

**SCHOOL DISTRICT**  
**OF THE**  
**TOWN OF BELVIDERE**

**Town of Belvidere Board of Education**  
**Belvidere, Warren County**  
**New Jersey**

**Annual Comprehensive Financial Report**  
**For The Fiscal Year Ended June 30, 2024**

**Annual Comprehensive**

**Financial Report**

**of the**

**Town of Belvidere Board of Education**

**Belvidere, New Jersey**

**For the Fiscal Year Ending June 30, 2024**

**Prepared by**

**Town of Belvidere Board of Education**

**Finance Department**

## OUTLINE OF ACFR

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## **Introductory Section**

# TOWN OF BELVIDERE SCHOOL DISTRICT

809 Oxford Street, Belvidere, New Jersey 07823

Christopher Carrubba  
Superintendent of Schools

Rachelle Tjalma  
Business Administrator

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Honorable President and  
Members of the Board of Education  
Town of Belvidere School District  
Warren County, New Jersey

December 9, 2024

Dear Board Members:

The Annual Comprehensive Financial Report of the Belvidere School District for the fiscal year ended June 30, 2024 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 Belvidere 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 to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Annual Comprehensive Financial Report is presented in four sections: introductory, financial, statistical and single audit. The Introductory Section includes this transmittal letter, the District's organizational chart and a list of principal officials. The Financial Section includes the general purpose financial statements and schedules, as well as the auditor's report thereon. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget Uniform Guidance, "Audits of State and Local Governments" and the New Jersey Treasury Circular Letter 15-08 OMB. "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the Single Audit Section of this report.

## **1. REPORTING ENTITY AND ITS SERVICES:**

The Belvidere School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The Belvidere Board of Education and its two schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PK through 12. These include regular and vocational, as well as special education for classified students. The District completed the 2023-24 fiscal year with an enrollment of 582 students, which is 22

students less than the previous year's enrollment. The following details the changes in student enrollment of the District over the last five years:

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	<u>Percent Change</u>
2019-20	656	-4.23%
2020-21	628	-4.26%
2021-22	596	-5.01%
2022-23	604	1.30%
2023-24	582	-3.60%

## **2. ECONOMIC CONDITION AND OUTLOOK:**

The economic condition of the Belvidere area remained stable during the 2023-24 school year with little evidence of any single factor having a major impact on the District's programs. Residential development in the area has been minimal and declining enrollment may be a facility consideration in the future, as the district is working on the sale of the Third Street school.

## **3. MAJOR INITIATIVES:**

Budgetary constraints prevented any major new initiatives in 2023-24. The District was able to maintain all existing programs and staffing and to address all ongoing facility maintenance concerns through careful monitoring of the budget. The continuing escalation of salaries and fringe benefits, primarily health insurance, consume approximately 85% of all available funds. The District maintained its state funded preschool program at three classes in 2023-24.

## **4. INTERNAL ACCOUNTING CONTROLS:**

The 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 benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulation related to those programs. This internal control structure is also subject to periodic evaluation by the District management.

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



## 5. BUDGETARY CONTROLS:

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Annual appropriated budgets are adopted for the General Fund, and Special Revenue Fund. The final budget amount, as amended for the fiscal year, is reflected in the Financial Section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance totaling \$86,768 at June 30, 2024.

## 6. ACCOUNTING SYSTEM AND REPORTS:

The District's accounting records reflect Generally Accepted Accounting Principals, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds and account groups, as explained in Note 1 to the Financial Statements.

## 7. FINANCIAL INFORMATION AT FISCAL YEAR-END:

As demonstrated by the various statements and schedules included in the Financial Section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the General and Special Revenue Fund revenues and expenditures for the fiscal year ended June 30, 2024 and the amount and percentage changes in relation to the previous year (see Exhibit B-2):

<b>Revenues:</b>		<b>Percent of</b>	<b>Increase</b>	<b>(Decrease)</b>
<u>Source</u>	<u>Amount</u>	<u>Total</u>	<u>Amount</u>	<u>Percent</u>
Local	8,555,409	52.36%	\$(248,899)	-2.83%
State	6,511,093	39.85	(82,017)	-1.24
Federal	<u>1,272,273</u>	<u>7.79</u>	<u>758,496</u>	<u>147.63</u>
Total	\$16,338,775	100.0%	\$ 427,580	2.69%

<b>Expenditures:</b>		<b>Percent of</b>	<b>Increase</b>	<b>(Decrease)</b>
<u>Classification</u>	<u>Amount</u>	<u>Total</u>	<u>Amount</u>	<u>Percent</u>
Current Expense				
Instruction	5,214,829	31.56%	\$ (370,729)	-6.64%
Undistributed	<u>9,228,394</u>	<u>55.85</u>	<u>(21,259)</u>	<u>-0.23</u>
Total	14,443,223	87.42	(391,988)	-2.64
Capital Outlay	28,822	0.17	(129,053)	-81.74
Special Revenue	<u>2,050,493</u>	<u>12.41</u>	<u>872,115</u>	<u>74.01</u>
Total	\$16,522,538	100.0%	\$ 351,074	2.17%

**8. DEBT ADMINISTRATION:**

At June 30, 2024, the District had no outstanding bonded debt.

**9. CASH MANAGEMENT:**

The investment policy of the District is guided in large part by state statute as detailed in “Notes to the Financial Statements”, Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit deposit Protection Act, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

**10. RISK MANAGEMENT:**

The Belvidere Board of Education carries various forms of insurance, including comprehensive property, general liability, automotive, excess liability, workers compensation and fidelity bonds as detailed in Exhibit J-13 of the Statistical Section.

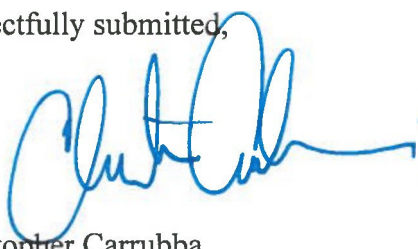
**11. OTHER INFORMATION:**

**Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ardito & Co., LLP was selected by the Belvidere Board of Education to perform the audit. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the Single Audit Act and the related Uniform Guidance and State Treasury Circular Letter 15-08. The auditor’s report on the general purpose financial statements and the combining and individual fund statements and schedules is included in the Financial section of this report. The auditor’s reports related specifically to the Single Audit are included in the Single Audit Section of this report.

**12. ACKNOWLEDGEMENT:**

We would like to express our appreciation to the members of the Belvidere Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the Town of Belvidere and the cluster townships and for their full support to the development and maintenance of our financial operation.

Respectfully submitted,

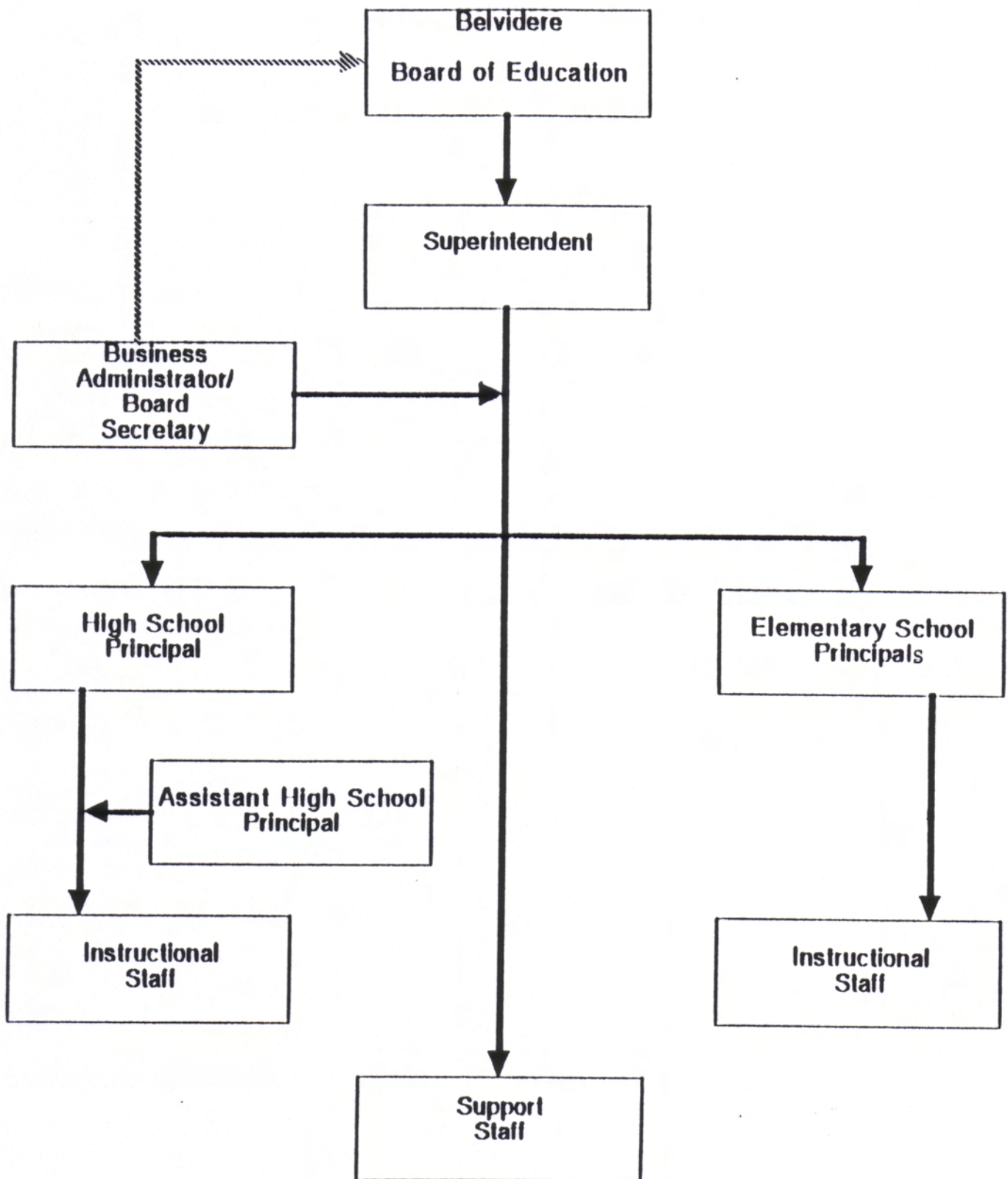


Christopher Carrubba  
Superintendent of Schools



Rachelle Tjalma  
Business Administrator / Board Secretary

# ORGANIZATIONAL CHART OF THE BELVIDERE SCHOOL DISTRICT



**BELVIDERE SCHOOL DISTRICT**  
**Belvidere, New Jersey**

**ROSTER OF OFFICIALS**

**June 30, 2024**

<b><u>Members of the Board of Education</u></b>	<b><u>Term Expires</u></b>
Melissa Duckworth, <i>President</i>	2026
Maryann Stephen, <i>Vice-President</i>	2026
Robert Czopoth	2024
Robert Blum	2025
Katie Gellene	2024
Tyler Wenner	2024
Carolyn Cerbone	2024
Thomas Ackerman	2024
Morris Scott	2025
Robyn Gardella - White Township Representative	
Joseph Ciccarelli - Hope Township Representative	
Jaclyn Rowbotham - Harmony Township Representative	
<b><u>Other Officials</u></b>	
Christopher Carrubba, <i>Superintendent</i>	
Rachelle Tjalma, CPA, <i>Business Administrator/Board Secretary</i>	
Randy Wilson, <i>Treasurer</i>	

**BELVIDERE SCHOOL DISTRICT  
BOARD OF EDUCATION**

**Consultants and Advisors**

**AUDIT FIRM**

**Ardito & Company LLC**  
1110 Harrison Street  
Frenchtown, New Jersey 08825-1192

**BOARD ATTORNEY**

**Adams, Lattiboudere, Croot & Herman**  
555 Route 1 South  
Suite 240  
Iselin, New Jersey 08830

**OFFICIAL DEPOSITORY**

**PNC Bank**  
101 Mansfield Street  
Belvidere, New Jersey 07823

## **Financial Section**

# **Independent Auditor's Report**



## **ARDITO & COMPANY LLC**

1110 Harrison Street, Suite C  
Frenchtown, New Jersey 08825-1192  
908-996-4711 Fax: 908-996-4688  
e-mail: [anthony@arditoandcompany.com](mailto:anthony@arditoandcompany.com)

Anthony Ardito, CPA, RMA, CMFO, PSA

### **Independent Auditor's Report**

Honorable President and  
Members of the Board of Education  
Belvidere School District  
County of Warren  
Belvidere, New Jersey 07823

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the financial statements of the government activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Belvidere School District Board of Education, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Belvidere School District Board of Education, as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), 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 Belvidere School District 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 these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

-Continued-



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

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

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

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

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

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and pension and post-employment benefit trend information as noted in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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 Belvidere School District Board of Education's basic financial statements. The combining and individual non-major fund

-Continued-

financial statements, and the schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey OMB's Circulars 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, and the schedule 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 the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

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

In accordance with ***Government Auditing Standards***, we have also issued our report dated December 9, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with ***Government Auditing Standards*** the District's internal control over financial reporting and compliance.

*Ardito & Company LLC*

**ARDITO & COMPANY LLC**

Frenchtown, New Jersey  
December 9, 2024

*Anthony Ardito*

Anthony Ardito  
Certified Public Accountant  
Licensed Public School Accountant No. 2369  
**ARDITO & COMPANY LLC**  
Frenchtown, New Jersey  
December 9, 2024

**Required Supplementary Information - Part I**

**Management's Discussion and Analysis**

TOWN OF BELVIDERE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED

The discussion and analysis of Belvidere School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

**Financial Highlights**

Key financial highlights for 2024 are as follows:

- ◆ In total, Net Position increased \$296,217 which represents a 17.5% increase from 2023.
- ◆ General revenues accounted for \$4,303,579 in revenue or 26.8% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$11,778,276 or 73.2% of total revenues of \$16,081,855.
- ◆ Total assets of governmental activities decreased by \$540,988, as cash and cash equivalents decreased by \$58,285, receivables decreased by \$955,839, and capital assets increased by \$474,160.
- ◆ The School District had \$15,785,638 in expenses; only \$11,778,276 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$4,303,579 were available to provide for these programs.
- ◆ Among major funds, the General Fund had \$14,336,476 in revenues and \$14,472,045 in expenditures. The General Fund's surplus balance decreased \$149,806 over 2023, which compares favorably to the budgeted decrease of \$524,940.

