446,793	10,537,682	11,122,753
Student & Instructional Related Services	12,962,612	12,811,626	12,885,353	12,266,153	12,227,473	13,219,715	14,156,120	17,301,101	22,116,315	23,758,753
General Administration	3,932,378	3,459,177	3,341,618	4,879,690	5,119,616	5,136,196	4,861,288	5,066,717	4,464,552	4,587,571
School Administrative Services	4,988,727	4,775,636	5,023,974	3,688,132	3,554,705	3,770,910	3,814,487	3,894,595	5,616,587	5,836,963
Plant Operations And Maintenance	12,999,723	12,829,800	11,827,732	13,520,360	13,299,920	12,441,975	12,846,086	15,241,052	15,278,888	14,051,810
Pupil Transportation	4,471,907	5,081,904	5,080,864	5,162,911	5,621,090	6,154,756	5,712,675	4,683,479	8,145,717	9,416,908
Employee Benefits	23,599,821	25,407,618	27,490,074	27,515,493	30,776,771	32,856,120	33,503,999	37,411,396	43,791,503	46,944,128
Transfer To Charter Schools	205,055	345,050	333,339	263,831	211,940	174,572			342,609	401,838
Capital Outlay	3,977,916	6,373,732	5,476,818	1,629,470	1,604,988	743,353	4,772,376	1,573,621	32,276,955	39,637,353
Bond Issue Costs										
Debt Service:										
Principal	2,441,097	2,470,000	2,595,000	2,670,000	2,763,000	2,760,000	2,840,000	2,935,000	4,760,000	6,490,000
Interest	1,682,354	1,817,344	1,524,440	1,482,635	1,406,235	1,313,275	1,221,475	3,443,800	4,429,852	4,340,764
Bond Issue Costs							752,118	488,221	55,907	
Total Expenditures	<u>131,067,011</u>	<u>135,662,040</u>	<u>137,998,808</u>	<u>136,752,479</u>	<u>142,530,261</u>	<u>146,736,330</u>	<u>153,173,303</u>	<u>161,281,212</u>	<u>214,850,481</u>	<u>235,496,020</u>
(Deficiency) Excess of Revenues										
(Under) Over Expenditures	<u>(3,401,563)</u>	<u>(4,754,932)</u>	<u>(1,753,724)</u>	<u>2,265,314</u>	<u>2,335,187</u>	<u>6,136,751</u>	<u>2,513,239</u>	<u>7,938,111</u>	<u>(30,931,505)</u>	<u>(35,351,419)</u>
Other Financing Sources (Uses)										
Financed Purchases Payable (Non-Budgeted)									1,700,000	
Obligations Under Lease									34,079	
School Bond Proceeds	5,080,000						64,400,000	60,000,000	32,986,000	
Refunding Bond Proceeds									10,500,000	
Payment to Bond Refunding Escrow Agent									(10,673,316)	
Net Proceeds From Refunding		126,157								
Premium On Bonds							752,118	488,221	557,134	
Discount On Bonds									(327,911)	
Proceeds from the Sale of Assets										2,050,756
Transfers In	433,138		1,277,627	1,900,000					37,344,609	1,410,061
Transfers Out	(433,138)		(1,277,627)	(1,900,000)	(25,535)	(24,661)	(83,885)	(144,610)	(37,354,785)	(1,410,061)
Extraordinary Items										
Total Other Financing Sources (Uses)	<u>5,080,000</u>	<u>126,157</u>	<u>-</u>	<u>-</u>	<u>(25,535)</u>	<u>(24,661)</u>	<u>65,068,233</u>	<u>60,343,611</u>	<u>34,765,810</u>	<u>2,050,756</u>
Net Change in Fund Balances	<u>\$ 1,678,437</u>	<u>\$ (4,628,774)</u>	<u>\$ (1,753,724)</u>	<u>\$ 2,265,314</u>	<u>\$ 2,309,652</u>	<u>\$ 6,112,090</u>	<u>\$ 67,581,472</u>	<u>\$ 68,281,722</u>	<u>\$ 3,834,305</u>	<u>\$ (33,300,663)</u>
Debt Service as a Percentage of										
Noncapital Expenditures	1.92%	1.91%	1.96%	1.98%	1.96%	1.89%	1.91%	1.84%	2.61%	3.31%

Source: ACFR Schedule B-2

Note: Governmental Standards Board No. 87 (GASB 87) was implemented by the District for the year ended June 30, 2022. Under GASB 87, a single model approach exists, meaning a distinction between operating and capital leases no longer exists. As a result, GASB 87 now requires all agreements meeting the definition of a lease to be classified as either a financed purchased lease or an obligation under lease.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

GENERAL FUND - OTHER LOCAL REVENUE SOURCE
LAST TEN FISCAL YEARS (UNAUDITED)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

<u>Fiscal Year Ending June 30,</u>	<u>Tuition for LEA's</u>	<u>Interest on Investments</u>	<u>Reimbursements</u>	<u>Miscellaneous</u>	<u>Total</u>
2014				\$ 438,055	\$ 438,055
2015				150,776	150,776
2016				489,467	489,467
2017				570,791	570,791
2018	\$ 38,717	\$ 249,642		294,769	583,128
2019	19,718	506,121		123,664	649,503
2020		485,232		144,754	629,987
2021		139,649		159,562	299,211
2022	60,066	186,116	\$ 311,627	154,590	712,399
2023	23,686	359,599		719,896	1,103,181

Source: District Records

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS (UNAUDITED)

YEAR ENDING DECEMBER 31	VACANT LAND	RESIDENT.	FARM REG	Q FARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	MEMO TAX EXEMPT PROPERTY	PUBLIC UTILITIES	NET VALUATION TAXABLE	ESTIMATED ACTUAL EQUALIZED VALUE	TOTAL SCHOOL DISTRICT TAX RATE
<u>MAPLEWOOD TOWNSHIP</u>													
2014	\$ 9,257,000	\$ 2,718,165,900			\$ 282,472,200	\$ 22,172,700	\$ 31,829,300	\$ 3,063,897,100		\$ 2,250,265	\$ 3,066,147,365	\$ 3,309,030,180	\$ 2.041
2015	9,402,000	2,723,007,400			278,290,000	20,903,900	31,777,700	3,063,381,000		2,258,430	3,065,639,430	3,405,509,698	2.082
2016	10,269,800	2,728,132,000			252,317,600	24,988,300	38,996,200	3,054,703,900		2,278,820	3,056,982,720	3,486,919,950	2.135
2017	11,638,600	3,416,436,700			332,822,400	37,888,000	50,172,600	3,848,958,300		2,639,093	3,851,597,393	3,851,597,393	1.761
2018	11,601,100	3,421,036,700			324,218,200	35,878,200	50,351,600	3,843,085,800	\$ 872,767,600	2,502,383	3,845,588,183	4,013,594,936	1.823
2019	12,755,100	3,437,701,400			317,082,200	34,130,200	63,795,300	3,865,464,200	870,116,300	2,422,457	3,867,886,657	4,229,047,296	1.853
2020	12,298,200	3,447,463,700			308,745,100	33,429,000	63,498,300	3,865,434,300	869,977,300	2,402,526	3,867,836,826	4,276,395,951	1.907
2021	12,178,900	3,452,535,700			305,886,400	33,068,200	66,799,100	3,870,468,300	871,346,200	2,457,256	3,872,925,556	4,569,620,189	1.958
2022	11,800,800	3,466,728,800			305,655,300	32,471,200	66,056,500	3,882,712,600	871,875,400	2,315,461	3,885,028,061	4,595,988,173	2.003
2023	10,465,600	3,478,390,300			320,296,700	3,222,100	65,727,800	3,907,101,600	869,556,200	2,156,989	3,909,258,589	5,027,622,116	2.051
<u>SOUTH ORANGE VILLAGE</u>													
2014	\$ 9,993,900	\$ 2,008,258,300			\$ 150,548,800	\$ 2,202,700	\$ 66,661,600	\$ 2,237,665,300	\$ 605,870,600	\$ 4,295,762	\$ 2,241,961,062	\$ 2,507,505,941	\$ 2.090
2015	8,099,500	2,003,294,500			152,753,700	2,202,700	66,251,600	2,232,602,000	616,559,400	4,038,556	2,236,640,556	2,559,085,304	2.139
2016	7,595,500	2,006,957,800			149,833,700	2,166,600	64,209,600	2,230,763,200	669,595,300	4,168,303	2,234,931,503	2,624,997,635	2.190
2017	19,209,700	2,541,976,600			196,613,300	4,089,400	71,884,000	2,833,773,000	978,972,400	4,926,562	2,833,773,000	2,833,733,000	1.752
2018	20,009,700	2,545,929,800			194,149,100	4,089,400	71,875,100	2,836,053,100	978,194,200	4,802,476	2,840,855,576	2,940,612,972	1.780
2019	19,280,800	2,546,986,300			187,813,100	4,089,400	76,575,100	2,834,744,700	982,632,500	4,762,521	2,839,507,221	2,834,744,700	1.824
2020	19,247,300	2,548,003,900			186,871,000	4,089,400	76,575,100	2,834,786,700	981,763,600	4,628,216	2,839,414,916	2,834,786,700	1.863
2021	23,441,700	2,546,177,600			175,644,500	4,089,400	78,857,100	2,828,210,300	980,556,400	4,934,183	2,833,144,483	3,370,126,668	1.940
2022	23,308,500	2,549,238,400			178,551,100	4,089,400	79,990,000	2,835,177,400	981,810,500	4,328,102	2,839,505,502	3,832,586,155	2.009
2023	21,404,000	2,556,830,400			176,110,100	1,767,400	79,990,000	2,836,101,900	1,069,316,660	5,598,500	2,841,700,400	3,674,025,548	2.076

