



**TENAFLY BOARD OF  
EDUCATION  
TENAFLY, NJ 07670**



**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

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

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

**of the**

**Tenafly Board of Education**

**Tenafly, New Jersey**

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

**Prepared by**

**Business Office**

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## **INTRODUCTORY SECTION**



Tenafly Board of Education/  
www.tenafly.k12.nj.us

500 Tenafly Road, Tenafly, NJ 07670  
Tel: 201-816-4502 - Fax: 201-816-4521

December 7, 2023

Honorable President and  
Members of the Board of Education  
Tenafly Board of Education  
500 Tenafly Road  
Tenafly, NJ 07670

Dear Board Members:

The Annual Comprehensive Financial Report (ACFR) of the Tenafly Board of Education (the “Board” or “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 Tenafly Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District’s financial activities have been included.

Governmental Accounting Standards Board (GASB) requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A that should be read in conjunction with it. Tenafly Board of Education’s MD&A can be found immediately following the “Independent Auditor’s Report”.

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District’s organizational chart, and a list of principal officials. The financial section includes the Independent Auditors’ Report, Management’s Discussion and Analysis and basic financial statements including the District-Wide financial statements presented in accordance with the provisions of the Governmental Accounting Standards Board (GASB) Statements. The basic financial statements also include individual fund financial statements, Notes to Financial Statements and Required Supplementary Information (RSI). 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 requirements of 2 CFR 200-Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (U.S. Uniform Guidance), and the State OMB Circular 15-08, “Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.” Information related to this single audit, including the auditor’s report on the internal control structure and compliance with applicable laws and regulations and findings and questioned costs, are included in the single audit section of this report.

## REPORTING ENTITY AND ITS SERVICES

The Tenaflly Board of Education is an independent reporting entity within the criteria adopted by the GASB. All funds of the District are included in this report. The Tenaflly Board of Education constitutes the District's reporting entity. The District has no component units included in this report which meet the criteria of legally separate entities for which the District is financially accountable. In addition, the District is not includable in any other reporting entity as a component unit.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, advanced placement courses, bilingual instruction in Spanish, English as a second language, vocational as well as special education for handicapped youngsters. The District completed the 2022/2023 fiscal year with an enrollment of 3,542 which is 25 students less than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2022/2023	3,542	.70%
2021/2022	3,567	1.12
2020/2021	3,525	(0.06)
2019/2020	3,759	0.03
2018/2019	3,687	0.05
2017/2018	3,685	1.43
2016/2017	3,633	0.72
2015/2016	3,607	(0.01)
2014/2015	3,610	0.50
2013/2014	3,592	(0.55)

## ECONOMIC CONDITION AND OUTLOOK

The Tenaflly Board of Education continues to provide a high-quality education while maintaining a fiscally conservative approach. The Board has controlled costs and been mindful of the impact of its decisions on the local taxpayer. The result is that District has consistently ranked near the bottom in per pupil spending in the county, while provided its students with an excellent education. The State of New Jersey continues to add costly mandates while maintaining or reducing state aid with a 2% budget CAP. Despite the challenging environment, the Tenaflly Board of Education is committed to move forward with the expectation of full compliance to regulations, adherence to the strict budget CAP and understanding of the difficult economic conditions of our taxpayers while continuing to provide high quality instruction to students.

The District continues to find itself in a strong economic position as indicated by its AA+ Stable long-term credit rating from Standard & Poor's, Inc. Global ("S&P"), Ratings Services. The S&P report dated February 28, 2022, noted that the Tenaflly Board of Education is characterized by stable and positive operating financial profile, which has allowed the district to significantly build up its fund balance over the last several years. The District's debt burden is low and expects it to remain at the level in the foreseeable future.



## **RELEVANT FINANCIAL POLICES**

The operations of the Tenafly Board of Education are financed primarily through the local property tax levy; however, the District receives additional revenue from state and federal aid along with other miscellaneous local revenues. The school portion of the property tax levy, the largest revenue source for the district, has been held relatively stable over the past five years (under 2%) despite increases and decreases in contractual salaries and benefits, special educational placements and related transportation.

The administration continues to operate under the District's Standard Operating Procedures and Internal Controls which are reviewed and updated annually by the School Business Administrator. The policies include internal controls, accounting, budget development and purchasing in addition to other standardized procedures.

## **INTERNAL ACCOUNTING CONTROLS**

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

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, regulations, contracts and grants.

## **BUDGETARY CONTROLS**

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

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

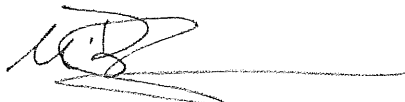
## **OTHER INFORMATION**

Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Lerch, Vinci and Bliss, LLP, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the U.S. Uniform Guidance and the State OMB Circular 15-08. The auditor's report on the basic financial statements is included in the financial section of this report. The auditor's report related specifically to the single audit and Government Auditing Services is included in the single audit section of this report.

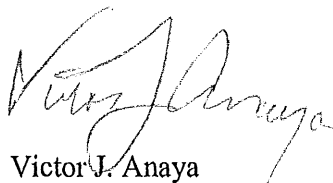
## ACKNOWLEDGEMENTS

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

Respectfully submitted,

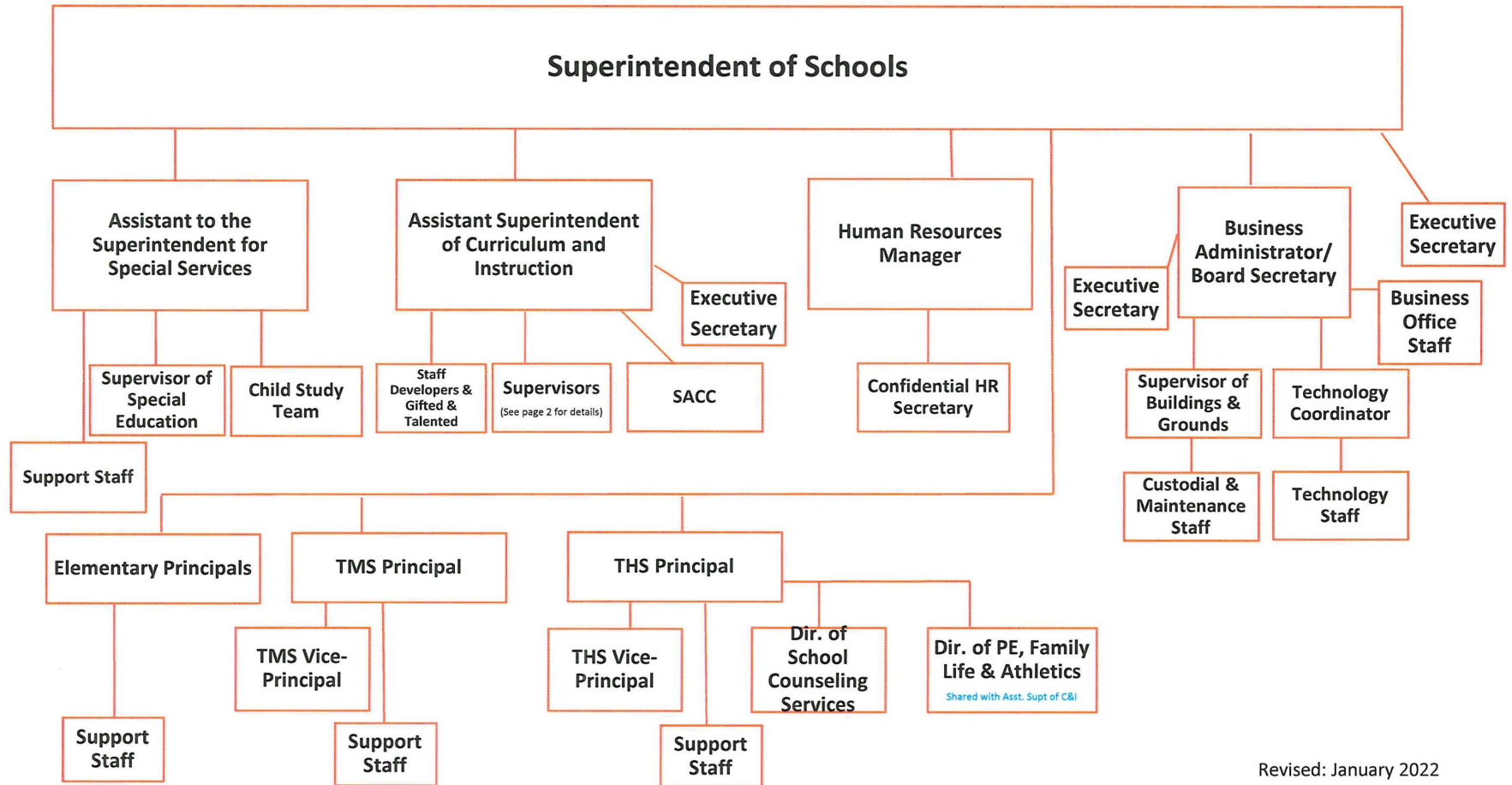


Michael Ben-David  
Superintendent of Schools



Victor J. Anaya  
School Business Administrator/Board Secretary

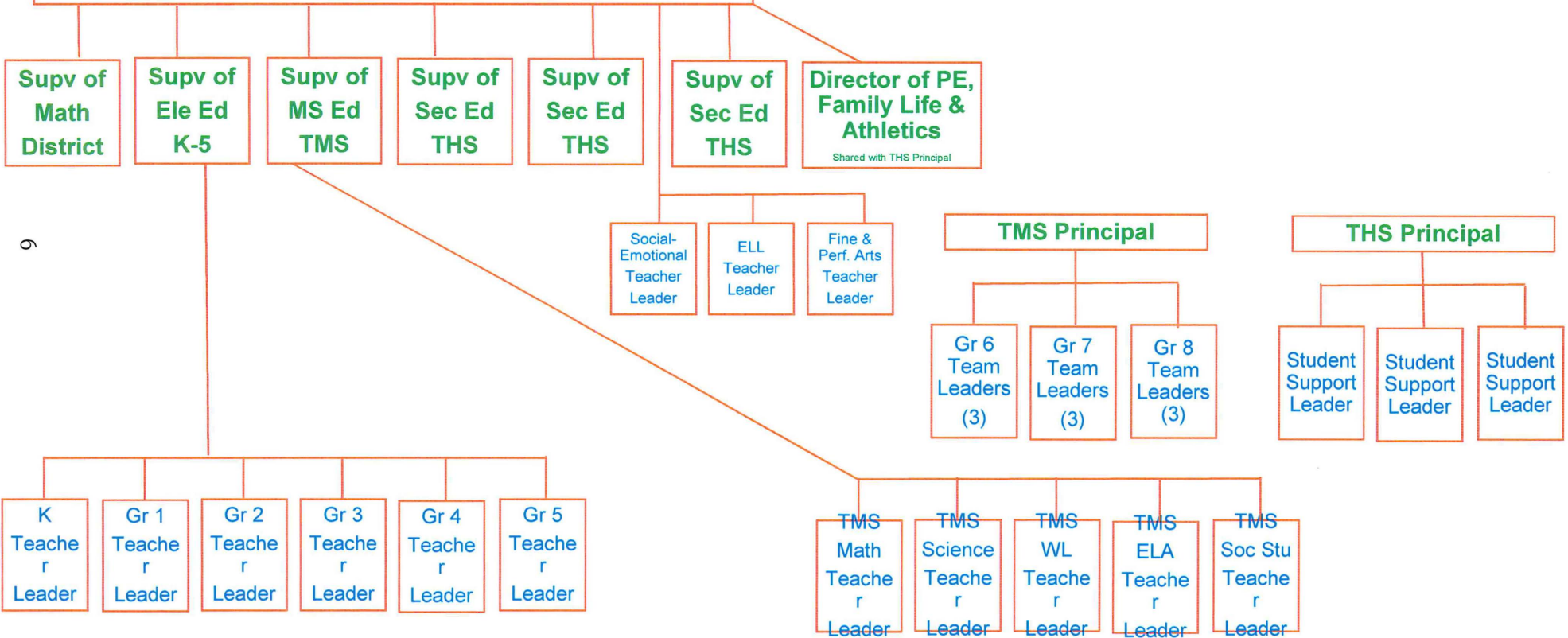
**TENAFLY BOARD OF EDUCATION**  
**ORGANIZATIONAL CHART**  
 (Policy 1110)



Revised: January 2022

# ORGANIZATIONAL CHART CONTINUED

## Assistant Superintendent of C&I



**TENAFLY BOARD OF EDUCATION  
ROSTER OF OFFICIALS  
JUNE 30, 2023**

**MEMBERS OF THE BOARD OF EDUCATION**

**TERM EXPIRES**

Jocelyn Schwarz, President	2025
Paula Newman, Vice President	2025
Igor Frid	2025
Michelle Harris	2024
Inbal Israeli Miller	2024
Michelle Merchant	2023
Yelena Meytes	2023
Edward J. Salaski	2023
Michael Wilderman	2024

**OTHER OFFICIALS**

Shauna DeMarco, Superintendent of Schools (7/1/2022-12/1/22)  
Bruce Watson, Interim Superintendent of Schools (11/16/22– 6/30/23)  
Dr. Evelyn Mamman, Assistant Superintendent of Curricular/Instruction (7/1/22–10/25/22)  
Dr. Jeffrey Gorman, Interim Assistant Superintendent of Curricular/Instruction (10/31/22– 6/30/23)  
Dr. Victor Anaya, School Business Administrator/Board Secretary

**TENAFLY BOARD OF EDUCATION  
CONSULTANTS AND ADVISORS**

**ARCHITECTS**

DMR Architects  
777 Terrace Ave  
Hasbrouck Heights, New Jersey

**AUDIT FIRM**

Lerch, Vinci & Bliss, LLP  
17-17 Route 208 N  
Fair Lawn, NJ 07410

**ATTORNEY**

Fogarty & Hara, Esqs.  
21-00 Route 208 South  
Fair Lawn, NJ 07410

**OFFICIAL DEPOSITORY**

Citizens Bank  
108 Engle Street  
Englewood, NJ 07631

**FINANCIAL SECTION**



# LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
JULIUS B. CONSONI, CPA, PSA  
ANDREW D. PARENTE, CPA, RMA, PSA  
ELIZABETH A. SHICK, CPA, RMA, PSA  
ROBERT W. HAAG, CPA, RMA, PSA

DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA, PSA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA, PSA  
JOHN CUIFFO, CPA, PSA

## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Education  
Tenafly Board of Education  
500 Tenafly Road  
Tenafly, New Jersey 07670

### Report on the Financial Statements

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Tenafly Board of Education, as of and for the fiscal year ended June 30, 2023 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements as listed in the table of contents.

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

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Tenafly Board of Education 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 misstatements, whether due to fraud or error.

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



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

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

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

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of 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 Tenafly Board of Education's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Tenafly Board of Education's ability to continue as a going concern for a reasonable period of time.

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

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, pension information and other postemployment benefits information 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 auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Tenafly Board of Education's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Tenafly Board of Education. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

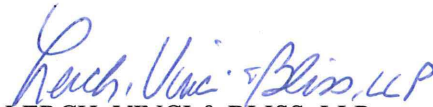
## ***Other Information***


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

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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 December 7, 2023 on our consideration of the Tenafly Board of Education'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 Tenafly Board of Education'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 Tenafly Board of Education's internal control over financial reporting and compliance.

  
LERCH, VINCI & BLISS, LLP  
Certified Public Accountants  
Public School Accountants

  
Gary J. Vinci  
Public School Accountant  
PSA Number CS00829

Fair Lawn, New Jersey  
December 7, 2023

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# TENAFLY BOARD OF EDUCATION

## Management's Discussion and Analysis

This section of Tenaflly Board of Education's annual comprehensive financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2023. The intent of this section is to look at the District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement. Certain comparative information between the current year (2022-2023) and the prior year (2021-2022) is required to be presented in the MD&A.

### FINANCIAL HIGHLIGHTS

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

- The assets and deferred outflows of resources of the Tenaflly Board of Education exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$15,644,489 (net position).
- Overall District revenues were \$96,131,022. General revenues accounted for \$72,059,375 or 75% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$24,071,647 of total revenues.
- The School District had \$93,078,411 in expenses for governmental activities; only \$22,619,440 of these expenses were offset by program specific charges, grants or contributions. General revenues (predominantly property taxes and unrestricted State aid) of \$72,057,642 were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$8,746,903 a decrease of \$958,884 when compared to the ending fund balance at June 30, 2022 of \$9,705,787.
- The General Fund unassigned fund balance at June 30, 2023 was \$1,300,819, a decrease of \$256,258 when compared with the ending fund balance of \$1,557,077 at June 30, 2022.
- The General Fund unassigned budgetary fund balance at June 30, 2023 was \$3,726,776 which represents an increase of \$619,053 when compared to the ending unassigned fund balance at June 30, 2022 of \$3,107,723.

# TENAFLY BOARD OF EDUCATION

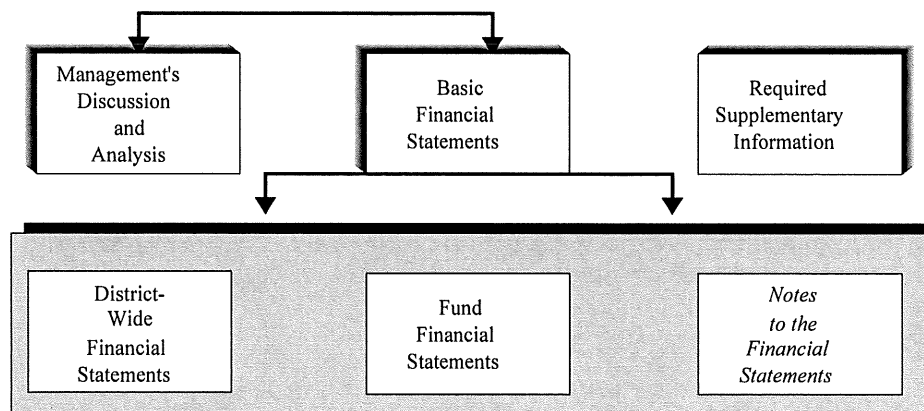
## Management's Discussion and Analysis

### OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are district 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 were financed in the short term as well as what remains for future spending.
  - Proprietary Funds statements offer short-term and long-term financial information about the activities the district operated like businesses.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The table below shows how the various parts of this annual report are arranged and related to one another.



# TENAFLY BOARD OF EDUCATION

## Management’s Discussion and Analysis

### OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

The major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain are summarized below. The remainder of this overview section of management’s discussion and analysis highlights the structure and contents of each of the statements.

Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire district	The activities of the district that are not proprietary or fiduciary, such as instruction, special education building maintenance, and community education	Activities the district operates similar to private businesses: Enterprise funds
Required financial statements	Statements of Net Position Statement of Activities	Balance Sheet Statement of Revenues, Expenditures and Changes in Fund Balances	Statement of Net Position Statement of Revenues, Expenses, and Changes in Net Position Statement of Cash Flows
Accounting Basis and Measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets, deferred outflows, liabilities, deferred inflows, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets, deferred outflows, liabilities, deferred inflows, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or Paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All revenues and expenses during the year, regardless of when cash is received or paid.

# TENAFLY BOARD OF EDUCATION

## Management's Discussion and Analysis

### District-Wide Financial Statements

The district-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, deferred outflows of resources, liabilities and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two district-wide statements report the District's net position and how it has changed. Net position – the difference between the District's assets/deferred outflows and liabilities/deferred inflows – is one way to measure the District's financial health or position

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

In the district-wide financial statements the District's activities are shown in two categories:

- *Governmental Activities* – Most of the District's basic services are included here, such as regular instruction and special education, transportation, administration, and plant operation and maintenance. State and Federal Aids and tuition charged to other school districts finance most of these activities.
- *Business Type Activities* – These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The District's Food Service Fund, School Age Child Care Program and Tiger Tots Program are 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 bond covenants.
- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state grants).

# TENAFLY BOARD OF EDUCATION

## Management's Discussion and Analysis

### Fund Financial Statements (Continued)

The District has two kinds 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 for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps to 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, we provide additional information at the bottom of the governmental funds statements 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 Fund is established to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

### Notes to the Financial Statements

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

### Other Information

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for the general, special revenue and debt service funds. A budgetary comparison statement has been provided for these funds as required supplementary information. The required supplementary information can be found following the notes to the financial statements.

The District also presents required supplementary information regarding the accounting and reporting for pensions as required under GASB Statement No. 68 and post-retirement medical benefits as required under GASB Statement No. 75. The required supplementary information can be found following the notes to the financial statements.

Combining statements and schedules are presented immediately following the major budgetary comparisons if required.



# TENAFLY BOARD OF EDUCATION

## Management's Discussion and Analysis

### DISTRICT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of the District's financial position. The District's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$15,644,489 and \$13,897,548 as of June 30, 2023 and 2022, respectively, as shown below.

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Statement of Net Position  
As of June 30, 2023 and 2022

	Governmental		Business-Type		Total	
	Activities		Activities			
	2023	2022	2023	2022	2023	2022
<b>Assets</b>						
Current and Other Assets	\$ 10,315,731	\$ 11,352,482	\$ 452,785	\$ 264,388	\$ 10,768,516	\$ 11,616,870
Capital Assets	<u>45,443,838</u>	<u>45,699,193</u>	<u>64,585</u>	<u>74,598</u>	<u>45,508,423</u>	<u>45,773,791</u>
<b>Total Assets</b>	<u>55,759,569</u>	<u>57,051,675</u>	<u>517,370</u>	<u>338,986</u>	<u>56,276,939</u>	<u>57,390,661</u>
<b>Deferred Outflows of Resources</b>						
Deferred Amounts of Refunding of Debt	520,166	654,481			520,166	654,481
Deferred Amount of Net Pension Liability	<u>666,565</u>	<u>246,024</u>	-	-	<u>666,565</u>	<u>246,024</u>
<b>Total Deferred Outflows of Resources</b>	<u>1,186,731</u>	<u>900,505</u>	<u>-</u>	<u>-</u>	<u>1,186,731</u>	<u>900,505</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>56,946,300</u>	<u>57,952,180</u>	<u>517,370</u>	<u>338,986</u>	<u>57,463,670</u>	<u>58,291,166</u>
<b>Liabilities</b>						
Long-Term Liabilities	37,577,092	35,963,105			37,577,092	35,963,105
Other Liabilities	<u>1,913,527</u>	<u>1,847,819</u>	<u>46,735</u>	<u>66,621</u>	<u>1,960,262</u>	<u>1,914,440</u>
<b>Total Liabilities</b>	<u>39,490,619</u>	<u>37,810,924</u>	<u>46,735</u>	<u>66,621</u>	<u>39,537,354</u>	<u>37,877,545</u>
<b>Deferred Inflows of Resources</b>						
Deferred Amount of Net Pension Liability	<u>2,281,827</u>	<u>6,516,073</u>	-	-	<u>2,281,827</u>	<u>6,516,073</u>
<b>Total Deferred Inflows of Resources</b>	<u>2,281,827</u>	<u>6,516,073</u>	<u>-</u>	<u>-</u>	<u>2,281,827</u>	<u>6,516,073</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>41,772,446</u>	<u>44,326,997</u>	<u>46,735</u>	<u>66,621</u>	<u>41,819,181</u>	<u>44,393,618</u>
<b>Net Position:</b>						
Net Investment in Capital Assets	24,327,454	22,387,659	64,585	74,598	24,392,039	22,462,257
Restricted	4,606,327	5,053,043			4,606,327	5,053,043
Unrestricted	<u>(13,759,927)</u>	<u>(13,815,519)</u>	<u>406,050</u>	<u>197,767</u>	<u>(13,353,877)</u>	<u>(13,617,752)</u>
<b>Total Net Position</b>	<u>\$ 15,173,854</u>	<u>\$ 13,625,183</u>	<u>\$ 470,635</u>	<u>\$ 272,365</u>	<u>\$ 15,644,489</u>	<u>\$ 13,897,548</u>

# TENAFLY BOARD OF EDUCATION

## Management's Discussion and Analysis

The changes in net position for fiscal years ended 2023 and 2022 are as follows:

	Changes in Net Position					
	For the Fiscal Years Ended June 30, 2023 and 2022					
	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$ 1,719,757	\$ 1,361,134	\$ 1,452,207	\$ 1,103,197	\$ 3,171,964	\$ 2,464,331
Operating Grants and Contributions	20,428,341	21,655,101			20,428,341	21,655,101
Capital Grants and Contributions	471,342	603,984			471,342	603,984
General Revenues						
Property Taxes	71,741,972	70,541,699			71,741,972	70,541,699
Investment Earnings	140,845	27,041	1,733	183	142,578	27,224
Other	174,825	336,392	-	-	174,825	336,392
<b>Total Revenues</b>	<u>94,677,082</u>	<u>94,525,351</u>	<u>1,453,940</u>	<u>1,103,380</u>	<u>96,131,022</u>	<u>95,628,731</u>
<b>Expenses</b>						
Instruction						
Regular	40,286,554	39,006,655			40,286,554	39,006,655
Special Education	13,927,588	14,075,839			13,927,588	14,075,839
Other Instruction	3,520,578	3,254,900			3,520,578	3,254,900
School Sponsored Activities and Athletics	2,450,020	2,266,015			2,450,020	2,266,015
Support Services						
Student and Instruction Related Services	12,928,923	12,699,783			12,928,923	12,699,783
General Administrative Services	1,297,614	1,285,823			1,297,614	1,285,823
School Administrative Services	5,133,722	4,507,632			5,133,722	4,507,632
Plant Operations and Maintenance	8,165,685	7,772,110			8,165,685	7,772,110
Pupil Transportation	2,390,214	1,796,860			2,390,214	1,796,860
Business and Other Support Services	2,236,091	2,147,355			2,236,091	2,147,355
Food Services Program			920,227	740,150	920,227	740,150
Child Care Program			225,651	211,319	225,651	211,319
Tiger Tots Program			159,792	139,785	159,792	139,785
Interest and Other Charges on Long-Term Debt	741,422	945,642	-	-	741,422	945,642
<b>Total Expenses</b>	<u>93,078,411</u>	<u>89,758,614</u>	<u>1,305,670</u>	<u>1,091,254</u>	<u>94,384,081</u>	<u>90,849,868</u>
Increase/(Decrease) in Net Position						
Before Transfers	1,598,671	4,766,737	148,270	12,126	1,746,941	4,778,863
<b>Transfers</b>	<u>(50,000)</u>	<u>(50,000)</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>-</u>
Change in Net Position	1,548,671	4,716,737	198,270	62,126	1,746,941	4,778,863
Net Position, Beginning of Year	<u>13,625,183</u>	<u>8,908,446</u>	<u>272,365</u>	<u>210,239</u>	<u>13,897,548</u>	<u>9,118,685</u>
Net Position, End of Year	<u>\$ 15,173,854</u>	<u>\$ 13,625,183</u>	<u>\$ 470,635</u>	<u>\$ 272,365</u>	<u>\$ 15,644,489</u>	<u>\$ 13,897,548</u>

# TENAFLY BOARD OF EDUCATION

## Management's Discussion and Analysis

### Governmental Activities

The financial position of the District improved in 2022-2023. However, maintaining existing programs with enrollment changes, the provision of a multitude of special programs/services for disabled pupils, and increases in District health benefits costs places a great demand on the District's resources. As a result, careful management of expenses remains essential for the District to sustain its financial health.

**Total and Net Cost of Governmental Activities.** The following schedule presents the District's total costs of services provided by major activity. After applying program revenues, derived from charges for services, operating grants and contributions and capital grants and contributions, the net cost of these services is presented. The following is a comparative analysis of the total and the net cost of governmental activities for the fiscal years ended June 30, 2023 and 2022.

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Instruction				
Regular	\$ 40,286,554	\$ 39,006,655	\$ 32,104,242	\$ 29,662,436
Special Education	13,927,588	14,075,839	6,830,967	6,433,708
Other Instruction	3,520,578	3,254,900	2,418,352	2,239,821
School Sponsored Activities and Athletics	2,450,020	2,266,015	1,667,221	1,565,859
Support Services				
Student and Instruction Related Services	12,928,923	12,699,783	11,619,277	11,067,660
General Administration	1,297,614	1,285,823	1,233,393	1,185,337
School Administration Services	5,133,722	4,507,632	4,344,982	3,806,247
Plant Operation and Maintenance	8,165,685	7,772,110	5,690,205	6,237,917
Pupil Transportation	2,390,214	1,796,860	1,899,057	1,292,059
Business Services	2,236,091	2,147,355	2,155,866	1,943,587
Interest and Other Charges on Long-Term Debt	<u>741,422</u>	<u>945,642</u>	<u>495,409</u>	<u>703,764</u>
<b>Total</b>	<b><u>\$ 93,078,411</u></b>	<b><u>\$ 89,758,614</u></b>	<b><u>\$ 70,458,971</u></b>	<b><u>\$ 66,138,395</u></b>

# TENAFLY BOARD OF EDUCATION

## Management's Discussion and Analysis

### FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

#### Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a combined fund balance of \$8,746,903, a decrease of \$958,884 from last year's fund balance of \$9,705,787.

Revenues and other financing sources for the District's governmental funds were \$107,840,692; total expenditures and other financing uses were \$108,799,576.

**General Fund** - The General Fund is the chief operating fund of the District and includes the primary operations in providing educational services to students.

Revenues of the General Fund were \$94,749,690 for the fiscal year ended June 30, 2023. State sources amounted to \$22,881,420, federal sources totaled \$867,135 and local sources were \$71,001,135.