**Using this Generally Accepted Accounting Principals Report (GAAP)**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Belvidere School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities. The Statement of Net Position and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail.

For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Belvidere School District, the General Fund is by far the most significant fund.

TOWN OF BELVIDERE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED

**Reporting the School District as a Whole**

**Statement of Net Position and the Statement of Activities**

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, “How did we do financially during 2024?” The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year’s revenues and expenses regardless of when cash is received or paid.

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

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

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

**Reporting the School District’s Most Significant Funds**

**Fund Financial Statements**

The analysis of the School District’s major funds begins on page 9. Fund financial reports provide detailed information about the School District’s major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District’s most significant funds. The School District’s major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

TOWN OF BELVIDERE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED

## Governmental Funds

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

## The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's Net Position for 2024 compared to 2023.

**Table 1**  
**Net Position**

	<u>2024</u>	<u>2023</u>
<b>Assets</b>		
Current and Other Assets	\$ 2,694,321	\$ 3,709,469
Capital Assets	<u>2,124,761</u>	<u>1,650,601</u>
<b>Total Assets</b>	<u>4,819,082</u>	<u>5,360,070</u>
 <b>Deferred Outflows of Resources</b>	 <u>365,360</u>	 <u>243,030</u>
 <b>Liabilities</b>		
Long-Term Liabilities	50,417	43,921
Other Liabilities	<u>2,767,440</u>	<u>3,523,104</u>
<b>Total Liabilities</b>	<u>2,817,857</u>	<u>3,567,025</u>
 <b>Deferred Inflows of Resources</b>	 <u>375,449</u>	 <u>341,156</u>
 <b>Net Position</b>		
Invested in Capital Assets, Net of Debt	2,124,761	1,650,601
Restricted	1,561,992	1,534,646
Unrestricted	<u>(1,695,617)</u>	<u>(1,490,328)</u>
<b>Total Net Position</b>	<u>\$ 1,991,136</u>	<u>\$ 1,694,919</u>

TOWN OF BELVIDERE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
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Total assets of governmental activities decreased by \$540,988, as cash and cash equivalents decreased by \$58,285, receivables decreased by \$955,839, and capital assets increased by \$474,160.

Cash and cash equivalents decreased due to capital asset and federal grants spending in advance of reimbursement. Accounts receivable decreased due to collection of prior year federal grant and the prior year's final tax levy payment from the town received in the current year. Capital assets decreased due to spending on capital additions, net of non-cash depreciation expense charges.

Table 2 shows the changes in Net Position from fiscal year 2023.

**Table 2**  
**Changes in Net Position**

	<u>2024</u>	<u>2023</u>
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 5,413,916	\$ 5,746,641
Operating Grants and Contributions	6,364,360	5,881,005
General Revenues:		
Property Taxes	4,097,539	3,931,616
Investment Income	170	178
Other	<u>205,870</u>	<u>207,289</u>
<b>Total Revenues</b>	<u>16,081,855</u>	<u>15,766,729</u>
<b>Program Expenses</b>		
Instruction	8,802,778	8,710,763
Support Services:		
Tuition	74,197	10,199
Pupils and Instructional Staff	2,289,897	2,121,203
General Administration, School Administration, Business	1,745,926	1,614,830
Operations and Maintenance of Facilities	1,282,776	1,520,540
Pupil Transportation	320,582	181,903
Business-Type Activities	1,268,034	1,188,125
Interest and Fiscal Charges	<u>1,448</u>	<u>1,448</u>
<b>Total Expenses</b>	<u>15,785,638</u>	<u>15,349,011</u>
 Increase in Net Position	 <u>\$ 296,217</u>	 <u>\$ 417,718</u>

TOWN OF BELVIDERE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED

**Governmental Activities**

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. Property taxes made up 25.5% percent of revenues for governmental activities for the Belvidere School District for the fiscal year 2024.

Instruction comprises 55.8% of district expenses. Support services expenses make up 36.2% of the expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services compared to 2023. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

**Table 3**

	<u>Total Cost of Services 2024</u>	<u>Net Cost of Services 2024</u>	<u>Total Cost of Services 2023</u>	<u>Net Cost of Services 2023</u>
Instruction	\$ 8,802,778	\$ 1,954,370	\$8,710,763	\$2,126,306
Support Services:				
Tuition	74,197	74,197	10,199	10,199
Pupils and Instructional Staff	2,289,897	364,064	2,121,203	166,785
General Administration, School				
Administration, Business	1,745,926	505,609	1,614,830	266,117
Operation and Maintenance of Facilities	1,282,776	814,404	1,520,540	1,011,236
Pupil Transportation	320,582	320,582	181,903	181,903
Other Fiscal Charges	1,448	1,448	1,448	1,448
Business-Type Activities	<u>1,268,034</u>	<u>(27,312)</u>	<u>1,188,125</u>	<u>(42,629)</u>
<b>Total Expenses</b>	<u>\$ 15,785,638</u>	<u>\$ 4,007,362</u>	<u>\$ 15,349,011</u>	<u>\$ 3,721,365</u>

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

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

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

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



TOWN OF BELVIDERE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by state law.

Business-type activities includes expenses related to activities provided by the School District which are designed to provide for students to participate in food service.

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the School District and unallocated depreciation.

The dependence upon tax revenues is apparent. Over 22.2% of instruction activities are supported through taxes and other general revenues; for all activities general revenue support is 36.4%. The community, as a whole, is the primary support for the Belvidere School District.

### **The School District's Funds**

Information about the School District's major funds starts on page 24. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues and other sources of \$16,338,775 and expenditures of \$16,522,538. The General Fund's surplus balance decreased \$149,806 over 2023, which compares favorably to the budgeted decrease of \$524,940.

### **General Fund Budgeting Highlights**

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

During the course of the fiscal 2024 year, the School District amended its General Fund budget as needed. The School District uses program based budgeting and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management.

For the General Fund, budget basis revenue and other financing sources, excluding on-behalf payments, was \$10,912,686, \$113,677 over original budgeted estimates of \$10,799,009. This difference was due primarily to additional tuition revenue.

General fund revenues fell short of expenditures by \$163,776. Again this deficit compares to a budgeted deficit of \$524,940, which was due to the budgeted use of surplus, and budgeted maintenance reserve withdrawals in the 2023-2024 budget. The budgeted deficit was reduced due to cost savings in the areas of instruction, tuition, and facilities.

TOWN OF BELVIDERE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
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Overall general fund balance (budget basis) was \$1,771,976, and amounts ear-marked and reserved for future purposes were \$1,507,505, creating a surplus in unreserved fund balance of \$264,471. Management believes the district can maintain unreserved fund balances at or near the statutory maximum 2% level of \$264,471.

**Capital Assets**

At the end of the fiscal year 2024, the School District had \$2,124,761 invested in land, buildings, furniture and equipment, and vehicles. Table 4 shows fiscal 2024 balances compared to 2023.

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

	<u>2024</u>	<u>2023</u>
Land	\$ 853,550	\$ 853,550
Land Improvements		
Buildings and Improvements	1,176,010	681,457
Machinery and Equipment	<u>95,201</u>	<u>115,594</u>
Totals	<u>\$ 2,124,761</u>	<u>\$ 1,650,601</u>

Overall capital assets increased \$474,160 from fiscal year 2023 to fiscal year 2024. The decrease was due depreciation expense, net of capital additions.

Major capital improvements of \$716,508 were purchased during fiscal year 2024.

**Debt Administration**

At June 30, 2024, the School District had \$50,417 as outstanding long term debt. Of this amount, \$50,417 is for compensated absences.

At June 30, 2024, the School District's overall legal debt margin was \$9,044,500 and the unvoted debt margin was the same.

TOWN OF BELVIDERE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED

**For the Future**

The Belvidere School District is in sound financial condition presently. A concern is the potential for increased reliance on local property taxes with declining aid from the State of New Jersey.

It has been increasingly difficult to balance educational needs with increases in property tax rates and flat state aid. The Belvidere School District is primarily a residential community and the Warren County Seat, with very few ratables, thus the burden is focused on homeowners to bear the tax burden.

In conclusion, the Belvidere School District has committed itself to financial survival for many years. The School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future.

**Contacting the School District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact Rachelle Tjalma, School Business Administrator/Board Secretary at Belvidere School District, 809 Oxford Street, Belvidere, NJ 07823, or E-mail at [rtjalma@belvideresd.org](mailto:rtjalma@belvideresd.org).

## **Basic Financial Statements**

## **DISTRICT-WIDE FINANCIAL STATEMENTS**

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

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit A-1

## STATEMENT OF NET POSITION

June 30, 2024

	GOVERNMENTAL <u>ACTIVITIES</u>	BUSINESS-TYPE <u>ACTIVITIES</u>	TOTAL
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,478,291	\$ 15,561	\$ 1,493,852
Receivables from Other Governments	938,430	37,412	975,842
Interfunds Receivable	34,850	181,748	216,598
Inventory		8,029	8,029
Capital Assets, Net (Note 5):	2,124,761		2,124,761
<b>Total Assets</b>	<b>4,576,332</b>	<b>242,750</b>	<b>4,819,082</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension Deferred Outflows	365,360		365,360
<b>LIABILITIES</b>			
Accounts Payable	120,557	7,771	128,328
Payroll Deductions and Withholdings	323,969		323,969
Interfund Payable	181,748	34,850	216,598
Unearned Revenue	219,847	3,722	223,569
Net Pension Liability (Note 8)	1,874,976		1,874,976
Noncurrent Liabilities (Note 6):			
Due Within One Year			
Due Beyond One Year	50,417		50,417
<b>Total Liabilities</b>	<b>2,771,514</b>	<b>46,343</b>	<b>2,817,857</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension Deferred Inflows	375,449		375,449
<b>NET POSITION</b>			
Invested in Capital Assets, Net of Related Debt	2,124,761		2,124,761
Restricted for:			
Other Purposes	1,561,992		1,561,992
Unrestricted	(1,892,024)	196,407	(1,695,617)
<b>Total Net Position</b>	<b>\$ 1,794,729</b>	<b>\$ 196,407</b>	<b>\$ 1,991,136</b>

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

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit A-2

**STATEMENT OF ACTIVITIES**  
FOR THE YEAR ENDED JUNE 30, 2024

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
Governmental Activities:						
Instruction:						
Regular	\$ 6,626,473	\$ 2,147,174	\$ 3,408,874		\$ (1,070,425)	\$ (1,070,425)
Special Education	1,574,617	633,523	658,837		(282,257)	(282,257)
Other Special Instruction	601,688				(601,688)	(601,688)
Support Services:						
Tuition	74,197				(74,197)	(74,197)
Student & Instruction Related Serv.	2,289,897	633,523	1,292,310		(364,064)	(364,064)
School Administrative Services	861,101	365,657	380,268		(115,176)	(115,176)
Business Administrative Services	884,825	242,354	252,038		(390,433)	(390,433)
Plant Operations and Maintenance	1,282,776	229,599	238,773		(814,404)	(814,404)
Pupil Transportation	320,582				(320,582)	(320,582)
Other Fiscal Charges	1,448				(1,448)	(1,448)
Total Governmental Activities	14,517,604	4,251,830	6,231,100		(4,034,674)	(4,034,674)
Business-Type Activities:						
Food Service	230,835	124,887	133,260			\$ 27,312
Shared Services	1,037,199	1,037,199				-
Total Business-Type Activities	1,268,034	1,162,086	133,260	-	-	27,312
Total Primary Government	\$ 15,785,638	\$ 5,413,916	\$ 6,364,360		\$ (4,034,674)	\$ 27,312
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net					\$ 4,097,539	\$ 4,097,539
Investment Earnings					170	170
Miscellaneous Income					205,870	205,870
Total General Revenues, Special Items, Extraor. Items and Transfers					4,303,579	4,303,579
Change in Net Position					268,905	\$ 27,312
Net Position—Beginning					1,525,824	169,095
Prior Period Adjustment					-	-
Net Position—Beginning (As Restated)					1,525,824	169,095
Net Position—Ending					\$ 1,794,729	\$ 196,407
						\$ 1,991,136

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

## **FUND FINANCIAL STATEMENTS**

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



## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit B-1

BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2024

	GENERAL FUND	SPECIAL REVENUE FUND	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,337,036	\$ 141,255	\$ 1,478,291
Interfund Receivables	575,290	105,957	681,247
Other Receivables	325,624		325,624
Receivables from Other Governments	17,369	595,437	612,806
<b>TOTAL ASSETS</b>	<b>\$ 2,255,319</b>	<b>\$ 842,649</b>	<b>\$ 3,097,968</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 120,557		\$ 120,557
Payroll Deductions and Withholdings Payable	323,969		323,969
Unearned Revenue	1,945	\$ 217,902	219,847
Interfund Payable	287,705	540,440	828,145
<b>Total Liabilities</b>	<b>734,176</b>	<b>758,342</b>	<b>1,492,518</b>
<b>Fund Balances:</b>			
<u>Restricted for:</u>			
Capital Reserve	468,391		468,391
Maintenance Reserve	652,346		652,346
Student Activities		141,255	141,255
<u>Assigned to:</u>			
Year-End Encumbrances	86,768		86,768
General Fund-Designated for Subsequent Year's Expend.	300,000		300,000
<u>Unassigned:</u>			
General Fund	13,638		13,638
Special Revenue Fund		(56,948)	(56,948)
<b>Total Fund Balances</b>	<b>1,521,143</b>	<b>84,307</b>	<b>1,605,450</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 2,255,319</b>	<b>\$ 842,649</b>	<b>\$ 3,097,968</b>