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

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

YEAR END JUNE, 30	SOUTH ORANGE/MAPLEWOOD SCHOOL DISTRICT			OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE
	BASIC RATE	GENERAL OBLIGATION DEBT SERVICE	TOTAL DIRECT SCHOOL TAX RATE	MAPLE- WOOD TWP.	SOUTH ORANGE VILLAGE	ESSEX COUNTY	
<u>MAPLEWOOD TOWNSHIP</u>							
2014	N/A	N/A	\$ 2.041	\$ 0.919		\$ 0.564	\$ 3.524
2015	N/A	N/A	2.082	0.938		0.580	3.600
2016	N/A	N/A	2.135	0.960		0.600	3.695
2017	N/A	N/A	1.761	0.780		0.508	3.049
2018	N/A	N/A	1.823	0.795		0.525	3.143
2019	N/A	N/A	1.853	0.844		0.529	3.226
2020	N/A	N/A	1.907	0.870		0.545	3.322
2021	N/A	N/A	1.958	0.929		0.532	3.419
2022	N/A	N/A	2.003	0.978		0.545	3.526
2023	N/A	N/A	2.051	1.014		0.551	3.616
<u>SOUTH ORANGE VILLAGE</u>							
2013	N/A	N/A	\$ 2.025		\$ 0.976	\$ 0.553	\$ 3.554
2014	N/A	N/A	2.090		0.989	0.582	3.661
2015	N/A	N/A	2.139		1.007	0.593	3.739
2016	N/A	N/A	2.190		1.030	0.610	3.830
2017	N/A	N/A	1.752		0.825	0.495	3.072
2018	N/A	N/A	1.788		0.840	0.522	3.150
2019	N/A	N/A	1.824		0.858	0.516	3.198
2020	N/A	N/A	1.863		0.881	0.536	3.280
2021	N/A	N/A	1.940		0.915	0.530	3.385
2022	N/A	N/A	2.009		0.950	0.548	3.507
2023	N/A	N/A	2.076		1.004	0.557	3.637

Source: District Records and Essex County Abstract of Ratables

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 calculation.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TEN YEARS AGO (UNAUDITED)

	2023			2014		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DIRECT NET ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DIRECT NET ASSESSED VALUE
<u>MAPLEWOOD TOWNSHIP</u>						
Marcus Ward Home Co. Springpoint	\$ 51,175,000	1	1.07%			
Gardens at Maplewood	13,306,200	2	0.28%			
AP Station House LLC	10,351,200	3	0.22%			
Maplewood Country Club	10,301,000	4	0.22%			NOT AVAILABLE
JMF Maplewood LLC & Gladstone	8,700,800	5	0.18%			
V & F Properites, LLC	7,887,100	6	0.16%			
Maplewood Urgan Renewal, Avalon Bay	7,050,000	7	0.15%			
1581 Springfield Development, LLC	6,795,000	8	0.14%			
Thompson Logistics Assets LLC C/OCW	6,500,000	9	0.14%			
Lloyd Harbor Associates, LLC	5,900,000	10	0.12%			
TOTAL	<u>\$ 127,966,300</u>		<u>2.68%</u>	<u>\$ -</u>		<u>0.00%</u>

	2023			2013		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DIRECT NET ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DIRECT NET ASSESSED VALUE
<u>SOUTH ORANGE VILLAGE</u>						
South Orange Property, LLC	14,991,000	1	0.0053			
Weill, TR./Stop and Shop	8,664,600	2	0.0031			
10 N. Ridgewood Rd., LLC	8,417,200	3	0.0030			
Gaslight Commons	7,000,000	4	0.0025			
Concord Apartments	6,925,100	5	0.0024			
Orange Lawn Country Club	6,359,100	6	0.0022			NOT AVAILABLE
TLE SOUTH ORANGE	5,585,000	7	0.0020			
Vose Manor associates	4,874,500	8	0.0017			
320 valley Street LLC	4,700,000	9	0.0017			
Halsey Gardens LLC	4,400,000	10	0.0016			
TOTAL	<u>\$ 71,916,500</u>		<u>2.55%</u>	<u>\$ -</u>		<u>0.00%</u>

Source: District ACFR & Municipal Tax Assessors

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

PROPERTY TAX LEVIES AND COLLECTIONS
FOR THE LAST TEN YEARS (UNAUDITED)

<u>YEAR ENDED DECEMBER 31,</u>	<u>TAXES LEVIED FOR THE YEAR</u>	<u>COLLECTED FOR THE YEAR</u>	<u>PERCENTAGE OF LEVY</u>	<u>COLLECTION IN SUBSEQUENT YEARS*</u>
MAPLEWOOD TOWNSHIP				
2014	\$ 108,406,480	\$ 106,806,631	98.52%	N/A
2015	110,773,226	109,475,414	98.83%	N/A
2016	113,174,060	111,584,156	98.60%	N/A
2017	117,189,187	116,242,872	99.19%	N/A
2018	122,041,893	120,545,599	98.77%	N/A
2019	125,033,522	123,570,619	98.83%	N/A
2020	128,753,546	127,594,764	99.10%	N/A
2021	132,401,509	131,330,667	99.19%	N/A
2022	137,960,817	135,958,151	98.55%	N/A
2023	142,172,206	140,830,451	99.06%	N/A
SOUTH ORANGE VILLAGE				
2014	\$ 82,178,085	\$ 81,114,513	98.71%	N/A
2015	83,655,196	82,559,313	98.69%	N/A
2016	85,531,963	84,566,569	98.87%	N/A
2017	87,415,945	86,345,946	98.78%	N/A
2018	89,606,121	88,551,005	98.82%	N/A
2019	90,968,251	89,926,096	98.85%	N/A
2020	93,233,082	92,191,914	98.88%	N/A
2021	95,965,165	95,234,623	99.24%	N/A
2022	99,607,860	98,710,311	99.10%	N/A
2023	N/A	N/A	N/A	N/A

* - New Jersey School Taxes are levied and collected by the constituent municipalities that comprise the District. All New Jersey school districts are entitled to full payment of school taxes levied by the close of the school year for which the taxes were levied. Payments follow statutory or negotiated payment schedules.