Expenditures of the General Fund were \$96,310,584. Instructional expenditures were \$63,693,613, expenditures for support services were \$31,377,031, capital expenditures totaled \$269,863 and debt service expenditures totaled \$970,077 for the fiscal year ended June 30, 2023.

**Special Revenue Fund** - The Special Revenue Fund includes all restricted Federal and State sources as well as local grants and donations utilized in the operations of the district in providing educational services to students.

Revenues of the Special Revenue Fund were \$4,216,930 for the fiscal year ended June 30, 2023. State sources amounted to \$477,908, federal sources totaled \$3,196,228 and local sources were \$542,794.

Expenditures of the Special Revenue Fund were \$4,388,746. Instructional expenditures were \$2,369,775, expenditures for support services were \$1,872,132 and capital and debt services expenditures totaled \$146,839 for the fiscal year ended June 30, 2023.

**Capital Projects** - The capital projects revenues and other financing sources exceeded expenditures and other financing uses by \$589,760 increasing the fund balance from \$151,524 at June 30, 2022 to \$741,284 at June 30, 2023.

#### Proprietary Funds

The District maintains three Enterprise Funds to account for activities, which are supported in part through user fees.

# TENAFLY BOARD OF EDUCATION

## Management's Discussion and Analysis

**Enterprise Fund** - The District uses Enterprise Funds to report activities related to the Food Services, School Age Child Care Program and Tiger Tots Program. The District's Enterprise Fund provides the same type of information found in the district-wide financial statements, business-type activities, but in more detail. Factors concerning the finances of this Fund have already been addressed in the discussion of the District's business-type activities.

### GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the annual operating budget several times. These budget amendments fall into the following categories

- Implementing budgets for specially funded projects, which include both federal and state grants.
- Reappropriation of June 30, 2022 encumbrances.
- Appropriation of Capital Reserve

### CAPITAL ASSETS

The District's investment in capital assets for its governmental and business type activities as of June 30, 2023 and 2022 amounts to \$45,508,423 and \$45,773,791 (net of accumulated depreciation), respectively. The capital assets consist of land, site improvements, buildings, building improvements, computers, specialized machinery and various other types of equipment. Depreciation charges for the fiscal year 2022-2023 amounted to \$2,109,562 for governmental activities and \$10,013 for the Business-Type activities.

The following is a comparative analysis of capital assets at June 30, 2023 and 2022.

	<b>Governmental</b>		<b>Business- Type</b>		<b>Total</b>	
	<u>Activities</u>		<u>Activities</u>			
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Land	\$ 222,500	\$ 222,500			\$ 222,500	\$ 222,500
Construction in Progress	116,688	193,353			116,688	193,353
Buildings	39,920,586	39,466,830			39,920,586	39,466,830
Improvements Other Than Bldgs	2,755,370	2,995,932			2,755,370	2,995,932
Machinery and Equipment	<u>2,428,694</u>	<u>2,820,578</u>	<u>\$ 64,585</u>	<u>\$ 74,598</u>	<u>2,493,279</u>	<u>2,895,176</u>
<b>Total</b>	<u>\$ 45,443,838</u>	<u>\$ 45,699,193</u>	<u>\$ 64,585</u>	<u>\$ 74,598</u>	<u>\$ 45,508,423</u>	<u>\$ 45,773,791</u>

Additional information on the District's capital assets are presented in the Notes to the Financial Statements.

# **TENAFLY BOARD OF EDUCATION**

## **Management's Discussion and Analysis**

### **LONG TERM LIABILITIES**

At June 30, 2023, the District's long-term liabilities consisted of compensated absences payable of \$1,299,321, serial bonds of \$21,636,550 (including unamortized premium), financing agreements of \$2,462,908 and net pension liability of \$12,178,313 totaling \$37,577,092. This is in comparison to long-term liabilities at June 30, 2022 of \$35,963,105 or an increase of \$1,613,987.

Additional information on the District's long-term liabilities are presented in the Notes to the Financial Statements.

### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

Many factors were considered by the District's administration during the process of developing the fiscal year 2023-2024 budget. The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing labor and related employee benefit costs. Other budgetary increases are anticipated with special education, and utilizes the required investment to repair the District's aging facilities.

These expenditures are to be paid for by the mandated 2% CAP on the property tax levy with certain allowable adjustments to the tax levy. In the future, any such allowable adjustments may not be permitted.

### **CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information contact the Business Office, Tenafly Board of Education, 500 Tenafly Road, Tenafly, NJ 07670.

## **BASIC FINANCIAL STATEMENTS**

**TENAFLY BOARD OF EDUCATION  
STATEMENT OF NET POSITION  
AS OF JUNE 30, 2023**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 8,854,003	\$ 437,992	\$ 9,291,995
Receivables, net	1,455,224	3,777	1,459,001
Inventory		11,016	11,016
Prepaid Items	6,504		6,504
Capital Assets			
Not Being Depreciated	339,188		339,188
Being Depreciated, Net	45,104,650	64,585	45,169,235
Total Assets	<u>55,759,569</u>	<u>517,370</u>	<u>56,276,939</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Amounts on Refunding of Debt	520,166		520,166
Deferred Amount of Net Pension Liability	666,565		666,565
Total Deferred Outflows of Resources	<u>1,186,731</u>		<u>1,186,731</u>
Total Assets and Deferred Outflows of Resources	<u>56,946,300</u>	<u>517,370</u>	<u>57,463,670</u>
<b>LIABILITIES</b>			
Accounts Payable and Other Current Liabilities	769,657	-	769,657
Payable to State/Federal Government	407,681		407,681
Unearned Revenue	391,490	46,735	438,225
Accrued Interest Payable	344,699		344,699
Noncurrent Liabilities			
Due Within One Year	3,097,875		3,097,875
Due Beyond One Year	34,479,217		34,479,217
Total Liabilities	<u>39,490,619</u>	<u>46,735</u>	<u>39,537,354</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Amount of Net Pension Liability	2,281,827		2,281,827
Total Deferred Inflows of Resources	<u>2,281,827</u>	<u>-</u>	<u>2,281,827</u>
Total Liabilities and Deferred Inflows of Resources	<u>41,772,446</u>	<u>46,735</u>	<u>41,819,181</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	24,327,454	64,585	24,392,039
Restricted for:			
Capital Projects	2,811,884		2,811,884
Other Purposes	1,182,593		1,182,593
Maintenance	611,850		611,850
Unrestricted	(13,759,927)	406,050	(13,353,877)
Total Net Position	<u>\$ 15,173,854</u>	<u>\$ 470,635</u>	<u>\$ 15,644,489</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.



**TENAFLY BOARD OF EDUCATION  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Functions/Programs:	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Governmental Activities</b>							
Instruction							
Regular	\$ 40,286,554	\$ 888,419	\$ 7,293,893		\$ (32,104,242)		\$ (32,104,242)
Special Education	13,927,588		7,096,621		(6,830,967)		(6,830,967)
Other Instruction	3,520,578	229,824	872,402		(2,418,352)		(2,418,352)
School Sponsored Activities and Athletics	2,450,020	496,643	286,156		(1,667,221)		(1,667,221)
Support Services							
Student and Instruction Related Svcs.	12,928,923	15,256	1,294,390		(11,619,277)		(11,619,277)
General Administrative Services	1,297,614		64,221		(1,233,393)		(1,233,393)
School Administrative Services	5,133,722		788,740		(4,344,982)		(4,344,982)
Plant Operations and Maintenance	8,165,685	89,615	2,160,536	\$ 225,329	(5,690,205)		(5,690,205)
Pupil Transportation	2,390,214		491,157		(1,899,057)		(1,899,057)
Business/Admin Info Technology Services	2,236,091		80,225		(2,155,866)		(2,155,866)
Interest and Other Charges on Long-Term Debt	741,422			246,013	(495,409)	-	(495,409)
Total Governmental Activities	93,078,411	1,719,757	20,428,341	471,342	(70,458,971)	-	(70,458,971)
<b>Business-Type Activities</b>							
Food Service	920,227	914,898				\$ (5,329)	(5,329)
Child Care	225,651	361,924				136,273	136,273
Tiger Tots	159,792	175,385				15,593	15,593
Total Business-Type Activities	1,305,670	1,452,207	-	-	-	146,537	146,537
<b>Total Primary Government</b>	<b>\$ 94,384,081</b>	<b>\$ 3,171,964</b>	<b>\$ 20,428,341</b>	<b>\$ 471,342</b>	<b>(70,458,971)</b>	<b>146,537</b>	<b>(70,312,434)</b>
<b>General Revenues:</b>							
Property Taxes - General Purposes					69,285,853		69,285,853
Property Taxes - Debt Service					2,456,119		2,456,119
Investment Earnings					140,845	1,733	142,578
Miscellaneous Income					174,825		174,825
Transfers					(50,000)	50,000	-
Total General Revenues and Transfers					72,007,642	51,733	72,059,375
Change in Net Position					1,548,671	198,270	1,746,941
Net Position, July 1, 2022					13,625,183	272,365	13,897,548
Net Position, June 30, 2023					\$ 15,173,854	\$ 470,635	\$ 15,644,489

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**FUND FINANCIAL STATEMENTS**

**TENAFLY BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
AS OF JUNE 30, 2023**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 7,642,099	\$ 378,824	\$ 741,284	\$ 91,796	\$ 8,854,003
Due From Other Funds	814,347				814,347
Receivables, Net					
Receivables From Other Governments	219,451	1,210,966	-	-	1,430,417
Accounts Receivable	24,807				24,807
Prepaid Items	-	-	-	6,504	6,504
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Assets	<u>\$ 8,700,704</u>	<u>\$ 1,589,790</u>	<u>\$ 741,284</u>	<u>\$ 98,300</u>	<u>\$ 11,130,078</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities					
Accounts Payable	\$ 98,095	\$ 3,214	\$ -		\$ 101,309
Payroll and Payroll Deductions Payable	668,348				668,348
Payable to State Government	204,686	127,223			331,909
Payable to Federal Government		75,772			75,772
Due to Other Funds		814,347			814,347
Unearned Revenue	199,655	191,835	-	-	391,490
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Liabilities	<u>1,170,784</u>	<u>1,212,391</u>	<u>-</u>	<u>-</u>	<u>2,383,175</u>
Fund Balances					
Restricted Fund Balance					
Capital Reserve	2,070,600				2,070,600
Maintenance Reserve	611,850				611,850
Emergency Reserve	306,900				306,900
Unemployment Compensation Reserve	399,994				399,994
Student Activities		286,813			286,813
Scholarship Awards		90,586			90,586
Capital Projects			741,284		741,284
Debt Service				98,300	98,300
Committed Fund Balance					
Encumbrances	258,837				258,837
Assigned Fund Balance					
Designated for Subsequent Year's Budget	2,500,000				2,500,000
Encumbrances	80,920				80,920
Unassigned Fund Balance	1,300,819	-	-	-	1,300,819
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Fund Balances	<u>7,529,920</u>	<u>377,399</u>	<u>741,284</u>	<u>98,300</u>	<u>8,746,903</u>
Total Liabilities and Fund Balances	<u>\$ 8,700,704</u>	<u>\$ 1,589,790</u>	<u>\$ 741,284</u>	<u>\$ 98,300</u>	<u>\$ 11,130,078</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**TENAFLY BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
AS OF JUNE 30, 2023**

**Amounts Reported for Governmental Activities in the Statement of  
Net Position (A-1) are Different Because:**

Total Fund Balance (Exhibit B-1)	\$	8,746,903
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$77,760,119 and the accumulated depreciation is \$32,316,281.		45,443,838
Long-term liabilities, including bonds payable, lease purchases, compensated absences and net pension liability are not due and payable in the current period and therefore are not reported as liabilities in the funds. (See Note 2A)		(37,577,092)
The District has financed capital assets through the issuance of serial bonds and long-term lease obligations. The interest accrual at year end is:		(344,699)
Amounts resulting from the refunding of debt are reported as deferred outflows of resources on the statement of net position and amortized over the life of the debt.		520,166
Certain amounts resulting from the measurement of the net pension liability are reported as either deferred inflows of resources or deferred outflows of resources on the statement of net position and deferred over future years.		
Deferred Outflows of Resources	\$	666,565
Deferred Inflows of Resources		<u>(2,281,827)</u>
		<u>(1,615,262)</u>
<b>Net Position of Governmental Activities</b>	<b>\$</b>	<b><u>15,173,854</u></b>

**TENAFLY BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
Local Sources					
Property Taxes	\$ 69,285,853			\$ 2,456,119	\$ 71,741,972
Tuition	1,118,243				1,118,243
Interest	140,845				140,845
Rentals	89,615				89,615
Miscellaneous	366,579	\$ 542,794			909,373
Total - Local Sources	71,001,135	542,794	-	2,456,119	74,000,048
State Sources	22,881,420	477,908		410,021	23,769,349
Federal Sources	867,135	3,196,228	-		4,063,363
Total Revenues	94,749,690	4,216,930	-	2,866,140	101,832,760
<b>EXPENDITURES</b>					
Current					
Instruction					
Regular Instruction	43,488,258	794,264			44,282,522
Special Education Instruction	14,393,543	784,896			15,178,439
Other Instruction	3,851,519	120,050			3,971,569
School Sponsored Activities and Athletics	1,960,293	670,565			2,630,858
Support Services					
Student and Instruction Related Services	13,083,126	944,549			14,027,675
General Administrative Services	1,343,538				1,343,538
School Administrative Services	5,804,655				5,804,655
Plant Operations and Maintenance	6,408,532	820,598			7,229,130
Pupil Transportation	2,262,133	106,985			2,369,118
Business/Admin Info Technology Services	2,475,047				2,475,047
Debt Service					
Principal	955,268	102,916		2,070,000	3,128,184
Interest	14,809	10,348		697,840	722,997
Capital Outlay	269,863	33,575	1,550,769		1,854,207
Total Expenditures	96,310,584	4,388,746	1,550,769	2,767,840	105,017,939
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(1,560,894)	(171,816)	(1,550,769)	98,300	(3,185,179)
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds from Other Financing Agreements	2,276,295				2,276,295
Transfers In	745,054	101,000	2,885,583		3,731,637
Transfers Out	(3,036,583)		(745,054)		(3,781,637)
Total Other Financing Sources and Uses	(15,234)	101,000	2,140,529	-	2,226,295
Net Change in Fund Balance	(1,576,128)	(70,816)	589,760	98,300	(958,884)
Fund Balance, July 1, 2022	9,106,048	448,215	151,524	-	9,705,787
Fund Balance, June 30, 2023	<u>\$ 7,529,920</u>	<u>\$ 377,399</u>	<u>\$ 741,284</u>	<u>\$ 98,300</u>	<u>\$ 8,746,903</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**TENAFLY BOARD OF EDUCATION  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF  
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
WITH THE DISTRICT-WIDE STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Total Net Change in Fund Balances - Governmental Funds (Exhibit B-2)** **\$ (958,884)**

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement and allocated over their estimated useful lives as annual depreciation expense.

Capital Outlay	\$ 1,854,207	
Depreciation Expense	<u>(2,109,562)</u>	
		(255,355)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources.

Neither transaction, however, has any effect on net position.

Repayment of Debt Principal		
Serial Bonds	2,070,000	
Other Financing Agreements	1,058,184	
Other Financing Agreements	<u>(2,276,295)</u>	
		851,889

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas, these amounts are deferred and amortized in the statement of activities.

This amount is the net effect of these differences in the treatment of long-term debt and related items.

Amortization of Bond Premium	259,465	
Amortization of Deferred Charge on Refunding	<u>(134,315)</u>	
		125,150

In the statement of activities, certain operating expenses are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (paid):

Net Increase in Compensated Absences	(85,002)	
Net Decrease in Pension Expense	<u>2,014,448</u>	
		1,929,446

Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.

Decrease in Accrued Interest		<u>(143,575)</u>
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**Change in Net Position of Governmental Activities (Exhibit A-2)** **\$ 1,548,671**

**TENAFLY BOARD OF EDUCATION  
PROPRIETARY FUNDS  
STATEMENT OF NET POSITION  
AS OF JUNE 30, 2023**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Totals</b>
	<b>Food Service</b>	<b>School Age Child Care</b>	<b>Non-Major Tiger Tots</b>	
<b>ASSETS</b>				
Current Assets				
Cash and Cash Equivalents	\$ 91,896	\$ 331,492	\$ 14,604	\$ 437,992
Accounts Receivable		3,777		3,777
Inventory	11,016			11,016
Total Current Assets	102,912	335,269	14,604	452,785
Noncurrent Assets				
Furniture, Machinery and Equipment	328,845			328,845
Less Accumulated Depreciation	(264,260)			(264,260)
Total Capital Assets, Net	64,585	-	-	64,585
Total Assets	167,497	335,269	14,604	517,370
<b>LIABILITIES</b>				
Unearned Revenue	31,106	14,882	747	46,735
Total Liabilities	31,106	14,882	747	46,735
<b>NET POSITION</b>				
Investment in Capital Assets	64,585			64,585
Unrestricted	71,806	320,387	13,857	406,050
Total Net Position	\$ 136,391	\$ 320,387	\$ 13,857	\$ 470,635

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**TENAFLY BOARD OF EDUCATION  
PROPRIETARY FUNDS  
STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN FUND NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<b>Business-Type Activities - Enterprise Fund</b>			<b>Totals</b>
	<b>Food Service</b>	<b>School Age Child Care</b>	<b>Non-Major Tiger Tots</b>	
<b>OPERATING REVENUES</b>				
Charges for Services				
Daily Sales	\$ 914,898			\$ 914,898
Program Fees		\$ 361,924	\$ 175,385	537,309
Total Operating Revenues	<u>914,898</u>	<u>361,924</u>	<u>175,385</u>	<u>1,452,207</u>
<b>OPERATING EXPENSES</b>				
Cost of Sales	385,835			385,835
Salaries and Benefits	355,703	215,358	149,777	720,838
Management Fee	64,063			64,063
Other Purchased Services	14,656	3,710		18,366
Other Expenses	3,404	1,774	1,922	7,100
Repairs	14,490			14,490
Supplies and Materials	72,063	4,809	8,093	84,965
Depreciation	10,013			10,013
Total Operating Expenses	<u>920,227</u>	<u>225,651</u>	<u>159,792</u>	<u>1,305,670</u>
Operating Income/(Loss)	<u>(5,329)</u>	<u>136,273</u>	<u>15,593</u>	<u>146,537</u>
<b>NONOPERATING REVENUES</b>				
Interest Income	1,733			1,733
Total Nonoperating Revenues	<u>1,733</u>	<u>-</u>		<u>1,733</u>
Net Income/(Loss) Before Transfers	(3,596)	136,273	15,593	148,270
Transfers	50,000			50,000
Change in Net Position	46,404	136,273	15,593	198,270
Net Position, Beginning of Year	89,987	184,114	(1,736)	272,365
Net Position, End of Year	<u>\$ 136,391</u>	<u>\$ 320,387</u>	<u>\$ 13,857</u>	<u>\$ 470,635</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.



**TENAFLY BOARD OF EDUCATION  
PROPRIETARY FUNDS  
STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Total</b>
	<b>Food Service</b>	<b>School Age Child Care</b>	<b>Non-Major Tiger Tots</b>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from Customers	\$ 917,360	\$ 345,355	\$ 169,463	\$ 1,432,178
Payments for Employees Salaries and Benefits	(355,703)	(215,358)	(149,777)	(720,838)
Payments to Suppliers	(557,532)	(10,293)	(10,015)	(577,840)
Net Cash Provided by (Used for) Operating Activities	<u>4,125</u>	<u>119,704</u>	<u>9,671</u>	<u>133,500</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Payments from General Fund	<u>50,000</u>			<u>50,000</u>
Net Cash Provided by Noncapital Financing Activities	<u>50,000</u>		-	<u>50,000</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest Income	<u>1,733</u>	-	-	<u>1,733</u>
Net Cash Provided By Investing Activities	<u>1,733</u>	-	-	<u>1,733</u>
Net Change in Cash and Cash Equivalents	55,858	119,704	9,671	185,233
Cash and Cash Equivalents, Beginning of Year	<u>36,038</u>	<u>211,788</u>	<u>4,933</u>	<u>252,759</u>
Cash and Cash Equivalents, End of Year	<u>\$ 91,896</u>	<u>\$ 331,492</u>	<u>\$ 14,604</u>	<u>\$ 437,992</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</b>				
Operating Income/(Loss)	\$ (5,329)	\$ 136,273	\$ 15,593	\$ 146,537
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities				
Depreciation	10,013			10,013
Changes in Assets and Liabilities				
(Increase) Decrease in Accounts Receivable		(143)		(143)
(Increase) Decrease in Inventories	(3,021)			(3,021)
Increase (Decrease) in Accounts Payable	(58)			(58)
Increase (Decrease) in Unearned Revenue	<u>2,520</u>	<u>(16,426)</u>	<u>(5,922)</u>	<u>(19,828)</u>
Total Adjustments	<u>9,454</u>	<u>(16,569)</u>	<u>(5,922)</u>	<u>(13,037)</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 4,125</u>	<u>\$ 119,704</u>	<u>\$ 9,671</u>	<u>\$ 133,500</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**NOTES TO THE FINANCIAL STATEMENTS**

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The Tenafly Board of Education (the “Board” or the “District”) is an instrumentality of the State of New Jersey, established to function as an education institution. The Board consists of nine elected officials and is responsible for the fiscal control of the District. A Superintendent of Schools is appointed by the Board and is responsible for the administrative control of the District. A School Business Administrator/Board Secretary is also appointed by the Board and oversees the business functions of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property. The Board currently operates a Kindergarten through grade twelve (12) school district.

The Board also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls. The Superintendent of Schools is the Chief Administrative Officer of the District who is responsible for general supervision of all schools, planning and operational functions of the District. The School Business Administrator/Board Secretary is the Chief Financial Officer and is responsible for budgeting, financial accounting and reporting and reports through the Superintendent of Schools to the Board

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Tenafly Board of Education this includes general operations, food service, before and after school child care and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization’s governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization’s resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based on the foregoing criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity as a component unit.

**B. New Accounting Standards**

During fiscal year 2023, the District adopted the following GASB statements:

- GASB Statement No. 96, *Subscription – Based Information Technology Arrangements*. The objective of this Statement will be to improve financial reporting by establishing a definition for subscription-based information technology arrangements (SBITAs) and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government’s financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government’s SBITA activities and evaluate a government’s obligations and assets resulting from SBITAs.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. New Accounting Standards (Continued)**

- GASB Statement No. 99, *Omnibus 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.

Other accounting standards that the District is currently reviewing for applicability and potential impact on the financial statements include:

- GASB Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*, will be effective beginning with the fiscal year ending June 30, 2024. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.
- GASB Statement No. 101, *Compensated Absences*, will be effective beginning with the fiscal year ending June 30, 2025. 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.

**C. Basis of Presentation - Financial Statements**

The financial statements include both district-wide financial statements (based on the District as a whole) and fund financial statements (based on specific District activities or objectives). Both the district-wide and fund financial statements categorize activities as either governmental activities or business-type activities. While separate district-wide and fund financial statements are presented, they are interrelated. In the district-wide financial statements, the governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the District's enterprise funds. Fiduciary funds are excluded from the district-wide financial statements. Currently the District has no fiduciary funds.

**District-Wide Financial Statements**

The district-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Board of Education. All fiduciary activities are reported only in the fund financial statements. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. In the statement of net position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, and (b) reflect on a full accrual economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or other governmental entities, including other school districts, who purchase, use, or directly benefit from goods or services provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes, unrestricted state aid, and other items not properly included among program revenues are reported instead as general revenues.

As a general rule the effect of interfund activity has been eliminated from the district-wide financial statements. Exceptions to this general rule are charges between the Board's proprietary funds since elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements (Continued)

Fund Financial Statements

Separate fund financial statements are provided for governmental, proprietary, and fiduciary activities, even though the latter are excluded from the district-wide financial statements. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each reported as separate columns in the fund financial statements. All remaining enterprise funds are aggregated and reported as nonmajor funds. The District considers all of its governmental and its food service and school age childcare (SACC) enterprise funds to be major funds.

The District reports the following major governmental funds:

The *general fund* is the School District's primary operating fund. It accounts for all financial resources of the District, except those to be accounted for in another fund.

The *special revenue fund* accounts for the proceeds of specific revenue sources legally restricted to expenditures for specified purposes. This fund accounts for federal, state and local financial programs, with the exception of grants for major capital projects and the child nutrition programs, student activity funds derived from athletic events or other activities of pupil organizations and private donations for scholarship awards.

The *capital projects fund* accounts for the proceeds from the sale of bonds, financing agreements, grants and other revenues used for the acquisition or construction of capital facilities and other capital assets, other than those financed by the proprietary funds.

The *debt service fund* accounts for the accumulation of resources that are restricted, committed or assigned for the payment of principal and interest on long-term general obligation debt of governmental funds.

The District reports the following major proprietary funds which are organized to be self-supporting through user charges:

The *food service fund* accounts for the activities of the school cafeteria, which provides food service to students as well as a la carte and catering services for administrators, teachers and special events.

The *school age child care (SACC) fund* accounts for the activities of the District's before and after school childcare program.

The District reports the following non-major proprietary fund which is organized to be self-supporting through user charges:

The *tiger tots fund* accounts for the activities of the District's preschool program which provides preschool services to residents and non-residents of the Borough.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the district-wide financial statements as "internal balances".

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation - Financial Statements (Continued)**

**Fund Financial Statements (Continued)**

**Reclassifications**

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

**D. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable 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 indicates the timing of transactions or events for recognition in the financial statements.

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. All assets, all liabilities and all deferred outflows/inflows of resources associated with these operations are included on the Statement of Net Position. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Board considers revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt, acquisitions under financing agreements, leases payable for intangible right-to-use leased assets and subscription arrangements for intangible right-to-use information technology (IT) software assets are reported as other financing sources.

Property taxes, tuition, unrestricted state aid, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements (formula-type grants and aid) are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants and similar awards (reimbursement-type grants and awards) are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements imposed by the grantor or provider have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the District.

When both restricted and unrestricted resources are available for use, it is the Board's policy to use restricted resources first, then unrestricted resources as they are needed.

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

**1. Cash, Cash Equivalents and Investments**

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are reported at fair value and are limited by N.J.S.A. 18A:20-37.

**TENAFLY BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**2. *Receivables***

All receivables are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

**3. *Inventories***

The cost of inventories of the governmental fund types are recorded as expenditures at the time individual inventory items are purchased.

Food Service Fund inventories are valued at cost, using the first-in first-out (FIFO) method and consist of food and expendable supplies. The cost of such inventories is recorded as expenses when consumed rather than when purchased.

**4. *Prepaid Items***

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both district-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**5. *Capital Assets***

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Land and construction in progress are not depreciated. The other property, plant, and equipment of the District is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings	20-50
Building Improvements	20
Heavy Equipment	10-20
Office Equipment and Furniture	7-10
Computer Equipment	5

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**6. *Deferred Outflows/Inflows of Resources***

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Board has two items which arise only under the accrual basis of accounting that qualify for reporting in this category. One item is the deferred amount on refunding of debt which results from a debt refunding reported in the district-wide statement of net position. Deferred amounts on debt refunding result from the difference on the transaction when the debt's reacquisition price is greater than the carrying value of the refunded debt. These amounts are deferred and amortized over the shorter of the life of the refunded or refunding debt. The other item that qualifies for reporting in this category is the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; (4) changes in proportion and differences between employer contributions and proportionate share of contributions; and (5) contributions made subsequent to the measurement date. These amounts are deferred and amortized over future years.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Board has one type of item that arises only under the accrual basis of accounting that qualifies for reporting in this category. The item that qualifies for reporting in this category are the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; and (4) changes in proportion and differences between employer contributions and proportionate share of contributions. These amounts are deferred and amortized over future years.

**7. *Compensated Absences***

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused vacation, and sick leave benefits. A long-term liability of accumulated vacation, and sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations. A liability is reported in the governmental funds only to the amount actually due at year end as a result of employee resignations and retirements.

**8. *Pensions***

In the district-wide financial statements and proprietary fund types in the fund financial statements, for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the retirement systems sponsored and administered by the State of New Jersey and additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they are reported by the retirement systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

In the governmental fund financial statements, net pension liabilities represent amounts normally expected to be liquidated with expendable available financial resources for required pension contributions that are due and payable at year end. Pension expenditures are recognized based on contractual pension contributions that are required to be made to the pension plan during the fiscal year.



TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

9. *Financing Agreements*

Capital financing agreements and other financing agreements are financed purchase contracts that transfer ownership of the underlining assets or items (i.e. expendable supplies) to the District by the end of the agreement and do not contain termination options. Capital financing agreements and other financing agreements are recognized as long-term liabilities along with the related capital asset or expenses being financed, respectively, in the district-wide and proprietary fund type financial statements.

In the fund financial statements, capital financing agreements and other financing agreements are recognized as other financing sources at the face amount of the financed purchase contract. Assets and supplies financed under these agreements are reported as capital outlay or current expenditures, respectively.

10. *Long-Term Obligations*

In the district-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, business-type activities, or proprietary fund type statement of net position. Differences resulting from debt refundings are classified as deferred inflows of resources or as deferred outflows of resources (delete as applicable). Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Differences resulting from debt refundings are also deferred and amortized over the life of the refunded bonds or new bonds whichever is less using the effective interest method. Bonds payable are reported with the unamortized bond premium or discount. Bond issuance costs (other than for prepaid insurance) are treated as an expense.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, 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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

11. *Net Position/Fund Balance*

District-Wide Statements

In the district-wide statements, there are three classes of net position:

- **Net Investment in Capital Assets** – consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources attributable to the acquisition, construction or improvement of those assets or related debt also should be included.
- **Restricted Net Position** – reports net position when constraints placed on the residual amount of noncapital assets are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted Net Position** – any portion of net position not already classified as either net investment in capital assets or net position – restricted is classified as net position – unrestricted.