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$11,608,960 and the accumulated depreciation is \$9,484,199. (See Note 5)	\$ 2,124,761
Deferred Outflows related to pension contributions subsequent to the Net Pension Liability measurement date and other deferred items are not current financial resources and therefore are not reported in the fund statements. (See Note 7)	365,360
Deferred Inflows related to pension actuarial gains from experience and differences in actual return and assumed returns and other deferred items are not reported as liabilities in the fund statements. (See Note 7)	(375,449)
Long-term liabilities, including Net Pension Liability, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 7)	(1,874,976)
Long-term liabilities, including Compensated Absences, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 6)	(50,417)
Net Position of governmental activities	<u>\$ 1,794,729</u>

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

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit B-2

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	<b>General Fund</b>	<b>Special Revenue Fund</b>	<b>Total Governmental Funds</b>
<b>REVENUES</b>			
<b>Local sources:</b>			
Local Tax Levy	\$ 4,097,539		\$ 4,097,539
Tuition	4,251,830		4,251,830
Miscellaneous	13,118	\$ 192,922	206,040
<b>Total - Local Sources</b>	8,362,487	192,922	8,555,409
<b>State Sources</b>	5,970,941	540,152	6,511,093
<b>Federal Sources</b>	3,048	1,269,225	1,272,273
<b>Total Revenues</b>	14,336,476	2,002,299	16,338,775
<b>EXPENDITURES</b>			
<b>Current:</b>			
Regular Instruction	3,672,857	700,511	4,373,368
Special Education Instruction	940,284		940,284
Other Special Instruction	601,688		601,688
Support services and undistributed costs:			
Tuition	74,197		74,197
Student and Instruction Related Services	989,142	633,474	1,622,616
School Administrative Services	495,315		495,315
Other Administrative Services	646,227		646,227
Plant Operations and Maintenance	1,028,738		1,028,738
Pupil Transportation	320,582		320,582
Unallocated Benefits	5,633,272		5,633,272
Transfer to Charter School	40,921		40,921
<b>Capital Outlay</b>	28,822	716,508	745,330
<b>Total Expenditures</b>	14,472,045	2,050,493	16,522,538
Excess (Deficiency) of Revenues Over Expenditures	(135,569)	(48,194)	(183,763)
<b>Other Financing Sources/(Uses):</b>			
Transfer to Special Revenue Fund - Preschool	(14,237)	14,237	-
<b>Net Change in Fund Balances</b>	(149,806)	(33,957)	(183,763)
Fund Balance—July 1	1,670,949	118,264	1,789,213
Prior Period Adjustment-See Note 20		-	-
Fund Balance—July 1 (Restated)	1,670,949	118,264	1,789,213
<b>Fund Balance—June 30</b>	<b>\$ 1,521,143</b>	<b>\$ 84,307</b>	<b>\$ 1,605,450</b>

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

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit B-3

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2024**

<b>Total Net Change in Fund Balances - Governmental Funds (from B-2)</b>	\$ (183,763)
--	--------------

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.

Depreciation Expense	\$ (242,348)	
Capital Outlays	<u>716,508</u>	474,160

Pension contributions are reported in governmental funds as expenditures. However, in the statement of activities, the contributions are adjusted for actuarial valuation adjustments, including service and interest costs, administrative costs, investment returns, and experience/assumption. This is the amount by which net pension liability and deferred inflows/outflows related to pension changed during the period.

(14,996)

Repayment of long-term liabilities, such as compensated absences, is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.

(6,496)

<b>Change in Net Position of Governmental Activities</b>	<b><u>\$ 268,905</u></b>
--	--------------------------

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

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit B-4

STATEMENT OF PROPRIETARY NET POSITION  
PROPRIETARY FUNDS

June 30, 2024

	Business-Type Activities- Enterprise Funds		
	<u>Food Service</u>	<u>Shared Services</u>	<u>Totals</u>
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and Cash Equivalents	\$ 15,561		\$ 15,561
Accounts Receivable-Federal and State Subsidies	2,562		2,562
Shared Service Receivables		\$ 34,850	34,850
Interfund Receivables	181,748		181,748
Inventories	8,029		8,029
<b>Total Current Assets</b>	<b>207,900</b>	<b>34,850</b>	<b>242,750</b>
<b>Noncurrent Assets:</b>			
Furniture, Machinery and Equipment	226,779		226,779
Less Accumulated Depreciation	(226,779)		(226,779)
<b>Total Noncurrent Assets</b>			
<b>Total Assets</b>	<b>207,900</b>		<b>242,750</b>
<b>LIABILITIES</b>			
<b>Current liabilities:</b>			
Accounts Payable	7,771		7,771
Interfund Accounts Payable		34,850	34,850
Deferred Revenue	3,722		3,722
<b>Total Current Liabilities</b>	<b>11,493</b>	<b>34,850</b>	<b>46,343</b>
<b>Total Liabilities</b>	<b>11,493</b>		<b>46,343</b>
<b>NET POSITION</b>			
Invested in Capital Assets Net of Related Debt	-		-
Unrestricted	196,407		196,407
<b>Total Net Position</b>	<b>\$ 196,407</b>		<b>\$ 196,407</b>

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

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**PROPRIETARY FUNDS**  
FOR THE YEAR ENDED JUNE 30, 2024

	<b>Business-type Activities - Enterprise Fund</b>		
	<b>Food Service</b>	<b>Shared Services</b>	<b>Total Enterprise</b>
<b>Operating Revenues:</b>			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 74,930	-	\$ 74,930
Daily Sales - Non-Reimb. Programs	49,957	-	49,957
Miscellaneous	-	\$ 1,037,199	1,037,199
<b>Total Operating Revenues</b>	<b>124,887</b>	<b>1,037,199</b>	<b>1,162,086</b>
<b>Operating Expenses:</b>			
Cost of Sales - Reimbursable Programs	78,734		78,734
Cost of Sales - Non-reimbursable Programs	22,111		22,111
Salaries	76,838	1,019,421	1,096,259
Employee Benefits	24,383		24,383
Supplies & Repairs	12,941		12,941
Other Purchased Professional Services	13,264	17,778	31,042
Miscellaneous	2,564		2,564
Depreciation	-		-
<b>Total Operating Expenses</b>	<b>230,835</b>	<b>\$ 1,037,199</b>	<b>1,268,034</b>
Operating Income (Loss)	(105,948)		(105,948)
<b>Nonoperating Revenues (Expenses):</b>			
State Sources:			
State School Lunch Program	3,244		3,244
Federal Sources:			
National School Lunch Program	81,363		81,363
National School Breakfast Program	12,104		12,104
Supply Chain Assistance Funding	18,598		18,598
P-EBT Administrative Cost Reimbursement	653		653
Food Distribution Program	17,298		17,298
<b>Total Nonoperating Revenues (Expenses)</b>	<b>133,260</b>		<b>133,260</b>
Income (Loss) Before Contributions and Transfers	27,312		27,312
Transfers In (Out)			
Change in Net Position	27,312		27,312
Total Net Position—Beginning	169,095		169,095
<b>Total Net Position—Ending</b>	<b>\$ 196,407</b>	<b>-</b>	<b>\$ 196,407</b>

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

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit B-6

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS

For the Year Ended June 30, 2024

	Business-Type Activities- Enterprise Funds		
	<u>Food Service</u>	<u>Shared Services</u>	<u>Total Enterprise</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from Customers	\$ 124,887	\$ 1,098,654	\$ 1,223,541
Payments to Employees	(76,838)	(1,037,199)	(1,114,037)
Payments for Employee Benefits	(24,383)		(24,383)
Payments to Suppliers	(111,865)		(111,865)
<b>Net Cash Provided by (used for) Operating Activities</b>	<b>(88,199)</b>	<b>61,455</b>	<b>(26,744)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Federal Sources	124,722		124,722
State Sources	3,627		3,627
Operating transfer from other funds	(38,349)	34,850	(3,499)
<b>Net Cash Provided by (used for) Non-Capital Financing Activities</b>	<b>90,000</b>	<b>34,850</b>	<b>124,850</b>
Net Increase (Decrease) in Cash and Cash Equivalents	1,801	96,305	98,106
Balances—Beginning of Year	13,760	(96,305)	(82,545)
<b>Balances—End of Year</b>	<b>\$ 15,561</b>	<b>-</b>	<b>\$ 15,561</b>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (used) by Operating Activities:</b>			
Operating Income (Loss)	(105,948)		(105,948)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:			
Depreciation and Net Amortization	-		-
Federal Commodities	17,298		17,298
(Increase) Decrease in Accounts Receivable, Net		61,455	61,455
(Increase) Decrease in Inventories	1,024		1,024
Increase (Decrease) in Accounts Payable	(573)		(573)
<b>Total Adjustments</b>	<b>17,749</b>	<b>61,455</b>	<b>79,204</b>
<b>Net Cash Provided by (used for) Operating Activities</b>	<b>\$ (88,199)</b>	<b>\$ 61,455</b>	<b>\$ (26,744)</b>

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

## **Notes to Financial Statements**

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Board of Education (Board) of the Town of Belvidere School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Board's accounting policies are described below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments (Statement No.34). This Statement provided the most significant change in financial reporting in over twenty years with a phased-in implementation period (based on amount of revenues) starting with fiscal years ending 2002 (for larger governments). The District was not required to implement the new model until the 2003-2004 school year.

In addition, the School District has implemented GASB Statement No.37, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus, Statement No.38, Certain Financial Statement Note Disclosures, Statement No.40, Deposit and Investment Risk Disclosures, an amendment of GASB Statement No.3, and Statement 44, Economic Condition Reporting: The Statistical Section (GASB 44), an amendment of NCGA Statement 1, Governmental Accounting and Financial Reporting Principles is found in the Introduction, a revised statistical section in the Outline of the ACFR, GASB Statement No. 45, Other Post-retirement Employee Benefits, GASB No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, and GASB No. 63 and 65, Deferred Outflows and Inflows and Net Position, and Items Previously Reported as Assets and Liabilities, GASB No. 68, Accounting for Pensions, an amendment of GASB No. 27, GASB No. 75, Accounting for OPEB, GASB 84, Fiduciary Activities, GASB 87, Leases, GASB 96, Subscriptions, GASB 98, Annual Comprehensive Financial Report, and GASB 100, Accounting Changes and Error Corrections. The implementation of these statements did not effect net position balances as previously reported for the fiscal year ended June 30, 2023.

**A. Reporting Entity:**

The Belvidere School District is a Type II district located in the County of Warren, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms and three sending district members appointed annually. The purpose of the district is to educate students in grades K-12. The Belvidere School District had an approximate enrollment at June 30, 2024, of 577 students.

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

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

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



TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

**B. Basis of Presentation, Basis of Accounting:**

The School District's basic financial statements consist of District-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

**Basis of Presentation**

*District-wide Statements:* The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees and charged to external parties. The statement of net position presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities.

Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the School District.

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

**GOVERNMENTAL FUNDS**

The District reports the following governmental funds:

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

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

**B. Basis of Presentation, Basis of Accounting (Continued):**

**GOVERNMENTAL FUNDS (Continued)**

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

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

**Capital Projects Fund** - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

**PROPRIETARY FUNDS**

The District reports the following proprietary fund:

**Enterprise (Food Service) Fund** - The Enterprise Fund accounts for all revenues and expenses pertaining to the Board's cafeteria operations. The food service fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges.

**Basis of Accounting**

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

*District-wide, Proprietary, and Fiduciary Fund Financial Statements* : The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year.

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

**B. Basis of Presentation, Basis of Accounting (Continued):**

The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

All governmental and business-type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

**C. Budgets/Budgetary Control:**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office. In accordance with P.L.2011 c.202, which became effective January 17, 2012, the School District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2-2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23-2-11. In addition, transfers are also covered by changes in N.J.A.C.6A:23A-2.3, that can require approval through the state department. All budget amendments/transfers must be approved by School Board resolution and are subject to transfer limitations and approvals per P.L. 2004, c.73(S-1701).

All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year). Appropriations, except remaining project appropriations, encumbrances and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

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

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.

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

**D. Encumbrance Accounting:**

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

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

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

**E. Assets, Liabilities and Equity:**

**Cash and Cash Equivalents:**

Cash and cash equivalents includes petty cash, change funds, amounts in deposits, money market accounts and short-term investments with original maturities of three months or less.

**Interfund Transactions:**

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the enterprise fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

**Deferred Outflows and Deferred Inflows of Resources**

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

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

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

**E. Assets, Liabilities and Equity (Continued):**

**Inventories:**

Inventory purchases, other than those recorded in the enterprise fund, are recorded as expenditures during the year of purchase. Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method.

**Allowance for Uncollectible Accounts:**

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

**Capital Assets:**

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

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

**E. Assets, Liabilities and Equity (Continued):**

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the fund financial statements.

**Compensated Absences:**

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

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

**E. Assets, Liabilities and Equity (Continued):**

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after ten years of service and upon becoming eligible for retirement, generally twenty-five years of service.

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. Salary related payments for the employer's share of social security and medicare taxes, as well as pension contributions, are included.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

**Deferred Revenue:**

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes that were received as of June 30, 2024, but which were levied to finance subsequent fiscal years operations, have been recorded as deferred revenue. Grants and entitlement received before the eligible requirements are met are also recorded as deferred revenue.