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

BOARD OF EDUCATION
 SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS (UNAUDITED)

FISCAL YEAR ENDING JUNE 30,	GOVERNMENTAL ACTIVITIES					BUSINESS TYPE ACTIVITIES	TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	CERTIFICATES OF PARTICIPATION	FINANCED PURCHASES PAYABLE	OBLIGATIONS UNDER LEASE	BOND ANTICIPATION NOTES	CAPITAL LEASES			
2014	\$ 46,328,000						\$ 46,328,000	N/A	\$ 1,136
2015	42,758,000						42,758,000	N/A	1,042
2016	40,163,000						40,163,000	N/A	978
2017	37,493,000						37,493,000	N/A	916
2018	34,730,000						34,730,000	N/A	830
2019	31,970,000						31,970,000	N/A	762
2020	93,530,000						93,530,000	N/A	2,223
2021	150,595,000						150,595,000	N/A	3,419
2022	178,796,000		\$ 1,700,000	\$ 338,514			180,834,514	N/A	4,160
2023	172,306,000		1,269,309	247,469			173,822,778	N/A	4,001

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

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS (UNAUDITED)

<u>FISCAL YEAR</u> <u>ENDING JUNE 30.</u>	<u>GENERAL</u> <u>OBLIGATION</u> <u>BONDS</u>	<u>DEDUCTIONS</u>	<u>NET GENERAL</u> <u>BONDED DEBT</u> <u>OUTSTANDING</u>	<u>PERCENTAGE OF</u> <u>ACTUAL TAXABLE</u> <u>VALUE OF</u> <u>PROPERTY</u>	<u>PER</u> <u>CAPITA</u>
2014	\$ 46,328,000		\$ 46,328,000	0.874%	\$ 1,136
2015	42,758,000	\$ 10,601	42,768,601	0.716%	1,043
2016	40,163,000	10,601	40,173,601	0.672%	978
2017	37,493,000		37,493,000	0.613%	916
2018	34,730,000		34,730,000	0.534%	830
2019	31,970,000		31,970,000	0.460%	762
2020	93,530,000	460,615	93,069,385	1.281%	2,212
2021	150,595,000	499,047	150,095,953	2.238%	3,407
2022	178,796,000	1,726,062	177,069,938	2.633%	4,073
2023	172,306,000	5,708,036	166,597,964	2.468%	3,835

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

a See Exhibit J-6 for property tax data.

b Per Capita data can be found in Exhibit J-14.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2023 (UNAUDITED)

GOVERNMENTAL UNIT	<u>DEBT OUTSTANDING</u>	<u>ESTIMATED PERCENTAGE APPLICABLE</u>	<u>ESTIMATED SHARE OF OVERLAPPING DEBT</u>
DEBT REPAYED WITH PROPERTY TAXES			
SOUTH ORANGE VILLAGE	\$ 83,682,228	100.00%	\$ 83,682,228
MAPLEWOOD TOWNSHIP	59,434,411	100.00%	59,434,411
ESSEX COUNTY (Net)	685,637,111	8.09%	55,464,578
OTHER DEBT (NONE)			-
SUBTOTAL OVERLAPPING DEBT			198,581,217
BOARD OF EDUCATION DIRECT DEBT			166,597,964
TOTAL DIRECT AND OVERLAPPING DEBT			<u>\$ 365,179,181</u>

Source(s): South Orange Village and Maplewood Township, Chief Financial Officer
Essex County Treasure's Office

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

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS (UNAUDITED)

LEGAL DEBT MARGIN CALCULATION FOR FISCAL YEAR 2023 (As of December 31, 2022 per statute)
EQUALIZED VALUATION BASIS

	<u>MAPLEWOOD</u>	<u>SO. ORANGE</u>	<u>COMBINED</u>
2022	\$ 4,984,266,701	\$ 3,124,076,152	\$ 8,108,342,853
2021	4,569,620,189	3,370,126,668	7,939,746,857
2020	4,276,395,951	3,124,076,152	7,400,472,103
			<u>23,448,561,813</u>
AVERAGE EQUALIZED VALUATION OF TAXABLE PROPERTY			<u>\$ 7,816,187,271</u>
DEBT LIMIT (4% X)			\$ 312,647,491
TOTAL DEBT APPLICABLE TO LIMIT			<u>166,597,964</u>
LEGAL DEBT MARGIN			<u>\$ 146,049,527</u>

<u>YEAR</u>	<u>DEBT LIMIT</u>	<u>TOTAL DEBT APPLICABLE TO LIMIT</u>	<u>LEGAL DEBT MARGIN</u>	<u>PERCENTAGE OF DEBT LIMIT</u>
2014	\$ 235,812,514	\$ 42,758,000	\$ 193,054,514	18.132%
2015	238,479,487	40,163,000	198,316,487	16.841%
2016	240,531,311	37,493,000	203,038,311	15.588%
2017	260,090,784	34,730,000	225,360,784	13.353%
2018	274,805,676	31,970,000	242,835,676	11.634%
2019	288,113,371	93,069,385	195,043,986	32.303%
2020	294,306,056	150,095,953	144,210,103	51.000%
2021	303,958,652	177,099,938	126,858,714	58.264%
2022	312,647,491	166,597,964	146,049,527	53.286%
2023	N/A	N/A	N/A	N/A

Source: Abstract of Ratables and District Records

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS (UNAUDITED)

<u>YEAR</u>	<u>POPULATION</u>	<u>PERSONAL INCOME</u>		<u>PER CAPITA PERSONAL INCOME*</u>	<u>UNEMPLOYMENT RATE</u>
<u>MAPLEWOOD TOWNSHIP</u>					
2014	24,033	N/A	\$	55,797	6.7%
2015	24,431	N/A		58,470	5.2%
2016	24,448	N/A		60,836	4.6%
2017	24,455	N/A		62,253	3.9%
2018	24,436	N/A		64,232	3.6%
2019	25,194	N/A		67,459	3.2%
2020	25,380	N/A		N/A	2.8%
2021	25,566	N/A		67,657	6.0%
2022	25,420	N/A		68,571	3.9%
2023	25,220	N/A		74,936	2.9%
<u>SOUTH ORANGE VILLAGE</u>					
2014	16,192	N/A	\$	55,797	5.4%
2015	16,209	N/A		58,470	4.9%
2016	16,219	N/A		60,836	4.3%
2017	16,216	N/A		62,253	3.7%
2018	16,757	N/A		64,232	3.3%
2019	16,726	N/A		67,459	3.0%
2020	16,691	N/A		N/A	2.6%
2021	18,484	N/A		67,657	9.6%
2022	18,049	N/A		70,073	9.6%
2023	18,220	N/A		78,985	2.8%

*-Amounts reported are for the County of Essex, as no sub-county estimates are available

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO (UNAUDITED)