Governmental Fund Statements

Fund balance categories are designed to make the nature and extent of the constraints placed on the District's fund balance more transparent. These categories are comprised of a hierarchy based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

11. *Net Position/Fund Balance (Continued)*

Governmental Fund Statements (Continued)

**Restricted Fund Balance** – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

*Capital Reserve* – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 3C).

*Maintenance Reserve* – This restriction was created by the Board in accordance with NJAC 6A:23A-14.2 to accumulate funds for the required maintenance of school facilities in accordance with the EFCA (NJSA 18A:7G-9) for a thorough and efficient education. (See Note 3D).

*Emergency Reserve* – This restriction was created in accordance with NJAC 6A:23A-14.4(A)1 to accumulate funds in accordance with State statute to finance unanticipated general fund expenditures required for a thorough and efficient education. (See Note 3E).

*Unemployment Compensation Reserve* – This restriction was created in accordance with R.S. 43:21-7.3 to reserve funds for unemployment compensation claims reimbursable to the State under the District's election for payment in lieu of contributions (benefit reimbursement method). (See Note 5A).

*Student Activities* – This restriction was created in accordance with NJAC 6A:23A-16.12 to represent the accumulation of funds derived from athletic events and other student organizations reserved for the payment of student group activities.

*Scholarship Awards* – This restriction was created to represent the accumulation of donor restricted funds specifically earmarked for student scholarship awards.

*Capital Projects* – Represents fund balance restricted specifically for capital acquisitions and improvements in the Capital Projects Fund.

*Debt Service* – Represents fund balance restricted specifically for the repayment of long-term debt principal and interest in the Debt Service Fund.

**Committed Fund Balance** – Amounts constrained to specific purposes by a school district itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the Board takes the same highest level action to remove or change the constraint.

*Encumbrances* – Represents outstanding purchase orders at year end for contracts awarded by formal action of the Board of Trustee's for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

**Assigned Fund Balance** – Amounts a Board intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

*Encumbrances* – Represent outstanding purchase orders for goods or services approved by management for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

*Designated for Subsequent Year's Budget* – This designation was created to dedicate the portion of fund balance appropriated in the adopted 2023/2024 District budget certified for taxes.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**11. *Net Position/Fund Balance (Continued)***

**Governmental Fund Statements (Continued)**

**Unassigned Fund Balance** – Represents fund balance that has not been restricted, committed or assigned to specific purposes within the governmental funds.

In the general operating fund and other governmental funds (special revenue, capital projects and debt service fund types), it is the District’s policy to consider restricted resources to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted (i.e., committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

**12. *Fund Balance Policies***

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Board of Education itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District’s highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the school district that can, by adoption of a resolution or formal Board action prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the Board of Education for specific purposes but do not meet the criteria to be classified as committed. The Board has authorized the School Business Administrator/Board Secretary to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year’s appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

**F. Revenues and Expenditures/Expenses**

**1. *Program Revenues***

Amounts reported as program revenues in the district-wide statement of activities include 1) charges to customers or applicants for goods or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, unrestricted state aid, investment earnings and miscellaneous revenues.

**2. *Property Taxes***

Property taxes are levied pursuant to law and are collected by the municipality and are transferred to the District as requested. Property tax revenues are recognized in the year they are levied and become available. Property taxes collected in advance of the year-end for which they are levied and transferred to the District are reported as deferred inflows of resources. The tax bills are mailed annually in June by the municipal tax collector and are levied and due in four quarterly installments on August 1, November 1, February 1 and May 1 of the fiscal year. When unpaid, taxes or any other municipal lien, or part thereof, on real property, remains in arrears on April 1<sup>st</sup> in the year following the calendar year levy when the same became in arrears, the tax collector of the municipality shall, subject to the provisions of New Jersey Statute, enforce the lien by placing the property on a tax sale. The municipality may institute annual “in rem” tax foreclosure proceedings to enforce the tax collection or acquisition of title to the property.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Revenues and Expenditures/Expenses (Continued)**

**3. *Tuition Revenues and Expenditures***

Tuition Revenues - Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs are determined and certified by the State Department of Education.

Tuition Expenditures - Tuition charges for the fiscal years 2021-2022 and 2022-2023 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

**4. *Proprietary Funds, 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 producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues are charges to customers for sales and services. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**NOTE 2 RECONCILIATION OF DISTRICT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of certain differences between the governmental fund balance sheet and the district-wide statement of net position**

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position– governmental activities as reported in the district-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this difference are as follows:

Bonds Payable	\$ 19,530,000
Unamortized Premium	2,106,550
Other Financing Agreements	2,462,908
Compensated Absences	1,299,321
Net Pension Liability	<u>12,178,313</u>
Net Adjustment to Reduce Fund Balance - Total Governmental Funds to Arrive at Net Position - Governmental Activities	<u>\$ 37,577,092</u>

**NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

In accordance with the requirements of the New Jersey Department of Education (“the Department”), the District annually prepares its operating budget for the forthcoming year. The budget, except for the general fund and special revenue fund, which is more fully explained below and in the notes to the required supplementary information, is prepared in accordance with accounting principles generally accepted in the United States of America and serves as a formal plan for expenditures and the proposed means for financing them.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**A. Budgetary Information (Continued)**

The District must prepare its budget in compliance with applicable laws limiting the amount by which the general fund property tax levy can increase in the annual school budget. The 2010 Tax Levy CAP Law is calculated using the formulas and provisions of NJSA 18A:7F-38. The law was originally adopted in 2007 and was most recently amended in 2018. The core of the tax-levy cap calculation is a 2% increase to the previous budget year's general fund tax levy with exceptions only for enrollment increases, increases for certain pension contributions in excess of 2%, certain healthcare increases, and amounts approved by a simple majority of voters at a special election. Additionally, school districts can bank the unused tax levy for use in any of the next three (3) succeeding budget years if they were not granted approval to exceed the tax levy cap by the voters. The restrictions are solely on the tax levy for the general fund and are not applicable to the debt service fund.

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and approval prior to adoption. Districts that have their school board members elected in November do not have to submit budgets that meet levy cap requirements for voter approval. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account 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. The Board approved several budget transfers during 2022/2023. Also, during 2022/2023 the Board increased the original budget of the General Fund by \$717,112 and increased the original budget of the Special Revenue Fund by \$3,819,228. The increases were funded by the appropriation of grant awards, capital reserve funds, student activity revenues, scholarship donations and the reappropriation of prior year general fund encumbrances.

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 accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

**B. Excess Expenditures Over Appropriations**

The following is a summary of expenditures in excess of available appropriations. The overexpended appropriations resulted in unfavorable variances.

	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Current Fund			
Undistributed Expenditures			
Instruction			
Tuition to CSSD and Regional Day Schools	\$ 143,667	\$ 334,718	\$ 191,051
Speech, OT, PT and Related Services			
Salaries	663,976	664,351	375
Custodial Services			
Salaries	1,981,678	1,984,747	3,069

The variances were offset with other available resources.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**C. Capital Reserve**

A capital reserve account was established by the District. The accumulation of funds will be used for capital outlay expenditures in subsequent fiscal years. The capital reserve is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve are restricted to capital projects in the district’s approved Long Range Facilities Plan (LRFP). Upon submission 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 or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts or both. 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. 6:23A-14.1(g), the balance in the reserve cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the fiscal year ended June 30, 2023 is as follows:

Balance, July 1, 2022		\$ 3,146,183
Increased by:		
Interest Earnings	\$ 10,000	
Return of Unexpended Capital Project Funds	745,054	
Deposit Approved by Board Resolution	<u>1,054,946</u>	
		<u>1,810,000</u>
		4,956,183
Decreased by:		
Withdrawals Approved in District Budget	2,553,633	
Withdrawals Approved by Board Resolution	<u>331,950</u>	
		<u>2,885,583</u>
Balance, June 30, 2023		<u>\$ 2,070,600</u>

The June 30, 2023 LRFP balance of the total costs of uncompleted capital projects is estimated by management to be \$5,337,604. The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the district’s Long Range Facilities Plan.

**D. Maintenance Reserve**

A maintenance reserve account was established by the District. The accumulation of funds will be used for required maintenance of school facilities expenditures in subsequent fiscal years. The maintenance reserve is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the maintenance reserve are restricted to required maintenance activities for a school facility as reported in the comprehensive maintenance plan. A District may appropriate funds into the maintenance reserve in the annual General Fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. Pursuant to N.J.A.C. 6A:23A-14.2(g), the balance in the reserve cannot at any time exceed four percent of the replacement cost of the school district’s school facilities for the current year.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**D. Maintenance Reserve (Continued)**

The activity of the maintenance reserve for the fiscal year ended June 30, 2023 is as follows:

Balance, July 1, 2022	\$ 608,850
Increased by:	
Interest Earnings	<u>3,000</u>
Balance, June 30, 2023	<u>\$ 611,850</u>

The June 30, 2023 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$3,483,205.

**E. Emergency Reserve**

An emergency reserve account was established by the District. The accumulation of funds will be used to finance unanticipated General Fund current expenditures required for a thorough and efficient education in subsequent fiscal years.

Funds placed in the emergency reserve are restricted to finance reasonably unforeseeable costs and shall not include additional costs due to poor planning. A District may appropriate funds into the emergency reserve in the annual General Fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent or the withdrawal is included in the original budget certified for taxes to finance school security improvements to school facilities pursuant to 18A:7G-6(c)1. Pursuant to NJAC 6A:23A-14.4(A), the balance in the reserve cannot at any time exceed the greater of \$250,000 or one percent of the school district's General Fund budget as certified for taxes up to a maximum of \$1,000,000.

The activity of the emergency reserve for the fiscal year ended June 30, 2023 is as follows:

Balance, July 1, 2022	\$ 304,900
Increased by:	
Interest Earnings	<u>2,000</u>
Balance, June 30, 2023	<u>\$ 306,900</u>

**F. Transfers to Capital Outlay**

During the 2022/2023 school year, the district transferred \$93,000 to the non-equipment capital outlay accounts.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 DETAILED NOTES ON ALL FUNDS**

**A. Cash Deposits and Investments**

**Cash Deposits**

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for deposits in excess of the FDIC and NCUSIF insured amounts. GUDPA does not protect intermingled trust funds, withholdings from an employee's salary or funds which may pass to the local government upon the happening of a future condition.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2023, the book value of the Board's deposits were \$9,291,995 and bank and brokerage firm balances of the Board's deposits amounted to \$11,243,793. The Board's deposits which are displayed on the various fund balance sheets as "cash and cash equivalents" are categorized as:

<b><u>Depository Account</u></b>	<b><u>Bank Balance</u></b>
Insured	\$ 10,494,448
Uninsured and Collateralized	<u>749,345</u>
	<u>\$ 11,243,793</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2023 the Board's bank balance of \$749,345 was exposed to custodial credit risk as follows:

**Depository Account**

Uninsured and Collateralized:

Collateral held by pledging financial institution's trust department  
but not in the Board's name

\$ 749,345



**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)**

**A. Cash Deposits and Investments (Continued)**

**Investments**

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America; Government Money Market Mutual Funds; any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor; bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located; Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law," (C.40A:5A-1 et seq.); Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by school districts; Local Government investment pools; deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

As of June 30, 2023, the Board had no outstanding investments.

Investment and interest earnings in the Capital Projects Fund are assigned to the General Fund in accordance with Board policy.

**B. Receivables**

Receivables as of June 30, 2023 for the district's individual major funds, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>School Age Child Care</u>	<u>Total</u>
Receivables:				
Accounts	\$ 24,807		\$ 3,777	\$ 28,584
Intergovernmental				
Federal		\$ 1,210,966		1,210,966
State	62,088			62,088
Local	157,363	-	-	157,363
Gross Receivables	244,258	1,210,966	3,777	1,459,001
Less: Allowance for Uncollectibles	-	-	-	-
Net Total Receivables	<u>\$ 244,258</u>	<u>\$ 1,210,966</u>	<u>\$ 3,777</u>	<u>\$ 1,459,001</u>

TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

C. Unearned Revenue

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

General Fund		
Summer School Program Fees	\$	199,655
Special Revenue Fund		
Grant Drawdowns Year-End Encumbrances		116,620
Unencumbered Grant Draw Downs		<u>75,215</u>
 Total Unearned Revenue for Governmental Funds	 \$	 <u>391,490</u>

D. Capital Assets

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

	Balance, July 1, 2022	Increases	Decreases	Transfers	Balance, June 30, 2023
<b>Governmental Activities</b>					
Capital Assets, Not Being Depreciated:					
Land	\$ 222,500				\$ 222,500
Construction in Progress	<u>193,353</u>	\$ 116,688	<u>-</u>	\$ (193,353)	<u>116,688</u>
Total Capital Assets, Not Being Depreciated	<u>415,853</u>	<u>116,688</u>	<u>-</u>	<u>(193,353)</u>	<u>339,188</u>
Capital Assets, Being Depreciated:					
Buildings	58,343,915	1,680,469		193,353	60,217,737
Improvements Other Than Buildings	6,186,808	-			6,186,808
Machinery and Equipment	<u>10,959,336</u>	<u>57,050</u>	<u>-</u>	<u>-</u>	<u>11,016,386</u>
Total Capital Assets Being Depreciated	<u>75,490,059</u>	<u>1,737,519</u>	<u>-</u>	<u>193,353</u>	<u>77,420,931</u>
Less Accumulated Depreciation For:					
Buildings	(18,877,085)	(1,420,066)			(20,297,151)
Improvements Other Than Buildings	(3,190,876)	(240,562)			(3,431,438)
Machinery and Equipment	<u>(8,138,758)</u>	<u>(448,934)</u>	<u>-</u>	<u>-</u>	<u>(8,587,692)</u>
Total Accumulated Depreciation	<u>(30,206,719)</u>	<u>(2,109,562)</u>	<u>-</u>	<u>-</u>	<u>(32,316,281)</u>
Total Capital Assets, Being Depreciated, net	<u>45,283,340</u>	<u>(372,043)</u>	<u>-</u>	<u>193,353</u>	<u>45,104,650</u>
Governmental Activities Capital Assets, net	<u>\$ 45,699,193</u>	<u>\$ (255,355)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,443,838</u>

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

	Balance, July 1, 2022	<u>Increases</u>	<u>Decreases</u>	Balance, June 30, 2023
<b>Business-Type Activities</b>				
Capital Assets, Being Depreciated:				
Machinery and Equipment	\$ 328,845	-	-	\$ 328,845
Total Capital Assets Being Depreciated	<u>328,845</u>	<u>-</u>	<u>-</u>	<u>328,845</u>
Less Accumulated Depreciation For:				
Machinery and Equipment	(254,247)	\$ (10,013)	-	(264,260)
Total Accumulated Depreciation	<u>(254,247)</u>	<u>(10,013)</u>	<u>-</u>	<u>(264,260)</u>
Total Capital Assets, Being Depreciated, net	<u>74,598</u>	<u>(10,013)</u>	<u>-</u>	<u>64,585</u>
Business-Type Activities Capital Assets, net	<u>\$ 74,598</u>	<u>\$ (10,013)</u>	<u>\$ -</u>	<u>\$ 64,585</u>

Depreciation expense was charged to functions/programs of the District as follows:

**Governmental Activities**

Instruction

Regular	\$ 590,677
Special Education	63,287
School-Sponsored Activities and Athletics	21,096
Total Instruction	<u>675,060</u>

Support Services

Student and Instruction Related Services	21,096
General Administrative Services	21,096
Plant Operations and Maintenance	1,371,214
Pupil Transportation	21,096
Total Support Services	<u>1,434,502</u>

Total Depreciation Expense - Governmental Activities \$ 2,109,562

Business-Type Activities:

Food Service Fund	\$ 10,013
Total Depreciation Expense-Business-Type Activities	<u>\$ 10,013</u>

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

**Construction and Other Significant Commitments**

The District has the following active construction projects as of June 30, 2023:

<u>Project</u>	<u>Remaining Commitment</u>
Tenafly High School Switchboards	<u>\$ 258,837</u>

**E. Interfund Receivables, Payables, and Transfers**

The composition of interfund balances as of June 30, 2023, is as follows:

**Due To/From Other Funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue Fund	<u>\$ 814,347</u>

The above balances are to cover cash balances which were in an overdraft position.

The District expects all interfund balances to be liquidated within one year.

**Interfund Transfers**

	<u>Transfer In:</u>				<u>Total</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Food Service Enterprise Fund</u>	
Transfer Out					
General Fund		\$ 101,000	\$ 2,885,583	\$ 50,000	\$ 3,036,583
Capital Projects Fund	<u>\$ 745,054</u>	-	-	-	<u>745,054</u>
Total Transfers Out	<u>\$ 745,054</u>	<u>\$ 101,000</u>	<u>\$ 2,885,583</u>	<u>\$ 50,000</u>	<u>\$ 3,781,637</u>

The above transfers are the result of revenues earned and/or other financing sources received in one fund to finance expenditures in another fund.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)**

**F. Financing Agreements**

**Other Financing Agreements**

The District entered into the following agreements to finance the purchase of certain equipment that does not meet the threshold of a capital asset and therefore are classified as expendable supplies. The repayments under these financing agreements are subject to the annual appropriation of funds in the District’s approved budget.

Other financing agreements at June 30, 2023 are comprised of the following:

\$1,266,281, Fiscal year 2020 Agreement for the purchase of digital desktop-licensed software and services for a term of five years due in annual principal installments of \$253,356 through July 1, 2024	\$	506,513
\$971,169, Fiscal year 2021 Agreement for the purchase of Dell Chromebooks for a term of four years due in annual principal installments of \$248,322 through September 30, 2023		248,322
\$1,514,197, Fiscal year 2023 Agreement for the purchase of Dell Chromebooks for a term of four years due in annual principal installments of \$355,034 to \$386,160 through October 1, 2025		1,111,465
\$762,098, Fiscal year 2023 Agreement for the purchase of Interactive Display Equipment for a term of four years due in annual principal installments of \$139,163 to \$159,447 through July 15, 2026		<u>596,608</u>
	<u>\$</u>	<u>2,462,908</u>

The maturity schedule of the remaining other financing agreement payments for principal and interest is as follows:

**Governmental Activities:**

Fiscal Year Ending <u>June 30,</u>	<u>Other Agreements</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2024	\$ 995,775	\$ 87,566	\$ 1,083,341
2025	769,147	53,687	822,834
2026	538,538	31,041	569,579
2027	<u>159,448</u>	<u>7,398</u>	<u>166,846</u>
Total	<u>\$ 2,462,908</u>	<u>\$ 179,692</u>	<u>\$ 2,642,600</u>

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)**

**G. Long-Term Debt**

**General Obligation Bonds**

The Board issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities and other capital assets or other purposes permitted by statute. The full faith and credit of the Board are irrevocably pledged for the payment of the principal of the bonds and the interest thereon.

Bonds payable at June 30, 2022 are comprised of the following issues:

\$5,715,000, 2015 Refunding Bonds, due in annual installments of \$310,000 to \$690,000 through April 1, 2031, interest at 3.0%	\$4,120,000
\$7,090,000, 2016 Refunding Bonds, due in annual installments of \$610,000 to \$655,000 through April 1, 2026, interest at 1.79%	1,895,000
\$13,515,000, 2022 Refunding Bonds, due in annual installments of \$960,000 to \$2,260,000 through July 15, 2030, interest at 4.0% to 5.0%	<u>13,515,000</u>
Total	<u>\$19,530,000</u>

The Board's schedule of principal and interest for long-term debt issued and outstanding is as follows:

**Governmental Activities:**

Fiscal Year Ending June 30,	Serial Bonds		Total
	Principal	Interest	
2024	\$ 1,925,000	\$ 804,471	\$ 2,729,471
2025	2,005,000	738,121	2,743,121
2026	2,090,000	662,569	2,752,569
2027	2,465,000	565,275	3,030,275
2028	2,575,000	451,350	3,026,350
2029-2031	<u>8,470,000</u>	<u>617,275</u>	<u>9,087,275</u>
Total	<u>\$ 19,530,000</u>	<u>\$ 3,839,061</u>	<u>\$ 23,369,061</u>

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)**

**G. Long-Term Debt (Continued)**

**Statutory Borrowing Power**

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2023 was as follows:

4% of Equalized Valuation Basis (Municipal)	\$ 192,553,840
Less: Net Debt Issued	<u>19,530,000</u>
Remaining Borrowing Power	<u>\$ 173,023,840</u>

**H. Other Long-Term Liabilities**

**Changes in Long-Term Liabilities**

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

	<u>Balance</u> <u>July 1, 2022</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance,</u> <u>June 30, 2023</u>	<u>Due</u> <u>Within</u> <u>One Year</u>
<b>Governmental Activities:</b>					
Bonds Payable	\$ 21,600,000		\$ 2,070,000	\$ 19,530,000	\$ 1,925,000
Unamortized Premium	<u>2,366,015</u>	-	<u>259,465</u>	<u>2,106,550</u>	-
Total Bonds Payable	23,966,015	-	2,329,465	21,636,550	1,925,000
Compensated Absences	1,214,319	\$ 85,002		1,299,321	177,100
Other Financing Agreements	1,244,797	2,276,295	1,058,184	2,462,908	995,775
Net Pension Liability	<u>9,537,974</u>	<u>4,654,787</u>	<u>2,014,448</u>	<u>12,178,313</u>	-
Governmental Activities Long-Term Liabilities	<u>\$ 35,963,105</u>	<u>\$ 7,016,084</u>	<u>\$ 5,402,097</u>	<u>\$ 37,577,092</u>	<u>\$ 3,097,875</u>

For the governmental activities, the liabilities for compensated absences, financing agreements and net pension liability are generally liquidated by the general fund.

**NOTE 5 OTHER INFORMATION**

**A. Risk Management**

The District is exposed to various risks of loss related to property, general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; student accident; termination of employees and natural disasters. The Board has obtained commercial insurance coverage to guard against these events to minimize the exposure to the District should they occur. A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report.

The District is a member of the Northeast Bergen County School Board Insurance Group (NESBIG or Group). The Group is a risk sharing public entity pool, established for the purpose of insuring against worker's compensation claims.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**A. Risk Management (Continued)**

The relationship between the Board and NESBIG is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Board is contractually obligated to make all annual and supplementary contributions to the funds, to report claims on a timely basis, cooperate with the management of the funds, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the funds. Members have a contractual obligation to fund any deficit of the funds attributable to a membership year during which they were a member.

NESBIG provides its members with risk management services, including the defense of and settlement of claims and to establish reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the respective insurance funds are on file with the School's Business Administrator.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage's in any of the prior three years.

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of District contributions, employee contributions, interest earnings, reimbursements to the State for benefits paid and the ending balance of the District's restricted fund balance for unemployment compensation claims in the General Fund for the current and previous two years:

Fiscal Year Ended <u>June 30,</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023	\$ 76,459	-	\$ 399,994
2022	90,756	\$ 80,843	393,371
2021	90,636	221,186	392,430

**B. Contingent Liabilities**

The District is a party defendant in some lawsuits, none of a kind unusual for a school district of its size and scope of operation. In the opinion of the Board's Attorney the potential claims against the District not covered by insurance policies would not materially affect the financial condition of the District.

**Federal and State Awards** – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2023, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.



**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**C. Federal Arbitrage Regulations**

The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2023, the District has not estimated its arbitrage earnings due to the IRS, if any.

**D. Employee Retirement Systems and Pension Plans**

**Plan Descriptions and Benefits Provided**

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all Board employees who are eligible for pension coverage:

**Public Employees’ Retirement System (PERS)** – Established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees. PERS is a cost sharing multiple employer defined benefit pension plan. For additional information about PERS, please refer to the State Division of Pension and Benefits (Division’s) Annual Comprehensive Financial Report (ACFR) which can be found at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death, and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

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

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

**TENAFLY BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Teachers' Pension and Annuity Fund (TPAF)** – Established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage to substantially all full time certified teachers or professional staff of the public school systems in the State. Membership is mandatory for such employees. TPAF is a cost sharing multiple- employer defined benefit pension plan with a special funding situation, which the State is responsible to fund 100% of local employer contributions, excluding any local employer early retirement incentive (ERI) contributions. For additional information about TPAF, please refer to the State Division of Pension and Benefits (Division's) Annual Comprehensive Financial Report (ACFR) which can be found at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

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

The following represent the membership tiers for TPAF:

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

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

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Board employees who are eligible for pension coverage.

**Defined Contribution Retirement Program (DCRP)** – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007 and employees enrolled in PERS or TPAF on or after July 1, 2007 who earn in excess of established annual maximum compensation limits (equivalent to annual maximum wage for social security deductions). This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PFRS and new employees who would otherwise be eligible to participate in PERS or TPAF on or after November 2, 2008 and do not earn the minimum salary required for tier 3 enrollment or do not work the minimum required hours for tier 4 and tier 5 enrollments but earn a base salary of at least \$5,000 are eligible for participation in the DCRP. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. DCRP is a defined contribution pension plan.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Other Pension Funds**

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local government employers do not appropriate funds to SACT.

The cost of living increase for PERS and TPAF, are funded directly by each of the respective systems but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits (“Division”), issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**Plan Amendments**

The authority to amend the provisions of the above plans rests with legislation passed by the State of New Jersey. Pension reforms enacted pursuant to Chapter 78, P.L. 2011 included provisions creating special Pension Plan Design Committees for TPAF and PERS, once a Target Funded Ratio (TFR) is met. The Pension Plan Design Committees will have the discretionary authority to modify certain plan design features, including member contribution rate; formula for calculation of final compensation of final salary; fraction used to calculate a retirement allowance; age at which a member may be eligible and the benefits for service or early retirement; and benefits provided for disability retirement. The committees will also have the authority to reactivate the cost of living adjustment (COLA) on pensions. However, modifications can only be made to the extent that the resulting impact does not cause the funded ratio to drop below the TFR in any one year of a 30-year projection period.

**Measurement Focus and Basis of Accounting**

The financial statements of the retirement systems are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the pension trust funds. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

**Investment Valuation**

The Division of Investment, Department of the Treasury, State of New Jersey (Division of Investment) manages and invests certain assets of the retirement systems. Prudential retirement is the third-party administrator for the DCRP and provides record keeping, administrative services and investment options. Investment transactions are accounted for on a trade or investment date basis. Interest and dividend income is recorded on the accrual basis, with dividends accruing on the ex-dividend date. The net increase or decrease in the fair value of investments includes the net realized and unrealized gains or losses on investments.

The State of New Jersey, Department of the Treasury, Division of Investment issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial reports may be obtained in writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290 or at [www.state.nj.us/treasury/doinvest](http://www.state.nj.us/treasury/doinvest).

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Collective Net Pension Liability**

The collective net pension liability of the participating employers for local PERS at June 30, 2022 is \$15.2 billion and the plan fiduciary net position as a percentage of the total pension liability is 62.91% . The collective net pension liability of the State funded TPAF at June 30, 2022 is \$51.7 billion and the plan fiduciary net position as a percentage of total pension liability is 32.29%.

The total pension liabilities were determined based on actuarial valuations as of July 1, 2021 which were rolled forward to June 30, 2022.

**Actuarial Methods and Assumptions**

In the July 1, 2021 PERS and TPAF actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary’s report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**Employer and Employee Pension Contributions**

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 7.50% for PERS, 7.50% for TPAF and 5.50% for DCRP of the employee’s annual compensation for fiscal year 2023.

PERS employers’ and TPAF State’s nonemployer contributions are based on actuarially determined amounts, which include the normal cost and unfunded accrued liability. For the fiscal year ended June 30, 2023 for TPAF, which is a cost sharing multiple employer defined benefit pension plan with a special funding situation, the State’s annual pension contribution was more than the actuarial determined amount. For local PERS, which is a cost sharing multiple employer defined benefit pension plan, the annual pension contributions were equal to the actuarial determined amounts. TPAF nonemployer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All PERS and DCRP contributions made by the Board for fiscal years 2023, 2022 and 2021 were equal to the required contributions.

During the fiscal years ended June 30, 2023, 2022 and 2021 the Board was required to contribute for PERS and DCRP and the State of New Jersey, as a nonemployer contributing entity, contributed for TPAF, respectively for normal cost pension and unfunded accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

Fiscal Year Ended <u>June 30,</u>	<u>PERS</u>	On-Behalf <u>TPAF</u>	<u>DCRP</u>
2023	\$ 1,017,630	\$ 12,127,385	\$ 120,721
2022	942,901	11,983,858	100,919
2021	906,293	8,363,482	78,431

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Employer and Employee Pension Contributions (Continued)**

In addition for fiscal years 2023, 2022 and 2021 the State contributed \$4,090, \$3,650 and \$3,767, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

The PERS contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure. The on-behalf TPAF contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB Statement No. 85, *Omnibus 2017* (GASB No. 85). The DCRP contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure, as well as, the district-wide financial statements (accrual basis) as an expense.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$2,482,865 during the fiscal year ended June 30, 2023 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

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

**Public Employees Retirement System (PERS)**

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, (GASB No. 68) requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the measurement period July 1, 2021 through June 30, 2022. Employer allocation percentages have been rounded for presentation purposes.