**Accrued Liabilities and Long-Term Obligations:**

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

**Net Position:**

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

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

**E. Assets, Liabilities and Equity (Continued):**

**Fund Balance Reserves:**

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

**Revenues—Exchange and Nonexchange Transactions**

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income taxes is recognized in the period in which the income is earned. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

**Operating Revenues and Expenses:**

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

**Allocation of Indirect Expenses:**

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

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

**E. Assets, Liabilities and Equity (Continued):**

**Extraordinary and Special Items:**

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

**Management Estimates:**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual amounts could differ from those estimates.

**NOTE 2: CASH AND CASH EQUIVALENTS**

**Deposits:**

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey, which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

Pursuant to GASB Statement No. 40, "Deposit and Investment Risk Disclosures" ("GASB 40"), the district's accounts are profiled in order to determine exposure, if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the municipality would not be able to recover the value of its deposits or investment). Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollateralized or collateralized with securities held by the financial institution's trust department or agent but not in the government's name. At June 30, 2024, all of the district's deposits were collateralized by securities held in its name and, accordingly, not exposed to custodial credit risk. The district does not have a policy for custodial credit risk.

As of June 30, 2024, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents (A-1)
Checking	<u>\$ 1,493,852</u>
	<u><u>\$ 1,493,852</u></u>



TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 2: CASH AND CASH EQUIVALENTS (Continued)**

The carrying amount of the Board's cash and cash equivalents at June 30, 2024, was \$1,493,852 and the bank balance was \$2,004,103. All bank balances were covered by federal depository insurance and/or covered by a collateral pool maintained by the banks as required by New Jersey statutes. Of these bank balances, \$250,000 was covered by federal depository insurances and \$1,754,103 was covered by collateral pool.

**NOTE 3: RECEIVABLES**

Receivables at June 30, 2024, consisted of tuition accounts and intergovernmental. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	Governmental Fund Financial Statements	Government-Wide Financial Statements
State Government	\$ 17,369	\$ 17,468
Federal Government	595,437	597,900
Local-Enterprise Fund Shared Services- White Twsp Board of Ed.	-	34,850
Local-Sending District Tuition	<u>325,624</u>	<u>325,624</u>
Gross Receivable	938,430	975,842
Less: Allowance for Uncollectibles	-	-
Total Receivables, Net	<u><u>\$ 938,430</u></u>	<u><u>\$ 975,842</u></u>

**NOTE 4: INVENTORY**

Inventory in the Food Service Fund at June 30, 2024 consisted of the following:

Food	\$ 2,080
Supplies	<u>5,949</u>
	<u><u>\$ 8,029</u></u>

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1996, as revised) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

**NOTE 5: CAPITAL ASSETS**

Capital asset activity for the fiscal year ended June 30, 2024, was as follows:

	Beginning Balance	Additions	Retirements	Ending Balance
<b>Governmental Activities:</b>				
<i>Capital Assets Not Being Depreciated:</i>				
Land	\$ 853,550			\$ 853,550
Total Capital Assets Not Being Depreciated	<u>853,550</u>	<u>-</u>		<u>853,550</u>
<i>Capital Assets Being Depreciated:</i>				
Buildings and Building Improvements	8,696,579	\$ 716,508		9,413,087
Machinery and Equipment	<u>1,342,323</u>			<u>1,342,323</u>
Total at Historical Cost	<u>10,038,902</u>	<u>716,508</u>		<u>10,755,410</u>

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 5: CAPITAL ASSETS - (Continued)**

	Beginning Balance	Additions	Retirements	Ending Balance
<b>Governmental Activities:</b>				
Less Accumulated Depreciation for:				
Building and Improvements	\$ (8,015,122)	\$ (221,955)		\$ (8,237,077)
Equipment	(1,226,729)	(20,393)		(1,247,122)
Total Accumulated Depreciation	<u>(9,241,851)</u>	<u>(242,348)</u>		<u>(9,484,199)</u>
Total Capital Assets Being Depreciated, net of Accum. Depreciation	797,051	474,160		1,271,211
 <b>Government Activity Capital Assets, Net</b>	 \$ 1,650,601	 \$ 474,160		 \$ 2,124,761

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than \$500 but not greater than \$2,000 that were fully depreciated or had exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Regular Instruction	\$ 160,678
Special Education	16,964
Support Services	22,538
General Administration	2,423
School Administration	9,452
Maintenance and Plant	30,293
<b>Total</b>	<b>\$ 242,348</b>

**NOTE 6: LONG-TERM OBLIGATIONS**

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds. The district has no bond obligations.

**A. Long-Term Obligation Activity:**

Changes in long-term obligations for the year ended June 30, 2024, are as follows:

	Balance 7/1/23	Increases	Decreases	Balance 6/30/24	Amounts Due Within One Year
<b>Governmental Activities:</b>					
Other Liabilities:					
Compensated Absences Payable	\$ 43,921	\$ 6,496		\$ 50,417	
<b>Total Other Liabilities</b>	<u>\$ 43,921</u>	<u>6,496</u>	<u>-</u>	<u>\$ 50,417</u>	<u>-</u>

Compensated absences are liquidated in the General Fund.

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 7: DEFERRED COMPENSATION**

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

Equitable Life  
Pioneer Funds  
Kemper Funds  
Oppenheimer Funds  
Vanguard Funds  
Syracusa

**NOTE 8: PENSION PLANS**

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

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 8: PENSION PLANS (Continued)**

**Teachers' Pension and Annuity Fund (TPAF)** - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, 100% of employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

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

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

The employer contributions for the district are legally required to be funded by the State in accordance with N.J.S.A 18:66-33. Therefore, the district (employer) is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the district (employer) does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the district. However, the state's portion of the net pension liability that was associated with the district was \$27,945,826 as measured on June 30, 2023 and \$27,711,062 measured on June 30, 2022.

For the year ended June 30, 2024, the District recognized pension expense of \$686,548 and revenue of \$686,548 for support provided by the State. The measurement period for the pension expense and revenue reported in the district's financial statements (A-2) at June 30, 2024 is based upon changes in the collective net pension liability with a measurement period of June 30, 2022 through June 30, 2023. Accordingly, the pension expense and the related revenue associated with the support provided by the State is based upon the changes in the collective net pension liability between July 1, 2022 and June 30, 2023.

Although the district does not report net pension liability or deferred outflows or inflows related to the TPAF, the following schedule illustrates the collective net pension liability and deferred items and the State's portion of the net pension liability associated with the district. The collective amounts are the total of all New Jersey local governments participating in the TPAF plan.

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 8: PENSION PLANS (Continued)**

	<u>6/30/2023</u>	<u>6/30/2024</u>
Collective deferred outflows of resources	\$4,996,491,160	\$2,498,730,891
Collective deferred inflows of resources	\$19,532,696,776	\$14,719,080,314
Collective net pension liability (Nonemployer-State of New Jersey)	\$51,594,415,806	\$51,032,669,551
State's portion of the net pension liability that was associated with the district	\$27,711,062	\$27,945,826
State's portion of the net pension liability that was associated with the district as a percentage of the collective net pension liability	0.053709%	0.054761%

*Actuarial assumptions* - The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75-5.65% based on years of service
Investment Rate of Return	7.00%

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

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.

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 8: PENSION PLANS (Continued)**

*Long-Term Expected Rate of Return* - In accordance with State statute, the long-term expected rate of return on plan investments (7.0% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2023 are summarized in the following table:

<u><i>Asset Class</i></u>	<u><i>Target Allocation</i></u>	<u><i>Long-Term Expected Real Rate of Return</i></u>
US Equity	28.00%	8.98%
Non-US devel.markets equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging markets equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yeild	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash equivalents	2.00%	3.31%
US Treasuries	4.00%	3.31%
Risk mitigation	3.00%	6.21%

*Discount rate* - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. 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.

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 8: PENSION PLANS (Continued)**

*Sensitivity of the State's net pension liability to changes in the discount rate* - Since the District has no proportionate share of the net pension liability because of the special funding situation, the district would not be sensitive to any changes in the discount rate. The following presents the State's net pension liability measured as of June 30, 2023, calculated using the discount rate shown above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u> <u>(6.00%)</u>	<u>Current Discount</u> <u>Rate (7.00%)</u>	<u>1% Increase</u> <u>(8.00%)</u>
State's Collective Net Pension Liability	\$ 60,267,919,597	\$ 51,109,961,824	\$ 43,396,784,734

*Pension plan fiduciary net position* - Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/financial-rprts-home.shtml>. The plan fiduciary net position as of June 30, 2023 was \$27,130,181,268.

*Amortization of Deferred Outflows and Inflows of Resources* - Amount reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions will be recognized in the state's pension expense as follows:

	<u>Year Ended June 30:</u>
2024	(\$3,918,676,894)
2025	(3,446,016,070)
2026	(1,604,289,401)
2027	(1,742,641,843)
2028	(1,672,806,952)
Thereafter	<u>56,606,524</u>
Total	<u>(\$12,327,824,636)</u>

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 8: PENSION PLANS (Continued)**

*Pension Expense* - The components of allocable pension expense and pension expense related to specific liabilities of individual employers, for state and local employers for the year ending June 30, 2023 are as follows:

Service cost	\$1,364,281,690
Interest on total pension liability	5,268,967,929
Member contributions	(933,033,324)
Administrative expense	13,581,904
Expected investment return net of investment expenses	(1,703,986,173)
 Pension expense related to specific liabilities of individual employers	 (449,590)
Recognition (amortization) of deferred inflows/outflows:	
Differences between expected and actual experience	195,761,712
Changes in assumptions	(3,048,968,450)
Difference between projected and actual investment earnings on pension plan investments	<u>99,467,335</u>
Total pension expense	<u><u>\$1,255,623,033</u></u>

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

*Summary of Significant Accounting Policies* - 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 PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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



TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 8: PENSION PLANS (Continued)**

At June 30, 2024, the District reported a liability of \$1,874,976 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The total pension liability for the June 30, 2022 valuation was determined by an experience study for the period July 1, 2018 to June 30, 2021. The District's proportion of the net pension liability is based on the ratio of the contributions as an individual employer to total contributions to the PERS during the years ended June 30, 2023 and 2022. At June 30, 2023, the District's proportion was 0.013% which was an increase of 0.00125% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized pension expense/(benefit) of (\$79,031). At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>Deferred</u> <u>Inflows of</u> <u>Resources</u>
Differences between expected and actual experience	\$ 17,927	\$ 7,664
Changes of assumptions	4,119	113,632
Net difference between projected and actual earnings on pension plan investments	8,635	-
Changes in proportion and differences between District contributions and proportionate share of contributions	161,668	254,153
District contributions subsequent to the measurement date	173,011	
Total	<u>\$ 365,360</u>	<u>\$ 375,449</u>

\$173,011 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2024, the plan measurement date is June 30, 2023) will be recognized as a reduction of the net pension liability measured as of June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	<u>Year Ended June 30:</u>
2024	(\$200,026)
2025	(111,647)
2026	156,019
2027	(27,921)
2028	<u>475</u>
Total	<u>(\$183,100)</u>

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 8: PENSION PLANS (Continued)**

	<u>6/30/2023</u>	<u>6/30/2024</u>
Collective deferred outflows of resources	\$1,660,772,008	\$1,080,204,730
Collective deferred inflows of resources	3,236,303,935	1,780,216,457
Collective net pension liability (Non State - Local Group)	\$15,091,376,611	\$14,606,489,066
District's portion of net pension liability	\$1,771,943	\$1,874,976
District's proportion %	0.01174143%	0.01283660%

*Actuarial assumptions* - The collective total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. This actuarial valuation used the following actuarial assumptions:

Inflation:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75%-6.55% based on years of service
Investment Rate of Return:	7.00%

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

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

**Long-Term Expected Rate of Return** - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2023 are summarized in the following table:

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 8: PENSION PLANS (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	28.00%	8.98%
Non-US devel.markets equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging markets equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yeild	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash equivalents	2.00%	3.31%
US Treasuries	4.00%	3.31%
Risk mitigation	3.00%	6.21%

*Discount rate* - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

*Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate* - The following presents the District's proportionate share of the net pension liability measured as of June 30, 2023, calculated using the discount rate as disclosed above, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u> <u>(6.00%)</u>	<u>Current Discount</u> <u>Rate (7.00%)</u>	<u>1% Increase</u> <u>(8.00%)</u>
District's proportionate share of the net pension liability	\$ 2,440,820	\$1,874,976	\$ 1,393,368

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 8: PENSION PLANS (Continued)**

*Pension Expense* - The components of allocable pension expense and pension expense related to specific liabilities of individual employers, for state and local employers for the year ending June 30, 2023 are as follows:

Service cost	\$655,923
Interest on total Pension liability	2,477,075
Benefit changes	
Member contributions	(529,002)
Administrative expens	11,576
Expected investment return net of investment expenses	(1,460,115)
 Pension expense related to specific liabilities of individual employers	 (9,748)
Recognition (amortization) of deferred inflows/outflows:	
Differences between expected and actual experience	42,760
Changes in assumptions	(1,196,124)
Difference between projected and actual investment earnings on pension plan investments	<u>(71,377)</u>
Total pension expense/(benefit)	<u>(\$79,031)</u>

*Pension plan fiduciary net position.* Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/financial-rprts-home.shtml>.

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

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however statute also requires the return to the normal rate when such surplus pension assets no longer exist.

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 8: PENSION PLANS (Continued)**

**PERS and TPAF Vesting and Benefit Provisions** - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43:3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age.

The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

**Significant Legislation** - Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

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

□ New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of ¼ of 1% for each month that the member is under age 65. □ The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members. □ The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. □ Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PES members will take place in July of each subsequent fiscal year.

□ The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law. □ New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary. □ In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 8: PENSION PLANS (Continued)**

**Contribution Requirements** - The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 (PERS) and N.J.S.A. 18:66 (TPAF) requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 6.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 6.5% and the PERS rate is 6.5% of covered payroll.