<u>EMPLOYERS</u>	<u>2023</u>			<u>2014</u>		
	<u>EMPLOYEES</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL MUNICIPAL EMPLOYMENT</u>	<u>EMPLOYEES</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL MUNICIPAL EMPLOYMENT</u>
NOT AVAILABLE	N/A	N/A	N/A	N/A	N/A	N/A
NOT AVAILABLE	N/A	N/A	N/A	N/A	N/A	N/A
NOT AVAILABLE	N/A	N/A	N/A	N/A	N/A	N/A
NOT AVAILABLE	N/A	N/A	N/A	N/A	N/A	N/A
NOT AVAILABLE	N/A	N/A	N/A	N/A	N/A	N/A
NOT AVAILABLE	N/A	N/A	N/A	N/A	N/A	N/A
NOT AVAILABLE	N/A	N/A	N/A	N/A	N/A	N/A

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS (UNAUDITED)

<u>Function/Program</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Instruction										
Regular	401.43	398.53	399.04	399.36	402.64	411.16	417.8	428.9	437.98	439.74
Special Education	106.72	103.84	103.28	113.54	145.00	150.28	150.00	156.20	159.90	167.20
Other Special Education										
Vocational										
Other Instruction	29.3	30.3	28.3	28.7	28.7	28.7	30	33.3	32.7	33.7
Nonpublic School Programs										
Adult/Continuing Education										
Support Services										
Student & Instruction Related Services	110.4	110.4	108.4	108.9	109.4	117.82	118.8	112.9	117.1	120.4
General Administration	9	9	9	9	9	10	11	11	12	15
School Administrative Services	48	47	45	45	45	45	45	45	45	37.5
Other Administrative Services										
Central Services	10	10	11	11	13	13	15.9	15.4	15.4	17
Administrative Information Technology	4	4	5	5	2	2	2	2	2	3
Plant Operations and Maintenance	9.5	9.5	9.5	9.5	10	11	10	10	10	11
Pupil Transportation	14.5	14.0	14.0	14.0	13.5	13.2	14.2	15.9	21.0	2.0
Other Support Services										
Special Schools-ETTC										
Food Service	1	1	1	1	1	1	1	1	1	1
Child Care										
Total	743.85	737.57	733.52	745.00	779.24	803.16	815.70	831.60	854.08	847.54

Source: District Personnel Records

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD

OPERATING STATISTICS
LAST TEN FISCAL YEARS (UNAUDITED)

FISCAL YEAR ENDING JUNE 30.	ENROLLMENT	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF	PUPIL/TEACHER RATIO			AVERAGE DAILY ENROLLMENT	AVERAGE DAILY ATTENDANCE	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY	MIDDLE SCHOOL	SENIOR HIGH SCHOOL				
2014	6,756	\$ 119,725,396	\$ 17,721	-1.87%	537	12-1	12-1	12-1	6,774	6,484	2.48%	95.72%
2015	6,825	122,197,814	17,904	1.03%	533	12-1	12-1	12-1	6,845	6,558	1.05%	95.81%
2016	6,852	126,819,419	18,508	3.37%	531	13-1	13-1	13-1	6,865	6,575	0.29%	95.78%
2017	6,935	130,970,374	18,885	3.27%	542	10-1	11-1	11-1	6,960	6,641	1.00%	95.41%
2018	7,038	136,544,098	19,401	4.26%	563	12-1	12-1	12-1	7,028	6,678	0.98%	95.02%
2019	7,121	141,745,131	19,905	3.81%	574	12-1	12-1	12-1	7,097	6,737	0.98%	94.93%
2020	7,140	142,763,344	19,995	0.72%	598	12-1	12-1	12-1	7,016	6,672	1.14%	95.10%
2021	6,869	153,328,791	22,322	7.40%	618	12-1	12-1	12-1	6,850	6,573	2.37%	95.96%
2022	6,680	173,327,767	25,947	21.41%	631	12-1	12-1	12-1	6,669	6,269	4.95%	94.00%
2023	6,655	185,027,903	27,803	20.67%	642	12-1	12-1	12-1	6,740	6,285	1.61%	93.25%

Source: District Records

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).

SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS (UNAUDITED)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Elementary										
CLINTON (1923)										
Square Feet	63,071	63,071	63,071	63,071	63,071	63,071	63,071	63,071	63,071	63,071
Capacity	483	483	483	483	483	483	483	483	483	483
Enrollment	557	556	573	578	578	612	605	581	550	
JEFFERSON (1920)										
Square Feet	71,293	71,293	71,293	71,293	71,293	71,293	71,293	71,293	71,293	71,293
Capacity	498	498	498	498	498	498	498	498	498	498
Enrollment	575	523	489	486	531	556	544	468	418	
MARSHALL (1920)										
Square Feet	53,297	53,297	53,297	53,297	53,297	53,297	53,297	53,297	53,297	53,297
Capacity	450	450	450	450	450	450	450	450	450	450
Enrollment	486	533	531	536	487	524	518	441	446	
SETH BOYDEN (1920)										
Square Feet	74,355	74,355	74,355	74,355	74,355	74,355	74,355	74,355	74,355	74,355
Capacity	400	400	400	400	400	400	400	400	400	400
Enrollment	525	540	518	534	545	496	494	455	394	
SOUTH MOUNTAIN (1931)										
Square Feet	56,230	56,230	56,230	56,230	56,230	56,230	56,230	56,230	56,230	56,230
Capacity	419	419	419	419	419	419	419	419	419	419
Enrollment	447	446	451	449	440	453	492	454	439	
SO. MOUNTAIN ANNEX (1952)										
Square Feet	19,300	19,300	19,300	19,300	19,300	19,300	19,300	19,300	19,300	19,300
Capacity	154	154	154	154	154	154	154	154	154	154
Enrollment	152	151	152	152	149	152	155	158	150	
TUSCAN (1921)										
Square Feet	67,264	67,264	67,264	67,264	67,264	67,264	67,264	67,264	67,264	67,264
Capacity	575	575	575	575	575	575	575	575	575	575
Enrollment	617	603	639	632	616	626	637	599	568	

SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS (UNAUDITED)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Middle School										
MAPLEWOOD (1902)										
Square Feet	145,754	152,480	152,480	152,480	152,480	152,480	152,480	152,480	152,480	152,480
Capacity	899	1,067	1,067	1,067	1,067	1,067	1,067	1,067	1,067	1,067
Enrollment	798	800	768	762	753	810	828	801	740	
SO. ORANGE (1954)										
Square Feet	157,112	157,112	157,112	157,112	157,112	157,112	157,112	157,112	157,112	157,112
Capacity	943	943	943	943	943	943	943	943	943	943
Enrollment	782	788	796	805	811	778	786	784	783	
High School										
COLUMBIA (1926)										
Square Feet	341,209	341,209	341,209	341,209	341,209	341,209	341,209	341,209	341,209	341,209
Capacity	2,161	2,161	2,161	2,161	2,161	2,161	2,161	2,161	2,161	2,161
Enrollment	1,817	1,885	1,854	1,906	2,008	1,977	1,949	1,933	1,907	
MONTROSE ALT. (1920)										
Square Feet	32,117	32,117	32,117	32,117	32,117	32,117	32,117	32,117	32,117	32,117
Capacity	220	220	220	220	220	220	220	220	220	220
Enrollment			81	95	118	137	132	100	145	
OTHER										
ADMINISTRATION BLDG (1920)										
SQUARE FEET	27,989	27,989	27,989	27,989	27,989	27,989	27,989	27,989	27,989	27,989
MAINTENANCE BLDG (1905)										
SQUARE FEET	6,596	6,596	6,596	6,596	6,596	6,596	6,596	6,596	6,596	6,596
UNDERHILL FIELD (1920)										
SQUARE FEET	4,314	4,314	4,314	4,214	4,214	4,214	4,214	4,214	4,214	4,214
NEW FIELD HOUSE										
SQUARE FEET	3,156	3,156	3,156	3,156	3,156	3,156	3,156	3,156	3,156	3,156