Although the NJ Division of Pensions and Benefits ("Division") administers one cost-sharing multiple employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources and pension expense are determined separately for each individual employer of the State and local groups of the plan.

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages are presented for each group. The allocation percentages for each group as of June 30, 2022 are based on the ratio of each employer's contribution to total employer contributions of the group for the fiscal year ended June 30, 2022.

At June 30, 2023, the District reported in the statement of net position (accrual basis) a liability of \$12,178,313 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2022 and was determined by an actuarial valuation as of July 1, 2021. The District's proportionate share of the net pension liability was based on the ratio of the District's share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2022. At June 30, 2022, the District's proportionate share was .08070 percent, which was an increase of .00019 percent from its proportionate share measured as of June 30, 2021 of .08051 percent.

TENAFLY BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

For the fiscal year ended June 30, 2023, the District recognized in the district-wide statement of activities (accrual basis) pension benefit of \$996,818 for PERS. The pension contribution made by the District during the current 2022/2023 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2023 with a measurement date of the prior fiscal year end of June 30, 2022. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2023 for contributions made subsequent to the measurement date. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 87,897	\$ 77,513
Changes of Assumptions	37,732	1,823,576
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	504,049	
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	<u>36,887</u>	<u>380,738</u>
Total	<u>\$ 666,565</u>	<u>\$ 2,281,827</u>

At June 30, 2023, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense/(benefit) as follows:

<u>Year Ending June 30,</u>	<u>Total</u>
2023	\$ (1,185,971)
2024	(638,128)
2025	(344,977)
2026	555,050
2027	(1,236)
Thereafter	<u>-</u>
	<u>\$ (1,615,262)</u>

**TENAFLY BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

*Actuarial Assumptions*

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

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

*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 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.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 5 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources  
Related to Pensions (Continued)**

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

***Long-Term Expected Rate of Return***

In accordance with State statute, the long-term expected rate of return on plan investments (7% 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 actuaries. 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 rates 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 PERS’s target asset allocation as of June 30, 2022 are summarized in the following table:

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



**TENAFLY BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

***Discount Rate***

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

***Sensitivity of Net Pension Liability***

The following presents the District’s proportionate share of the PERS net pension liability calculated using the discount rate of 7.00 percent, as well as what the District’s proportionate share of the PERS 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:

	<b>1% Decrease <u>6.00%</u></b>	<b>Current Discount Rate <u>7.00%</u></b>	<b>1% Increase <u>8.00%</u></b>
District's Proportionate Share of the PERS Net Pension Liability	\$ <u>15,645,565</u>	\$ <u>12,178,313</u>	\$ <u>9,227,542</u>

The sensitivity analysis was based on the proportionate share of the District’s net pension liability as of the measurement date of June 30, 2022. A sensitivity analysis specific to the District’s net pension liability at June 30, 2022 was not provided by the pension system.

***Pension Plan Fiduciary Net Position***

Detailed information about the PERS pension plan’s fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**TENAFLY BOARD OF EDUCATION  
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**NOTE 5 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

GASB No. 68, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The non-employer allocation percentages presented are based on the ratio of the State's contributions made as an employee and non-employer adjusted for unpaid early retirement incentives to total contributions to TPAF during the measurement period July 1, 2021 through June 30, 2022. Non-employer allocation percentages have been rounded for presentation purposes.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and non-employer contributions by the State. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For the fiscal year ended June 30, 2022, the State's pension contribution was more than the actuarial determined amount.

In accordance with GASB No. 68, the District is not required to recognize a net pension liability for TPAF. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to TPAF on behalf of the District. Accordingly, the District's proportionate share percentage determined under Statement No. 68 is zero percent and the State's proportionate share is 100% of the net pension liability attributable to the District for TPAF. Therefore, in addition, the District does not recognize any portion of the TPAF collective deferred outflows of resources and deferred inflows of resources.

For the fiscal year ended June 30, 2023, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$3,985,925 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2023 the State's proportionate share of the net pension liability attributable to the District is \$148,105,202. The net pension liability was measured as of June 30, 2022 and was determined by an actuarial valuation as of July 1, 2021. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2022. At June 30, 2022, the State's share of the net pension liability attributable to the District was .28706 percent, which was an increase of .00472 percent from its proportionate share measured as of June 30, 2021 of .28234 percent.

**TENAFLY BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

**Actuarial Assumptions**

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

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

***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.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 5 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

**Long-Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7% 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 actuaries. 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 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>
Risk Mitigation Strategies	3.00%	4.91%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Investment Grade Credit	7.00%	3.38%
US Equity	27.00%	8.12%
Non-US Developed Markets Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
High Yield	4.00%	4.95%
Real Assets	3.00%	7.60%
Private Credit	8.00%	8.10%
Real Estate	8.00%	11.19%
Private Equity	13.00%	11.80%

***Discount Rate***

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

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 5 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

***Sensitivity of Net Pension Liability***

The following presents the State’s proportionate share of the TPAF net pension liability attributable to the District calculated using the discount rate of 7.00%, as well as what the State’s proportionate share of the TPAF net pension liability attributable to the District that 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:

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	<u>\$ 173,656,497</u>	<u>\$ 148,105,202</u>	<u>\$ 126,581,447</u>

The sensitivity analysis was based on the State’s proportionate share of the net pension liability attributable to the District as of the measurement date of June 30, 2022. A sensitivity analysis specific to the State’s proportionate share of the net pension liability attributable to the District at June 30, 2022 was not provided by the pension system.

***Pension Plan Fiduciary Net Position***

Detailed information about the TPAF pension plan’s fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**E. Post-Retirement Medical Benefits**

The State of New Jersey sponsors and administers the post-retirement health benefit program plan for school districts.

As a result of implementing GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, the post-retirement health benefit program plan is reported in a Custodial Fund in the New Jersey Annual Comprehensive Financial Report for the fiscal year ended June 30, 2022. In addition, the plan is administered on a pay-as-you-go basis. Therefore, the plan has no assets accumulated in a qualified trust. In accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pension* (GASB No. 75), the plan is classified as a multiple-employer defined benefit OPEB plan with a special funding situation that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75.

**Plan Description and Benefits Provided**

The State of New Jersey sponsors and administers the following post-retirement health benefit program plan covering certain local school district employees, including those Board employees and retirees eligible for coverage.

**TENAFLY BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 5 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

**State Health Benefit Program Fund – Local Education Retired Employees Plan** (including Prescription Drug Program Fund) – N.J.S.A. 52:14-17.32f provides medical coverage, prescription drug benefits and Medicare Part B reimbursement to qualified retired education employees and their covered dependents. The State of New Jersey provides employer-paid coverage to members of the TPAF who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of Chapter 126, P.L. 1992, the State also provides employer-paid coverage to members of the PERS, the Police and Firemen Retirement System (PFRS) or Alternate Benefits Program (ABP) who retire from a board of education or county college with 25 years of service or on a disability retirement. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents.

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree’s annual retirement benefit and level of coverage.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**Plan Membership**

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2021:

Active Plan Members	213,148
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	<u>151,669</u>
Total	<u>364,817</u>

**Measurement Focus and Basis of Accounting**

The financial statements of the post-employment health benefit plans are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the post-employment health benefit plan. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

**Collective Net OPEB Liability**

The collective net OPEB liability of the State, as the non-employer contributing entity, of the plan at June 30, 2022 is \$50.6 billion, and the plan fiduciary net position as a percentage of the total OPEB liability is zero percent.

The total OPEB liabilities at June 30, 2022 were determined based on actuarial valuations as of June 30, 2021 which were rolled forward to June 30, 2022.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

**Actuarial Methods and Assumptions**

In the June 30, 2021 OPEB actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The Plan selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 75. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**Post-Retirement Medical Benefits Contributions**

The funding policy of the OPEB plan is pay as you go basis; therefore, there is no prefunding of the liability. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are made by the State, as a non-employer contributing entity, under a special funding situation in accordance with State statutes as previously disclosed. The State as a non-employer contributing entity made contributions of \$1.33 billion to the OPEB plan in fiscal year 2022.

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2023, 2022 and 2021 were \$3,185,835, \$2,799,914 and \$2,620,985, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

**OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

GASB Statement No. 75 requires participating employers in the State Health Benefit Program Fund – Local Education Retired Employees Plan to recognize their proportionate share of the collective OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources and collective OPEB expense. The nonemployer allocation percentages presented are based on the ratio of the State's contributions made as a nonemployer toward the actuarially determined contribution amount to total contributions to the plan during the measurement period July 1, 2021 through June 30, 2022. Nonemployer allocation percentages have been rounded for presentation purposes.

In accordance with GASB No. 75, the District is not required to recognize an OPEB liability for the post-employment health benefit plan. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to the plan on behalf of the District. Accordingly, the District's proportionate share percentage determined under Statement No. 75 is zero percent and the State's proportionate share is 100% of the OPEB liability attributable to the District. Therefore, in addition, the District does not recognize any portion of the collective deferred outflows of resources and deferred inflows of resources related to the plan.

For the fiscal year ended June 30, 2023, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$4,171,617. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2023 the State's proportionate share of the OPEB liability attributable to the District is \$111,276,201. The nonemployer allocation percentages are based on the ratio of the State's proportionate share of the OPEB liability attributable to the District at June 30, 2022 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2022. At June 30, 2022, the state's share of the OPEB liability attributable to the District was .21971 percent, which was a decrease of .00002 percent from its proportionate share measured as of June 30, 2021 of .21973 percent.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

**OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

**Actuarial Assumptions**

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

	<u>PERS</u>	<u>TPAF</u>
Salary Increases	2.75% to 6.55%	2.75% to 4.25%
	Based on Years of Service	Based on Years of Service

Preretirement mortality rates were based on the Pub-2010 Health “Teachers” (TPAF) 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) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

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

100% of active members are considered to participate in the plan upon retirement.

**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 4.5% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

**Discount Rate**

The discount rate for June 30, 2022 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.



**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

**OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

**Changes in the Total OPEB Liability**

The change in the State's proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2023 (measurement date June 30, 2022) is as follows:

	Total OPEB Liability (State Share 100%)
Balance, June 30, 2021 Measurement Date	\$ <u>131,856,899</u>
Changes Recognized for the Fiscal Year:	
Service Cost	6,417,669
Interest on the Total OPEB Liability	2,948,942
Differences Between Expected and Actual Experience	2,730,836
Changes of Assumptions	(29,850,839)
Gross Benefit Payments	(2,921,014)
Contributions from the Member	<u>93,708</u>
Net Changes	<u>(20,580,698)</u>
Balance, June 30, 2022 Measurement Date	\$ <u><u>111,276,201</u></u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.16% in 2021 to 3.54% in 2022.

The change in the total OPEB liability was based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2022.

**Sensitivity of OPEB Liability**

*Sensitivity of the total OPEB liability to changes in the discount rate.* The following presents the State's proportionate share of the OPEB liability attributable to the District calculated using the discount rate of 3.54%, as well as what the State's proportionate share of the OPEB liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (2.54% percent) or 1-percentage-point higher (4.54% percent) than the current rate:

	1% Decrease (2.54%)	Current Discount Rate (3.54%)	1% Increase (4.54%)
State's Proportionate Share of the OPEB Liability Attributable to the District	\$ <u>130,793,469</u>	\$ <u>111,276,201</u>	\$ <u>95,634,086</u>

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

**OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

**Sensitivity of OPEB Liability (Continued)**

*Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.* The following presents the State’s proportionate share of the OPEB liability attributable to the District calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
State's Proportionate Share of the OPEB Liability			
Attributable to the District	\$ <u>91,976,582</u>	\$ <u>111,276,201</u>	\$ <u>136,627,423</u>

The sensitivity analyses were based on the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2022. Sensitivity analyses specific to the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2022 were not provided by the pension system.

**F. 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 school tax revenue 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 the Tenafly Board of Education, the District’s share of abated taxes resulting from the municipality having entered into a tax abatement agreement is indeterminate.

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 6 RECENT HEALTHCARE DEVELOPMENTS**

In early March of 2020, the World Health Organization declared a pandemic following the global outbreak of COVID-19, a respiratory disease caused by a newly discovered strain of coronavirus. On March 13, 2020, the President of the United States declared a national public health emergency to unlock federal funds and assistance to help states and local governments fight the pandemic. The Governor of the State declared a state of emergency and a public health emergency on March 9, 2020. In response to the COVID-19 pandemic, federal and State legislation and executive orders were implemented to mitigate the spread of the disease and provide relief to State and local governments. The pandemic and certain mitigation measures altered the behavior of businesses and people with negative impacts on regional, State and local economies. The national public health emergency and the State public health emergency have since ended, while the state of emergency declared by the State and several executive orders signed by the Governor remain to manage COVID-19 on an endemic level. Depending on future circumstances, ongoing actions could be taken by State, federal and local governments and private entities to mitigate the spread and impacts of COVID-19, its variants or other critical health care challenges.

To date, the overall finances and operations of the Board have not been materially adversely affected by the COVID-19 pandemic. Nonetheless, the degree of any future impact to the Board's operations and finances is difficult to predict due to the dynamic nature of the COVID-19 pandemic and any additional actions that may be taken by governmental and other health care authorities to manage the COVID-19 pandemic.

The American Rescue Plan Act of 2021, H.R. 1319 (the "Plan"), signed into law by the President of the United States on March 11, 2021, provided \$1.9 trillion in relief designed to provide funding to address the COVID-19 pandemic and alleviate the economic and health effects of the COVID-19 pandemic. The Plan, in part, provides funding for State and local governments to offset costs to safely reopen schools during the COVID-19 pandemic and to subsidize COVID-19 testing and vaccination programs. In addition, the Plan includes \$350 billion in relief funds to public entities, such as the Board.

The Board has been awarded a total of \$2,854,435 in federal aid to address the effects of the COVID-19 pandemic.

**NOTE 7 SUBSEQUENT EVENTS**

On September 11, 2023, the Board approved a five year lease agreement for IT Hardware with CDI Financial Services, LLC. The lease is dated July 28, 2023 and will mature on June 30, 2028. The annual lease payments will be for \$110,236 per year for a total of \$551,180.

On August 21, 2023, the Board entered into a twenty year lease for \$5,511,119 to finance costs associated with district-wide energy improvements. The interest rate on the lease is 3.90%. The Board will make the first lease payment on August 15, 2024 with the final maturity on August 15, 2042.

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

**BUDGETARY COMPARISON SCHEDULES**

**TENAFLY BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**EXHIBIT C-1**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
<b>REVENUES</b>					
Local Sources					
Property Taxes	\$ 69,285,853		\$ 69,285,853	\$ 69,285,853	
Other Local Sources					
Tuition - Other LEA's	817,015		817,015	888,419	\$ 71,404
Tuition - Summer Enrichment	100,000		100,000	229,824	129,824
Rents and Royalties	75,000		75,000	89,615	14,615
Interest Earned on Emergency Reserve	17,000		17,000	2,000	(15,000)
Interest Earned on Capital Reserve Funds	10,000		10,000	10,000	-
Interest Earned on Maintenance Reserve	3,000		3,000	3,000	-
Interest on Unemployment				6,623	6,623
Interest				119,222	119,222
Miscellaneous	364,000	-	364,000	366,579	2,579
Total Local Sources	<u>70,671,868</u>	<u>-</u>	<u>70,671,868</u>	<u>71,001,135</u>	<u>329,267</u>
State Sources					
Special Education Aid	3,165,413	-	3,165,413	3,165,413	-
Security Aid	285,644		285,644	285,644	-
Transportation Aid	353,878		353,878	353,878	-
Non Public Transportation Reimbursement				62,088	62,088
Extraordinary Aid				2,084,109	2,084,109
Other State Aids	26,622		26,622	5,424	(21,198)
TPAF Pension Contribution - (Non-Budget)					
Normal Costs				11,961,434	11,961,434
NCGI				165,951	165,951
Long Term Disability Insurance				4,090	4,090
Post Retirement				3,185,835	3,185,835
TPAF Social Security Reimbursements (Non-Budget)	-	-	-	2,482,865	2,482,865
Total State Sources	<u>3,831,557</u>	<u>-</u>	<u>3,831,557</u>	<u>23,756,731</u>	<u>19,925,174</u>
Federal Sources					
FEMA Reimbursements			-	849,311	849,311
Medicaid Reimbursement	38,808	-	38,808	17,824	(20,984)
Total Federal Sources	<u>38,808</u>	<u>-</u>	<u>38,808</u>	<u>867,135</u>	<u>828,327</u>
Total Revenues	<u>74,542,233</u>	<u>-</u>	<u>74,542,233</u>	<u>95,625,001</u>	<u>21,082,768</u>
<b>EXPENDITURES</b>					
<b>CURRENT</b>					
Instruction - Regular Programs					
Salaries of Teachers					
Kindergarten	1,022,968	\$ 32,721	1,055,689	1,053,429	2,260
Grades 1-5	7,073,520	(237,648)	6,835,872	6,826,428	9,444
Grades 6-8	5,730,622	(177,692)	5,552,930	5,550,830	2,100
Grades 9-12	9,033,401	(86,536)	8,946,865	8,945,156	1,709
Regular Programs - Home Instruction					
Salaries of Teachers	10,000	(6,080)	3,920	3,120	800
Purchased Professional/Educational Services	10,000	6,228	16,228	14,763	1,465
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	165,715	67,687	233,402	232,847	555
Purchased Professional/Educational Services	238,300	(6,703)	231,597	221,741	9,856
Other Purchased Services	1,353,591	(115,177)	1,238,414	1,204,918	33,496
General Supplies	1,869,615	(188,572)	1,681,043	1,536,833	144,210
Acquired Under Other Financing Agreements (Non-Budget)				2,276,295	(2,276,295)
Textbooks	309,759	1,421	311,180	181,080	130,100
Other Objects	35,000	600	35,600	33,057	2,543
Total Regular Programs	<u>26,852,491</u>	<u>(709,751)</u>	<u>26,142,740</u>	<u>28,080,497</u>	<u>(1,937,757)</u>

**TENAFLY BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**EXHIBIT C-1**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
<b>EXPENDITURES</b>					
CURRENT (Continued)					
Learning and / or Language Disabled					
Salaries of Teachers	\$ 212,567	\$ 600	\$ 213,167	\$ 213,167	-
Other Salaries for Instruction	151,016	(74,547)	76,469	76,469	-
General Supplies	4,750	(1,250)	3,500	2,439	\$ 1,061
Textbooks	4,900	(4,900)	-	-	-
<b>Total Learning and/or Language Disabled</b>	<u>373,233</u>	<u>(80,097)</u>	<u>293,136</u>	<u>292,075</u>	<u>1,061</u>
Multiple Disabled					
Salaries of Teachers	248,351	59,521	307,872	307,716	156
Other Salaries for Instruction	413,536	60,989	474,525	474,525	-
General Supplies	7,050	(1,600)	5,450	779	4,671
<b>Total Multiple Disabled</b>	<u>668,937</u>	<u>118,910</u>	<u>787,847</u>	<u>783,020</u>	<u>4,827</u>
Resource Room/Resource Center					
Salaries of Teachers	3,277,945	95,856	3,373,801	3,373,801	-
Other Salaries for Instruction	1,283,730	159,955	1,443,685	1,440,293	3,392
General Supplies	19,481	(4,399)	15,082	10,986	4,096
Textbooks	4,500	(2,500)	2,000	411	1,589
<b>Total Resource Room/Resource Center</b>	<u>4,585,656</u>	<u>248,912</u>	<u>4,834,568</u>	<u>4,825,491</u>	<u>9,077</u>
Autism					
Salaries of Teachers		-			-
Other Salaries for Instruction		500	500	500	-
General Supplies	250	-	250	250	-
<b>Total Autism</b>	<u>250</u>	<u>500</u>	<u>750</u>	<u>750</u>	<u>-</u>
Preschool Disabilities - Part-Time					
Salaries of Teachers	121,087	8,233	129,320	129,320	-
Other Salaries for Instruction	155,890	(80,731)	75,159	75,159	-
General Supplies	1,000	-	1,000	885	115
<b>Total Preschool Disabilities - Part-Time</b>	<u>277,977</u>	<u>(72,498)</u>	<u>205,479</u>	<u>205,364</u>	<u>115</u>
Preschool Disabilities - Full-Time					
Salaries of Teachers	109,339	38	109,377	109,377	-
Other Salaries for Instruction	148,322	102,518	250,840	250,840	-
Supplies and Materials	2,500	-	2,500	1,376	1,124
<b>Total Preschool Disabilities - Part-Time</b>	<u>260,161</u>	<u>102,556</u>	<u>362,717</u>	<u>361,593</u>	<u>1,124</u>
Home Instruction					
Salaries of Teachers	35,000	(5,550)	29,450	27,429	2,021
Purchased Professional-Educational Services	20,000	(2,370)	17,630	13,432	4,198
<b>Total Home Instruction</b>	<u>55,000</u>	<u>(7,920)</u>	<u>47,080</u>	<u>40,861</u>	<u>6,219</u>
<b>Total Special Education</b>	<u>6,221,214</u>	<u>310,363</u>	<u>6,531,577</u>	<u>6,509,154</u>	<u>22,423</u>
Basic Skills/Remedial					
Salaries of Teachers	788,312	(11,200)	777,112	777,112	-
General Supplies	2,500	(208)	2,292	1,506	786
<b>Total Basic Skills/Remedial</b>	<u>790,812</u>	<u>(11,408)</u>	<u>779,404</u>	<u>778,618</u>	<u>786</u>

**TENAFLY BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**EXHIBIT C-1**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
<b>EXPENDITURES</b>					
CURRENT (Continued)					
Bilingual Education					
Salaries of Teachers	\$ 1,120,568	\$ 57,373	\$ 1,177,941	\$ 1,177,941	-
Purchased Professional-Educational Services	11,200	9,999	21,199	19,771	\$ 1,428
General Supplies	6,500	(529)	5,971	4,486	1,485
Textbooks	6,650	1,793	8,443	7,958	485
Other Objects	1,000	(1,000)	-	-	-
<b>Total Bilingual Education</b>	<b>1,145,918</b>	<b>67,636</b>	<b>1,213,554</b>	<b>1,210,156</b>	<b>3,398</b>
School Sponsored Co/Extra Curricular Activities					
Salaries	346,498	26,422	372,920	372,920	-
Purchased Services	33,000	(5,000)	28,000	28,000	-
Supplies and Materials	1,000	-	1,000	279	721
Other Objects	8,200	(1,256)	6,944	6,070	874
<b>Total School Sponsored Co/Extra Curricular Activities</b>	<b>388,698</b>	<b>20,166</b>	<b>408,864</b>	<b>407,269</b>	<b>1,595</b>
School Sponsored Athletics					
Salaries	657,922	14,294	672,216	622,598	49,618
Purchased Services	277,900	(105,453)	172,447	152,200	20,247
Supplies and Materials	82,600	(13,427)	69,173	65,510	3,663
Other Objects	54,300	(37,854)	16,446	16,446	-
<b>Total School Sponsored Athletics</b>	<b>1,072,722</b>	<b>(142,440)</b>	<b>930,282</b>	<b>856,754</b>	<b>73,528</b>
Other Instructional Programs - Instruction					
Salaries	238,114	(120,109)	118,005	118,005	-
Purchased Services	35,600	(127)	35,473	27,549	7,924
Supplies and Materials	8,000	-	8,000	2,440	5,560
<b>Total Other Instructional Programs</b>	<b>281,714</b>	<b>(120,236)</b>	<b>161,478</b>	<b>147,994</b>	<b>13,484</b>
Before/After School Programs					
Supplies and Materials	1,190	-	1,190	1,020	170
<b>Total Before/After School Programs</b>	<b>1,190</b>	<b>-</b>	<b>1,190</b>	<b>1,020</b>	<b>170</b>
<b>Total Instruction</b>	<b>36,754,759</b>	<b>(585,670)</b>	<b>36,169,089</b>	<b>37,991,462</b>	<b>(1,822,373)</b>
Undistributed Expenditures					
Instruction					
Tuition to Other LEAs w/i State - Special	777,808	(265,690)	512,118	512,118	-
Tuition to County Voc. School District-Regular	391,284	118,741	510,025	510,025	-
Tuition to CSSD and Regional Day Schools	359,939	(216,272)	143,667	334,718	(191,051)
Tuition to Private School for the Disabled -Within State	2,200,000	(43,481)	2,156,519	2,097,339	59,180
Tuition to Private School for the Disabled & Other LEAs-Special- Out of State	56,500	(36,032)	20,468	20,468	-
Tuition - Other	187,000	210,833	397,833	388,583	9,250
<b>Total Undistributed Expenditures - Instruction</b>	<b>3,972,531</b>	<b>(231,901)</b>	<b>3,740,630</b>	<b>3,863,251</b>	<b>(122,621)</b>
Attendance and Social Work					
Salaries	143,085	-	143,085	143,085	-
<b>Total Attendance and Social Work</b>	<b>143,085</b>	<b>-</b>	<b>143,085</b>	<b>143,085</b>	<b>-</b>



**TENAFLY BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**EXHIBIT C-1**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
<b>EXPENDITURES</b>					
CURRENT (Continued)					
Undistributed Expenditures (Continued)					
Health Services					
Salaries	\$ 691,276	\$ (63,519)	\$ 627,757	\$ 624,257	\$ 3,500
Purchased Professional and Technical Services	6,000	(4,400)	1,600	1,517	83
Supplies and Materials	27,320	(2,301)	25,019	20,482	4,537
<b>Total Health Services</b>	<b>724,596</b>	<b>(70,220)</b>	<b>654,376</b>	<b>646,256</b>	<b>8,120</b>
Speech, OT, PT & Related Services					
Salaries	769,096	(105,120)	663,976	664,351	(375)
Purchased Professional-Educational Services	640,000	174,327	814,327	796,205	18,122
Supplies and Materials	1,000	(900)	100	-	100
<b>Total Speech, OT, PT &amp; Related Services</b>	<b>1,410,096</b>	<b>68,307</b>	<b>1,478,403</b>	<b>1,460,556</b>	<b>17,847</b>
Other Support Services - Students - Extra Services					
Salaries	946,702	(12,013)	934,689	934,689	-
Purchased Professional- Educational Services	1,409,314	(85,005)	1,324,309	1,263,922	60,387
Supplies and Materials	6,000	(5,872)	128	128	-
Other Objects	1,563	(1,563)	-	-	-
<b>Total Other Supp.Serv. Student - Extra Services</b>	<b>2,363,579</b>	<b>(104,453)</b>	<b>2,259,126</b>	<b>2,198,739</b>	<b>60,387</b>
Guidance					
Salaries of Other Professional Staff	1,334,321	17,346	1,351,667	1,349,890	1,777
Salaries of Secretarial & Clerical Assistants	209,166	(2,751)	206,415	206,415	-
Other Salaries	242,520	(47,920)	194,600	194,600	-
Unused Vacation Payment to Terminated/Retired Staff	4,000	-	4,000	-	4,000
Other Purchased Professional and Technical Svc	36,000	(2,853)	33,147	33,147	-
Other Purchased Services	20,400	4,688	25,088	11,897	13,191
Supplies and Materials	14,410	(660)	13,750	7,898	5,852
Other Objects	5,500	-	5,500	3,377	2,123
<b>Total Guidance</b>	<b>1,866,317</b>	<b>(32,150)</b>	<b>1,834,167</b>	<b>1,807,224</b>	<b>26,943</b>
Child Study Teams					
Salaries of Other Professional Staff	1,511,833	(57,265)	1,454,568	1,454,568	-
Salaries of Secretarial & Clerical Assistants	177,588	10,517	188,105	188,037	68
Purchased Professional- Educational Services	127,050	(1)	127,049	127,049	-
Other Purchased Services	2,400	(1,900)	500	318	182
Supplies and Materials	75,900	(2,552)	73,348	72,800	548
Other Objects	6,000	(829)	5,171	5,171	-
<b>Total Child Study Teams</b>	<b>1,900,771</b>	<b>(52,030)</b>	<b>1,848,741</b>	<b>1,847,943</b>	<b>798</b>
Other Support Services - Improvement of Instructional Services					
Salaries of Supervisor of Instruction	443,333	118,774	562,107	560,320	1,787
Salaries of Secretarial & Clerical Assistants	76,209	-	76,209	76,092	117
Salaries of Facilitators, Math & Literacy Coaches	287,867	(55,224)	232,643	232,643	-
Purchased Professional- Educational Services	12,600	(232)	12,368	10,391	1,977
Supplies and Materials	34,100	-	34,100	13,198	20,902
Other Objects	3,720	-	3,720	3,720	-
<b>Total Other Support Services - Improvement of Inst. Svcs.</b>	<b>857,829</b>	<b>63,318</b>	<b>921,147</b>	<b>896,364</b>	<b>24,783</b>
Educational Media/School Library					
Salaries	876,945	(167,865)	709,080	709,080	-
Unused Vacation Payment to Terminated/Retired Staff	15,000	(12,187)	2,813	-	2,813
Other Purchased Services	56,000	1,669	57,669	57,669	-
Supplies and Materials	110,018	(2,472)	107,546	98,457	9,089
<b>Total Educational Media/School Library</b>	<b>1,057,963</b>	<b>(180,855)</b>	<b>877,108</b>	<b>865,206</b>	<b>11,902</b>