<u>Three-Year Trend Information for PERS</u>			
Year	Annual	Percentage	Net
<u>Funding</u>	<u>Pension</u>	<u>of APC</u>	<u>Pension</u>
	<u>Cost (APC)</u>	<u>Contributed</u>	<u>Obligation</u>
6/30/2024	\$173,011	100 %	-0-
6/30/2023	\$148,165	100	-0-
6/30/2022	\$157,633	100	-0-

<u>Three-Year Trend Information for TPAF (Paid on-behalf of the District)</u>			
Year	Annual	Percentage	Net
<u>Funding</u>	<u>Pension</u>	<u>of APC</u>	<u>Pension</u>
	<u>Cost (APC)</u>	<u>Contributed</u>	<u>Obligation</u>
6/30/2024	\$2,327,127	100 %	-0-
6/30/2023	\$2,270,372	100	-0-
6/30/2022	\$2,242,825	100	-0-

During the fiscal year ended June 30, 2024, the State of New Jersey did contribute \$2,960,314 to the TPAF for post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$449,506 during the year ended June 30, 2024, for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. The PERS amounts have been included in the fund-based statements as pension expense and the TPAF on-behalf amounts have been included in fund-based statements as revenues and expenditures. The PERS and TPAF amounts have been modified and included in the District-wide financial statements in accordance with GASB Statement No. 68.

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 9: POST-RETIREMENT BENEFITS**

**Plan description and benefits provided**

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

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

**Total Nonemployer OPEB Liability**

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education.

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

*Actuarial assumptions and other imputes.* The June 30, 2024 GASB 75 reporting is based on a measurement date of June 30, 2023. The total nonemployer OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023. The actuarial assumptions used in the June 30, 2022 valuation were based on the results of actuarial experience studies for the periods July 1, 2018 - June 30, 2021 for TPAF, PERS and PFRS. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Total Nonemployer OPEB Liability:	\$	52,361,668,239
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TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 9: POST-RETIREMENT BENEFITS-(Continued)**

	TPAF/ABP	PERS	PFRS
Salary Increases	2.75% to 4.25%	2.75% to 6.55%	3.25% to 16.25%
Based on service years			

**(a) Health Care Trend Assumptions**

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO, the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.5% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

**(b) Discount Rate**

The discount rate used to measure the total OPEB liability was 3.65%. 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.

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

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

	<u>Total OPEB Liability</u>
<b>The State's Total OPEB Liability Balance at 6/30/2022</b>	<b>\$50,646,462,966</b>
<u>Changes for the year:</u>	
Service Cost	2,136,235,476
Interest on the Total OPEB Liability	1,844,113,951
Change in Benefit Terms	-
Differences Between Expected and Actual Experience	(980,424,863)
Changes of Assumptions	105,539,463
Gross Benefit Payments	-
Contributions from Members/Employers	(1,390,258,754)
Net changes	<u>1,715,205,273</u>
<b>The State's Total OPEB Liability Balance at 6/30/2023</b>	<b><u>\$52,361,668,239</u></b>
<b>The State's total OPEB liability attributable to the District:</b>	<b>\$32,207,528</b>

Changes of assumptions and other inputs reflects a change in the discount rate from 3.54 percent in 2022 to 3.65 percent in 2023 and other changes.



TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 9: POST-RETIREMENT BENEFITS-(Continued)**

**Sensitivity of the total OPEB liability to changes in the discount rate.** The following presents the total OPEB liability of the State for school board retirees, as well as what the State's total OPEB liability for school board would be if it were calculated using a discount rate that is 1-percentage -point lower or 1- percentage-point higher than the current discount rate:

June 30, 2023			
	At 1% Decrease <u>2.65%</u>	At Discount Rate <u>3.65%</u>	At 1% Increase <u>4.65%</u>
Total OPEB Liability (School Retirees)	\$61,385,066,712	\$52,361,668,239	\$45,116,926,835

June 30, 2022			
	At 1% Decrease <u>2.54%</u>	At Discount Rate <u>3.54%</u>	At 1% Increase <u>4.54%</u>
Total OPEB Liability (School Retirees)	\$59,529,589,697	\$50,646,462,966	\$43,527,080,995

**Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.** The following presents the total OPEB liability of the State, as well as what the State's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage- point higher than the current healthcare cost trend rates:

June 30, 2023			
	At 1% Decrease	Health Care Cost Trend Rate	At 1% Increase
Total OPEB Liability (School Retirees)	\$43,468,257,358	\$52,361,668,239	\$63,998,719,320

June 30, 2022			
	At 1% Decrease	Health Care Cost Trend Rate	At 1% Increase
Total OPEB Liability (School Retirees)	\$41,862,397,291	\$50,646,462,966	\$62,184,866,635

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 9: POST-RETIREMENT BENEFITS-(Continued)**

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

For the year ended June 30, 2023, the board of education recognized OPEB expense and related revenue of \$721,500 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASBS No. 75 and in which there is a special funding situation.

In accordance with GASBS No. 75, the District's proportionate share of school retirees OPEB is zero, and there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2023, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Differences Between Expected and Actual Experience	\$7,639,717,639	\$13,791,541,217
Changes of assumptions or other inputs	<u>7,445,895,322</u>	<u>14,449,948,556</u>
Total	<u>\$15,085,612,961</u>	<u>\$28,241,489,773</u>

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

Year ended June 30:	
2024	(\$2,611,225,301)
2024	(\$2,611,225,301)
2025	(\$2,269,523,460)
2026	(\$1,338,024,839)
2027	(273,877,609)
Thereafter	<u>(4,052,000,302)</u>
	<u>(\$13,155,876,812)</u>

**NOTE 10: COMPENSATED ABSENCES**

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

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after ten years of service and upon becoming eligible for retirement, generally twenty-five years of service.

The District adopted a Separation Agreement dated April 17, 2002, that provides to qualified district personnel that resign by a specified date, a terminal remuneration package payable based upon accumulated sick days and payable over four (4) calendar years.

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 10: COMPENSATED ABSENCES - (Continued)**

In the district-wide *Statement of Assets*, the liabilities whose average maturities are greater than one year should be reported in two components--the amount due within one year and the amount due in more than one year.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2024, no liability existed for compensated absences in the proprietary fund types.

**NOTE 11: RISK MANAGEMENT**

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

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

**NOTE 12: CONTINGENT LIABILITIES**

**GRANT PROGRAMS**

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

**LITIGATION**

The Board is not involved in claims and lawsuits incidental to its operations.

**NOTE 13: FUND BALANCE APPROPRIATED**

General Fund (Exhibit B-1) - Of the \$1,521,143 General Fund fund balance at June 30, 2024, \$652,346 is reserved in the Maintenance Reserve Account, \$468,391 is reserved in the Capital Reserve Account, \$86,768 is reserved for encumbrances; \$300,000 has been appropriated and included as anticipated revenue as of June 30, 2025; and \$13,638 is unreserved and undesignated.

TOWN OF BELVIDERE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 14: ACCRUED SALARIES AND WAGES**

Certain District employees, who provide services to the District over the ten month academic year, have the option to have a percentage of their salary withheld, deposited in a trust account and disbursed over the summer months (summer pay plan). New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account. As of June 30, 2024, the amount earned by these employees but not disbursed was \$287,237 and is included as part of Payroll Deductions and Withholdings Payable on schedule B-1.

**NOTE 15: CALCULATION OF EXCESS SURPLUS**

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2024 is zero.

**NOTE 16: CAPITAL RESERVE ACCOUNT**

A capital reserve account was established by the School District Board of Education on June 16, 2010, for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, 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. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning balance July 1, 2023	\$ 468,344
Interest	<u>47</u>
Ending balance June 30, 2024	<u>\$ 468,391</u>

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 17: MAINTENANCE RESERVE ACCOUNT**

A maintenance reserve account was established by the School District Board of Education in fiscal year 2008, for the accumulation of funds for use in accordance with PL 2007 c.62 (A1). The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The activity of the maintenance reserve for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning balance July 1, 2023	\$ 602,308
Interest Earned	38
Deposits (PL 2007 c.62 (A1)) - June 18, 2024 Board Resolution	275,000
Budgeted Withdrawals	<u>(225,000)</u>
Ending balance June 30, 2024	<u>\$ 652,346</u>

**NOTE 18: INTERFUND RECEIVABLES AND PAYABLES**

Interfund receivables and payables as of June 30, 2024, are as follows:

	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 34,850	\$ 181,748
Enterprise Fund	181,748	34,850
	<u>\$ 216,598</u>	<u>\$ 216,598</u>

The general fund interfund payable is due to the enterprise fund for federal/state lunch subsidies received in the general fund cash account but not yet paid over to the food service fund. The general fund receivable is due the enterprise fund (shared services) for cash advances to fund year receivables.

**NOTE 19: TAX ABATEMENTS**

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

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

<b>BUDGETARY COMPARISON SCHEDULES</b>
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## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

Fiscal Year Ended June 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>REVENUES:</b>					
<b>Local Sources:</b>					
Local Tax Levy	\$ 4,097,539		\$ 4,097,539	\$ 4,097,539	
Tuition	4,147,517		4,147,517	4,251,830	\$ 104,313
Miscellaneous	760		760	13,118	12,358
<b>Total - Local Sources</b>	<b>8,245,816</b>		<b>8,245,816</b>	<b>8,362,487</b>	<b>116,671</b>
<b>State Sources:</b>					
Equalization Aid	2,162,872		2,162,872	2,162,872	
Transportation Aid	14,798		14,798	14,798	
Special Education Aid	295,639		295,639	295,639	
Security Aid	58,460		58,460	58,460	
Other State Aid				15,382	15,382
TPAF Pension (On-Behalf - Non-Budgeted)				2,326,494	2,326,494
TPAF Post Retirement Medical (On-Behalf - Non-Budgeted)				633,187	633,187
TPAF Pension LTD Insurance (On-Behalf - Non-Budgeted)				633	633
TPAF Social Security (Reimbursed - Non-Budgeted)				449,506	449,506
<b>Total State Sources</b>	<b>2,531,769</b>		<b>2,531,769</b>	<b>5,956,971</b>	<b>3,425,202</b>
<b>Federal Sources:</b>					
Medical Assistance Program	21,424		21,424	3,048	(18,376)
<b>Total Federal Sources</b>	<b>21,424</b>		<b>21,424</b>	<b>3,048</b>	<b>(18,376)</b>
<b>TOTAL REVENUES</b>	<b>10,799,009</b>		<b>10,799,009</b>	<b>14,322,506</b>	<b>3,523,497</b>



## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

Fiscal Year Ended June 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable/ (Unfavorable)</u>
<b>EXPENDITURES:</b>					
<b>Current Expense:</b>					
<b>Regular Programs - Instruction</b>					
Kindergarten - Salaries of Teachers	56,129	34,391	90,520	90,520	
Grades 1-5 - Salaries of Teachers	607,670	24,645	632,315	632,315	
Grades 6-8 - Salaries of Teachers	504,341	264,334	768,675	768,675	
Grades 9-12 - Salaries of Teachers	1,900,336	8,589	1,908,925	1,908,925	
<b>Regular Programs - Home Instruction:</b>					
Salaries of Teachers	10,000	11,288	21,288	20,405	883
Purchased Professional-Educational Services	10,000	(2,288)	7,712	7,040	672
<b>Regular Programs - Undistributed Instruction</b>					
Other Salaries for Instruction	33,024		33,024	33,024	
Purchased Professional-Educational Services	500		500		500
Purchased Services (300-500 series)	50,000	(16,356)	33,644	30,977	2,667
General Supplies	208,796	(5,050)	203,746	179,626	24,120
Other Objects	4,000	(1,900)	2,100	1,350	750
<b>TOTAL REGULAR PROGRAMS - INSTRUCTION</b>	<b>3,384,796</b>	<b>317,653</b>	<b>3,702,449</b>	<b>3,672,857</b>	<b>29,592</b>
<b>Special Ed-Behavioral Disabilities</b>					
Salaries of Teachers	68,649	20,340	88,989	88,989	
General Supplies	4,000	(4,000)			
<b>TOTAL SPEC-ED BD</b>	<b>72,649</b>	<b>16,340</b>	<b>88,989</b>	<b>88,989</b>	
<b>SPECIAL EDUCATION - INSTRUCTION</b>					
<b>Multiple Disabilities:</b>					
Salaries of Teachers	217,762	76,791	294,553	294,553	
General Supplies	5,000	(3,281)	1,719	1,233	486
<b>Total Behavioral Disabilities</b>	<b>222,762</b>	<b>73,510</b>	<b>296,272</b>	<b>295,786</b>	<b>486</b>
<b>Resource Room/Resource Center:</b>					
Salaries of Teachers	651,346	(110,543)	540,803	540,517	286
Other Salaries for Instruction	11,292	529	11,821	11,821	
General Supplies	5,500	(2,301)	3,199	3,171	28
<b>Total Resource Room/Resource Center</b>	<b>668,138</b>	<b>(112,315)</b>	<b>555,823</b>	<b>555,509</b>	<b>314</b>