Source: District Records

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
(UNAUDITED)

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES
11-000-261-XXX

<u>SCHOOL FACILITIES:</u>	<u>PROJECT #</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
CLINTON ELEMENTARY	N/A	\$ 141,974	\$ 207,993	\$ 103,174	\$ 115,257	\$ 146,604	\$ 101,223	\$ 191,706	\$ 235,477	\$ 84,714	\$ 25,425
COLUMBIA HIGH SCHOOL	N/A	1,735,156	503,297	875,173	1,163,906	903,927	577,474	533,181	475,860	373,635	513,832
JEFFERSON ELEMENTARY	N/A	225,452	233,066	123,687	161,100	266,037	174,313	76,347	132,503	228,919	82,740
MAPLEWOOD MIDDLE SCHOOL	N/A	389,427	1,137,858	268,823	411,372	530,261	270,349	159,606	223,501	334,721	175,360
MARSHALL ELEMENTARY	N/A	132,682	216,830	185,027	276,493	196,159	94,024	87,445	171,567	201,574	80,896
MONTROSE ELEMENTARY	N/A	83,318	45,869	106,725	65,319	96,834	108,580	17,816	30,608	40,832	2,800
SETH BOYDEN ELEMENTARY	N/A	191,758	202,362	211,789	285,289	197,012	160,747	181,966	198,180	332,901	39,570
SOUTH MOUNTAIN ANNEX	N/A	29,942	123,902	95,281	172,147	107,945	110,277	9,971	33,596	13,572	16,598
SOUTH MOUNTAIN ELEMENTARY	N/A	181,382	171,659	183,847	260,397	310,399	63,481	132,427	217,066	81,623	16,889
SOUTH ORANGE MIDDLE SCHOOL	N/A	337,790	318,943	170,094	463,972	371,070	117,169	69,651	236,442	245,365	63,889
TUSCAN ELEMENTARY	N/A	208,023	106,911	178,898	279,868	175,580	174,757	90,809	108,706	204,308	40,940
		<u>3,656,904</u>	<u>3,268,690</u>	<u>2,502,517</u>	<u>3,655,120</u>	<u>3,301,828</u>	<u>1,952,394</u>	<u>1,550,925</u>	<u>2,063,506</u>	<u>2,142,164</u>	<u>1,058,939</u>
<u>OTHER FACILITIES</u>		<u>212,168</u>	<u>236,829</u>	<u>174,212</u>	<u>619,569</u>	<u>295,789</u>	<u>187,610</u>	<u>324,683</u>	<u>806,799</u>	<u>610,043</u>	<u>783,709</u>
TOTAL		<u>\$ 3,869,072</u>	<u>\$ 3,505,519</u>	<u>\$ 2,676,729</u>	<u>\$ 4,274,689</u>	<u>\$ 3,597,617</u>	<u>\$ 2,140,004</u>	<u>\$ 1,875,608</u>	<u>\$ 2,870,305</u>	<u>\$ 2,752,207</u>	<u>\$ 1,842,648</u>

SOURCE: DISTRICT RECORDS

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
INSURANCE SCHEDULE
JUNE 30, 2023
UNAUDITED

The District is a member of the New Jersey School Boards Association Insurance Group (NJSBAIG) and maintains commercial insurance coverages for the various risks to which it is exposed.

The District, through NJSBAIG, has obtained the following coverages for the 2022-2023 fiscal year:

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy – NJSBAIG		
Blanket Coverage for Real and Personal Property (per occurrence)	\$500,000,000	\$5,000
Blanket Extra Expense	50,000,000	5,000
Valuable Papers	10,000,000	5,000
Restart (Demolition & Rebuild)	5,000,000	
Pollutant Cleanup & Removal	250,000	
Flood (per occurrence & aggregate):		
Zones A & V	25,000,000	500,000
All Other Zones	75,000,000	10,000
Earthquake (per occurrence & aggregate):	50,000,000	
Terrorism (per occurrence & aggregate):	1,000,000	
Data Processing Hardware/Software	6,939,555	per list
Cyber Liability	2,000,000	
Equipment Breakdown:		
CSL per accident for Property & Income	100,000,000	5,000
Off Premises Property	1,000,000	
Extra Expense	10,000,000	
Service Interruption	10,000,000	
Perishable Goods	1,000,000	
Data Restoration	1,000,000	
Contingent Business Income	1,000,000	
Demolition	1,000,000	
Ordinance or Law	1,000,000	
Expediting Expenses	1,000,000	
Hazardous Substances	1,000,000	
Newly Acquired Locations	1,000,000	
Comprehensive General Liability		
BI and PD (CSL)	11,000,000	
Employee Benefits Liability	11,000,000	1,000
Automotive (per accident):		
CSL for BI and PD	11,000,000	

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
INSURANCE SCHEDULE
JUNE 30, 2023
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
Crime Coverage:		
Public Employee Faithful Performance	\$250,000	\$1,000
Theft, Disappearance & Destruction	100,000	1,000
Forgery or Alteration	250,000	1,000
Computer Fraud	250,000	1,000
Public Officials Bond:		
Board Secretary	150,000	1,000
Treasurer	500,000	1,000
Assistant Board Secretary	150,000	1,000
Public Employees Dishonesty		
Blanket Bond	250,000	
Workers Compensation (statutory)		
Bodily Injury	3,000,000	
Interscholastic Sports:		
Excess Medical	5,000,000	25,000
Accidental Death	20,000	
Catastrophic Injury	1,000,000	
School Leaders Errors and Omissions		
Limit of Liability	10,000,000	25,000
Environmental Impairment Liability:		
Per Claim	1,000,000	50,000

Note: Coverage amounts as shown above, unless otherwise noted, represent per occurrence and aggregate annual NJSIG limits.

Source: School Business Administrator

SINGLE AUDIT SECTION

SECTION – K

**Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements Performed
in Accordance with *Government Auditing Standards***

Independent Auditors' Report

**Honorable President and Members
of the Board of Education
South Orange & Maplewood School District
Maplewood, New Jersey**

We have audited, in accordance with the auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States ("*Government Auditing Standards*"), the financial statements of the governmental activities, the business-type activities and each major fund of the South Orange & Maplewood School District, in the County of Essex, 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 February 7, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing 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.

**Honorable President and Members
of the Board of Education
South Orange & Maplewood School District**

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

Report on Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

PKF O'Connor Davies, LLP

Cranford, New Jersey
February 7, 2024

Robert E. Provost

Robert Provost, CPA
Licensed Public School Accountant, No. 2486

**Report on Compliance for Each Major Federal and State
Program and Report on Internal Control Over Compliance Required
by the Uniform Guidance and NJ OMB Circular 15-08**

Independent Auditors' Report

**Honorable President and Members
of the Board of Education
South Orange & Maplewood School District
County of Essex
Maplewood, New Jersey**

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited South Orange & Maplewood School District's, in the County of Essex, New Jersey (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the 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 auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the 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 ("GAAS"); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"), 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 New Jersey OMB Circular 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Our responsibilities under those standards, the Uniform Guidance and New Jersey OMB Circular 15-08 are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

**Honorable President and Members
of the Board of Education
South Orange & Maplewood School District**

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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.

Auditors' 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 GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Non-compliance 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 and state program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding 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 New Jersey OMB Circular 15-08, 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.