**TENAFLY BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

EXHIBIT C-1

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
<b>EXPENDITURES</b>					
CURRENT (Continued)					
Undistributed Expenditures (Continued)					
Instructional Staff Training Services					
Other Salaries	\$ 50,000	\$ 9,876	\$ 59,876	\$ 59,876	-
Purchased Professional/Educational Services	204,960	(52,145)	152,815	33,628	\$ 119,187
Other Purchased Services	40,891	(4,981)	35,910	27,772	8,138
Supplies and Materials	1,850	-	1,850	-	1,850
<b>Total Instructional Staff Training Services</b>	<b>297,701</b>	<b>(47,250)</b>	<b>250,451</b>	<b>121,276</b>	<b>129,175</b>
Support Services General Administration					
Salaries	400,379	(19,956)	380,423	377,560	2,863
Unused Vacation Payment to Terminated/Retired Staff	5,000	6,086	11,086	11,086	-
Legal Services	130,000	7,790	137,790	128,256	9,534
Audit Fees	50,000	4,339	54,339	54,339	-
Other Purchased Professional Service	21,000	-	21,000	14,972	6,028
Architectural/Engineering Services	10,000	(10,000)	-	-	-
Communications/Telephone	120,000	(2,034)	117,966	117,909	57
Miscellaneous Purchased Services	55,499	264,112	319,611	318,793	818
BOE Other Purchased Services	7,900	(5,309)	2,591	2,516	75
General Supplies	3,000	527	3,527	3,307	220
Miscellaneous Expenditures	20,950	122,497	143,447	38,063	105,384
BOE Membership Dues and Fees	25,000	803	25,803	24,786	1,017
<b>Total Support Services General Administration</b>	<b>848,728</b>	<b>368,855</b>	<b>1,217,583</b>	<b>1,091,587</b>	<b>125,996</b>
Support Services School Administration					
Salaries of Principals/Asst. Principals/Program Directors	1,305,392	(12,972)	1,292,420	1,292,225	195
Salaries of Other Professional Staff	1,189,621	200,987	1,390,608	1,389,552	1,056
Salaries of Secretarial and Clerical Assistants	864,237	10,129	874,366	874,363	3
Unused Vacation Payment to Terminated/Retired Staff	17,500	789	18,289	18,289	-
Supplies and Materials	4,450	(1,030)	3,420	2,870	550
Other Objects	15,300	(16)	15,284	15,214	70
<b>Total Support Services School Administration</b>	<b>3,396,500</b>	<b>197,887</b>	<b>3,594,387</b>	<b>3,592,513</b>	<b>1,874</b>
Central Services					
Salaries	788,244	9,543	797,787	797,787	-
Unused Vacation Payment to Terminated/Retired Staff	35,000	(18,688)	16,312	16,312	-
Purchased Professional Services	100	900	1,000	400	600
Purchased Technical Services	58,000	17,677	75,677	63,956	11,721
Misc. Purchased Services	18,000	(3,952)	14,048	11,210	2,838
Supplies and Materials	8,600	1,680	10,280	10,183	97
Miscellaneous Expenditures	5,800	2,718	8,518	7,704	814
<b>Total Central Services</b>	<b>913,744</b>	<b>9,878</b>	<b>923,622</b>	<b>907,552</b>	<b>16,070</b>
Admin. Info. Technology					
Salaries	785,635	(7,736)	777,899	776,547	1,352
Purchased Technical Services	193,600	(11,050)	182,550	121,466	61,084
Other Purchased Services	2,500	1,236	3,736	3,693	43
Supplies and Materials	2,700	(644)	2,056	1,786	270
Other Objects	1,500	50	1,550	1,540	10
<b>Total Admin. Info. Technology</b>	<b>985,935</b>	<b>(18,144)</b>	<b>967,791</b>	<b>905,032</b>	<b>62,759</b>
Required Maintenance for School Facilities					
Salaries	565,893	(19,773)	546,120	538,980	7,140
Unused Vacation Payment to Terminated/Retired Staff	6,253	-	6,253	-	6,253
Cleaning, Repair and Maintenance	288,246	(87,403)	200,843	188,681	12,162
General Supplies	121,570	(19,235)	102,335	98,271	4,064
Other Objects	3,100	714	3,814	3,800	14
<b>Total Required Maintenance for School Facilities</b>	<b>985,062</b>	<b>(125,697)</b>	<b>859,365</b>	<b>829,732</b>	<b>29,633</b>

**TENAFLY BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

EXHIBIT C-1

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
<b>EXPENDITURES</b>					
CURRENT (Continued)					
Undistributed Expenditures (Continued)					
Custodial Services					
Salaries	\$ 2,033,693	\$ (52,015)	\$ 1,981,678	\$ 1,984,747	\$ (3,069)
Salaries of Non-Instructional Aides	267,588	(47,813)	219,775	218,370	1,405
Unused Vacation Payment to Terminated/Retired Staff	10,000	-	10,000	5,270	4,730
Cleaning, Repair and Maintenance	141,000	(116,626)	24,374	21,075	3,299
Rental of Land & Bldg. Oth. Than Lease Pur Agrmt	18,000	-	18,000	17,338	662
Other Purchased Property Services	296,000	3,098	299,098	299,098	-
Insurance	426,000	-	426,000	425,999	1
Miscellaneous Purchased Services	1,000	(368)	632	454	178
General Supplies	153,500	(2,697)	150,803	147,207	3,596
Energy (Natural Gas)	250,000	108,700	358,700	356,368	2,332
Energy (Electricity)	450,000	28,487	478,487	477,347	1,140
<b>Total Custodial Services</b>	<b>4,046,781</b>	<b>(79,234)</b>	<b>3,967,547</b>	<b>3,953,273</b>	<b>14,274</b>
Care and Upkeep of Grounds					
Salaries	305,136	(49,176)	255,960	251,532	4,428
Purchased Professional and Technical Services	-	-	-	-	-
Cleaning, Repair and Maintenance	91,000	(1,512)	89,488	87,438	2,050
General Supplies	30,000	1,464	31,464	27,245	4,219
<b>Total Care and Upkeep of Grounds</b>	<b>426,136</b>	<b>(49,224)</b>	<b>376,912</b>	<b>366,215</b>	<b>10,697</b>
Security					
Purchased Professional and Technical Services	42,950	-	42,950	42,718	232
Cleaning, Repair and Maintenance	-	-	-	-	-
General Supplies	11,500	2,100	13,600	12,969	631
<b>Total Security</b>	<b>54,450</b>	<b>2,100</b>	<b>56,550</b>	<b>55,687</b>	<b>863</b>
Student Transportation Services					
Sal. For Pupil Trans (Other than Bet. Home & School)	11,000	(11,000)	-	-	-
Sal. For Pupil Trans (Bet. Home & School)- NonPub Sch	7,140	(6,234)	906	-	906
Other Purchased Professional and Technical Services	450	50	500	200	300
Cleaning, Repair and Maintenance Services	1,000	(645)	355	355	-
Contracted Services (Between Home and School) - Vendors	111,000	89,463	200,463	200,463	-
Contracted Services (Other Than Between Home and School) - Vendors	151,370	67,814	219,184	203,451	15,733
Contracted Services (Special Ed. Students) - Joint Agreements	1,010,000	651,740	1,661,740	1,661,740	-
Contracted Services-Aid In Lieu of Payments- Non-Public Schools	190,000	4,392	194,392	194,392	-
Transportation Supplies	1,000	615	1,615	1,532	83
<b>Total Student Transportation Services</b>	<b>1,482,960</b>	<b>796,195</b>	<b>2,279,155</b>	<b>2,262,133</b>	<b>17,022</b>
Unallocated Benefits- Employee Benefits					
Social Security Contributions	940,000	151,323	1,091,323	1,091,323	-
Other Retirement Contributions - PERS	943,000	74,630	1,017,630	1,017,630	-
Other Retirement Contributions - Regular	85,000	36,295	121,295	120,721	574
Workmen's Compensation	335,000	(98,046)	236,954	233,787	3,167
Health Benefits	8,896,361	505,067	9,401,428	9,386,410	15,018
Tuition Reimbursement	41,482	11,518	53,000	53,000	-
Unused Sick Payment to Terminated/Retired Staff	105,000	(89,500)	15,500	15,500	-
Other Employee Benefits	315,000	(42,702)	272,298	266,752	5,546
<b>Total Unallocated Benefits</b>	<b>11,660,843</b>	<b>548,585</b>	<b>12,209,428</b>	<b>12,185,123</b>	<b>24,305</b>

**TENAFLY BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**EXHIBIT C-1**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
<b>EXPENDITURES</b>					
CURRENT (Continued)					
TPAF Pension Contribution - Non-Budgeted					
Normal Costs and Accrued Liability (Non-Budget)				\$ 11,961,434	\$ (11,961,434)
NCGI				165,951	(165,951)
Long Term Disability Insurance				4,090	(4,090)
Post Retirement				3,185,835	(3,185,835)
TPAF Social Security Reimbursements (Non-Budgeted)	-	-	-	2,482,865	(2,482,865)
Total On-Behalf TPAF Contributions and Reimbursements	-	-	-	17,800,175	(17,800,175)
Total Undistributed Expenditures	\$ 39,395,607	\$ 1,063,967	\$ 40,459,574	\$ 57,798,922	\$ (17,339,348)
Interest Earned on Maintenance Reserve	3,000	-	3,000	-	3,000
Interest Earned on Current Expense Emergency Reserve	17,000	-	17,000	-	17,000
Total Current Expenditures	76,170,366	478,297	76,648,663	95,790,384	(19,141,721)
CAPITAL OUTLAY					
Equipment					
Undistributed Expenditures					
Admin. Info. Technology	230,844	(203,000)	27,844		27,844
Custodial Services	7,500	(7,500)	-	-	-
Operations & Maint of Plant Services	522,072	(104,103)	417,969	265,900	152,069
Care and Upkeep of Grounds	7,000	(7,000)	-	-	-
Support Svc- Inst. Staff	10,000	-	10,000	-	10,000
Total Equipment	777,416	(321,603)	455,813	265,900	189,913
Facilities Acquisition and Construction Services					
Architectural/Engineering Services	-	93,000	93,000	-	93,000
Construction Services	62,389	55,507	117,896	55,507	62,389
Assessment for Debt Service on SDA Funding	40,082	-	40,082	40,082	-
Total Facilities Acquisition and Construction Services	102,471	148,507	250,978	95,589	155,389
Interest Deposit on Capital Reserve	10,000	-	10,000	-	10,000
Total Capital Outlay	889,887	(173,096)	716,791	361,489	355,302
SPECIAL SCHOOLS					
Summer School					
Salaries of Teachers	165,000	(14,711)	150,289	150,289	-
Purchased Professional and Technical Services	2,750	(2,750)	-	-	-
Other Purchased Services	1,000	(1,000)	-	-	-
General Supplies	10,000	(1,578)	8,422	8,422	-
Other Objects	1,000	(1,000)	-	-	-
Total Summer School - Instruction	179,750	(21,039)	158,711	158,711	-
Total General Fund Expenditures	77,240,003	284,162	77,524,165	96,310,584	(18,786,419)
Excess (Deficiency) of Revenues					
Over/(Under) Expenditures	(2,697,770)	(284,162)	(2,981,932)	(685,583)	2,296,349

**TENAFLY BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

EXHIBIT C-1

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
Other Financing Sources (Uses)					
Other Financing Agreements				\$ 2,276,295	\$ 2,276,295
Transfers In - Capital Projects Fund	-	-	-	745,054	745,054
Transfers Out - Capital Projects Fund	\$ (2,553,633)	\$ (331,950)	\$ (2,885,583)	(2,885,583)	-
Transfers Out- Special Revenue Fund		(101,000)	(101,000)	(101,000)	-
Transfers Out- Enterprise Funds	(50,000)	-	(50,000)	(50,000)	-
	(2,603,633)	(432,950)	(3,036,583)	(15,234)	3,021,349
 Total Other Financing Sources (Uses)					
Excess /(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(5,301,403)	(717,112)	(6,018,515)	(700,817)	5,317,698
 Fund Balance, July 1, 2022	10,656,694	-	10,656,694	10,656,694	-
 Fund Balance, July 1, 2023	\$ 5,355,291	\$ (717,112)	\$ 4,638,179	\$ 9,955,877	\$ 5,317,698
 <b>Recapitulation of Fund Balance</b>					
Restricted Fund Balance					
Capital Reserve				\$ 2,070,600	
Maintenance Reserve				611,850	
Emergency Reserve				306,900	
Unemployment Compensation Reserve				399,994	
Committed					
Encumbrances				258,837	
Assigned Fund Balance					
Encumbrances				80,920	
Designated for Subsequent Year's Budget				2,500,000	
Unassigned Fund Balance				3,726,776	
 Fund Balance - Budgetary Basis				9,955,877	
 <b>Reconciliation to Governmental Fund Statements (GAAP)</b>					
2022/23 State Aid Payments Not Recognized on a GAAP Basis				(2,425,957)	
 Fund Balance per Governmental Funds (GAAP)				\$ 7,529,920	

**TENAFLY BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**EXHIBIT C-2**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
<b>REVENUES</b>					
State Sources	\$ 298,975	\$ 425,307	\$ 724,282	\$ 546,876	\$ (177,406)
Federal Sources	1,511,759	2,585,522	4,097,281	2,787,370	(1,309,911)
Local Sources	-	808,399	808,399	554,942	(253,457)
<b>Total Revenues</b>	<u>1,810,734</u>	<u>3,819,228</u>	<u>5,629,962</u>	<u>3,889,188</u>	<u>(1,740,774)</u>
<b>EXPENDITURES</b>					
<b>Instruction</b>					
Salaries of Teachers	94,168	(60,624)	33,544	33,544	-
Purchased Prof. and Tech. Svcs.	-	-	-	-	-
Purchased Prof & Educ. Svcs	20,400	8,234	28,634	28,634	-
Tuition	633,995	467,518	1,101,513	1,099,585	1,928
Other Purchased Services	30,132	(7,787)	22,345	-	22,345
Supplies and Materials	226,291	592,524	818,815	613,512	205,303
Textbooks	31,222	10,358	41,580	33,433	8,147
Co-curricular Student Activities and Athletics	-	670,565	670,565	670,565	-
<b>Total Instruction</b>	<u>1,036,208</u>	<u>1,680,788</u>	<u>2,716,996</u>	<u>2,479,273</u>	<u>237,723</u>
<b>Support Services</b>					
Salaries	68,857	(39,779)	29,078	28,080	998
Personnel Services - Employee Benefits	406	(406)	-	-	-
Purchased Professional and Tech. Svc.	7,650	468,987	476,637	343,989	132,648
Purchased Prof./Educ. Svcs.	175,597	242,090	417,687	329,801	87,886
Cleaning, Repairs and Maintenance	34,808	125,537	160,345	128,797	31,548
Other Purchased Services	60,113	85,917	146,030	107,938	38,092
Contracted Svcs. - Transportation	-	106,985	106,985	106,985	-
Supplies and Materials	13,536	126,808	140,344	139,318	1,026
Other Objects	-	15,256	15,256	13,150	2,106
<b>Total Support Services</b>	<u>360,967</u>	<u>1,131,395</u>	<u>1,492,362</u>	<u>1,198,058</u>	<u>294,304</u>
<b>Facilities Acquisition and Construction</b>					
Buildings	411,009	967,949	1,378,958	357,256	1,021,702
Non-Instructional Equipment	-	38,646	38,646	26,417	12,229
Instructional Equipment	2,550	450	3,000	-	3,000
<b>Total Facilities Acquisition and Construction</b>	<u>413,559</u>	<u>1,007,045</u>	<u>1,420,604</u>	<u>383,673</u>	<u>1,036,931</u>
<b>Total Expenditures</b>	<u>1,810,734</u>	<u>3,819,228</u>	<u>5,629,962</u>	<u>4,061,004</u>	<u>1,568,958</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	(171,816)	(171,816)
Transfers In	-	-	-	101,000	101,000
Fund Balances, July 1, 2022	448,215	-	448,215	448,215	-
Fund Balances, June 30, 2023	<u>\$ 448,215</u>	<u>\$ -</u>	<u>\$ 448,215</u>	<u>\$ 377,399</u>	<u>\$ (70,816)</u>
<b>Restricted Fund Balance</b>					
Scholarship			\$ 90,586		
Student Activities			<u>286,813</u>		
			<u>\$ 377,399</u>		

**TENAFLY BOARD OF EDUCATION  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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 accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration of the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

The following presents a reconciliation of the General and Special Revenue Funds from the budgetary basis of accounting as presented in the Budgetary Comparison Schedule - General Fund and Special Revenue Fund to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds.

		<b>General Fund</b>		<b>Special Revenue Fund</b>
<b>Sources/Inflows of Resources</b>				
Actual Revenues - Budgetary Basis	(C-1)	\$ 95,625,001	(C-2)	\$ 3,889,188
Difference - Budget to GAAP				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized				
Encumbrances, June 30, 2022 (Net of Cancellations)				477,033
Encumbrances, June 30, 2023				(149,291)
State Aid payments recognized for budgetary purposes, not recognized for GAAP statements.		(2,425,957)		
State Aid payments recognized for GAAP purposes, not recognized for budgetary statements.		<u>1,550,646</u>		<u>-</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds				
	(B-2)	<u>\$ 94,749,690</u>	(B-2)	<u>\$ 4,216,930</u>
<b>Uses/Outflows of Resources</b>				
Actual Expenditures - Budgetary Basis	(C-1)	\$ 96,310,584	(C-2)	\$ 4,061,004
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.				
Encumbrances, June 30, 2022 (Net of Cancellations)		-		477,033
Encumbrances, June 30, 2023		<u>-</u>		<u>(149,291)</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds				
	(B-2)	<u>\$ 96,310,584</u>	(B-2)	<u>\$ 4,388,746</u>

**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

**PENSION INFORMATION  
AND  
POST-EMPLOYMENT BENEFITS INFORMATION**



**TENAFLY BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

**Public Employees Retirement System**

**Last Ten Fiscal Years\***

	<u>2023</u>		<u>2022</u>		<u>2021</u>		<u>2020</u>		<u>2019</u>		<u>2018</u>		<u>2017</u>		<u>2016</u>		<u>2015</u>		<u>2014</u>	
District's Proportion of the Net Position Liability (Asset)	0.08070	%	0.08051	%	0.08285	%	0.08333	%	0.08317	%	0.08413	%	0.08256	%	0.08580	%	0.08392	%	0.08443	%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 12,178,313		\$ 9,537,974		\$ 13,509,994		\$ 15,015,738		\$ 16,375,307		\$ 19,583,200		\$ 24,453,063		\$ 19,260,384		\$ 15,713,292		\$ 16,137,574	
District's Covered Payroll	\$ 6,070,280		\$ 5,953,916		\$ 5,884,162		\$ 5,868,180		\$ 6,024,699		\$ 5,778,509		\$ 5,690,672		\$ 5,797,000		\$ 5,739,226		\$ 5,752,976	
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	201%		160%		230%		256%		272%		339%		430%		332%		274%		281%	
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.91%		70.33%		58.32%		56.27%		53.60%		48.10%		40.14%		47.93%		52.08%		48.72%	

\* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

**TENAFLY BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF DISTRICT CONTRIBUTIONS**

**Public Employees Retirement System**

**Last Ten Fiscal Years**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 1,017,630	\$ 942,901	\$ 906,293	\$ 810,610	\$ 827,250	\$ 779,338	\$ 733,486	\$ 737,650	\$ 691,876	\$ 651,311
Contributions in Relation to the Contractually Required Contribution	<u>1,017,630</u>	<u>942,901</u>	<u>906,293</u>	<u>810,610</u>	<u>827,250</u>	<u>779,338</u>	<u>733,486</u>	<u>737,650</u>	<u>691,876</u>	<u>651,311</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 Covered Payroll	\$ 6,487,918	\$ 6,070,280	\$ 5,953,916	\$ 5,884,162	\$ 5,868,180	\$ 6,024,699	\$ 5,778,509	\$ 5,690,672	\$ 5,797,000	\$ 5,739,226
Contributions as a Percentage of Covered Payroll	16%	16%	15%	14%	14%	13%	13%	13%	12%	11%

**TENAFLY BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

**Teachers Pension and Annuity Fund**

**Last Ten Fiscal Years\***

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Position Liability (Asset)	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	<u>\$ 148,105,202</u>	<u>\$ 135,736,233</u>	<u>\$ 183,367,234</u>	<u>\$ 176,132,894</u>	<u>\$ 178,760,784</u>	<u>\$ 186,163,953</u>	<u>\$ 220,171,116</u>	<u>\$ 176,706,054</u>	<u>\$ 147,562,376</u>	<u>\$ 141,851,208</u>
Total	<u>\$ 148,105,202</u>	<u>\$ 135,736,233</u>	<u>\$ 183,367,234</u>	<u>\$ 176,132,894</u>	<u>\$ 178,760,784</u>	<u>\$ 186,163,953</u>	<u>\$ 220,171,116</u>	<u>\$ 176,706,054</u>	<u>\$ 147,562,376</u>	<u>\$ 141,851,208</u>
District's Covered Payroll	\$ 33,512,501	\$ 32,765,667	\$ 32,035,603	\$ 30,926,220	\$ 30,427,030	\$ 30,259,373	\$ 28,550,820	\$ 28,386,187	\$ 28,042,968	\$ 27,157,331
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

\* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

**TENAFLY BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY  
AND SCHEDULE OF DISTRICT CONTRIBUTIONS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Change of Benefit Terms:**                      None.

**Change of Assumptions:**                      Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 5D.

TENAFLY BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF  
TOTAL OTHER POSTEMPLOYMENT BENEFIT (OPEB) LIABILITY

Postemployment Health Benefit Plan

Last Six Fiscal Years\*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service Cost	\$ 6,417,669	\$ 7,471,900	\$ 4,196,206	\$ 4,040,713	\$ 4,503,077	\$ 5,464,446
Interest on Total OPEB Liability	2,948,942	3,420,507	3,322,485	3,981,243	4,243,760	3,643,389
Changes of Benefit Terms		(140,346)				
Differences Between Expected and Actual Experiences	2,730,836	(25,598,215)	24,949,261	(14,863,961)	(9,791,839)	
Changes of Assumptions	(29,850,839)	130,087	27,250,045	1,371,434	(11,497,384)	(15,235,382)
Gross Benefit Payments	(2,921,014)	(2,694,401)	(2,597,100)	(2,823,521)	(2,679,064)	(2,633,940)
Contribution from the Member	<u>93,708</u>	<u>87,446</u>	<u>78,718</u>	<u>83,697</u>	<u>92,593</u>	<u>96,988</u>
Net Change in Total OPEB Liability	(20,580,698)	(17,323,022)	57,199,615	(8,210,395)	(15,128,857)	(8,664,499)
Total OPEB Liability - Beginning	<u>131,856,899</u>	<u>149,179,921</u>	<u>91,980,306</u>	<u>100,190,701</u>	<u>115,319,558</u>	<u>123,984,057</u>
Total OPEB Liability - Ending	<u>\$ 111,276,201</u>	<u>\$ 131,856,899</u>	<u>\$ 149,179,921</u>	<u>\$ 91,980,306</u>	<u>\$ 100,190,701</u>	<u>\$ 115,319,558</u>
District's Proportionate Share of OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of OPEB Liability	<u>111,276,201</u>	<u>131,856,899</u>	<u>149,179,921</u>	<u>91,980,306</u>	<u>100,190,701</u>	<u>115,319,558</u>
Total OPEB Liability - Ending	<u>\$ 111,276,201</u>	<u>\$ 131,856,899</u>	<u>\$ 149,179,921</u>	<u>\$ 91,980,306</u>	<u>\$ 100,190,701</u>	<u>\$ 115,319,558</u>
District's Covered Payroll	<u>\$ 39,582,781</u>	<u>\$ 38,719,583</u>	<u>\$ 37,919,765</u>	<u>\$ 36,794,400</u>	<u>\$ 36,451,729</u>	<u>\$ 36,037,882</u>
District's Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%

Note: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.

\*The amounts presented for each fiscal year were determined as of the previous fiscal year end.

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 75. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**TENAFLY BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY  
AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Changes in Benefit Terms:**

None.

**Changes of Assumptions**

Assumptions used in calculating the OPEB liability are presented in Note 5E.

**SCHOOL LEVEL SCHEDULES**

**NOT APPLICABLE**

**SPECIAL REVENUE FUND**



TENAFLY BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

REVENUES	Scholarships	Student Activities	Title I	Title II	Title III	Title III Immigrant	Title IV	Other Local Projects	Subtotal Page 3	Subtotal Page 2	Total
Intergovernmental									\$ 92,957	\$ 453,919	\$ 546,876
State											
Federal			\$ 240,822	\$ 65,150	\$ 81,872	\$ 70	\$ 24,905		2,353,830	20,721	2,787,370
Local	\$ 15,256	\$ 496,643	-	-	-	-	-	\$ 43,043	-	-	554,942
<b>Total Revenues</b>	<b>15,256</b>	<b>496,643</b>	<b>240,822</b>	<b>65,150</b>	<b>81,872</b>	<b>70</b>	<b>24,905</b>	<b>43,043</b>	<b>2,446,787</b>	<b>474,640</b>	<b>3,889,188</b>
<b>EXPENDITURES</b>											
Instruction											
Salaries of Teachers			25,943		7,601						33,544
Purchased Prof. & Tech. Svcs.									2,650	-	-
Purchased Prof. & Educ. Svcs.			24,000		1,984						28,634
Tuition									1,099,585		1,099,585
Other Purchased Services											-
Purchased Property Services											-
Supplies and Materials			185,625		61,887	70	24,905	40,756	264,929	35,340	613,512
Textbooks										33,433	33,433
Cocurricular Student Activities and Athletics	-	670,565	-	-	-	-	-	-	-	-	670,565
<b>Total Instruction</b>	<b>-</b>	<b>670,565</b>	<b>235,568</b>	<b>-</b>	<b>71,472</b>	<b>70</b>	<b>24,905</b>	<b>40,756</b>	<b>1,367,164</b>	<b>68,773</b>	<b>2,479,273</b>
Support Services											
Salaries			5,254		2,061				16,805	3,960	28,080
Purchased Prof. & Tech. Svcs.									343,989		343,989
Purchased Prof. - Educ. Svcs.				200	7,109				3,000	319,492	329,801
Purchased Technical Services											-
Cleaning Repairs and Maintenance									86,297	42,500	128,797
Other Purchased Services				59,950	1,230				46,758		107,938
Contracted Svcs. - Transportation									106,985		106,985
Supplies and Materials				5,000					118,533	15,785	139,318
Other Miscellaneous - Scholarships	13,150	-	-	-	-	-	-	-	-	-	13,150
<b>Total Support Services</b>	<b>13,150</b>	<b>-</b>	<b>5,254</b>	<b>65,150</b>	<b>10,400</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>722,367</b>	<b>381,737</b>	<b>1,198,058</b>
Facilities Acquisition and Construction											
Building Renovation									357,256	-	357,256
Non-Instructional Equipment								2,287	-	24,130	26,417
Instructional Equipment	-	-	-	-	-	-	-	-	-	-	-
<b>Total Facilities Acquisition</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,287</b>	<b>357,256</b>	<b>24,130</b>	<b>383,673</b>
<b>Total Expenditures</b>	<b>13,150</b>	<b>670,565</b>	<b>240,822</b>	<b>65,150</b>	<b>81,872</b>	<b>70</b>	<b>24,905</b>	<b>43,043</b>	<b>2,446,787</b>	<b>474,640</b>	<b>4,061,004</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,106	(173,922)	-	-	-	-	-	-	-	-	(171,816)
Transfers In		101,000									101,000
Fund Balances, Beginning of Year	88,480	359,735	-	-	-	-	-	-	-	-	448,215
<b>Fund Balances, End of Year</b>	<b>\$ 90,586</b>	<b>\$ 286,813</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 377,399</b>

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TENAFLY BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Non Public Aid												Subtotal Page 2
	Auxiliary Services		Handicapped Services							ESSER II	ESSER II		
	ESL	Comp. Education	Exam. and Class.	Corrective Speech	Supp. Instruction	Security	Textbooks	Nursing	Technology	ESSER II	Learning Acceleration	Mental Health	
<b>REVENUES</b>													
Intergovernmental													
State	\$ 14,934	\$ 94,085	\$ 44,755	\$ 47,988	\$ 38,739	\$ 90,880	\$ 33,433	\$ 65,071	\$ 24,034	\$ 6,801	\$ 9,420	\$ 4,500	\$ 453,919
Federal													20,721
Local	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<u>14,934</u>	<u>94,085</u>	<u>44,755</u>	<u>47,988</u>	<u>38,739</u>	<u>90,880</u>	<u>33,433</u>	<u>65,071</u>	<u>24,034</u>	<u>6,801</u>	<u>9,420</u>	<u>4,500</u>	<u>474,640</u>
<b>EXPENDITURES</b>													
Instruction													
Purchased Prof. & Tech. Svcs.													-
Purchased Prof.- Educ. Svcs.													-
Purchased Technical Services													-
Purchased Property Services													-
Supplies and Materials						8,465			24,034	2,841			35,340
Textbooks	-	-	-	-	-	-	33,433	-	-	-	-	-	33,433
<b>Total Instruction</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,465</u>	<u>33,433</u>	<u>-</u>	<u>24,034</u>	<u>2,841</u>	<u>-</u>	<u>-</u>	<u>68,773</u>
Support Services													
Salaries										3,960			3,960
Personnel Services - Employee Benefits													-
Employee Benefits													-
Purchased Prof. & Tech. Svcs.													-
Purchased Prof. & Educ. Svcs.	14,934	94,085	44,755	47,988	38,739			65,071			9,420	4,500	319,492
Purchased Technical Services													-
Cleaning Repairs and Maintenance						42,500							42,500
Other Purchased Services													-
Supplies and Materials	-	-	-	-	-	15,785	-	-	-	-	-	-	15,785
<b>Total Support Services</b>	<u>14,934</u>	<u>94,085</u>	<u>44,755</u>	<u>47,988</u>	<u>38,739</u>	<u>58,285</u>	<u>-</u>	<u>65,071</u>	<u>-</u>	<u>3,960</u>	<u>9,420</u>	<u>4,500</u>	<u>381,737</u>
Facilities Acquisition and Construction													
Building Renovation													-
Non-Instructional Equipment						24,130							24,130
Instructional Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Facilities Acquisition</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,130</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,130</u>
<b>Total Expenditures</b>	<u>14,934</u>	<u>94,085</u>	<u>44,755</u>	<u>47,988</u>	<u>38,739</u>	<u>90,880</u>	<u>33,433</u>	<u>65,071</u>	<u>24,034</u>	<u>6,801</u>	<u>9,420</u>	<u>4,500</u>	<u>474,640</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures													
Transfers In													
Fund Balances, Beginning of Year	-	-	-	-	-	-	-	-	-	-	-	-	-
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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**TENAFLY BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