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

Fiscal Year Ended June 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable/ (Unfavorable)</u>
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	<b>963,549</b>	<b>(22,465)</b>	<b>941,084</b>	<b>940,284</b>	<b>800</b>
<b>Basic Skills/Remedial - Instruction:</b>					
Salaries of Teachers	213,033	(58,300)	154,733	154,496	237
General Supplies	3,000		3,000	1,035	1,965
<b>Total Basic Skills/Remedial - Instruction</b>	<b>216,033</b>	<b>(58,300)</b>	<b>157,733</b>	<b>155,531</b>	<b>2,202</b>
<b>School Sponsored Co/Extra Curricular Activities-Instruction:</b>					
Salaries	81,000	13,689	94,689	94,689	
General Supplies	500	600	1,100		1,100
Other Objects	4,500	675	5,175	4,772	403
<b>Total School Sponsored Co/Extra Curricular Activities-Instr.</b>	<b>86,000</b>	<b>14,964</b>	<b>100,964</b>	<b>99,461</b>	<b>1,503</b>
<b>School Sponsored Athletics-Instruction:</b>					
Salaries	199,845	(6,457)	193,388	191,721	1,667
Purchased Services (300-500 series)	6,450	500	6,950	6,706	244
General Supplies	63,195	8,729	71,924	71,924	
Other Objects	114,245	(30,893)	83,352	63,671	19,681
<b>Total School Sponsored Athletics-Instruction</b>	<b>383,735</b>	<b>(28,121)</b>	<b>355,614</b>	<b>334,022</b>	<b>21,592</b>
<b>Summer Programs</b>					
Salaries	13,250	(887)	12,363	12,343	20
General Supplies	1,000	(569)	431	331	100
<b>Total School Sponsored Athletics-Instruction</b>	<b>14,250</b>	<b>(1,456)</b>	<b>12,794</b>	<b>12,674</b>	<b>120</b>
<b>TOTAL INSTRUCTION</b>	<b>5,048,363</b>	<b>222,275</b>	<b>5,270,638</b>	<b>5,214,829</b>	<b>55,809</b>
<b>UNDISTRIBUTED EXPENDITURES</b>					
<b>Instruction:</b>					
Tuition to Other LEAs Within the State - Regular		8,901	8,901	8,901	
Tuition to County Voc. School Dist - Regular	2,470		2,470		2,470
Tuition to Private School for the Disabilities W/I State	19,000	91,099	110,099	65,296	44,803
<b>Total Instruction</b>	<b>21,470</b>	<b>100,000</b>	<b>121,470</b>	<b>74,197</b>	<b>47,273</b>

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

Fiscal Year Ended June 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>Attendance and Social Work:</b>					
Salaries	13,845		13,845	13,845	
Other Objects	12,000		12,000	11,385	615
<b>Total Attendance and Social Work</b>	<b>25,845</b>		<b>25,845</b>	<b>25,230</b>	<b>615</b>
<b>Health Services:</b>					
Salaries	146,873	4,393	151,266	151,266	
Supplies and Materials	5,500	(3,750)	1,750	1,529	221
Other Objects	30,000	(25,000)	5,000	455	4,545
<b>Total Health Services</b>	<b>182,373</b>	<b>(24,357)</b>	<b>158,016</b>	<b>153,250</b>	<b>4,766</b>
<b>Other Supp. Services Students-Related Services:</b>					
Salaries	277,982	(147,400)	130,582	130,568	14
Purchased Professional - Educational Services	92,120	209,054	301,174	301,174	
Supplies and Materials	3,500		3,500		3,500
<b>Total Other Supp. Services Students-Related Services</b>	<b>373,602</b>	<b>61,654</b>	<b>435,256</b>	<b>431,742</b>	<b>3,514</b>
<b>Other Supp. Services Students-Extra. Services:</b>					
Salaries of Other Professional Staff	7,000	(7,000)			
Supplies and Materials	500		500		500
<b>Other Supp. Services Students-Extra. Services</b>	<b>7,500</b>	<b>(7,000)</b>	<b>500</b>		<b>500</b>
<b>Other Supp. Services Students-Regular:</b>					
Salaries of Other Professional Staff	172,118	7,919	180,037	180,037	
Salaries of Secretarial and Clerical Assistants	42,026		42,026	42,026	
Supplies and Materials	3,000	(1,200)	1,800	1,042	758
Other Objects	6,000	(2,800)	3,200	2,564	636
<b>Total Other Supp. Services Students-Regular</b>	<b>223,144</b>	<b>3,919</b>	<b>227,063</b>	<b>225,669</b>	<b>1,394</b>
<b>Other Supp. Services Students-Special:</b>					
Salaries of Other Professional Staff		1,500	1,500	1,500	
Purchased Professional - Educational Services	6,000	2,946	8,946	5,841	3,105
Misc Pur Serv (400-500 series Other Than Resid Costs)	8,000	(4,100)	3,900	3,857	43
Supplies and Materials	12,000	100	12,100	11,429	671
Other Objects	40,293	1,000	41,293	41,273	20
<b>Total Other Supp. Services Students-Special</b>	<b>66,293</b>	<b>1,446</b>	<b>67,739</b>	<b>63,900</b>	<b>3,839</b>
<b>Improvement of Instruction Services :</b>					
Salaries of Other Professional Staff	15,300	(2,153)	13,147	10,761	2,386
Purchased Professional - Curriculum Services		2,153	2,153	2,153	
Supplies and Materials	500		500		500
<b>Total Improvement of Instruction Services</b>	<b>15,800</b>		<b>15,800</b>	<b>12,914</b>	<b>2,886</b>

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

Fiscal Year Ended June 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable/ (Unfavorable)</u>
<b>Educational Media Services/School Library:</b>					
Salaries	60,629		60,629	60,629	
Supplies and Materials	20,000	(800)	19,200	10,350	8,850
Other Objects	2,500	800	3,300	3,020	280
<b>Total Educational Media Services/School Library</b>	<b>83,129</b>		<b>83,129</b>	<b>73,999</b>	<b>9,130</b>
<b>Instructional Staff Training Services:</b>					
Other Purchased Services (400-500 series)	15,000	353	15,353	2,438	12,915
<b>Total Instructional Staff Training Services</b>	<b>15,000</b>	<b>353</b>	<b>15,353</b>	<b>2,438</b>	<b>12,915</b>
<b>Supp. Services - General Administration:</b>					
Salaries	170,785	176	170,961	170,961	
Legal Services	30,000	(236)	29,764	21,210	8,554
Audit Services	30,000		30,000	29,678	322
Other Purchased Professional Services	18,000	(3,730)	14,270	12,800	1,470
Communications/Telephone	48,380	(12,713)	35,667	20,516	15,151
BOE Other Purchased Services	3,800	(500)	3,300	1,575	1,725
Other Purchased Services (400-500 series)	33,908		33,908	28,969	4,939
General Supplies	2,500	500	3,000	2,690	310
BOE In-House Training/Meeting Supplies	500		500	451	49
Miscellaneous Expenditures	8,000		8,000	4,804	3,196
BOE Membership Dues and Fees	16,100		16,100	14,572	1,528
<b>Total Supp. Services - General Administration</b>	<b>361,973</b>	<b>(16,503)</b>	<b>345,470</b>	<b>308,226</b>	<b>37,244</b>
<b>Support Services - School Administration:</b>					
Salaries of Principals/Assistant Principals	359,503	5,705	365,208	365,208	
Salaries of Secretarial and Clerical Assistants	103,121	2,837	105,958	105,958	
Other Purchased Services (400-500 series)	3,000		3,000	1,841	1,159
Supplies and Materials	9,000	(2,837)	6,163	5,478	685
Other Objects	19,000		19,000	16,830	2,170
<b>Total Support Services - School Administration</b>	<b>493,624</b>	<b>5,705</b>	<b>499,329</b>	<b>495,315</b>	<b>4,014</b>
<b>Central Services</b>					
Salaries	193,570	2,529	196,099	196,099	
Misc. Purchased Services (400-500)	500		500	95	405
Supplies and Materials	1,200		1,200	654	546
Other Objects	30,000	(2,529)	27,471	25,263	2,208
<b>Total Central Services</b>	<b>225,270</b>		<b>225,270</b>	<b>222,111</b>	<b>3,159</b>

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

Fiscal Year Ended June 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable/ (Unfavorable)</u>
<b>Admin. Info. Tech</b>					
Salaries	62,500	60	62,560	62,560	
Supplies and Materials	4,500	1,200	5,700	5,522	178
Other Objects	42,000	5,808	47,808	47,808	
<b>Total Admin. Info. Tech</b>	109,000	7,068	116,068	115,890	178
<b>Required Maintenance for School Facilities:</b>					
Salaries	156,243		156,243	135,282	20,961
Cleaning, Repair and Maintenance Services	161,650	(51,147)	110,503	65,537	44,966
Supplies and Materials	75,500	(9,165)	66,335		66,335
<b>Total Required Maintenance for School Facilities</b>	393,393	(60,312)	333,081	200,819	132,262
<b>Other Operations and Maintenance of Plant:</b>					
Salaries	326,638	(24,388)	302,250	302,030	220
Other Purchased Property Services	123,700	(12,326)	111,374	105,342	6,032
Insurance	85,806	33,688	119,494	119,494	
Custodial Travel	300	700	1,000	769	231
General Supplies	23,500	11,446	34,946	25,269	9,677
Energy (Natural Gas)	130,000	(9,888)	120,112	96,905	23,207
Energy (Electricity)	168,000	(21,054)	146,946	131,907	15,039
Gasoline	2,500		2,500	2,003	497
<b>Total Other Operations and Maintenance of Plant</b>	860,444	(21,822)	838,622	783,719	54,903
<b>Undist. Expend. -Security</b>					
Purchased Professional and Technical Services	55,000	(5,899)	49,101	44,200	4,901
<b>Total Undist. Expend. -Security</b>	55,000	(5,899)	49,101	44,200	4,901
<b>Student Transportation Services</b>					
Aid in Lieu of Payments-Non-Public	2,000	(2,000)			
Aid in Lieu of Payments-Charter		1,165	1,165	1,165	
Contracted Services - Aid in Lieu of Payments-Choice Sch.		3,050	3,050	3,029	21
Contracted Services (Other than Bet. Home and School)-Vendors	138,250	4,773	143,023	143,023	
Contracted Services (Spl. Ed Students)-Vendors	20,000	35,227	55,227	54,485	742
Contracted Services (Regular Students)-ESC's & CTSAs	20,835	98,045	118,880	118,880	
<b>Total Student Transportation Services</b>	181,085	140,260	321,345	320,582	763

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

Fiscal Year Ended June 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>UNALLOCATED BENEFITS</b>					
Social Security Contributions	170,000	2,182	172,182	172,182	
Other Retirement Contributions - Regular	162,000	11,011	173,011	173,011	
DCRP Contribution	7,000	3,050	10,050	9,961	89
Unemployment Compensation	32,000	(2,182)	29,818	28,475	1,343
Workmans Compensation	75,725	(5,231)	70,494	70,494	
Health Benefits	2,029,469	(259,846)	1,769,623	1,707,020	62,603
Tuition Reimbursement	36,000	(5,000)	31,000	25,239	5,761
Other Employee Benefits	20,580	16,490	37,070	37,070	
<b>TOTAL UNALLOCATED BENEFITS</b>	<b>2,532,774</b>	<b>(239,526)</b>	<b>2,293,248</b>	<b>2,223,452</b>	<b>69,796</b>
On-behalf TPAF pension Contrib. (non-budgeted)				2,326,494	(2,326,494)
On-behalf TPAF PRM Contrib. (non-budgeted)				633,187	(633,187)
On-behalf TPAF pension LTD Ins. (non-budgeted)				633	(633)
Reimbursed TPAF Social Security Contrib. (non-budgeted)				449,506	(449,506)
<b>TOTAL ON-BEHALF CONTRIBUTIONS</b>				<b>3,409,820</b>	<b>(3,409,820)</b>
<b>TOTAL PERSONAL SERVICES-EMPLOYEE BENEFITS</b>	<b>2,532,774</b>	<b>(239,526)</b>	<b>2,293,248</b>	<b>5,633,272</b>	<b>(3,340,024)</b>
<b>TOTAL UNDISTRIBUTED EXPENDITURES</b>	<b>6,226,719</b>	<b>(55,014)</b>	<b>6,171,705</b>	<b>9,187,473</b>	<b>(3,015,768)</b>
<b>TOTAL GENERAL CURRENT EXPENSE</b>	<b>11,275,082</b>	<b>167,261</b>	<b>11,442,343</b>	<b>14,402,302</b>	<b>(2,959,959)</b>
<b>CAPITAL OUTLAY</b>					
<b>Equipment</b>					
Equipment - Operation of Plant	7,000	12,665	19,665	12,670	6,995
<b>Total Equipment</b>	<b>7,000</b>	<b>12,665</b>	<b>19,665</b>	<b>12,670</b>	<b>6,995</b>
<b>Facilities Acquisition and Construction:</b>					
Construction Services		28,950	28,950	14,704	14,246
Other Objects	1,448		1,448	1,448	
<b>Total Facilities Acquisition and Construction</b>	<b>1,448</b>	<b>28,950</b>	<b>30,398</b>	<b>16,152</b>	<b>14,246</b>
<b>TOTAL CAPITAL OUTLAY</b>	<b>8,448</b>	<b>41,615</b>	<b>50,063</b>	<b>28,822</b>	<b>21,241</b>

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND

Fiscal Year Ended June 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
Transfer to Charter School	26,182	14,739	40,921	40,921	
<b>TOTAL EXPENDITURES</b>	<b>11,309,712</b>	<b>223,615</b>	<b>11,533,327</b>	<b>14,472,045</b>	<b>(2,938,718)</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(510,703)</b>	<b>(223,615)</b>	<b>(734,318)</b>	<b>(149,539)</b>	<b>584,779</b>
<b>Other Financing Sources:</b>					
<b>Operating Transfer (In)/Out:</b>					
Transfer to Special Revenue Fund - Preschool	14,237	-	14,237	14,237	-
<b>Total Other Financing Sources:</b>	<b>14,237</b>	<b>-</b>	<b>14,237</b>	<b>14,237</b>	<b>-</b>
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>(524,940)</b>	<b>(223,615)</b>	<b>(748,555)</b>	<b>(163,776)</b>	<b>584,779</b>
<b>Fund Balance, July 1</b>	<b>1,935,752</b>		<b>1,935,752</b>	<b>1,935,752</b>	
<b>Fund Balance, June 30</b>	<b>\$ 1,410,812</b>	<b>\$ (223,615)</b>	<b>\$ 1,187,197</b>	<b>\$ 1,771,976</b>	<b>\$ 584,779</b>
<b>Recapitulation:</b>					
<b>Restricted for:</b>					
Capital Reserve				468,391	
Maintenance Reserve				652,346	
<b>Assigned to:</b>					
Year-End Encumbrances				86,768	
Designated for Subsequent Year's Expenditures				300,000	
<b>Unassigned:</b>					
Unrestricted Fund Balance				<u>264,471</u>	
<b>Fund Balance per Governmental Funds(Budgetary Basis)</b>				<b>1,771,976</b>	
<b>Reconciliation to Governmental Funds Statement B-2 (GAAP Basis):</b>					
Last State Aid Payment not recognized on GAAP basis				<u>(250,833)</u>	
<b>Fund Balance per Governmental Funds B-2 (GAAP Basis)</b>				<b><u>\$ 1,521,143</u></b>	

**BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND**

For the Fiscal Year Ended June 30, 2024

	<b>Original Budget</b>	<b>Budget Transfers</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>REVENUES:</b>					
Local Sources		\$ 192,072	\$ 192,072	\$ 189,372	\$ (2,700)
State Sources	\$ 569,480	15,618	585,098	569,480	(15,618)
Federal Sources	205,900	346,157	552,057	552,057	-
<b>Total Revenues</b>	<b>775,380</b>	<b>553,847</b>	<b>1,329,227</b>	<b>1,310,909</b>	<b>(18,318)</b>
<b>EXPENDITURES:</b>					
<b>Instruction</b>					
Salaries of Teachers	225,315	35,532	260,847	260,847	
Other Salaries for Instruction	232,972	54,849	287,821	287,821	
Purchased Professional Services	5,400	32,002	37,402	37,402	
Other Purchased Serv. - Spec. Ed Tuition	30,000	25,732	55,732	55,732	
General Supplies	27,599	21,978	49,577	49,577	
<b>Total Instruction</b>	<b>521,286</b>	<b>170,093</b>	<b>691,379</b>	<b>691,379</b>	
<b>Support Services</b>					
Salaries of Program Directors	34,850		34,850	34,850	
Salaries of Other Professional Staff	18,355		18,355	18,355	
Salaries of Secretarial & Clerical Staff	12,259	(29)	12,230	12,230	
Other Salaries	7,974	(1,661)	6,313	6,313	
Salaries of Master Teachers	25,000	1,285	26,285	26,285	
Personal Services - Employee Benefits	159,748	122,542	282,290	282,290	
Cleaning, Repair & Maintenance		45,560	45,560	27,242	18,318
Other Purchased Services	5,100	11,230	16,330	16,330	
Supplies and Materials	5,045	(5,045)	-	-	
Other Objects		20,500	20,500	20,500	
Student Activities		212,111	212,111	212,111	
<b>Total Support Services</b>	<b>268,331</b>	<b>406,493</b>	<b>674,824</b>	<b>656,506</b>	<b>18,318</b>
<b>Total Expenditures</b>	<b>789,617</b>	<b>576,586</b>	<b>1,366,203</b>	<b>1,347,885</b>	<b>18,318</b>
<b>Other Financing Sources (Uses)</b>					
Transfers from Other Funds	14,237		14,237	14,237	
<b>Total Other Financing Sources (Uses)</b>	<b>14,237</b>		<b>14,237</b>	<b>14,237</b>	
<b>Total Outflows</b>	<b>\$ 775,380</b>	<b>\$ 576,586</b>	<b>\$ 1,351,966</b>	<b>\$ 1,333,648</b>	<b>18,318</b>
<b>Excess (Deficiency) of Revenues Over (Under)</b>					
<b>Expenditures and Other Financing Sources (Uses)</b>	<b>-</b>	<b>(22,739)</b>	<b>(22,739)</b>	<b>(22,739)</b>	<b>-</b>
<b>Fund Balance Beginning</b>				163,994	
<b>Prior Period Adjustment</b>				-	
<b>Fund Balance Beginning (Restated)</b>				163,994	
<b>Fund Balance Ending</b>				<u>\$ 141,255</u>	
<b>Recapitulation:</b>					
<b>Restricted:</b>					
Student Activities				\$ 141,255	
<b>Fund Balance per Governmental Funds(Budgetary Basis)</b>				141,255	
<b>Reconciliation to Governmental Funds Statement B-2 (GAAP Basis):</b>					
Last State Aid Payment not recognized on GAAP basis				(56,948)	
<b>Fund Balance per Governmental Funds B-2 (GAAP Basis)</b>				<u>\$ 84,307</u>	



## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-3

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE**

For the Fiscal Year Ended June 30, 2024

**Explanation of Differences between Budgetary Inflows and Outflows and  
GAAP Revenues and Expenditures**

	General Fund	Special Revenue Fund
<b>Sources/Inflows of Resources</b>		
Actual amounts (budgetary basis) "revenue"		
from the budgetary comparison schedule (Exhibits C-1 and C-2, respectively)	\$ 14,322,506	\$ 1,310,909
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year Encumbrances	N/A	902,192
Current Year Encumbrances	N/A	(199,584)
Adjustment for: Prior year Final State Aid Payment excluded in State Source Revenues that is considered a revenue for GAAP reporting purposes	264,803	45,730
Adjustment for: Final State Aid Payment included in State Source Revenues that is not considered a revenue for GAAP reporting purposes	<u>(250,833)</u>	<u>(56,948)</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds. (Exhibit B-2)	<u>\$ 14,336,476</u>	<u>\$ 2,002,299</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedules (Exhibits C-1 and C-2, respectively)	\$ 14,472,045	\$ 1,333,648
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Prior Year Encumbrances	N/A	902,192
Current Year Encumbrances	N/A	(199,584)
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.	N/A	14,237
Net transfers (outflows) to general fund		
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (Exhibit B-2)	<u>\$ 14,472,045</u>	<u>\$ 2,050,493</u>

**Belvidere School District**  
**Required Supplementary Information - Part III**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Last Ten Fiscal Years**

**Exhibit L-3**

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

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset) **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
District's proportionate share of the net pension liability (asset) **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
State's proportionate share of the net pension liability (asset) associated with the District	\$ 27,945,826	\$ 27,711,062	\$ 23,406,880	\$ 34,393,487	\$ 32,178,260	\$ 34,767,525	\$ 36,480,490	\$ 41,418,239	\$ 36,436,093	\$ 32,846,594
Total	\$ 27,945,826	\$ 27,711,062	\$ 23,406,880	\$ 34,393,487	\$ 32,178,260	\$ 34,767,525	\$ 36,480,490	\$ 41,418,239	\$ 36,436,093	\$ 32,846,594
District's covered employee payroll	\$ 6,283,068	\$ 6,611,590	\$ 6,287,476	\$ 6,263,115	\$ 5,958,984	\$ 5,353,563	\$ 5,728,827	\$ 5,619,481	\$ 5,745,002	\$ 5,618,189
District's proportionate share of the of the net pension liability (asset) as a percentage of its covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	34.68%	32.29%	35.50%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

\*\* Note: TPAF is a special funding situation as defined by GASB Statement No. 68 in which the State of New Jersey is 100% responsible for contributions to the plan. Since the district (employer) does not contribute directly to the plan there is no net pension liability to report in the financial statements of the district.

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

**Exhibit L-1**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.0129940%	0.0117414%	0.0134601%	0.0139276%	0.0142167%	0.0141531%	0.0143523%	0.013864%	0.013050%	0.013576%
District's proportionate share of the net pension liability (asset)	\$ 1,874,976	\$ 1,771,943	\$ 1,594,546	\$ 2,271,229	\$ 2,561,641	\$ 2,786,682	\$ 3,340,993	\$ 4,106,059	\$ 2,929,437	\$ 2,541,876
District's covered employee payroll	\$ 957,504	\$ 953,305	\$ 961,612	\$ 901,413	\$ 1,018,144	\$ 971,470	\$ 1,005,133	\$ 973,564	\$ 1,522,140	\$ 1,376,850
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	195.82%	185.87%	165.82%	251.96%	251.60%	286.85%	332.39%	421.76%	192.46%	184.62%
Plan fiduciary net position as a percentage of the total pension liability (Local)	65.23%	62.91%	70.33%	73 58.32%	56.27%	53.60%	58.18%	40.14%	47.92%	52.08%

**Belvidere School District**  
**Required Supplementary Information - Part III**  
**Schedule of District Contributions**  
**Last Ten Fiscal Years**

**Exhibit L-2**

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

	<u>2024</u>	<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>
Contractually required contribution **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions in relation to the contractually required contribution **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contribution deficiency (excess)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
District's covered employee payroll	\$ 6,283,068	\$ 6,611,590	\$ 6,287,476	\$ 6,263,115	\$ 5,958,984	\$ 5,353,563	\$ 5,728,827	\$ 5,619,481	\$ 5,745,002	\$ 5,618,189
Contributions as a percentage of covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

\*\* Note: TPAF is a special funding situation as defined by GASB Statement No. 68 in which the State of New Jersey is 100% responsible for contributions to the plan. The district (employer) does not contribute to the plan.

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

	<u>2024</u>	<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>
Contractually required contribution	\$ 173,011	\$ 148,065	\$ 157,633	\$ 152,361	\$ 139,167	\$ 141,599	\$ 163,893	\$ 124,255	\$ 112,194	\$ 104,151
Contributions in relation to the contractually required contribution	<u>(173,011)</u>	<u>(148,065)</u>	<u>(157,633)</u>	<u>(152,361)</u>	<u>(139,167)</u>	<u>(141,599)</u>	<u>(163,893)</u>	<u>(124,255)</u>	<u>(112,194)</u>	<u>(104,151)</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 employee payroll	\$ 957,504	\$ 953,305	\$ 961,612	\$ 901,413	\$ 1,018,144	\$ 971,470	\$ 1,005,133	\$ 973,564	\$ 1,522,140	\$ 1,376,850
Contributions as a percentage of covered-employee payroll	18.07%	15.53%	16.39%	16.90%	13.67%	14.58%	16.31%	12.76%	7.37%	7.56%

Belvidere School District  
Required Supplementary Information - Part III  
Schedule of Changes in the State's Total OPEB Liability and Related Ratios  
Last Ten Fiscal Years \*

Exhibit M-1

State Health Benefit Local Education Retired Employees Plan (TPAF and PERS)

The State of New Jersey's Total OPEB Liability	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Service Cost	\$ 2,136,235,476	\$ 2,770,618,025	\$ 3,217,184,264	\$ 1,790,973,822	\$ 1,734,404,850	\$ 1,984,642,729	\$ 2,391,878,884	\$ 1,723,999,319		
Interest	1,844,113,951	1,342,187,139	1,556,661,679	1,503,341,357	1,827,787,206	1,970,236,232	1,699,441,736	1,823,643,792		
Change in Benefit Terms	-	-	(63,870,842)							
Differences Between Expected and Actual Experience	(980,424,863)	1,399,200,736	(11,385,071,658)	11,544,750,637	(7,323,140,818)	(5,002,065,740)				
Benefit Payments	-	(13,586,368,097)	59,202,305	(1,180,515,618)	(1,280,958,373)	(1,232,987,247)	(1,242,412,566)	(1,223,298,019)		
Contributions from Members	(1,390,258,754)	(1,329,476,059)	-	35,781,384	37,971,171	42,614,005	45,748,749	46,273,747		
Changes of Assumptions or other inputs	105,539,463	42,650,252	(1,186,417,186)	12,386,549,981	622,184,027	\$ (5,291,448,855)	\$ (7,086,599,129)	8,611,513,521		
Net change in total OPEB liability	1,715,205,273	(9,361,188,004)	(7,802,311,638)	26,080,881,563	(4,381,751,937)	(7,529,008,876)	(4,191,942,326)	10,982,132,360		
Total OPEB Liability - Beginning	\$ 50,646,462,966	\$60,007,650,970	\$67,809,962,608	\$ 41,729,081,045	\$ 46,110,832,982	\$ 53,639,841,858	\$ 57,831,784,184	\$ 46,849,651,824		
Total OPEB Liability - Ending	\$ 52,361,668,239	\$50,646,462,966	\$60,007,650,970	\$ 67,809,962,608	\$ 41,729,081,045	\$ 46,110,832,982	\$ 53,639,841,858	\$ 57,831,784,184		
The State of New Jersey's total OPEB liability **	\$ 52,361,668,239	\$50,646,462,966	\$60,007,650,970	\$ 67,809,962,608	\$ 41,729,081,045	\$ 46,110,832,982	\$ 53,639,841,858	\$ 57,831,784,184		
The State of New Jersey's OPEB liability attributable to the District **	\$ 32,207,528	\$ 30,758,426	\$ 36,437,182	\$ 41,316,923	\$ 25,501,739	\$ 28,621,932	\$ 33,070,928	\$ 35,858,491		
The District's proportionate share of the total OPEB liability	Zero	Zero	Zero	Zero	Zero	Zero	Zero	Zero		
District's covered employee payroll	\$ 7,240,572	\$ 7,564,895	\$ 7,249,088	\$ 7,164,528	\$ 6,977,128	\$ 6,325,033	\$ 6,733,960	\$ 6,593,045		
Total District's OPEB liability as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%		
District's contribution	None	None	None	None	None	None	None	None		
State's covered employee payroll ***	\$ 15,314,749,297	\$14,753,355,408	\$14,425,669,769	\$ 14,267,738,657	\$ 13,929,083,479	\$ 13,640,275,833	\$ 13,493,400,208	\$ 13,493,400,208		
Total State's OPEB liability as a percentage of its covered-employee payroll	341.90%	343.29%	415.98%	475.27%	299.58%	338.05%	397.53%	428.59%		

\*\* Note: Other Post Employment Benefits (OPEB) for employees of the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS) is considered a special funding situation as defined by GASB Statement No. 75 in which the State of New Jersey is 100% responsible for contributions to the health insurance plan. The district (employer) does not contribute to the plan and the district's OPEB liability is zero.