**Honorable President and Members
of the Board of Education
South Orange & Maplewood School District**

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

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

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

PKF O'Connor Davies, LLP

Cranford, New Jersey
February 7, 2024

Robert E. Provost

Robert Provost, CPA
Licensed Public School Accountant, No. 2486

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2023

Program Title	Federal Assistance Listing Number	Federal FAIN Number	Grant or State Project Number	Program or Award Amount	Grant Period		Balance June 30, 2022 Accounts Receivable	Adjustments	Cash Received	Budgetary Expenditures	Amounts Provided to Subrecipients	Balance June 30, 2023 Accounts Receivable
					From	To						
General Fund:												
U.S. Department of Health & Human Services												
Passed-through State Department of Education												
Medical Assistance Program (SEMI)	93.778	2005NJ5MAP	100-054-7540-211	\$ 122,457	07/01/22	06/30/23			\$ 122,475	\$ (122,475)		
Medical Assistance Program (FFCRA/SEMI)	93.778	2005NJ5MAP	100-054-7540-211	14,079	07/01/22	06/30/23			14,079	(14,079)		
									136,554	(136,554)		
U.S. Department of Homeland Security												
Passed-through New Jersey State Police												
COVID-19 - Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Coronavirus Pandemic	97.036	N/A	N/A	2,996,239	07/01/20	06/30/23			2,996,239	(2,996,239)		
Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Hurricane Ida	97.036	N/A	N/A	20,833	09/02/21	06/30/23			20,833	(20,833)		
									3,017,072	(3,017,072)		
U.S. Department of Labor and Workforce Development												
Passed-through New Jersey Department of Labor												
American Rescue Plan Act (ARPA) Unemployment Reimbursement (NC)	17.000	N/A	N/A	218,816	07/01/20				218,816	(218,816)		
Total General Fund									3,372,442	(3,372,442)		
Enterprise Fund:												
U.S. Department of Agriculture												
Passed-through State Department of Agriculture												
Child Nutrition Program Cluster												
National School Lunch Program	10.555	221NJ304N1099	N/A	2,023,352	07/01/21	06/30/22	\$ (177,349)		177,349			
National School Lunch Program	10.555	231NJ304N1199	N/A	626,545	07/01/22	06/30/23			495,246	(626,545)	\$ (131,299)	
National School Breakfast Program	10.553	231NJ304N1199	N/A	48,276	07/01/22	06/30/23			37,910	(48,276)	(10,366)	
Healthy Hunger-Free Kids Act of 2010	10.555	231NJ304N1199	N/A	33,245	07/01/22	06/30/23			26,404	(33,245)	(6,841)	
Seamless Summer Option	10.553	221NJ304N1099	N/A	62,985	07/01/21	06/30/22	(6,846)		6,846			
Food Donation Program (NC)	10.555	231NJ304N1199	N/A	228,539	07/01/22	06/30/23			228,539	(228,539)		
COVID-19 Supply Chain Assistance	10.555	231NJ344N8903		175,475	07/01/22	06/30/23			175,475	(175,475)		
Subtotal Child Nutrition Program Cluster							(184,195)		1,147,769	(1,112,080)		(148,506)
COVID-19 P-EBT Administrative Cost Reimbursements	10.649	2022225900941	10-3350-115	653	07/01/22	06/30/23				(653)		(653)
U.S. Department of the Treasury												
Passed-through NJ Department of the Treasury												
COVID-19 Payroll Protection Loan Program	59.073	N/A	N/A	72,137	07/01/22	06/30/23			72,137	(72,137)		
Total Enterprise Fund									(184,195)	1,219,906	(1,184,870)	(149,159)
Special Revenue Fund:												
U.S. Department of Education												
Passed-through State Department of Education												
No Child Left Behind (NCLB)												
Title I	84.010	S010A210030	034-5064-100-194	433,623	07/01/21	09/30/22	(81,802)		102,949	(21,147)		
Title I	84.010	S010A220030	034-5064-100-194	399,166	07/01/22	09/30/23			198,485	(356,124)		(157,639)
Subtotal Title I Cluster							(81,802)		301,434	(377,271)		(157,639)
Title II, Part A	84.367A	S367A210029	034-5063-100-290	182,930	07/01/21	09/30/22	(24,466)		24,466			(80,539)
Title II, Part A	84.367A	S367A220029	034-5063-100-290	186,597	07/01/22	09/30/23			80,767	(161,306)		(80,539)
Subtotal Title II							(24,466)		105,233	(161,306)		(80,539)
Title III	84.365A	S365A210030	034-5064-100-187	36,567	07/01/21	09/30/22	(16,715)	\$ 119	16,596			
Title III	84.365A	S365A220030	034-5064-100-187	32,779	07/01/22	09/30/23			3,834	(17,569)		(13,735)
Title III, Immigrant	84.365A	S365A210030	034-5064-100-187	8,465	07/01/21	09/30/22	(1,939)		1,939			
Subtotal Title III							(18,654)	119	22,369	(17,569)		(13,735)
Title IV, Part A	84.424	S424A220031	034-5063-100-348	119,654	07/01/21	09/30/22			7,479	(7,479)		
Title IV, Part A	84.424A	S424A220031	034-5063-100-348	60,590	07/01/22	09/30/23			6,205	(39,712)		(33,507)
Subtotal Title IV									13,684	(47,191)		(33,507)
Carl Perkins Grant	84.048A	V048A210030	034-5062-100-084	35,433	07/01/21	09/30/22	(5,215)		5,215			
Carl Perkins Grant	84.048A	V048A220030	034-5062-100-084	34,927	07/01/22	09/30/23				(22,227)		(22,227)
Subtotal Perkins Grant							(5,215)		5,215	(22,227)		(22,227)
Special Education Cluster:												
IDEA, Part B	84.027A	H027A210100	034-5065-100-016	1,844,376	07/01/21	09/30/22	(217,155)	6,141	211,014			
IDEA, Part B	84.027A	H027A220100	034-5065-100-016	2,197,468	07/01/22	09/30/23			1,633,390	(2,117,454)		(484,064)
IDEA, Part B	84.027	H027A210100	034-5065-100-016	1,400	07/01/21	09/30/22		(1,400)	1,400			
IDEA, Preschool	84.173	H173A220114	034-5065-100-020	80,777	07/01/22	09/30/23			25,010	(30,616)		(5,606)
COVID-19 American Rescue Plan IDEA, Part B	84.027X	H027X210100	034-5065-100-016	317,451	07/01/21	09/30/22	(195,443)		195,443	(70,956)		(70,956)
COVID-19 American Rescue Plan IDEA, Preschool	84.173X	H173X210114	034-5065-100-016	27,063	07/01/21	09/30/22				(13,567)		(13,567)
Subtotal Special Education Cluster							(412,598)	4,741	2,066,257	(2,232,593)		(574,193)