REVENUES	ESSER III/ARP ESSER										Subtotal Page 3
	IDEA Part B- Basic	IDEA Part B- Preschool	Climate Awareness	ARP ESSER	Accelerated Learning Coach	Evidence Based Summer Learning	Beyond The School Day	Mental Health	ACSERS	SDA Emergent Capital	
Intergovernmental											
State			\$ 6,660							\$ 86,297	\$ 92,957
Federal	\$ 788,386	\$ 43,268		\$ 708,900	\$ 187,613	\$ 40,000	\$ 40,000	\$ 45,000	\$ 500,663		2,353,830
Local	-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>788,386</b>	<b>43,268</b>	<b>6,660</b>	<b>708,900</b>	<b>187,613</b>	<b>40,000</b>	<b>40,000</b>	<b>45,000</b>	<b>500,663</b>	<b>86,297</b>	<b>2,446,787</b>
<b>EXPENDITURES</b>											
Instruction											
Purchased Prof. & Tech. Svcs.											-
Purchased Prof. & Educ. Svcs.			2,650								2,650
Tuition	741,628	43,268							314,689		1,099,585
Other Purchased Services											-
Purchased Property Services											-
General Supplies			1,010	263,919							264,929
Textbooks	-	-	-	-	-	-	-	-	-	-	-
<b>Total Instruction</b>	<b>741,628</b>	<b>43,268</b>	<b>3,660</b>	<b>263,919</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>314,689</b>	<b>-</b>	<b>1,367,164</b>
Support Services											
Salaries					16,805						16,805
Personnel Services - Employee Benefits											-
Employee Benefits											-
Purchased Prof. & Tech. Svcs.					140,000	40,000	40,000	45,000	78,989		343,989
Purchased Prof. & Educ. Svcs.			3,000								3,000
Purchased Technical Services											-
Cleaning Repairs and Maintenance										86,297	86,297
Other Purchased Services	46,758										46,758
Travel											-
Contracted Svcs. - Transportation									106,985		106,985
Supplies and Materials	-	-	-	87,725	30,808	-	-	-	-	-	118,533
<b>Total Support Services</b>	<b>46,758</b>	<b>-</b>	<b>3,000</b>	<b>87,725</b>	<b>187,613</b>	<b>40,000</b>	<b>40,000</b>	<b>45,000</b>	<b>185,974</b>	<b>86,297</b>	<b>722,367</b>
Facilities Acquisition and Construction											
Building Renovation				357,256							357,256
Non-Instructional Equipment											-
Instructional Equipment											-
<b>Total Facilities Acquisition</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>357,256</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>357,256</b>
<b>Total Expenditures</b>	<b>788,386</b>	<b>43,268</b>	<b>6,660</b>	<b>708,900</b>	<b>187,613</b>	<b>40,000</b>	<b>40,000</b>	<b>45,000</b>	<b>500,663</b>	<b>86,297</b>	<b>2,446,787</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures											
Transfers In											
Fund Balances, Beginning of Year											
Fund Balances, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**CAPITAL PROJECTS FUND**

**TENAFLY BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

<u>Project Description</u>	<u>Appropriation</u>	<u>Expenditures to Date</u>		<u>Cancelled</u>	<u>Balance June 30, 2023</u>
		<u>Prior Years</u>	<u>Current Year</u>		
Maugham Elem. Concrete and Paving	\$ 181,722	\$ 170,443			\$ 11,279
Maugham Elem. Fire Alarm Replacement	300,000	107,370	\$ 101,530	\$ 90,000	1,100
Capital Improvements at Smith, Maugham and Middle School	275,252		21,937	3,000	250,315
Mackay Elem. Repave Exterior Courtyard	90,000			90,000	
Mackay Elem. Terraces	56,000			56,000	
Mackay Elem. ADA Accessible Route	20,000			20,000	
Maugham Elem. New Curb and Safety Surface	59,000			59,000	
Maugham Elem. Fence Replace/Retaining Wall	75,000			75,000	
Maugham Elem. Front Parapet/Brick Replacement	210,000		209,403		597
Maugham Elem. North Entrance Flat Roof Replace	35,000			35,000	
Maugham Elem.- Replace Wheelchair Lift	100,000		77,703		22,297
Smith Elem. Front Entrance Railings	100,000				100,000
Middle School Airdale Replacement	729,191		645,753		83,438
High School Airdale Replacement	189,388		183,280		6,108
High School Boiler Replace and Pipe Reconfigure	317,054			317,054	
Mackay Elem. Architect / Engineering	30,000				30,000
Maugham Elem. Architect / Engineering	104,000		23,650		80,350
Smith Elem. Architect / Engineering	103,863		33,582		70,281
Stillman Elem. Architect / Engineering	7,500		1,875		5,625
Smith Elem. Sidewalk Wall Replacement	168,950		168,950		-
Preliminary Architectural Costs - ESIP	90,000		26,448		63,552
Preliminary Architectural Costs - Referendum	73,000	-	56,658	-	16,342
	<u>\$ 3,314,920</u>	<u>\$ 277,813</u>	<u>\$ 1,550,769</u>	<u>\$ 745,054</u>	<u>\$ 741,284</u>

**Recapitulation of Fund Balance:**

Restricted for Capital Projects:	
Designated for Capital Projects	\$ 677,854
Year End Encumbrances	<u>63,430</u>
Total Restricted for Capital Projects	<u>\$ 741,284</u>

**TENAFLY BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

<b>Revenues and Other Financing Sources</b>	
Transfer from Capital Reserve	\$ 2,885,583
	<u>2,885,583</u>
Total Revenues and Other Financing sources	<u>2,885,583</u>
<b>Expenditures and Other Financing Uses</b>	
Architectural / Engineering Services	160,714
Construction Services	1,390,055
Cancelled Balances Restored to General Fund Capital Reserve	<u>745,054</u>
Total Expenditures and Other Financing Uses	<u>2,295,823</u>
Excess (Deficiency) of Revenues and Other Financing Sources	
Over (Under) Expenditures and Other Financing Uses	589,760
Fund Balance, Beginning of Year	<u>151,524</u>
Fund Balance, End of Year	<u>\$ 741,284</u>

**TENAFLY BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
MAUGHAM ELEMENTARY SCHOOL CONCRETE AND PAVING  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ 181,722	\$ -	\$ 181,722	\$ 181,722
Total Revenues and Other Financing Sources	<u>181,722</u>	<u>-</u>	<u>181,722</u>	<u>181,722</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Architectural/Engineering Services	28,208	-	28,208	28,208
Construction Services	<u>142,235</u>	<u>-</u>	<u>142,235</u>	<u>153,514</u>
Total Expenditures and Other Financing Uses	<u>170,443</u>	<u>-</u>	<u>170,443</u>	<u>181,722</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ 11,279</u>	<u>\$ -</u>	<u>\$ 11,279</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 212,568
Revised Authorized Cost	\$ 181,722
Percentage Increase over Original Authorized Cost	
Percentage Completion	94%
Original Target Completion Date	2021/22
Revised Target Completion Date	2022/23

**TENAFLY BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
MAUGHAM ELEMENTARY SCHOOL FIRE ALARM REPLACEMENT  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 210,000	\$ 210,000	\$ 210,000
Total Revenues and Other Financing Sources	<u>-</u>	<u>210,000</u>	<u>210,000</u>	<u>210,000</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Construction Services	<u>107,370</u>	<u>101,530</u>	<u>208,900</u>	<u>210,000</u>
Total Expenditures and Other Financing Uses	<u>107,370</u>	<u>101,530</u>	<u>208,900</u>	<u>210,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ (107,370)</u>	<u>\$ 108,470</u>	<u>\$ 1,100</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 300,000
Revised Authorized Cost	\$ 210,000
Percentage Increase over Original Authorized Cost	
Percentage Completion	99%
Original Target Completion Date	2021/22
Revised Target Completion Date	2022/23



**TENAFLY BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
CAPITAL IMPROVEMENTS AT SMITH AND MAUGHAM ELEMENTARY SCHOOLS  
AND TENAFLY MIDDLE SCHOOL  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ 247,615	\$ 24,637	\$ 272,252	\$ 272,252
Total Revenues and Other Financing Sources	<u>247,615</u>	<u>24,637</u>	<u>272,252</u>	<u>272,252</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Architectural/Engineering Services	-	21,937	21,937	272,252
Total Expenditures and Other Financing Uses	<u>-</u>	<u>21,937</u>	<u>21,937</u>	<u>272,252</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ 247,615</u>	<u>\$ 2,700</u>	<u>\$ 250,315</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 247,615
Revised Authorized Cost	\$ 272,252
Percentage Increase over Original Authorized Cost	
Percentage Completion	8%
Original Target Completion Date	2021/22
Revised Target Completion Date	2022/23

**TENAFLY BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
MAUGHAM ELEMENTARY SCHOOL - FRONT PARAPET/BRICK REPLACEMENT  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 210,000	\$ 210,000	\$ 210,000
Total Revenues and Other Financing Sources	<u>-</u>	<u>210,000</u>	<u>210,000</u>	<u>210,000</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Construction Services	<u>-</u>	<u>209,403</u>	<u>209,403</u>	<u>210,000</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>209,403</u>	<u>209,403</u>	<u>210,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ 597</u>	<u>\$ 597</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 210,000
Revised Authorized Cost	\$ 210,000
Percentage Increase over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	6/30/2023
Revised Target Completion Date	6/30/2023

TENAFLY BOARD OF EDUCATION  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
 MAUGHAM ELEMENTARY SCHOOL - REPLACE WHEELCHAIR LIFT  
 FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 100,000	\$ 100,000	\$ 100,000
Total Revenues and Other Financing Sources	<u>-</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Construction Services	<u>-</u>	<u>77,703</u>	<u>77,703</u>	<u>100,000</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>77,703</u>	<u>77,703</u>	<u>100,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ 22,297</u>	<u>\$ 22,297</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 100,000
Revised Authorized Cost	\$ 100,000
Percentage Increase over Original Authorized Cost	
Percentage Completion	78%
Original Target Completion Date	6/30/2023
Revised Target Completion Date	6/30/2023

TENAFLY BOARD OF EDUCATION  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
 SMITH ELEMENTARY SCHOOL - FRONT ENTRANCE RAILINGS  
 FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 100,000	\$ 100,000	\$ 100,000
Total Revenues and Other Financing Sources	<u>-</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Construction Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,000</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 100,000
Revised Authorized Cost	\$ 100,000
Percentage Increase over Original Authorized Cost	
Percentage Completion	0%
Original Target Completion Date	6/30/2023
Revised Target Completion Date	6/30/2024

**TENAFLY BOARD OF EDUCATION**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS**  
**TENAFLY MIDDLE SCHOOL - AIRDALE REPLACEMENT**  
**FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Prior</u> <u>Periods</u>	<u>Current</u> <u>Year</u>	<u>Totals</u>	<u>Authorized</u> <u>Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 729,191	\$ 729,191	\$ 729,191
Total Revenues and Other Financing Sources	<u>-</u>	<u>729,191</u>	<u>729,191</u>	<u>729,191</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Construction Services	<u>-</u>	<u>645,753</u>	<u>645,753</u>	<u>729,191</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>645,753</u>	<u>645,753</u>	<u>729,191</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ 83,438</u>	<u>\$ 83,438</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 729,191
Revised Authorized Cost	\$ 729,191
Percentage Increase over Original Authorized Cost	
Percentage Completion	89%
Original Target Completion Date	6/30/2023
Revised Target Completion Date	6/30/2023

**TENAFLY BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
TENAFLY HIGH SCHOOL - AIRDALE REPLACEMENT  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 189,388	\$ 189,388	\$ 189,388
Total Revenues and Other Financing Sources	-	189,388	189,388	189,388
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Construction Services	-	183,280	183,280	189,388
Total Expenditures and Other Financing Uses	-	183,280	183,280	189,388
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	\$ -	\$ 6,108	\$ 6,108	\$ -

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ -
Revised Authorized Cost	\$ 189,388
Percentage Increase over Original Authorized Cost	
Percentage Completion	97%
Original Target Completion Date	6/30/2023
Revised Target Completion Date	6/30/2023

**TENAFLY BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
MACKAY ELEMENTARY SCHOOL - ARCHITECT AND ENGINEERING  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 30,000	\$ 30,000	\$ 30,000
Total Revenues and Other Financing Sources	<u>-</u>	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Architectural/Engineering Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,000</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ 30,000</u>	<u>\$ 30,000</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 30,000
Revised Authorized Cost	\$ 30,000
Percentage Increase over Original Authorized Cost	
Percentage Completion	0%
Original Target Completion Date	6/30/2023
Revised Target Completion Date	6/30/2023

TENAFLY BOARD OF EDUCATION  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
 MAUGHAM ELEMENTARY SCHOOL - ARCHITECT AND ENGINEERING  
 FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 104,000	\$ 104,000	\$ 104,000
Total Revenues and Other Financing Sources	<u>-</u>	<u>104,000</u>	<u>104,000</u>	<u>104,000</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Architectural/Engineering Services	<u>-</u>	<u>23,650</u>	<u>23,650</u>	<u>104,000</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>23,650</u>	<u>23,650</u>	<u>104,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ 80,350</u>	<u>\$ 80,350</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 104,000
Revised Authorized Cost	\$ 104,000
Percentage Increase over Original Authorized Cost	
Percentage Completion	23%
Original Target Completion Date	6/30/2023
Revised Target Completion Date	6/30/2023



**TENAFLY BOARD OF EDUCATION**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS**  
**SMITH ELEMENTARY SCHOOL - ARCHITECT AND ENGINEERING**  
**FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 103,863	\$ 103,863	\$ 103,863
Total Revenues and Other Financing Sources	<u>-</u>	<u>103,863</u>	<u>103,863</u>	<u>103,863</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Architectural/Engineering Services		30,146	30,146	103,863
Construction Services	-	3,436	3,436	-
Total Expenditures and Other Financing Uses	<u>-</u>	<u>33,582</u>	<u>33,582</u>	<u>103,863</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ 70,281</u>	<u>\$ 70,281</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 7,500
Revised Authorized Cost	\$ 103,863
Percentage Increase over Original Authorized Cost	
Percentage Completion	32%
Original Target Completion Date	6/30/2023
Revised Target Completion Date	6/30/2023

TENAFLY BOARD OF EDUCATION  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
 STILLMAN ELEMENTARY SCHOOL - ARCHITECT AND ENGINEERING  
 FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 7,500	\$ 7,500	\$ 7,500
Total Revenues and Other Financing Sources	-	7,500	7,500	7,500
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Architectural/Engineering Services	-	1,875	1,875	7,500
Total Expenditures and Other Financing Uses	-	1,875	1,875	7,500
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	\$ -	\$ 5,625	\$ 5,625	\$ -

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 7,500
Revised Authorized Cost	\$ 7,500
Percentage Increase over Original Authorized Cost	
Percentage Completion	25%
Original Target Completion Date	6/30/2023
Revised Target Completion Date	6/30/2023

**TENAFLY BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
SMITH ELEMENTARY SCHOOL - SIDEWALK WALL REPLACEMENT  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 168,950	\$ 168,950	\$ 168,950
Total Revenues and Other Financing Sources	<u>-</u>	<u>168,950</u>	<u>168,950</u>	<u>168,950</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Construction Services	<u>-</u>	<u>168,950</u>	<u>168,950</u>	<u>168,950</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>168,950</u>	<u>168,950</u>	<u>168,950</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 168,950
Revised Authorized Cost	\$ 168,950
Percentage Increase over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	6/30/2023
Revised Target Completion Date	6/30/2023

**TENAFLY BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
PRELIMINARY ENERGY SAVINGS IMPROVEMENT PROGRAM COSTS - ARCHITECT COSTS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 90,000	\$ 90,000	\$ 90,000
Total Revenues and Other Financing Sources	<u>-</u>	<u>90,000</u>	<u>90,000</u>	<u>90,000</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Architectural/Engineering Services	<u>-</u>	<u>26,448</u>	<u>26,448</u>	<u>90,000</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>26,448</u>	<u>26,448</u>	<u>90,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ 63,552</u>	<u>\$ 63,552</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 90,000
Revised Authorized Cost	\$ 90,000
Percentage Increase over Original Authorized Cost	
Percentage Completion	29%
Original Target Completion Date	6/30/2024
Revised Target Completion Date	6/30/2024

TENAFLY BOARD OF EDUCATION  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
 PRELIMINARY REFERENDUM COSTS - ARCHITECT COSTS  
 FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Transfer from Capital Reserve	\$ -	\$ 73,000	\$ 73,000	\$ 73,000
Total Revenues and Other Financing Sources	<u>-</u>	<u>73,000</u>	<u>73,000</u>	<u>73,000</u>
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Architectural/Engineering Services	<u>-</u>	<u>56,658</u>	<u>56,658</u>	<u>73,000</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>56,658</u>	<u>56,658</u>	<u>73,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ 16,342</u>	<u>\$ 16,342</u>	<u>\$ -</u>

**Additional Project Information:**

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 73,000
Revised Authorized Cost	\$ 73,000
Percentage Increase over Original Authorized Cost	
Percentage Completion	78%
Original Target Completion Date	6/30/2024
Revised Target Completion Date	6/30/2024

**ENTERPRISE FUNDS**

**EXHIBIT G-1**

**TENAFLY BOARD OF EDUCATION  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF NET POSITION  
AS OF JUNE 30, 2023**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-4

**EXHIBIT G-2**

**COMBINING STATEMENTS OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-5

**EXHIBIT G-3**

**COMBINING STATEMENTS OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-6

**FIDUCIARY FUNDS**

**NOT APPLICABLE**



**LONG-TERM DEBT**

TENAFLY BOARD OF EDUCATION  
 SCHEDULE OF BONDS PAYABLE  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities Date</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Balance, July 1, 2022</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance, June 30, 2023</u>
Refunding School Bonds	9/20/2012	\$ 21,690,000				\$ 1,095,000		\$ 1,095,000	
Refunding School Bonds	6/11/2015	5,715,000	4/1/2024	310,000	3.000 %				
			4/1/2025	330,000	3.000				
			4/1/2026	350,000	3.000				
			4/1/2027	560,000	3.000				
			4/1/2028	595,000	3.000				
			4/1/2029	635,000	3.000				
			4/1/2030	650,000	3.000				
			4/1/2031	690,000	3.000	4,420,000		300,000	\$ 4,120,000
Refunding School Bonds	1/29/2016	7,090,000	4/1/2024	655,000	1.790 %				
			4/1/2025	630,000	1.790				
			4/1/2026	610,000	1.790	2,570,000		675,000	1,895,000
Refunding School Bonds	4/19/2022	13,515,000	7/15/2023	960,000	4.000 %				
			7/15/2024	1,045,000	5.000				
			7/15/2025	1,130,000	5.000				
			7/15/2026	1,905,000	5.000				
			7/15/2027	1,980,000	5.000				
			7/15/2028	2,060,000	5.000				
			7/15/2029	2,175,000	5.000				
			7/15/2030	2,260,000	5.000	13,515,000	-	-	13,515,000
						<u>\$ 21,600,000</u>	<u>\$ -</u>	<u>\$ 2,070,000</u>	<u>\$ 19,530,000</u>

**TENAFLY BOARD OF EDUCATION  
LONG-TERM DEBT  
SCHEDULE OF OTHER FINANCING AGREEMENTS  
FOR THE FISCAL YEAR JUNE 30, 2023**

	<u>Amount of Original Issue</u>	<u>Balance, July 1, 2022</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance, June 30, 2023</u>
Digital Desktop - Licensed					
Software and Services	\$ 1,266,281	\$ 759,769		\$ 253,256	\$ 506,513
Chromebooks	971,169	485,028		236,706	248,322
Chromebooks	1,514,197		\$ 1,514,197	402,732	1,111,465
Interactive Display Equipment	762,098	-	<u>762,098</u>	<u>165,490</u>	<u>596,608</u>
		<u>\$ 1,244,797</u>	<u>\$ 2,276,295</u>	<u>\$ 1,058,184</u>	<u>\$ 2,462,908</u>

TENAFLY BOARD OF EDUCATION  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
<b>REVENUES</b>					
Local Sources					
Property Taxes	\$ 2,456,119		\$ 2,456,119	\$ 2,456,119	
State Source					
State Aid	410,021		410,021	410,021	
	<u>2,866,140</u>	<u>-</u>	<u>2,866,140</u>	<u>2,866,140</u>	<u>-</u>
Total Revenues					
<b>EXPENDITURES</b>					
Debt Service					
Principal	2,070,000		2,070,000	2,070,000	
Interest	796,140	-	796,140	697,840	\$ 98,300
	<u>2,866,140</u>	<u>-</u>	<u>2,866,140</u>	<u>2,767,840</u>	<u>98,300</u>
Total Expenditures					
Net Change in Fund Balance	-	-	-	98,300	98,300
Fund Balance, July 1, 2022	-	-	-	-	-
Fund Balance, June 30, 2023	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 98,300</u>	<u>\$ 98,300</u>

**TENAFLY BOARD OF EDUCATION  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER SUBSCRIPTION-BASED  
INFORMATION TECHNOLOGY ARRANGEMENTS  
FOR THE FISCAL YEAR JUNE 30, 2023**

**NOT APPLICABLE**

## STATISTICAL SECTION

This part of the Tenafly Board of Education's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the district's overall financial health

### Contents

### Exhibits

#### **Financial Trends**

These schedules contain trend information to help the reader understand how the district's financial performance and well-being have changed over time.

J-1 to J-5

#### **Revenue Capacity**

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

J-6 to J-9

#### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.

J-10 to J-13

#### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.

J-14 and J-15

#### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.

J-16 to J-20

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

**TENAFLY BOARD OF EDUCATION  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(Unaudited)  
(accrual basis of accounting)**

	As of June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Governmental Activities</b>										
Investment in Capital Assets	\$ 7,441,887	\$ 8,346,793	\$ 10,584,155	\$ 15,807,868	\$ 15,349,943	\$ 17,214,953	\$ 18,493,143	\$ 20,140,074	\$ 22,387,659	\$ 24,327,454
Restricted	3,824,241	5,536,492	4,675,373	4,102,698	4,771,369	5,036,700	7,500,633	6,761,871	5,053,043	4,606,327
Unrestricted	<u>(13,505,241)</u>	<u>(16,178,727)</u>	<u>(15,618,732)</u>	<u>(16,836,620)</u>	<u>(17,311,720)</u>	<u>(17,211,977)</u>	<u>(18,240,671)</u>	<u>(17,993,499)</u>	<u>(13,815,519)</u>	<u>(13,759,927)</u>
<b>Total Governmental Activities Net Position</b>	<b>\$ (2,239,113)</b>	<b>\$ (2,295,442)</b>	<b>\$ (359,204)</b>	<b>\$ 3,073,946</b>	<b>\$ 2,809,592</b>	<b>\$ 5,039,676</b>	<b>\$ 7,753,105</b>	<b>\$ 8,908,446</b>	<b>\$ 13,625,183</b>	<b>\$ 15,173,854</b>
<b>Business-Type Activities</b>										
Investment in Capital Assets	\$ 43,996	\$ 42,195	\$ 38,602	\$ 55,670	\$ 93,190	\$ 87,670	\$ 97,025	\$ 85,485	\$ 74,598	\$ 64,585
Unrestricted	<u>426,293</u>	<u>421,955</u>	<u>400,476</u>	<u>351,472</u>	<u>285,182</u>	<u>348,899</u>	<u>212,497</u>	<u>124,754</u>	<u>197,767</u>	<u>406,050</u>
<b>Total Business-Type Activities Net Position</b>	<b>\$ 470,289</b>	<b>\$ 464,150</b>	<b>\$ 439,078</b>	<b>\$ 407,142</b>	<b>\$ 378,372</b>	<b>\$ 436,569</b>	<b>\$ 309,522</b>	<b>\$ 210,239</b>	<b>\$ 272,365</b>	<b>\$ 470,635</b>
<b>District-Wide</b>										
Investment in Capital Assets	\$ 7,485,883	\$ 8,388,988	\$ 10,622,757	\$ 15,863,538	\$ 15,443,133	\$ 17,302,623	\$ 18,590,168	\$ 20,225,559	\$ 22,462,257	\$ 24,392,039
Restricted	3,824,241	5,536,492	4,675,373	4,102,698	4,771,369	5,036,700	7,500,633	6,761,871	5,053,043	4,606,327
Unrestricted	<u>(13,078,948)</u>	<u>(15,756,772)</u>	<u>(15,218,256)</u>	<u>(16,485,148)</u>	<u>(17,026,538)</u>	<u>(16,863,078)</u>	<u>(18,028,174)</u>	<u>(17,868,745)</u>	<u>(13,617,752)</u>	<u>(13,353,877)</u>
<b>Total District Net Position</b>	<b>\$ (1,768,824)</b>	<b>\$ (1,831,292)</b>	<b>\$ 79,874</b>	<b>\$ 3,481,088</b>	<b>\$ 3,187,964</b>	<b>\$ 5,476,245</b>	<b>\$ 8,062,627</b>	<b>\$ 9,118,685</b>	<b>\$ 13,897,548</b>	<b>\$ 15,644,489</b>

Note 1 - Net Position at June 30, 2014 was restated to reflect the implementation of GASB Statement No. 68, "Accounting and Financial Reporting for Pensions".

Note 2 - Net position at June 30, 2020 was restated to reflect the implementation of GASB Statement No. 84, "Fiduciary Activities".

Note 3 - Net position at June 30, 2021 was restated to reflect the implementation of GASB Statement No. 87, "Leases".