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2023

Program Title	Federal Assistance Listing Number	Federal FAIN Number	Grant or State Project Number	Program or Award Amount	Grant Period		Balance June 30, 2022 Accounts Receivable	Adjustments	Cash Received	Budgetary Expenditures	Amounts Provided to Subrecipients	Balance June 30, 2023 Accounts Receivable
					From	To						
Education Stabilization Fund:												
COVID-19 CARES Act Education Stabilization Fund	84.425D	S425D210027	034-5120-100-513	\$ 395,370	03/13/20	9/30/2022	\$ (56,058)		\$ 56,058			
COVID-19 ESSER II	84.425D	S425D210027	034-5120-100-513	1,616,486	03/13/20	9/30/2024	(138,239)		300,370	\$ (418,767)		\$ (256,636)
COVID-19 American Rescue Plan Learning Acceleration	84.425U	S425U210027	034-5120-100-513	598,880	03/13/20	9/30/2024			5,871	(23,924)		(18,053)
COVID-19 American Rescue Plan Mental Health	84.425U	S425U210027	034-5120-100-513	45,000	03/13/20	9/30/2024	(3,000)		32,929	(29,929)		
COVID-19 American Rescue Plan ESSER	84.425U	S425U210027	034-5120-100-513	3,632,949	03/13/20	9/30/2024	(408,996)	\$ 646	1,662,670	(1,375,865)		(121,545)
COVID-19 American Rescue Plan Student Learning	84.425U	S425U210027	034-5120-100-513	40,831	03/13/20	9/30/2024	(5,000)		148,387	(249,876)		(106,489)
COVID-19 American Rescue Plan Homeless Children and Youth	84.425W	S425W210031	034-5120-100-513	14,535	04/23/21	9/30/2023						
Subtotal Education Stabilization Fund							(611,293)	646	2,206,285	(2,098,361)		(502,723)
U.S. Department of the Treasury												
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds- Additional or Compensatory Special Education and Related Services (ACSERS)	21.027	SLFRP0002	N/A	381,802	07/01/21	09/30/22	(381,802)		381,802			
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds- Additional or Compensatory Special Education and Related Services (ACSERS)	21.027	SLFRFDOE1SES	N/A	713,228	07/01/22	09/30/23				(713,228)		(713,228)
Subtotal (ACSERS)							(381,802)	-	381,802	(713,228)		(713,228)
Total Special Revenue Fund							(1,535,830)	5,506	5,102,279	(5,669,746)		(2,097,791)
Total Federal Financial Awards							\$ (1,720,025)	\$ 5,506	\$ 9,694,627	\$ (10,227,058)	\$ -	\$ (2,246,950)

The accompanying notes to schedules of expenditures of federal awards and state financial assistance are an integral part of this statement.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2023

Program Title	Grant or State Project Number	Program or Award Amount	Grant Period		Balance at June 30, 2022				Cash Received	Budgetary Expenditures	Adjustments/ Repayment/ Prior Years' Balances	Balance at June 30, 2023			Cumulative Total Expenditures
			From	To	Unearned Revenue (Accounts Receivable)	Due to Grantor	Budgetary Receivable	Carryover Adjustment				Unearned Revenue (Accounts Receivable)	Due to Grantor	Budgetary Receivable	
State Dept of Education															
General Fund															
Special Education Categorical Aid	22-495-034-5120-089	\$ 5,996,491	7/1/2021	6/30/2022				\$ (571,576)	\$ 571,576						
Special Education Categorical Aid	23-495-034-5120-089	6,922,067	7/1/2022	6/30/2023					6,279,170	\$ (6,922,067)			\$ (642,897)	\$ (6,922,067)	
Security Aid	22-495-034-5120-084	187,988	7/1/2021	6/30/2022				(17,919)	17,919						
Security Aid	23-495-034-5120-084	344,715	7/1/2022	6/30/2023					312,699	(344,715)			(32,016)	(344,715)	
Transportation Aid	22-495-034-5120-014	1,020,280	7/1/2021	6/30/2022				(97,251)	97,251						
Transportation Aid	23-495-034-5120-014	1,020,280	7/1/2022	6/30/2023					925,520	(1,020,280)			(94,760)	(1,020,280)	
Extraordinary Aid (Spec Ed)	22-100-034-5120-044	2,819,341	7/1/2021	6/30/2022	\$ (2,819,341)				2,819,341						
Extraordinary Aid (Spec Ed)	23-100-034-5120-044	2,404,472	7/1/2022	6/30/2023					(2,404,472)			\$ (2,404,472)		(2,404,472)	
Non Pub Transportation Aid	22-495-034-5120-014	209,090	7/1/2021	6/30/2022	(209,090)				209,090						
Non Pub Transportation Aid	21-495-034-5120-014	190,836	7/1/2022	6/30/2023					(190,836)			(190,836)		(190,836)	
Homeless Tuition Reimbursement	N/A	4,602	7/1/2021	6/30/2022	(4,602)				4,602						
School Security Project Grant	23-588-034-5120-001		7/1/2022	6/30/2023											
T.P.A.F. Social Security Aid	22-495-034-5094-003	4,082,323	7/1/2021	6/30/2022	(199,904)				199,904						
T.P.A.F. Social Security Aid	23-495-034-5094-003	4,621,489	7/1/2022	6/30/2023					4,621,489	(4,621,489)				(4,621,489)	
On-behalf T.P.A.F. Post Retirement Medical	23-495-034-5094-001	5,342,181	7/1/2022	6/30/2023					5,342,181	(5,342,181)				(5,342,181)	
On-behalf T.P.A.F. Pension Contribution	23-495-034-5094-002	20,335,859	7/1/2022	6/30/2023					20,335,859	(20,335,859)				(20,335,859)	
On-behalf T.P.A.F. LTDI Premiums	23-495-034-5094-004	9,248	7/1/2022	6/30/2023					9,248	(9,248)				(9,248)	
Total General Fund					(3,232,937)				41,745,849	(41,191,147)			(2,595,308)	(769,673)	(41,191,147)
Special Revenue Fund															
Preschool Education Aid	21-495-034-5120-086	4,344,946	7/1/2020	6/30/2021	1,708,157					\$ (1,708,157)				(1,708,157)	
Preschool Education Aid	22-495-034-5120-086	4,717,056	7/1/2021	6/30/2022	1,131,560				471,706	(1,131,560)				(1,131,560)	
Preschool Education Aid	23-495-034-5120-086	4,347,726	7/1/2022	6/30/2023			(471,706)		5,120,027	(3,389,701)		\$ 2,165,099	\$ (434,773)	(3,389,701)	
NJ Nonpublic Aid:															
Textbook Aid	22-100-034-5120-064	10,864	7/1/2021	6/30/2022		\$ 786					\$ (786)				
Textbook Aid	23-100-034-5120-064	14,454	7/1/2022	6/30/2023					14,454	(11,390)		\$ 3,064		(11,390)	
Auxiliary Services:															
Compensatory Education	22-100-034-5120-067	33,145	7/1/2021	6/30/2022		8,958					(8,958)				
Compensatory Education	23-100-034-5120-067	48,922	7/1/2022	6/30/2023					48,922	(37,555)			11,367	(37,555)	
E.S.L.															
Handicapped Services:															
Supplemental Instruction	23-100-034-5120-066	21,972	7/1/2022	6/30/2023					21,972	(18,750)			3,222	(18,750)	
Examination & Classification	22-100-034-5120-066	19,916	7/1/2021	6/30/2022		2,087					(2,087)				
Examination & Classification	23-100-034-5120-066	36,210	7/1/2022	6/30/2023					36,210	(32,603)			3,607	(32,603)	
Corrective Speech	22-100-034-5120-066	16,740	7/1/2021	6/30/2022		5,301					(5,301)				
Corrective Speech	23-100-034-5120-066	11,811	7/1/2022	6/30/2023					11,811	(10,045)			1,766	(10,045)	
Technology Initiative	23-100-034-5120-373	9,198	7/1/2022	6/30/2023					9,198	(8,309)			889	(8,309)	
Security Aid	23-100-034-5120-509	44,895	7/1/2022	6/30/2023					44,895	(44,886)			9	(44,886)	
Nursing Services	23-100-034-5120-070	26,432	7/1/2022	6/30/2023					26,432	(24,528)			1,904	(24,528)	
NJ School Development Authority (SDA)	N/A	172,309	7/1/2021	6/30/2022	3,309.00							3,309			
Emergent and Capital needs Grant	N/A	164,408	7/1/2022	6/30/2023					164,408	(164,000)			408	(164,000)	
NJ School Development Authority (SDA)	N/A	6,660	7/1/2022	6/30/2023						(6,010)			(6,010)	(6,010)	
Emergent and Capital needs Grant															
Climate Change Education Grants to Schools															
Total Special Revenue Fund					2,843,026	17,132	(471,706)		5,970,035	(6,587,494)	(17,132)	2,162,806	25,828	(434,773)	(6,587,494)
Debt Service Fund															
Debt Service Aid	23-495-034-5120-017	2,257,016	7/1/2022	6/30/2023					2,257,016	(2,257,016)				(2,257,016)	
Total Debt Service Fund									2,257,016	(2,257,016)				(2,257,016)	
Enterprise Fund															
National School Lunch Program	23-100-010-3350-023	32,329	7/1/2022	6/30/2023					25,649	(32,329)			(6,680)	(32,329)	
National School Breakfast Program	23-100-010-3350-023	1,057	7/1/2022	6/30/2023					828	(1,057)			(229)	(1,057)	
Seamless Summer Option	22-000-010-3350-023	49,089	7/1/2021	6/30/2022	(4,081)				4,081						
Total Enterprise Fund					(4,081)				30,558	(33,386)			(6,909)	(33,386)	
Total State Financial Assistance					\$ (393,992)	\$ 17,132	\$ (1,158,452)	\$ -	\$ 50,003,458	\$ (50,069,043)	\$ (17,132)	\$ (439,411)	\$ 25,828	\$ (1,204,446)	\$ (50,069,043)

Pursuant to the directive of the New Jersey State Department of Education, on-behalf payments for T.P.A.F. Pensions, Post-Retirement Medical and Non-Contributory Insurance are excluded from the scope of the State Single Audit and are not considered when determining Type A or Major Programs under NJOMB Circular 15-08.

Reconciliation:

Budgetary Expenditures															\$ 50,069,043
Less:															
On-behalf T.P.A.F. Post Retirement Medical	23-495-034-5094-001	5,342,181	7/1/2022	6/30/2023						(5,342,181)					
On-behalf T.P.A.F. Pension Contribution	23-495-034-5094-002	20,335,859	7/1/2022	6/30/2023						(20,335,859)					
On-behalf T.P.A.F. LTDI Premiums	23-495-034-5094-004	9,248	7/1/2022	6/30/2023						(9,248)					
Amount Subject to State Single Audit															\$ 24,381,755

NC- Non-cash expenditures

The accompanying notes to schedules of expenditures of federal awards and state financial assistance are an integral part of this statement.

**BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD**

**NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
JUNE 30, 2023**

NOTE 1. GENERAL

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

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. The information in this schedule is presented in accordance with the requirements of the OMB Uniform Guidance, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedules (RSI) are presented for the general fund and special revenue fund to demonstrate finance-related legal compliance in which certain revenue is permitted by law or grant agreement to be recognized in the audit year, whereas 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 revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget, consistent with *N.J.S.A. 18A:22-4.2*.

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**NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
JUNE 30, 2023**

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONT'D.):

As a result, the federal accounts receivable balance in the special revenue fund on the budgetary basis differs from the GAAP basis as follows:

Accounts Receivable	Budgetary Basis	Less: Encumbrances	GAAP Basis
Federal \$	2,097,791 \$	411,181 \$	1,686,610

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$82,927) for the general fund and (\$79,942) for the special revenue fund. See note to required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds (C-3). Awards and financial assistance revenues are reported in the District's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 136,554	\$ 41,108,220	\$ 41,244,774
Special Revenue Fund	5,468,057	5,416,937	10,884,994
Debt Service Fund		2,257,016	2,257,016
Food Service Fund	1,184,870	33,386	1,218,256
Total Financial Awards Revenue	\$ 6,789,481	\$ 48,815,559	\$ 55,605,040

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the Food Donation Program represent current year value received and current year distributions, respectively. TPAF Social Security Contributions represent the amounts reimbursed by the State for the employer's share of social security for TPAF members for the year ended June 30, 2023.

The post retirement pension, medical and long-term disability benefits received on-behalf of the District for the year ended June 30, 2023 amounted to \$25,687,288. Since on-behalf post retirement pension, medical, and long-term disability benefits are paid by the

**BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD**

**NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
JUNE 30, 2023**

NOTE 5. OTHER (CONT'D.):

State directly, these expenditures are not subject to a single audit in accordance with New Jersey OMB Circular 15-08; however, they are reported on the Schedule of Expenditures of State Financial Assistance, as directed by the funding agency.

NOTE 6. INDIRECT COSTS

The District elected not to use the 10% de minimis indirect cost rate as allowed by the Uniform Guidance.

NOTE 7. ADJUSTMENTS

The Adjustments presented on schedule K-3 for Title III, COVID-19 ESSER Grant, and the IDEA Cluster are to correct prior year accounts receivable balances to the appropriate amounts that were collected in 2022-2023 and to establish the correct account receivable balances amongst the grants at June 30, 2023.

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023

Section 1 - Summary of Auditors' Results

Financial Statements

Type of report the auditors' issued on whether the financial statements were prepared in accordance with GAAP:

Unmodified

Internal Control over financial reporting:

- 1) Material weakness(es) identified? Yes X No
- 2) Significant Deficiency(s) identified that are not considered to be material weaknesses? Yes X None reported

Noncompliance material to basic financial statements noted?

 Yes X No

Federal Awards

Internal Control over major federal programs:

- 1) Material weakness(es) identified? Yes X No
- 2) Significant Deficiency(s) identified that are not considered to be material weaknesses? Yes X None reported

Type of auditors' report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR-200.516(a)?

 Yes X No

Identification of major federal programs:

Assistance Listing Number	FAIN Numbers	Name of Federal Program or Cluster
ESSER:		
84.425D	S425D210027	COVID-19 - CARES ESSER II
84.425U	S425U210027	COVID-19 - CARES ESSER III
21.027	N/A	COVID-19 Coronavirus State and Local Fiscal Recovery Funds (ACSERS)
97.036	N/A	Disaster Grants - Public Assistance (Presidentially Declared Disasters)

Dollar threshold used to distinguish between Type A and B programs:

 \$750,000

Auditee qualified as low-risk auditee?

 X Yes No

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023

Section 1 - Summary of Auditors' Results (cont'd)

State Financial Assistance

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

Auditee qualified as low-risk auditee? X Yes No

Type of auditors' report issued on compliance for major programs: Unmodified

Internal Control over major state programs:

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

2) Significant Deficiency(s) identified that are not considered to be material weaknesses? Yes X None reported

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08 Yes X No

Identification of major state programs:

GMIS Number(s)	Name of State Program or Cluster
495-034-5120-014	Transportation Aid
100-034-5120-044	Extraordinary Aid
495-034-5120-017	Debt Service Aid

BOARD OF EDUCATION
SCHOOL DISTRICT OF SOUTH ORANGE AND MAPLEWOOD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023

Section II - Financial Statement Findings

This section identifies significant deficiencies, material weaknesses, and instances of noncompliance related to the general-purpose financial statements that are required to be reported in accordance with chapter 5.18 of *Government Auditing Standards*.

Significant Deficiency(ies)/Material Weaknesses

No compliance or internal control over financial reporting findings noted that are required to be reported under *Government Auditing Standards*.

Noncompliance

None Noted.

Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Uniform Guidance and New Jersey OMB's Circular 15-08.

Federal Awards and State Financial Assistance Programs:

Significant Deficiency(ies)/Material Weaknesses

No federal award or state financial assistance program internal control over compliance or compliance findings or questioned costs were noted that are required to be reported in accordance with 2CFR 200 Section.516(a) or New Jersey State OMB Circular 15-08.

Noncompliance

None Noted.