Source: District's financial statements

**TENAFLY BOARD OF EDUCATION  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(Unaudited)  
(accrual basis of accounting)**

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Expenses</b>										
<b>Governmental Activities</b>										
Instruction										
Regular	\$ 29,657,538	\$ 35,358,704	\$ 37,467,586	\$ 41,889,707	\$ 42,091,248	\$ 38,834,411	\$ 38,435,042	\$ 43,762,006	\$ 39,006,655	\$ 40,286,554
Special Education	9,341,120	10,259,084	11,145,085	12,141,526	12,590,425	14,133,496	13,929,669	15,385,373	14,075,839	13,927,588
Other Instruction	2,090,344	2,412,854	2,704,397	3,132,132	3,365,526	3,248,026	3,305,239	3,550,615	3,254,900	3,520,578
School Sponsored Activities And Athletics	1,305,116	1,605,092	1,800,560	2,015,311	2,087,955	1,936,665	1,890,832	2,093,869	2,266,015	2,450,020
Support Services:										
Student & Instruction Related Services	9,466,929	11,412,708	12,814,119	12,910,400	14,088,044	11,773,011	11,550,106	12,383,616	12,699,783	12,928,923
General Administration	1,366,283	1,006,071	977,527	979,519	1,097,035	1,066,259	1,099,881	1,231,107	1,285,823	1,297,614
School Administrative Services	4,408,156	5,101,918	5,228,684	5,792,404	6,069,970	5,440,821	4,894,104	5,153,904	4,507,632	5,133,722
Plant Operations And Maintenance	6,713,229	6,668,670	6,833,786	7,035,256	7,723,842	7,523,497	7,514,642	7,811,648	7,772,110	8,165,685
Pupil Transportation	995,730	1,204,927	1,282,758	1,304,784	1,379,792	1,486,506	1,518,070	1,452,829	1,796,860	2,390,214
Other Support Services	1,611,780	1,815,707	1,963,307	2,341,269	2,182,543	2,204,265	3,236,651	2,194,609	2,147,355	2,236,091
Interest and Other Charges On Long-Term Debt	1,538,470	1,525,790	1,289,116	1,231,175	1,174,565	1,116,301	1,052,591	985,019	945,642	741,422
<b>Total Governmental Activities Expenses</b>	<b>68,494,695</b>	<b>78,371,525</b>	<b>83,506,925</b>	<b>90,773,483</b>	<b>93,850,945</b>	<b>88,763,258</b>	<b>88,426,827</b>	<b>96,004,595</b>	<b>89,758,614</b>	<b>93,078,411</b>
<b>Business-Type Activities:</b>										
Food Service	722,465	687,143	692,228	700,170	630,638	793,266	567,651	76,679	740,150	920,227
Child Care	396,282	329,221	357,217	438,450	433,708	390,287	453,317	56,316	211,319	225,651
Tiger Tots	-	-	-	134,258	140,376	142,355	172,266	-	139,785	159,792
<b>Total Business-Type Activities Expense</b>	<b>1,118,747</b>	<b>1,016,364</b>	<b>1,049,445</b>	<b>1,272,878</b>	<b>1,204,722</b>	<b>1,325,908</b>	<b>1,193,234</b>	<b>132,995</b>	<b>1,091,254</b>	<b>1,305,670</b>
<b>Total District Expenses</b>	<b>\$ 69,613,442</b>	<b>\$ 79,387,889</b>	<b>\$ 84,556,370</b>	<b>\$ 92,046,361</b>	<b>\$ 95,055,667</b>	<b>\$ 90,089,166</b>	<b>\$ 89,620,061</b>	<b>\$ 96,137,590</b>	<b>\$ 90,849,868</b>	<b>\$ 94,384,081</b>
<b>Program Revenues</b>										
<b>Governmental Activities:</b>										
Charges For Services:										
Instruction	\$ 1,161,307	\$ 1,202,117	\$ 1,458,902	\$ 1,154,999	\$ 1,202,529	\$ 976,934	\$ 833,072	\$ 725,104	\$ 768,136	\$ 888,419
Other Instruction									168,728	229,824
School Sponsored Activities And Athletics	82,583	-				148,290	126,264	207,195	344,130	496,643
Student & Instruction Related Services								1,366	3,660	15,256
Plant Operations and Maintenance						157,170	85,545		76,480	89,615
Operating Grants And Contributions	8,588,388	16,083,705	19,418,155	25,455,999	26,847,935	22,353,568	20,764,881	27,432,059	21,655,101	20,428,341
Capital Grants And Contributions	913,675	497,375	584,147	1,155,461	246,762	290,675	250,488	243,342	603,984	471,342
<b>Total Governmental Activities Program Revenues</b>	<b>10,745,953</b>	<b>17,783,197</b>	<b>21,461,204</b>	<b>27,766,459</b>	<b>28,297,226</b>	<b>23,926,637</b>	<b>22,060,250</b>	<b>28,609,066</b>	<b>23,620,219</b>	<b>22,619,440</b>
<b>Business-Type Activities:</b>										
Charges For Services:										
Food Service	627,312	648,766	669,219	677,739	584,056	773,680	505,489	6,465	714,268	914,898
Child Care	325,690	360,960	354,835	372,286	416,002	460,997	301,186	2,209	250,880	361,924
Tiger Tots				137,900	143,775	148,390	118,407		138,049	175,385
Operating Grants And Contributions	89,319	-	-	-	-	-	-	-	-	-
<b>Total Business Type Activities Program Revenues</b>	<b>1,042,321</b>	<b>1,009,726</b>	<b>1,024,054</b>	<b>1,187,925</b>	<b>1,143,833</b>	<b>1,383,067</b>	<b>925,082</b>	<b>8,674</b>	<b>1,103,197</b>	<b>1,452,207</b>
<b>Total District Program Revenues</b>	<b>\$ 11,788,274</b>	<b>\$ 18,792,923</b>	<b>\$ 22,485,258</b>	<b>\$ 28,954,384</b>	<b>\$ 29,441,059</b>	<b>\$ 25,309,704</b>	<b>\$ 22,985,332</b>	<b>\$ 28,617,740</b>	<b>\$ 24,723,416</b>	<b>\$ 24,071,647</b>
<b>Net (Expense)/Revenue</b>										
Governmental Activities	\$ (57,748,742)	\$ (60,588,328)	\$ (62,045,721)	\$ (63,007,024)	\$ (65,553,719)	\$ (64,836,621)	\$ (66,366,577)	\$ (67,395,529)	\$ (66,138,395)	\$ (70,458,971)
Business-Type Activities	(76,426)	(6,638)	(25,391)	(84,953)	(60,889)	57,159	(268,152)	(124,321)	11,943	146,537
<b>Total District-Wide Net Expense</b>	<b>\$ (57,825,168)</b>	<b>\$ (60,594,966)</b>	<b>\$ (62,071,112)</b>	<b>\$ (63,091,977)</b>	<b>\$ (65,614,608)</b>	<b>\$ (64,779,462)</b>	<b>\$ (66,634,729)</b>	<b>\$ (67,519,850)</b>	<b>\$ (66,126,452)</b>	<b>\$ (70,312,434)</b>



**TENAFLY BOARD OF EDUCATION  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(Unaudited)  
(accrual basis of accounting)**

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>General Revenues and Other Changes in Net Position</b>										
<b>Governmental Activities:</b>										
Property Taxes	\$ 58,953,614	\$ 59,990,128	\$ 61,707,367	\$ 63,737,435	\$ 64,871,921	\$ 66,570,472	\$ 67,859,661	\$ 68,736,695	\$ 70,541,699	\$ 71,741,972
Investment Earnings	43,477	32,565	33,236	33,079	165,454	225,549	189,791	26,852	27,041	140,845
Miscellaneous Income	596,176	509,306	638,766	332,224	283,428	270,684	188,480	376,980	336,392	174,825
Transfers	-	-	-	(40,092)	(31,438)	-	(140,783)	(25,000)	(50,000)	(50,000)
<b>Total Governmental Activities</b>	<u>59,593,267</u>	<u>60,531,999</u>	<u>62,379,369</u>	<u>64,062,646</u>	<u>65,289,365</u>	<u>67,066,705</u>	<u>68,097,149</u>	<u>69,115,527</u>	<u>70,855,132</u>	<u>72,007,642</u>
<b>Business-Type Activities:</b>										
Investment Earnings	657	499	319	285	681	1,038	322	38	183	1,733
Transfers	-	-	-	40,092	31,438	-	140,783	25,000	50,000	50,000
<b>Total Business-Type Activities</b>	<u>657</u>	<u>499</u>	<u>319</u>	<u>40,377</u>	<u>32,119</u>	<u>1,038</u>	<u>141,105</u>	<u>25,038</u>	<u>50,183</u>	<u>51,733</u>
<b>Total District-Wide</b>	<u>\$ 59,593,924</u>	<u>\$ 60,532,498</u>	<u>\$ 62,379,688</u>	<u>\$ 64,103,023</u>	<u>\$ 65,321,484</u>	<u>\$ 67,067,743</u>	<u>\$ 68,238,254</u>	<u>\$ 69,140,565</u>	<u>\$ 70,905,315</u>	<u>\$ 72,059,375</u>
<b>Change in Net Position</b>										
Governmental Activities	\$ 1,844,525	\$ (56,329)	\$ 333,648	\$ 1,055,622	\$ (264,354)	\$ 2,230,084	\$ 1,730,572	\$ 1,719,998	\$ 4,716,737	\$ 1,548,671
Business-Type Activities	(75,769)	(6,139)	(25,072)	(44,576)	(28,770)	58,197	(127,047)	(99,283)	62,126	198,270
<b>Total District Wide</b>	<u>\$ 1,768,756</u>	<u>\$ (62,468)</u>	<u>\$ 308,576</u>	<u>\$ 1,011,046</u>	<u>\$ (293,124)</u>	<u>\$ 2,288,281</u>	<u>\$ 1,603,525</u>	<u>\$ 1,620,715</u>	<u>\$ 4,778,863</u>	<u>\$ 1,746,941</u>

Sources: District's financial statements

**TENAFLY BOARD OF EDUCATION**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
*(modified accrual basis of accounting)*

	As of June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Restricted	\$ 5,215,987	\$ 5,183,117	\$ 4,255,257	\$ 6,376,707	\$ 6,736,790	\$ 6,833,410	\$ 8,687,184	\$ 6,407,954	\$ 4,453,304	\$ 3,389,344
Committed										258,837
Assigned	1,641,275	1,571,610	1,556,814	1,245,526	1,167,435	1,305,715	972,141	1,296,691	3,095,667	2,580,920
Unassigned	<u>1,126,026</u>	<u>1,144,340</u>	<u>1,208,586</u>	<u>1,181,815</u>	<u>1,221,046</u>	<u>1,239,877</u>	<u>1,189,817</u>	<u>1,244,998</u>	<u>1,557,077</u>	<u>1,300,819</u>
<b>Total General Fund</b>	<b><u>\$ 7,983,288</u></b>	<b><u>\$ 7,899,067</u></b>	<b><u>\$ 7,020,657</u></b>	<b><u>\$ 8,804,048</u></b>	<b><u>\$ 9,125,271</u></b>	<b><u>\$ 9,379,002</u></b>	<b><u>\$ 10,849,142</u></b>	<b><u>\$ 8,949,643</u></b>	<b><u>\$ 9,106,048</u></b>	<b><u>\$ 7,529,920</u></b>
All Other Governmental Funds										
Restricted	<u>\$ 537,435</u>	<u>\$ 2,269,051</u>	<u>\$ 2,598,479</u>	<u>\$ 246,861</u>	<u>\$ 222,699</u>	<u>\$ 72,529</u>	<u>\$ 684,511</u>	<u>\$ 1,254,586</u>	<u>\$ 599,739</u>	<u>\$ 1,216,983</u>
<b>Total All Other Governmental Funds</b>	<b><u>\$ 537,435</u></b>	<b><u>\$ 2,269,051</u></b>	<b><u>\$ 2,598,479</u></b>	<b><u>\$ 246,861</u></b>	<b><u>\$ 222,699</u></b>	<b><u>\$ 72,529</u></b>	<b><u>\$ 684,511</u></b>	<b><u>\$ 1,254,586</u></b>	<b><u>\$ 599,739</u></b>	<b><u>\$ 1,216,983</u></b>

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Note 1 -Fund Balances in the General and Special Revenue Funds at June 30, 2020 are restated to reflect the implementation of GASB Statement No. 84, "Fiduciary Activities".

Source: District's financial statements

**TENAFLY BOARD OF EDUCATION**  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
*(modified accrual basis of accounting)*

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues</b>										
Property Taxes	\$ 58,953,614	\$ 59,990,128	\$ 61,707,367	\$ 63,737,435	\$ 64,871,921	\$ 66,570,472	\$ 67,859,661	\$ 68,736,695	\$ 70,541,699	\$ 71,741,972
Tuition Charges	1,011,177	1,030,447	1,050,511	994,660	979,918	779,296	723,362	725,104	936,864	1,118,243
Interest Earnings	43,477	32,565	33,236	33,079	165,454	225,549	189,791	26,852	27,041	140,845
Miscellaneous	1,435,641	962,870	695,865	522,820	515,354	808,768	545,116	610,092	1,135,406	998,988
State Sources	7,981,206	8,941,717	10,530,252	11,983,296	12,387,774	14,474,751	15,131,207	17,856,415	23,283,928	23,769,349
Federal Sources	836,196	900,736	1,027,981	1,157,601	1,236,773	1,035,289	1,035,393	1,422,289	1,996,903	4,063,363
<b>Total Revenue</b>	<b>70,261,311</b>	<b>71,858,463</b>	<b>75,045,212</b>	<b>78,428,891</b>	<b>80,157,194</b>	<b>83,894,125</b>	<b>85,484,530</b>	<b>89,377,447</b>	<b>97,921,841</b>	<b>101,832,760</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	28,969,431	30,191,190	30,908,379	32,285,717	33,432,534	33,748,213	34,669,799	38,765,010	41,610,845	44,282,522
Special Education Instruction	9,264,156	9,344,858	9,892,994	10,221,343	10,855,643	12,932,230	13,079,900	14,235,842	14,851,050	15,178,439
Other Instruction	2,086,570	2,071,683	2,239,027	2,416,557	2,645,045	2,875,835	3,017,217	3,181,646	3,554,172	3,971,569
School Sponsored Activities and Athletics	1,280,354	1,396,868	1,522,592	1,599,890	1,704,161	1,721,361	1,730,618	1,894,474	2,385,791	2,630,858
<b>Support Services</b>										
Student and Inst. Related Services	9,429,992	11,601,075	12,354,942	11,387,820	12,260,783	11,240,210	11,424,242	11,936,930	13,220,963	14,027,675
General Administration	1,342,109	981,112	941,810	916,355	1,020,947	988,558	1,048,740	1,162,060	1,307,297	1,343,538
School Administrative Services	4,399,746	4,794,942	4,749,411	4,911,583	5,182,515	5,025,532	4,699,168	4,803,132	4,829,551	5,804,655
Plant Operations And Maintenance	5,227,826	5,176,949	5,539,325	5,510,818	5,695,282	5,758,169	6,173,484	6,310,899	6,587,851	7,229,130
Pupil Transportation	972,930	1,182,039	1,263,571	1,284,271	1,352,454	1,460,833	1,497,429	1,431,535	1,775,433	2,369,118
Other Support Services	1,608,650	1,780,810	1,859,646	1,955,867	1,959,463	2,095,761	3,214,780	2,104,044	2,258,173	2,475,047
<b>Capital Outlay</b>	<b>1,388,169</b>	<b>1,879,879</b>	<b>957,268</b>	<b>3,109,171</b>	<b>351,777</b>	<b>2,565,405</b>	<b>1,565,890</b>	<b>1,753,449</b>	<b>2,612,863</b>	<b>1,854,207</b>
<b>Debt Service</b>										
Payments to Refunding Escrow Agent	-	387,734								
Cost of Issuance of Refunding of Bonds	-	99,457	33,000						141,226	
Principal	1,385,000	1,435,000	2,150,268	2,193,004	2,256,180	2,319,396	2,387,652	2,163,256	2,468,890	3,128,184
Interest and Other Charges	1,522,048	1,466,163	1,214,961	1,164,630	1,112,624	1,059,061	1,001,844	939,594	907,404	722,997
<b>Total Expenditures</b>	<b>68,876,981</b>	<b>73,789,759</b>	<b>75,627,194</b>	<b>78,957,026</b>	<b>79,829,408</b>	<b>83,790,564</b>	<b>85,510,763</b>	<b>90,681,871</b>	<b>98,511,509</b>	<b>105,017,939</b>
<b>Excess (Deficiency) of Revenues</b>										
Over (Under) Expenditures	1,384,330	(1,931,296)	(581,982)	(528,135)	327,786	103,561	(26,233)	(1,304,424)	(589,668)	(3,185,179)
<b>Other Financing Sources (Uses)</b>										
Leases/Capital Financing/Other Financing Agmts		3,091,500					1,266,281			2,276,295
Proceeds From Refunding		5,715,000	7,090,000						13,515,000	
Payments To Escrow Agent		(5,366,000)	(7,057,000)						(15,676,114)	
Premium on Refunding Bonds		138,191							2,302,340	
Transfers In	124,937	2,451,361		1,388,348	629,641	3,186,660	1,535,062	2,119,754	3,003,568	3,731,637
Transfers Out	(124,937)	(2,451,361)	-	(1,428,440)	(660,366)	(3,186,660)	(1,675,845)	(2,144,754)	(3,053,568)	(3,781,637)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>3,578,691</b>	<b>33,000</b>	<b>(40,092)</b>	<b>(30,725)</b>	<b>-</b>	<b>1,125,498</b>	<b>(25,000)</b>	<b>91,226</b>	<b>2,226,295</b>
<b>Net Change in Fund Balances</b>	<b>\$ 1,384,330</b>	<b>\$ 1,647,395</b>	<b>\$ (548,982)</b>	<b>\$ (568,227)</b>	<b>\$ 297,061</b>	<b>\$ 103,561</b>	<b>\$ 1,099,265</b>	<b>\$ (1,329,424)</b>	<b>\$ (498,442)</b>	<b>\$ (958,884)</b>
<b>Debt Service as a Percentage of</b>										
Noncapital Expenditures	4.31%	4.03%	4.51%	4.43%	4.24%	4.16%	4.04%	3.49%	3.52%	3.73%

\* Noncapital expenditures are total expenditures less capital outlay.

**TENAFLY BOARD OF EDUCATION**  
**GENERAL FUND OTHER LOCAL REVENUES BY SOURCE**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

<b>Fiscal Year Ended June 30</b>	<b>Tuition</b>	<b>Summer School Fees/Tuition</b>	<b>Interest on Deposits</b>	<b>Extracurricular Activities Fees</b>	<b>Solar Panel Project Escrow</b>	<b>Miscellaneous</b>	<b>Total</b>
2014	\$ 1,011,177	\$ 150,130	\$ 43,477	\$ 82,583	\$ 152,000	\$ 444,176	\$ 1,883,543
2015	1,030,447	143,670	32,565	35,500		473,806	1,715,988
2016	1,050,511	161,701	33,236	43,437		446,517	1,735,402
2017	994,660	157,125	33,079	7,172		325,052	1,517,088
2018	979,918	175,830	165,454	7,615		318,443	1,647,260
2019	779,296	197,638	225,549	148,290		427,854	1,778,627
2020	723,362	109,710	189,791	126,264		274,025	1,423,152
2021	725,104		26,852			376,980	1,128,936
2022	768,136	168,728	27,041	10,075		715,643	1,689,623
2023	888,419	229,824	140,845			456,194	1,715,282

**TENAFLY BOARD OF EDUCATION  
 ASSESSED VALUE AND ACTUAL VALUATION OF TAXABLE PROPERTY  
 LAST TEN YEARS  
 (Unaudited)**

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Valuation	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Valuation	Total Direct School Tax Rate <sup>a</sup>
2014	34,048,000	3,549,449,900	231,976,200	10,462,000	36,741,000	3,862,677,100	920,920	3,863,598,020	4,348,838,200	1.539
2015	41,311,500	3,563,099,200	229,885,000	10,462,000	36,741,000	3,881,498,700	920,647	3,882,419,347	4,253,872,872	1.567
2016	43,105,700	3,588,686,800	241,749,500	10,462,000	36,741,000	3,920,745,000		3,920,745,000	4,435,733,680	1.600
2017	44,750,300	3,617,030,300	240,984,300	10,462,000	36,741,000	3,949,967,900		3,949,967,900	4,516,313,629	1.628
2018	45,288,300	3,658,491,300	240,386,300	10,462,000	36,741,000	3,991,368,900		3,991,368,900	4,570,330,078	1.647
2019	48,584,100	3,675,015,500	237,100,200	10,462,000	36,660,500	4,007,822,300		4,007,822,300	4,694,527,300	1.678
2020	49,306,000	3,676,744,800	236,376,700	10,462,000	36,660,500	4,009,550,000		4,009,550,000	4,748,365,079	1.704
2021	35,761,800	3,713,630,100	234,031,600	10,462,000	36,660,500	4,030,546,000		4,030,546,000	4,688,125,246	1.728
2022	41,998,800	3,715,851,900	234,659,000	10,462,000	33,400,200	4,036,371,900		4,036,371,900	4,778,532,424	1.763
2023	26,760,100	3,752,105,100	234,178,100	10,462,000	33,400,200	4,056,905,500		4,056,905,500	5,053,917,890	1.806

Source: County Abstract of Ratables

a Tax rates are per \$100

Note- Beginning in calendar year 2016, public utilities are no longer taxable property.

**TENAFLY BOARD OF EDUCATION  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$100 OF ASSESSED VALUATION  
LAST TEN YEARS  
(Unaudited)**

<u>Calendar Year</u>	<u>Total</u>	<u>Local School District</u>	<u>Municipality</u> (1)	<u>County</u>	<u>County Open Space</u>
2014	2.373	1.539	0.580	0.251	0.003
2015	2.418	1.567	0.588	0.260	0.003
2016	2.473	1.600	0.595	0.275	0.003
2017	2.523	1.628	0.605	0.279	0.011
2018	2.532	1.647	0.605	0.269	0.011
2019	2.572	1.678	0.609	0.274	0.011
2020	2.618	1.704	0.621	0.281	0.012
2021	2.657	1.728	0.638	0.279	0.012
2022	2.705	1.763	0.658	0.272	0.012
2023	2.772	1.806	0.669	0.284	0.013

(1) Includes Municipal Open Space Tax and Library Tax

Source: Tax Duplicate, Borough of Tenafly

TENAFLY BOARD OF EDUCATION  
 PRINCIPAL PROPERTY TAXPAYERS,  
 CURRENT YEAR AND NINE YEARS AGO  
 (Unaudited)

Taxpayer	2023		2014	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Marlborough Co-Op Corporation	\$ 19,250,000	0.47%	\$ 22,510,300	0.58%
Clinton Lodging, LLC			9,747,700	0.25%
Knickerbocker Country Club	8,227,200	0.20%	7,500,000	0.19%
Tenafly Shopping Center LP	7,209,400	0.18%	7,209,400	0.19%
Quirk Properties Tenafly, LLC	6,696,400	0.17%	6,696,400	0.17%
Individual Taxpayer			4,605,800	0.12%
Individual Taxpayer			4,506,800	0.12%
TRC Property LLC	4,485,600	0.11%	4,485,600	0.12%
County Manor Realty			4,215,500	0.11%
A.S.D.D.J LLC	11,830,100	0.29%		
145 Dean Drive LLC	9,747,700	0.24%		
30 Engle Street-Tenafly Realty	6,524,200	0.16%	6,524,200	0.17%
Individual Taxpayer	4,653,100	0.11%		
Individual Taxpayer	4,238,600	0.10%		
	<u>\$ 82,862,300</u>	<u>2.04%</u>	<u>\$ 78,001,700</u>	<u>2.02%</u>

Source: Municipal Tax Assessor

**TENAFLY BOARD OF EDUCATION  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(Unaudited)**

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy</u>		<u>Collections in Subsequent Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2014	58,953,614	58,953,614	100.00%	N/A
2015	59,990,128	59,990,128	100.00%	N/A
2016	61,707,367	61,707,367	100.00%	N/A
2017	63,737,435	63,737,435	100.00%	N/A
2018	64,871,921	64,871,921	100.00%	N/A
2019	66,570,472	66,570,472	100.00%	N/A
2020	67,859,661	67,859,661	100.00%	N/A
2021	68,736,695	68,736,695	100.00%	N/A
2022	70,541,699	70,541,699	100.00%	N/A
2023	71,741,972	71,741,972	100.00%	N/A

N/A = Not Applicable

Source: District records.



**TENAFLY BOARD OF EDUCATION**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income	Population	Per Capita
	General Obligation Bonds	Lease and Financing Agreements				
2014	\$ 36,871,000		\$ 36,871,000	0.19%	14,728	\$ 2,503
2015	35,785,000	\$ 2,721,500	38,506,500	0.18%	14,733	2,614
2016	34,360,000	2,171,232	36,531,232	0.20%	14,714	2,483
2017	32,705,000	1,633,228	34,338,228	0.21%	14,688	2,338
2018	30,990,000	1,092,048	32,082,048	0.23%	14,662	2,188
2019	29,215,000	547,652	29,762,652	0.25%	14,585	2,041
2020	27,375,000	1,266,281	28,641,281	0.26%	14,454	1,982
2021	25,465,000	1,723,687	27,188,687	0.27%	14,304	1,901
2022	21,600,000	1,244,797	22,844,797	0.32%	15,232	1,500
2023	19,530,000	2,462,908	21,992,908	0.33%	15,219	1,445

Source: District records

**TENAFLY BOARD OF EDUCATION**  
**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

Fiscal Year Ended June 30,	<u>General Bonded Debt Outstanding</u>		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Valuation of Property	Per Capita
	General Obligation Bonds	Deductions			
2014	\$ 36,871,000		\$ 36,871,000	0.95	\$ 2,503
2015	35,785,000		35,785,000	0.92	2,429
2016	34,360,000		34,360,000	0.88	2,335
2017	32,705,000		32,705,000	0.83	2,227
2018	30,990,000		30,990,000	0.78	2,114
2019	29,215,000		29,215,000	0.73	2,003
2020	27,375,000		27,375,000	0.68	1,894
2021	25,465,000		25,465,000	0.63	1,780
2022	21,600,000		21,600,000	0.54	1,418
2023	19,530,000		19,530,000	0.48	1,283

Source: District records

**TENAFLY BOARD OF EDUCATION  
COMPUTATION OF DIRECT AND OVERLAPPING OUTSTANDING BONDED DEBT  
FOR THE YEAR ENDED DECEMBER 31, 2022  
(Unaudited)**

	<u>Net Debt</u>
Tenafly Board of Education (June 30, 2023)	\$ 19,530,000
Municipal Debt: (1)	
Borough of Tenafly	30,496,425
	50,026,425
Overlapping Debt Apportioned to the Municipality:	
Bergen County: (2) and (3)	
County of Bergen (A)	37,038,852
Bergen County Utilities Authority - Water Pollution (B)	5,497,128
	42,535,980
Total Direct and Overlapping Debt	\$ 92,562,405

(A) The debt for this entity was apportioned to the Borough of Tenafly by dividing the Municipality's 2022 equalized value by the total 2022 equalized value for Bergen County.

(B) Overlapping debt was computed based upon municipal flow to the Authority.

Sources:

- (1) Borough of Tenafly Annual Debt Statement
- (2) BCUA 2022 audit
- (3) Bergen County Annual Debt Statement

TENAFLY BOARD OF EDUCATION  
 LEGAL DEBT MARGIN INFORMATION  
 LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt Limit	\$ 164,565,255	\$ 166,512,867	\$ 170,655,054	\$ 175,071,218	\$ 178,946,581	\$ 181,432,587	\$ 184,442,075	\$ 186,308,716	\$ 188,794,795	\$ 192,553,840
Total Net Debt Applicable to Limit	<u>36,871,000</u>	<u>35,785,000</u>	<u>34,360,000</u>	<u>32,705,000</u>	<u>30,990,000</u>	<u>29,215,000</u>	<u>27,375,000</u>	<u>25,465,000</u>	<u>21,600,000</u>	<u>19,530,000</u>
Legal Debt Margin	<u>\$ 127,694,255</u>	<u>\$ 130,727,867</u>	<u>\$ 136,295,054</u>	<u>\$ 142,366,218</u>	<u>\$ 147,956,581</u>	<u>\$ 152,217,587</u>	<u>\$ 157,067,075</u>	<u>\$ 160,843,716</u>	<u>\$ 167,194,795</u>	<u>\$ 173,023,840</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	22.41%	21.49%	20.13%	18.68%	17.32%	16.10%	14.84%	13.67%	11.44%	10.14%

Legal Debt Margin Calculation for Fiscal Year 2022

	Equalized Valuation Basis
2020	\$ 4,656,311,694
2021	4,764,238,771
2022	<u>5,020,987,561</u>
	<u>\$ 14,441,538,026</u>
Average Equalized Valuation of Taxable Property	<u>\$ 4,813,846,009</u>
Debt Limit (4 % of Average Equalization Value)	\$ 192,553,840
Total Net Debt Applicable to Limit	<u>19,530,000</u>
Legal Debt Margin	<u>\$ 173,023,840</u>

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation

**TENAFLY BOARD OF EDUCATION  
DEMOGRAPHIC STATISTICS  
LAST TEN YEARS  
(Unaudited)**

<u>Year Ended December 31,</u>	<u>Unemployment Rate</u>	<u>Per Capita Income (1)</u>	<u>Population (2)</u>
2013	7.3	\$ 71,286	14,728
2014	4.0	73,883	14,733
2015	3.4	77,323	14,714
2016	3.1	78,836	14,688
2017	2.9	81,024	14,662
2018	2.5	85,191	14,585
2019	2.4	88,241	14,454
2020	6.8	91,972	14,304
2021	4.4	97,343	15,232
2022	2.6	97,343 (E)	15,219

Source: New Jersey Department of Labor  
United States Bureau of Census  
School District Records

(E) Estimated

(1) County of Bergen

(2) Estimated

**TENAFLY BOARD OF EDUCATION  
PRINCIPAL EMPLOYERS,  
CURRENT YEAR AND TEN YEARS AGO  
(Unaudited)**

**INFORMATION NOT AVAILABLE**

**TENAFLY BOARD OF EDUCATION  
 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	177.90	179.50	179.30	186.20	212.70	260.20	264.00	266.00	284.00	279.00
Special Education	39.30	40.30	43.70	47.20	43.40	42.00	48.00	57.00	45.00	49.00
Other Special Education	19.60	19.80	20.30	25.40						
Other Instruction	101.00	100.70	105.00	91.70	3.00	3.00	3.00	3.00	3.00	4.00
Support Services:										
Student and Instruction Related Services	86.00	103.30	106.40	103.80	206.60	183.00	183.00	181.00	216.00	208.00
General Administration	39.00	41.00	41.00	34.00	25.00	22.00	20.00	23.00	25.00	26.00
School Administrative Services	25.40	25.40	25.40	29.00	23.00	22.50	19.00	19.00	23.00	22.00
Other Administrative Services					15.50	15.00	15.00	15.50	18.50	31.00
Plant Operations And Maintenance	36.00	36.00	36.00	36.00	38.00	39.00	39.00	37.50	39.00	40.00
Total	<u>524.20</u>	<u>546.00</u>	<u>557.10</u>	<u>553.30</u>	<u>567.20</u>	<u>586.70</u>	<u>591.00</u>	<u>602.00</u>	<u>653.50</u>	<u>659.00</u>

Source: District Personnel Records

TENAFLY BOARD OF EDUCATION  
 OPERATING STATISTICS  
 LAST TEN FISCAL YEARS  
 (Unaudited)

Fiscal Year	Enrollment <sup>a</sup>	Operating Expenditures <sup>b</sup>	Cost Per Pupil <sup>c</sup>	Percentage Change	Pupil/Teacher Ratio			Senior High School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
					Teaching Staff	Elementary	Middle School					
2014	3,587	64,581,764	18,004	0.58%	278.90	21.60	20.6	18.0	3,592	3,508.91	-0.55%	97.69%
2015	3,535	68,151,529	19,279	7.08%	280.20	21.80	20	17.6	3,610	3,484.93	0.50%	96.54%
2016	3,598	71,271,697	19,809	2.75%	284.30	22.00	17	17.8	3,607	3,479.94	-0.08%	96.48%
2017	3,567	72,490,221	20,322	2.59%	277.90	21.75	17.8	19.5	3,633	3,491.38	0.72%	96.10%
2018	3,677	76,113,960	20,700	1.86%	288.00	14.80	10.1	13.3	3,685	3,548.74	1.43%	96.30%
2019	3,648	77,846,702	21,340	3.09%	302.00	11.00	10	10.6	3,687	3,550.00	0.05%	96.28%
2020	3,652	80,555,377	22,058	3.37%	312.00	11.21	10.86	11.4	3,759	3,667.00	1.95%	97.55%
2021	3,673	85,825,572	23,367	5.93%	323.00	10.69	9.86	9.5	3,525	3,459.00	-6.23%	98.13%
2022	3,564	92,381,126	25,921	10.93%	332.00	9.97	9.43	9.8	3,567	3,453.00	1.19%	96.80%
2023	3,419	99,312,551	29,047	12.06%	371.00	8.94	9.83	8.7	3,415	3,302.32	-4.26%	96.70%

Sources: District records

- Note:
- a Enrollment based on annual October district count.
  - b Operating expenditures equal total expenditures less debt service and capital outlay.
  - c Cost per pupil represents operating expenditures divided by enrollment.



**TENAFLY BOARD OF EDUCATION  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
(Unaudited)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b><u>District Building</u></b>										
<b><u>Elementary</u></b>										
<b>Mackay</b>										
Square Feet	36,344	36,344	36,344	36,344	36,344	36,344	36,344	36,344	36,344	36,344
Capacity (students)	351	351	351	351	351	351	351	351	351	351
Enrollment	393	409	400	394	392	396	378	348	346	331
<b>Maugham</b>										
Square Feet	41,450	41,450	41,450	41,450	41,450	41,450	41,450	41,450	41,450	41,450
Capacity (students)	319	319	319	319	319	319	319	319	319	319
Enrollment	409	402	403	397	412	410	376	363	365	353
<b>Smith</b>										
Square Feet	38,125	38,125	38,125	38,125	38,125	38,125	38,125	38,125	38,125	38,125
Capacity (students)	312	312	312	312	312	312	312	312	312	312
Enrollment	376	391	380	375	374	376	384	349	355	346
<b>Stillman</b>										
Square Feet	40,780	40,780	40,780	40,780	40,780	40,780	40,780	40,780	40,780	40,780
Capacity (students)	338	338	338	338	338	338	338	338	338	338
Enrollment	409	414	392	356	372	376	373	341	340	347
<b><u>Middle School</u></b>										
Square Feet	182,258	182,258	182,258	182,258	182,258	182,258	182,258	182,258	182,258	182,258
Capacity (students)	950	950	950	950	950	950	950	950	950	950
Enrollment	852	842	891	917	904	907	899	889	849	900
<b><u>High School</u></b>										
Square Feet	260,715	260,715	260,715	260,715	260,715	260,715	260,715	260,715	260,715	260,715
Capacity (students)	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170
Enrollment	1,152	1,151	1,142	1,164	1,223	1,222	1,242	1,236	1,230	1,197
<b><u>Administration Building</u></b>										
Square Feet	9,280	9,280	9,280	9,280	9,280	9,280	9,280	9,280	9,280	9,280

Number of Schools at June 30, 2023

Elementary = 4  
Middle School = 1  
Senior High School = 1  
Administration = 1

Source: District Records

**TENAFLY BOARD OF EDUCATION  
GENERAL FUND  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
LAST TEN FISCAL YEARS**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<b>School Facilities</b>										
Mackay Elementary School	\$ 43,752	\$ 52,353	\$ 48,508	\$ 51,969	\$ 51,609	\$ 49,068	\$ 51,460	\$ 76,913	\$ 60,663	\$ 49,521
Maugham Elementary School	50,050	59,719	54,976	56,745	58,860	55,972	58,702	88,339	68,437	56,478
Smith Elementary School	46,036	54,896	50,933	52,243	54,138	51,451	53,960	80,898	62,751	51,947
Stillman Elementary School	49,241	58,754	54,167	55,645	57,909	55,068	57,753	86,840	66,067	55,565
Middle School	220,074	262,465	241,731	244,990	258,811	245,996	257,990	398,417	293,326	248,337
High School	314,810	375,413	346,022	350,432	370,221	351,858	369,013	570,198	428,728	355,239
<b>Total School Facilities</b>	<b>723,963</b>	<b>863,600</b>	<b>796,337</b>	<b>812,024</b>	<b>851,548</b>	<b>809,413</b>	<b>848,878</b>	<b>1,301,605</b>	<b>979,972</b>	<b>817,087</b>
<b>Other Facilities</b>										
Administration Building	11,206	13,329	2,702	12,442	13,178	12,493	13,101	18,142	13,221	12,645
<b>Grand Total</b>	<b>\$ 735,169</b>	<b>\$ 876,929</b>	<b>\$ 799,039</b>	<b>\$ 824,466</b>	<b>\$ 864,726</b>	<b>\$ 821,906</b>	<b>\$ 861,979</b>	<b>\$ 1,319,747</b>	<b>\$ 993,193</b>	<b>\$ 829,732</b>

Source: School District's records

**TENAFLY BOARD OF EDUCATION  
INSURANCE SCHEDULE  
JUNE 30, 2023  
(Unaudited)**

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy		
Property-Blanket Building/Contents	\$ 121,224,631	\$ 5,000
Comprehensive General Liability	1,000,000	2,500
Auto Liability	1,000,000	
Public Employee Dishonesty	\$100,000 / employee	5,000
Public Employee Dishonesty (per loss)	500,000	5,000
Forgery Alteration	250,000	5,000
Boiler and Machinery/Equipment	Blanket Limit Up to \$150,000,000	
Umbrella Liability - Great American Insurance Co.	9,000,000	
Excess Umbrella Liability - Hudson/Allied World/GA	30,000,000	
Excess Liability - Fireman's Fund	25,000,000	N/A
Educator's Professional Liability - Greenwich Ins. Co	1,000,000	20,000
Pollution Coverage - Markel	2,000,000	25,000
Aggregate Sublimit per Named Insured Mold	4,000,000	50,000
Public Officials Bonds		
Treasurer of School Monies	370,000	
School Business Administrator/Board Secretary	50,000	
Assistant School Business Administrator	50,000	

Source: School Insurance Records

**SINGLE AUDIT SECTION**



# LERCH, VINCI & BLISS, LLP

EXHIBIT K-1

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
JULIUS B. CONSONI, CPA, PSA  
ANDREW D. PARENTE, CPA, RMA, PSA  
ELIZABETH A. SHICK, CPA, RMA, PSA  
ROBERT W. HAAG, CPA, RMA, PSA

DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA, PSA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA, PSA  
JOHN CUIFFO, CPA, PSA

**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 AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Tenafly Board of Education  
500 Tenafly Road  
Tenafly, New Jersey 07670

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Tenafly Board of Education as of and for the fiscal year ended June 30, 2023 and the related notes to the financial statements, which collectively comprise the Tenafly Board of Education's basic financial statements and have issued our report thereon dated December 7, 2023.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Tenafly Board of Education'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 Tenafly Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Tenafly Board of Education's internal control.

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

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

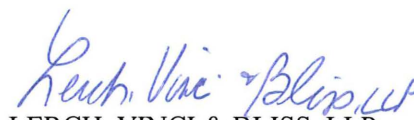
### **Report on Compliance and Other Matters**

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

However, we noted certain matters that are not required to be reported under Government Auditing Standards that we reported to management of the Tenafly Board of Education in a separate report entitled, "Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance" dated December 7, 2023.

### **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 Tenafly Board of Education'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 Tenafly Board of Education's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

  
LERCH, VINCI & BLISS, LLP  
Certified Public Accountants  
Public School Accountants

  
Gary J. Vinci  
Public School Accountant  
PSA Number CS00829

Fair Lawn, New Jersey  
December 7, 2023



# LERCH, VINCI & BLISS, LLP <sup>EXHIBIT K-2</sup>

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
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ROBERT LERCH, CPA, PSA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA, PSA  
JOHN CUIFFO, CPA, PSA

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM;  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT  
ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE  
U.S. UNIFORM GUIDANCE AND SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE AS  
REQUIRED BY NEW JERSEY OMB CIRCULAR 15-08**

**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Tenafly Board of Education  
500 Tenafly Road  
Tenafly, New Jersey 07670

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

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

We have audited the Tenafly Board of Education's compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) Compliance Supplement and the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Tenafly Board of Education's major federal and state programs for the fiscal year ended June 30, 2023. The Tenafly Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Tenafly Board of Education 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 fiscal year ended June 30, 2023.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; 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 audit requirements of New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Our responsibilities under those standards, U.S. Uniform Guidance and New Jersey OMB Circular are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Tenafly Board of Education 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 Tenafly Board of Education'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, regulation, rules, and provisions of contracts or grant agreements applicable to the Tenafly Board of Education's federal and state programs.

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

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Tenafly Board of Education's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, U.S. 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 omission, misrepresentation, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Tenafly Board of Education's compliance with the requirements of each major federal and state program as a whole.

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

- Exercise professional judgement 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 Tenafly Board of Education'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 Tenafly Board of Education'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 U.S. Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the Tenafly Board of Education's internal control over compliance. Accordingly, no such opinion is expressed.

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

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

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

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




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

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

**Report on Schedule of Expenditures of Federal Awards Required by U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance Required by New Jersey OMB Circular 15-08**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated December 7, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards as required by the U.S. Uniform Guidance and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

  
LERCH, VINCI & BLISS, LLP  
Certified Public Accountants  
Public School Accountants

  
Gary J. Vinci  
Public School Accountant  
PSA Number CS00829

Fair Lawn, New Jersey  
December 7, 2023

TENAFLY BOARD OF EDUCATION  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance	Unearned	Accounts	Balance, June 30, 2023					Memo		
					Unearned Revenue/ (Account Receivable)	Revenue	Receivable	Receivable	Unearned Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditure			
					July 1, 2022	Carryover Amount	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Receivable	Unearned Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditure
General Fund:															
U.S. Department Of Law and Public Safety															
FEMA - Public Assistance Grants															
Coronavirus Pandemic	97.036	NA		\$ 525,238				\$ 525,238	\$ 525,238						\$ 525,238
Hurricane IDA	97.036	NA		324,073	-	-	-	324,073	324,073	-	-	-	-	-	324,073
Total FEMA					-	-	-	849,311	849,311	-	-	-	-	-	849,311
U.S. Department of Education															
Passed-through State Department of Education															
Medical Assistance Program	93.778	2005NJ5MAP	7/1/22-6/30/23	17,603	-	-	-	17,603	17,603	-	-	-	-	-	17,603
Total General Fund					-	-	-	866,914	866,914	-	-	-	-	-	866,914
Special Revenue Fund:															
U.S. Department of Education															
Passed-through State Department of Education															
I.D.E.A. Part B, Basic	84.027	H027A210100	7/1/21-9/30/22	760,635	\$ (151,554)		\$ (17,408)	\$ 17,408	151,554						
I.D.E.A. Part B, Basic	84.027	H027A220100	7/1/22-9/30/23	801,694			17,408	(17,408)	772,315	788,386	\$ (46,787)	\$ 30,716		\$ (16,071)	788,386
I.D.E.A. Part B, Preschool	84.173	H173A210114	7/1/21-9/30/22	39,172	(75,151)			75,151							
I.D.E.A. Part B, Preschool	84.173	H173A220114	7/1/22-9/30/23	43,268					43,268		(43,268)	-		(43,268)	43,268
ARP IDEA Basic	84.027X	H027X210100	7/1/21-9/30/22	174,004	(43,071)			42,280			(12,337)	11,546		(791)	
ARP IDEA Preschool	84.173X	H173X210114	7/1/21-9/30/22	14,861				14,861							
Total Special Education Cluster (IDEA)					(284,637)			1,056,161	831,654		(102,392)	42,262		(60,130)	831,654
Title I, Part A	84.010A	S010A210030	7/1/21-9/30/22	151,913	(19,808)		(109,948)	109,948	23,186				\$ 3,378		
Title I, Part A	84.010A	S010A220030	7/1/22-9/30/23	130,874			109,948	(109,948)	47,792	240,822	(193,030)	-		(190,180)	240,822
Title II, Part A	84.367	S367A210029	7/1/21-9/30/22	46,891	(75,647)		(15,684)	15,684	75,847				200		
Title II, Part A	84.367	S367A220029	7/1/22-9/30/23	56,592			15,684	(15,684)	40,400	65,150	(31,876)	7,126		(2,250)	65,150
Title III-Immigrant	84.365	S365A210030	7/1/21-9/30/22		(9,493)				9,563	70	\$ 69		69		70
Title III	84.365	S365A210030	7/1/21-9/30/22	68,058	(3,783)		(40,325)	40,325	8,202				4,419		
Title III	84.365	S365A220030	7/1/22-9/30/23	52,126			40,325	(40,325)	34,535	81,872	(57,916)	10,579		(46,937)	81,872
Total Title III Cluster					(13,276)				52,300	81,942	69	(57,916)	10,579	4,488	(46,937)
Title IV	84.424	S424A210031	7/1/21-9/30/22	13,075	(4,191)		(13,075)	13,075	4,191						
Title IV	84.424	S424A220031	7/1/22-9/30/23	12,610			13,075	(13,075)	2,356	24,905	(23,329)	780		(20,306)	24,905
Education Stabilization Fund (ESF)															
ESSER I	84.425D	S425D200027	3/13/20-9/30/20	165,180	(188)							(188)		(188)	164,307
CRRSA - ESSER II	84.425D	S425D210027	3/13/20-9/30/23	587,155	(536,060)				440,584	6,801	(102,277)	-		(102,277)	587,155
Learning Acceleration	84.425D	S425D210027	3/13/20-9/30/23	37,681	-				9,420		(9,420)	-		(9,420)	37,681
Mental Health	84.425D	S425D210027	3/13/20-9/30/23	45,000	-			4,500	4,500		-	-		-	4,500
ARP ESSER	84.425U	S425U210027	3/13/2020-9/30/2024	1,319,593	-			458,153	708,900		(861,440)	610,693		(246,069)	708,900
Accelerated Learning Coach and Educator	84.425U	S425U210027	3/13/2020-9/30/2024	290,808	-			1,081	187,613		(289,727)	103,195		(186,532)	187,613
Evidence Based Summer Learning	84.425U	S425U210027	3/13/2020-9/30/2024	40,000	-				40,000		(40,000)	-		(40,000)	40,000
Beyond the School Day	84.425U	S425U210027	3/13/2020-9/30/2024	40,000	-				40,000		(40,000)	-		(40,000)	40,000
Mental Health Support Staffing	84.425U	S425U210027	3/13/2020-9/30/2024	45,000	-			45,000	45,000		-	-		-	45,000
Total ESF Cluster					(536,248)			949,318	1,042,234		(1,343,052)	713,888		(624,486)	1,815,156
Total U.S. Department of Education					(933,807)			2,251,551	2,286,707	69	(1,751,595)	774,635	8,066	(944,289)	3,059,629

TENAFLY BOARD OF EDUCATION  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance July 1, 2022			Unearned Revenue Carryover Amount	Accounts Receivable Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Balance, June 30, 2023			Memo	
					Unearned Revenue/ (Account Receivable)	Due to Grantor	Due to Grantor						Unearned Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditure	
ACSERS	21.027	SLFRFDOE1SES	7/1/21-6/30/22	517,020	(235,662)				258,510						22,848	-	-
ACSERS	21.027	SLFRFDOE1SES	7/1/22-6/30/23	517,016					254,252	500,663		(262,764)	16,353			(246,411)	500,663
NonPublic Digital Divide Grant	21.019	C8220COVID19	7/16/20-10/31/20	21,925	(20,266)	-	-	-	-	-	-	-	-	-	-	(20,266)	-
Total Coronavirus Relief Cluster					(20,266)	-	-	-	-	-	-	-	-	-	-	(20,266)	-
Total U.S. Department of Treasury					(255,928)	-	-	-	512,762	500,663	-	(283,030)	16,353	22,848		(266,677)	500,663
The TEACH Coalition (SAMSHA)	93.276	SP021565	9/30/17-9/30/18	125,000	-	\$ 44,858	-	-	-	-	-	-	-	\$ 44,858	-	-	-
Total U.S. Department of Health and Human Services					-	44,858	-	-	-	-	-	-	-	44,858	-	-	-
Total Special Revenue Fund					(1,189,735)	44,858	-	-	2,764,313	2,787,370	69	(2,034,625)	790,988	75,772		(1,210,966)	3,560,292
Total Federal Financial Awards					\$ (1,189,735)	\$ 44,858	\$ -	\$ -	\$ 3,631,227	\$ 3,654,284	\$ 69	\$ (2,034,625)	\$ 790,988	\$ 75,772		\$ (1,210,966)	\$ 4,427,206

TENAFLY BOARD OF EDUCATION  
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance July 1, 2022		Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Prior Year Encumbrances Cancelled	Balance June 30, 2023			MEMO	
				Unearned Revenue/ (Accts Rec)	Due to Grantor					(Accounts Receivable)	Unearned Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditures
<b>State Department of Education</b>														
<u>General Fund:</u>														
Special Education Aid	23-495-034-5120-089	7/1/22-6/30/23	\$ 3,165,413			\$ 2,881,022	\$ 3,165,413					\$ (284,391)		\$ 3,165,413
Security Aid	23-495-034-5120-084	7/1/22-6/30/23	285,644	-	-	259,981	285,644	-	-	-	-	(25,663)	-	285,644
Total State Aid- Public Cluster				-	-	3,141,003	3,451,057	-	-	-	-	(310,054)	-	3,451,057
Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	353,878			322,084	353,878					(31,794)		353,878
Non Public Transportation	22-495-034-5120-014	7/1/21-6/30/22	51,330	\$ (51,330)		51,330								-
Non Public Transportation	23-495-034-5120-014	7/1/22-6/30/23	62,088				62,088					(62,088)	\$ (62,088)	62,088
Total Transportation Aid				(51,330)	-	373,414	415,966	-	-	-	-	(93,882)	62,088	415,966
Extraordinary Aid	22-100-034-5120-044	7/1/21-6/30/22	1,550,646	(1,550,646)		1,550,646								-
Extraordinary Aid	23-100-034-5120-044	7/1/22-6/30/23	2,084,109				2,084,109					(2,084,109)		2,084,109
Lead Testing	23-495-034-5120-104	7/1/22-6/30/23	5,424			5,424	5,424							5,424
<u>TPAF On-Behalf Contributions</u>														
Pension Contribution-Normal Costs	23-495-034-5094-002	7/1/22-6/30/23	11,961,434			11,961,434	11,961,434							11,961,434
Pension Contribution -NCGI	23-495-034-5094-004	7/1/22-6/30/23	165,951			165,951	165,951							165,951
Pension Contribution- Long Term Disability Insurance	23-495-034-5094-004	7/1/22-6/30/23	4,090			4,090	4,090							4,090
Pension Contribution - Post Retirement Cost	23-495-034-5094-001	7/1/22-6/30/23	3,185,835			3,185,835	3,185,835							3,185,835
Total On-Behalf TPAF Contribution Cluster				-	-	15,317,310	15,317,310	-	-	-	-	-	-	15,317,310
Social Security Reimbursements	23-495-034-5094-003		2,482,865			2,482,865	2,482,865							2,482,865
Social Security Reimbursements	22-495-034-5094-003	7/1/21-6/30/22	2,437,445	(121,317)		121,317								-
Total General Fund				(1,723,293)	-	22,991,979	23,756,731	-	-	-	-	(2,488,045)	(62,088)	23,756,731
<u>Special Revenue Fund:</u>														
<u>New Jersey Nonpublic Aid</u>														
Textbook Aid	22-100-034-5120-064	7/1/21-6/30/22	36,732		\$ 3,100			\$ 3,100	\$ 1,378				\$ 1,378	-
Textbook Aid	23-100-034-5120-064	7/1/22-6/30/23	39,402			39,402	33,433						5,969	33,433
<u>Auxiliary Services</u>														
Compensatory Education	22-100-034-5120-067	7/1/21-6/30/22	112,871		42,416			42,416						-
Compensatory Education	23-100-034-5120-067	7/1/22-6/30/23	107,923		-	107,923	94,085						13,838	94,085
English as a Second Language	22-100-034-5120-067	7/1/21-6/30/22	22,838		7,126			7,126						-
English as a Second Language	23-100-034-5120-067	7/1/22-6/30/23	19,043		-	19,043	14,934						4,109	14,934
Total Nonpublic Auxiliary Services Aid (Chap. 192) Cluster				-	49,542	126,966	109,019	49,542	-	-	-	-	17,947	109,019
<u>Handicapped Services</u>														
Examination and Classification	22-100-034-5120-066	7/1/21-6/30/22	102,370		42,282			42,282						-
Examination and Classification	23-100-034-5120-066	7/1/22-6/30/23	109,396			109,396	44,755						64,641	44,755
Corrective Speech	22-100-034-5120-066	7/1/21-6/30/22	43,059		7,347			7,347						-
Corrective Speech	23-100-034-5120-066	7/1/22-6/30/23	54,033			54,033	47,988						6,045	47,988
Supplemental Instruction	22-100-034-5120-066	7/1/21-6/30/22	59,472		17,049			17,049						-
Supplemental Instruction	23-100-034-5120-066	7/1/22-6/30/23	47,908			47,908	38,739						9,169	38,739
Total Nonpublic Handicapped Services Aid (Chap. 193) Cluster				-	66,678	211,337	131,482	66,678	-	-	-	-	79,855	131,482
<u>Technology</u>														
Technology	22-100-034-5120-373	7/1/21-6/30/22	25,704		7,409			7,409	241				241	-
Technology	23-100-034-5120-373	7/1/22-6/30/23	25,074			25,074	24,034						1,040	24,034
Nursing	22-100-034-5120-070	7/1/21-6/30/22	75,264		19,754			19,754						-
Nursing	23-100-034-5120-070	7/1/22-6/30/23	72,128			72,128	65,071						7,057	65,071
Security Aid	23-100-034-5120-509	7/1/22-6/30/23	103,525			103,525	90,880						12,645	90,880
Security Aid	22-100-034-5120-509	7/1/21-6/30/22	94,325		9,807			9,807						-
Security Aid	21-100-034-5120-509	7/1/20-6/30/21	73,150		1,091								1,091	-
Climate Awareness	N/A	4/1/23-6/30/23	6,660			6,660	6,660							6,660
SDA Emergent Capital Needs	N/A	N/A	86,297			86,297	86,297							86,297
Total Special Revenue Fund				-	157,381	671,389	546,876	156,290	1,619	-	-	-	127,223	546,876
<u>Debt Service Fund:</u>														
Debt Service State Aid	23-495-034-5120-075	7/1/22-6/30/23	\$ 410,021			\$ 410,021	\$ 410,021							\$ 410,021
Total State Department of Education				\$ (1,723,293)	\$ 157,381	24,073,389	24,713,628	\$ 156,290	1,619	\$ (2,488,045)	-	\$ 127,223	\$ (62,088)	24,713,628

TENAFLY BOARD OF EDUCATION  
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance July 1, 2022		Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Prior Year Encumbrances Cancelled	Balance June 30, 2023			MEMO	
				Unearned Revenue/ (Accts Rec)	Due to Grantor					(Accounts Receivable)	Unearned Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditures
Total State Financial Assistance Subject to Single Audit Determination				(1,723,293)	157,381	24,073,389	24,713,628	156,290	1,619	(2,488,045)	-	127,223	*(62,088)	24,713,628
State Financial Assistance Not Subject to Major Program Determination													*	
General Fund													*	
TPAF On-Behalf Pension Contributions													*	
	23-495-034-5094-002/004	7/1/22-6/30/23	12,127,385			(12,127,385)	(12,127,385)						*	(12,127,385)
	23-495-034-5094-004	7/1/22-6/30/23	4,090			(4,090)	(4,090)						*	(4,090)
	23-495-034-5094-001	7/1/22-6/30/23	2,437,445	-	-	(3,185,835)	(3,185,835)	-	-	-	-	-	*	(3,185,835)
Total State Financial Assistance for Major Program Determination				\$ (1,723,293)	\$ 157,381	\$ 8,756,079	\$ 9,396,318	\$ 156,290	\$ 1,619	\$ (2,488,045)	\$ -	\$ 127,223	* \$ (62,088)	\$ 9,396,318

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 1 REPORTING ENTITY**

The Tenafly Board of Education (the “Board” or the “District”) received and participated in numerous Federal Award and State Financial Assistance programs in the form of cost reimbursement grants and revenue sharing entitlements. The Board is the reporting entity for these programs. The Board is defined in Note 1 (A) to the Board’s Financial Statements.

**NOTE 2 BASIS OF PRESENTATION**

The accompanying schedules of expenditures of federal awards and state financial assistance (the “Schedules”) present the activity of all federal and state programs of the Board. All federal awards received directly from federal agencies or passed through other government agencies are included on the schedule of expenditures of federal awards. All state awards received directly from state agencies or passed through other government agencies are included in the schedule of expenditures of state financial assistance. The information in these Schedules are presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB Circular Letter 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*.

**NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Schedules are prepared and presented using 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 basis of accounting are described in the Notes to the Budgetary Comparison Schedules (RSI) and Note 1(D) to the Board's financial statements, respectively. Therefore, some amounts presented in these schedules may differ from the amounts presented in, or used in the preparation of, the financial statements. The Board’s summary of significant accounting policies are described in Note 1 to the Board’s financial statements.

**NOTE 4 RELATIONSHIP TO FINANCIAL STATEMENTS**

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of \$875,311 for the general fund and an increase of \$327,742 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board’s financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 867,135	\$ 22,881,420	\$ 23,748,555
Special Revenue Fund	3,196,228	477,908	3,674,136
Debt Service Fund	<u>-</u>	<u>410,021</u>	<u>410,021</u>
Total Financial Assistance	<u>\$ 4,063,363</u>	<u>\$ 23,769,349</u>	<u>\$ 27,832,712</u>

**TENAFLY BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**NOTE 5 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the District's fiscal year and grant program years.

**NOTE 6 OTHER INFORMATION**

TPAF Social Security contributions in the amount of \$2,482,865 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2023. The amount reported as TPAF Pension System Contributions in the amount of \$12,127,385, TPAF Post-Retirement Medical Benefits Contributions in the amount of \$3,185,835 and TPAF Long-Term Disability Insurance in the amount of \$4,090 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2023.

**NOTE 7 ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT**

On-Behalf State Programs for TPAF Pension, Post-Retirement Medical Benefits and Long-Term Disability Insurance Contributions payments are not subject to a State single audit and, therefore, are excluded from major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the District's financial statements and the amount subject to State single audit and major program determination.

**NOTE 8 DE MINIMIS INDIRECT COST RATE**

The District has not elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

TENAFLY BOARD OF EDUCATION  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Part I – Summary of Auditor’s Results

**Financial Statement Section**

Type of auditor's report issued on financial statements Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified?            yes   X   no

2) Significant deficiency(ies) identified?            yes   X   none reported

Noncompliance material to basic financial statements noted?            yes   X   no

**Federal Awards Section**

Internal control over compliance:

1) Material weakness(es) identified?            yes   X   no

2) Significant deficiency(ies) identified?            yes   X   none reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CRF 200 section .516(a) of Uniform Guidance            yes   X   no

Identification of major federal programs:

<u>AL Number(s)</u>	<u>FAIN Number (s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CRRSA - ESSER II</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CR Learning Acceleration</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CR Mental Health</u>
<u>84.425U</u>	<u>S425U210027</u>	<u>ARP ESSER</u>
<u>84.425U</u>	<u>S425U210027</u>	<u>Accelerated Learning Coach and Educator</u>
<u>84.425U</u>	<u>S425U210027</u>	<u>Evidence Based Summer Learning</u>
<u>84.425U</u>	<u>S425U210027</u>	<u>Beyond the School Day</u>
<u>84.425U</u>	<u>S425U210027</u>	<u>Mental Health Support Staffing</u>
<u>97.036</u>	<u>NA</u>	<u>FEMA - Disaster Grants - Public Assistance</u>
<u>21.027</u>	<u>SLFRFDOE1SES</u>	<u>COVID ARP (ACSERS)- State and Local Fiscal Recovery Fund DOE Special Education Svcs</u>

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

Auditee qualified as low-risk auditee?   X   yes            no



TENAFLY BOARD OF EDUCATION  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Part I – Summary of Auditor’s Results

State Awards Section

Internal Control over major programs:

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

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

Any audit findings disclosed that are required to be reported  
 in accordance with N.J. Circular Letter 15-08?                    \_\_\_\_\_ yes          X   no

Identification of major state programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
<u>23-495-034-5120-044</u>	<u>Extraordinary Aid</u>
<u>23-495-034-5094-003</u>	<u>Social Security Tax</u>
<u>23-495-034-5120-089</u>	<u>Special Education Aid</u>
<u>23-495-034-5120-084</u>	<u>Security Aid</u>
_____	_____
_____	_____
_____	_____

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

Auditee qualified as low-risk auditee?                      X   yes        \_\_\_\_\_ no

**TENAFLY BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

There are none.

TENAFLY BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

*Part 3 – Schedule of Federal and State Award 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 U.S. Uniform Guidance and New Jersey OMB's Circular 15-08.

**CURRENT YEAR FEDERAL AWARDS**

There are none.

**CURRENT YEAR STATE AWARDS**

There are none.

**TENAFLY BOARD OF EDUCATION  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

This section identifies the status of prior-year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, U.S. Uniform Guidance and New Jersey OMB's Circular 15-08.

**STATUS OF PRIOR YEAR FINDINGS**

There were none.