\*\*\* Covered payroll for the Measurement Period ending June 30, 2022 and June 30, 2023 is based on the payroll on the June 30, 2021 and June 30, 2022 census data, respectively

\* - Until a full ten year trend is compiled, information will be presented for those years for which information is available.

BELVIDERE SCHOOL DISTRICT

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION-PART III**  
**Pension and Other Post Employment Benefits (OPEB) Schedules**

For the Fiscal Year Ended June 30, 2024

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

**Pension Schedules**

*Changes of benefit terms.* 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.

Changes of assumptions. 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.

**OPEB Schedules**

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

Changes of assumptions. Changes of assumptions and other inputs reflects a change in the discount rate from 3.54 percent in 2022 to 3.65 percent in 2023.

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

**Pension Schedules**

*Changes of benefit terms.* 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.

Changes of assumptions. 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.

**OPEB Schedules**

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

Changes of assumptions. Changes of assumptions and other inputs reflects a change in the discount rate from 3.54 percent in 2022 to 3.65 percent in 2023.

<b>OTHER SUPPLEMENTARY INFORMATION</b>
--

<b>SPECIAL REVENUE FUND DETAIL STATEMENTS</b>
---

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

## TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit E-1

**SPECIAL REVENUE FUND**  
**COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS**

For the Fiscal Year Ended June 30, 2024

	Title I Part A	Title I SIA Part A	Title I I Part A	Title IV	IDEA Basic	IDEA Preschool	ARP ESSER	ARP Accel Learn	ARP Summer	ARP Beyond Sch Day	ARP Mental Health	Preschool Education Aid	Student Activities	Totals
<b>REVENUES</b>														
Local Sources													\$ 189,372	\$ 189,372
State Sources												\$ 569,480		569,480
Federal Sources	\$ 64,306	\$ 20,400	\$ 10,330	\$ 10,000	\$ 166,232	\$ 4,956	\$ 148,942	\$ 27,817	\$ 20,000	\$ 15,852	\$ 63,222			552,057
<b>TOTAL REVENUES</b>	<b>64,306</b>	<b>20,400</b>	<b>10,330</b>	<b>10,000</b>	<b>166,232</b>	<b>4,956</b>	<b>148,942</b>	<b>27,817</b>	<b>20,000</b>	<b>15,852</b>	<b>63,222</b>	<b>569,480</b>	<b>189,372</b>	<b>1,310,909</b>
<b>EXPENDITURES:</b>														
<b>Instruction:</b>														
Salaries of Teachers								10,317	20,000	15,000		215,530		260,847
Other Salaries for Instruction	64,000				110,500		44,500					68,821		287,821
Purchased Professional Svcs						4,956					31,122	1,324		37,402
Other Purchased Serv. - Spec. Ed Tuition					55,732									55,732
General Supplies	306	20,400	5,000	10,000						852		13,019		49,577
<b>Total Instruction</b>	<b>64,306</b>	<b>20,400</b>	<b>5,000</b>	<b>10,000</b>	<b>166,232</b>	<b>4,956</b>	<b>44,500</b>	<b>10,317</b>	<b>20,000</b>	<b>15,852</b>	<b>31,122</b>	<b>298,694</b>	<b>-</b>	<b>691,379</b>
<b>Support Services:</b>														
Salaries of Program Directors												34,850		34,850
Salaries of Other Professional Staff												18,355		18,355
Salaries of Secretarial & Clerical Staff												12,230		12,230
Other Salaries												6,313		6,313
Salaries of Master Teachers												26,285		26,285
Personal Services - Employee Benefits							104,442				18,100	159,748		282,290
Cleaning, Repair & Maintenance												27,242		27,242
Other Purchased Services			5,330								11,000			16,330
Supplies and Materials														
Other Objects								17,500			3,000			20,500
Student Activities													212,111	212,111
<b>Total Support Services</b>	<b>-</b>	<b>-</b>	<b>5,330</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>104,442</b>	<b>17,500</b>	<b>-</b>	<b>-</b>	<b>32,100</b>	<b>285,023</b>	<b>212,111</b>	<b>656,506</b>
<b>TOTAL EXPENDITURES</b>	<b>64,306</b>	<b>20,400</b>	<b>10,330</b>	<b>10,000</b>	<b>166,232</b>	<b>4,956</b>	<b>148,942</b>	<b>27,817</b>	<b>20,000</b>	<b>15,852</b>	<b>63,222</b>	<b>583,717</b>	<b>212,111</b>	<b>1,347,885</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(14,237)</b>	<b>(22,739)</b>	<b>(36,976)</b>
<b>Other Financing Sources (Uses):</b>														
Transfers from Other Funds		-	-	-	-	-	-	-	-	-	-	14,237		14,237
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,237</b>	<b>-</b>	<b>14,237</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(22,739)</b>	<b>(22,739)</b>
<b>Fund Balance Beginning</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>163,994</b>	<b>163,994</b>
<b>Prior Period Adjustment</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance Beginning (Restated)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>163,994</b>	<b>163,994</b>
<b>Fund Balance Ending</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>\$ 141,255</b>	<b>\$ 141,255</b>



**Belvidere School District**  
**Special Revenue Fund**  
**Preschool Education Aid Schedule of Expenditures**  
**Preschool - All Programs**  
**Budgetary Basis**  
**For the Fiscal Year Ended June 30, 2024**

	<b>Original Budget</b>	<b>Budget Transfers</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>EXPENDITURES:</b>					
<b>Instruction:</b>					
Salaries of Teachers	\$ 225,315	\$ (9,785)	\$ 215,530	\$ 215,530	-
Other Salaries for Instruction	67,571	1,250	68,821	68,821	-
Other Purchased Services	1,500	(176)	1,324	1,324	-
General Supplies	25,000	(11,981)	13,019	13,019	-
<b>Total instruction</b>	<b>319,386</b>	<b>(20,692)</b>	<b>298,694</b>	<b>298,694</b>	<b>-</b>
<b>Support services:</b>					
Salaries of Program Directors	34,850	-	34,850	34,850	-
Salaries of Other Professional Staff	18,355	-	18,355	18,355	-
Salaries of Secr. And Clerical Assistants	12,259	(29)	12,230	12,230	-
Other Salaries	7,974	(1,661)	6,313	6,313	-
Salaries of Master Teachers	25,000	1,285	26,285	26,285	-
Personal Services - Employee Benefits	159,749	(1)	159,748	159,748	-
Cleaning, Repair & Maintenance	-	27,242	27,242	27,242	-
Travel	1,100	(1,100)	-	-	-
Supplies and Materials	5,044	(5,044)	-	-	-
<b>Total support services</b>	<b>264,331</b>	<b>20,692</b>	<b>285,023</b>	<b>285,023</b>	<b>-</b>
<b>Total Expenditures</b>	<b>\$ 583,717</b>	<b>-</b>	<b>\$ 583,717</b>	<b>\$ 583,717</b>	<b>-</b>

**CALCULATION OF BUDGET & CARRYOVER**

Total 2023-2024 PreK Aid Allocation	\$ 569,480
Add: Actual ECPA Carryover June 30, 2023	-
Add: Budgeted Transfer From General Fund	14,237
Total Funds Available for 2022-2024 Budget	583,717
Less: 2023-2024 Budgeted PreK & ECPA (Including prior year budgeted carryover)	\$ (583,717)
Available & Unbudgeted Funds as of June 30, 2024	-
Add: June 30, 2024 Unexpended PreK Aid	-
2023-2024 Actual Carryover - PreK Aid	-
2023-2024 PreK Carryover Budgeted in 2024-2025	-

<b>CAPITAL PROJECTS FUND DETAIL STATEMENTS</b>
--

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

N/A

<p><b>PROPRIETARY FUND DETAIL STATEMENTS</b></p>
--

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

**Food Services Fund** - This fund provides for the operation of food services in all schools within the school district.

**Internal Services Fund** - This fund provides for the operation of shared services for administrative salaries with Harmony Township School District.

**THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5 AND B-6.**

<b>FIDUCIARY FUND DETAIL STATEMENTS</b>
---

Fiduciary Funds are defined by GASB No. 84 as four funds. (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds.

N/A

<b>LONG-TERM DEBT SCHEDULES</b>
---------------------------------

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding and obligations under capital leases.

**N/A**

Town of Belvidere School District  
**Statistical Section**

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends (J-1 thru J-5)</b> These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	86-91
<b>Revenue Capacity (J-6 thru J-9)</b> These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	92-95
<b>Debt Capacity (J-10 thru J-13)</b> 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.	96-99
<b>Demographic and Economic Information (J-14 and J-15)</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	100-101
<b>Operating Information (J-16 thru J-20)</b> 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.	102-106
<b>Sources:</b> Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports (ACFR) for the relevant year.	

**Town of Belvidere School District**  
**Net Position by Component,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

**Exhibit J-1**

	2015	2016	2017	2018	Fiscal Year Ending June 30,		2021	2022	2023	2024
					2019	2020				
Governmental activities										
Invested in capital assets, net of related debt	\$ 1,812,654	\$ 1,568,798	\$ 1,493,768	\$ 1,611,274	\$ 1,489,311	\$ 1,704,009	\$ 1,820,731	\$ 1,667,287	\$ 1,650,601	\$ 2,124,761
Restricted	1,398,000	1,310,574	904,574	644,574	820,482	980,658	1,360,530	1,774,957	1,534,646	1,561,992
Unrestricted	(2,483,043)	(2,318,398)	(2,397,180)	(2,909,524)	(3,050,963)	(2,600,379)	(2,869,016)	(2,291,509)	(1,659,423)	(1,892,024)
Total governmental activities net position	<u>\$ 727,611</u>	<u>\$ 560,974</u>	<u>\$ 1,162</u>	<u>\$ (653,676)</u>	<u>\$ (741,170)</u>	<u>\$ 84,288</u>	<u>\$ 312,245</u>	<u>\$ 1,150,735</u>	<u>\$ 1,525,824</u>	<u>\$ 1,794,729</u>
Business-type activities										
Invested in capital assets, net of related debt	\$ 54,986	\$ 41,776	\$ 30,926	\$ 21,303	\$ 23,409	\$ 35,370	\$ 32,880	\$ 126,466	\$ 169,095	\$ 196,407
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-	-	-	-
Total business-type activities net position	<u>\$ 54,986</u>	<u>\$ 41,776</u>	<u>\$ 30,926</u>	<u>\$ 21,303</u>	<u>\$ 23,409</u>	<u>\$ 35,370</u>	<u>\$ 32,880</u>	<u>\$ 126,466</u>	<u>\$ 169,095</u>	<u>\$ 196,407</u>
District-wide										
Invested in capital assets, net of related debt	\$ 1,867,640	\$ 1,610,574	\$ 1,524,694	\$ 1,632,577	\$ 1,512,720	\$ 1,739,379	\$ 1,853,611	\$ 1,793,753	\$ 1,819,696	\$ 2,321,168
Restricted	1,398,000	1,310,574	904,574	644,574	820,482	980,658	1,360,530	1,774,957	1,534,646	1,561,992
Unrestricted	(2,483,043)	(2,318,398)	(2,397,180)	(2,909,524)	(3,050,963)	(2,600,379)	(2,869,016)	(2,291,509)	(1,659,423)	(1,892,024)
Total district net position	<u>\$ 782,597</u>	<u>\$ 602,750</u>	<u>\$ 32,088</u>	<u>\$ (632,373)</u>	<u>\$ (717,761)</u>	<u>\$ 119,658</u>	<u>\$ 345,125</u>	<u>\$ 1,277,201</u>	<u>\$ 1,694,919</u>	<u>\$ 1,991,136</u>

Source: ACFR Schedule A-1

**Town of Belvidere School District**  
**Changes in Net Position, Last Ten Fiscal Years**  
*(accrual basis of accounting)*

**Exhibit J-2**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Expenses</b>										
Governmental activities										
Instruction										
Regular	\$ 6,704,378	\$ 5,119,106	\$ 7,612,502	\$ 8,071,843	\$ 7,226,137	\$ 6,974,613	\$ 7,585,238	\$ 6,744,946	\$ 6,399,263	\$ 6,626,473
Special education	1,540,037	1,215,591	1,915,070	2,015,680	1,900,734	1,633,056	1,901,125	1,648,569	1,685,918	1,574,617
Other special education	505,616	530,546	522,185	565,280	543,342	583,037	584,142	636,220	625,582	601,688
Support Services:										
Tuition	145,456	100,751	122,078	88,238	104,739	258,469	366,692	223,526	10,199	74,197
Student & instruction related services	1,868,617	1,428,396	2,239,008	2,523,324	2,306,806	2,103,094	2,310,476	2,156,667	2,121,203	2,289,897
General administrative services	1,082,428	870,255	1,269,026	1,255,837	1,101,943	1,016,011	1,096,111	815,158	799,136	861,101
School administrative services	799,111	686,389	958,528	1,003,494	966,448	887,278	1,040,317	885,942	815,694	884,825
Business administrative services	1,472,010	1,470,116	1,563,393	1,553,578	1,442,855	1,491,469	1,546,929	1,382,745	1,520,540	1,282,776
Plant operations and maintenance	116,433	141,253	201,205	215,690	231,170	204,910	79,361	117,112	181,903	320,582
Pupil transportation										
Other Fiscal Charges	1,448	1,448	1,448	1,448	1,448	1,448	1,448	1,448	1,448	1,448
Total governmental activities expenses	14,235,534	11,563,851	16,404,443	17,294,412	15,825,622	15,153,385	16,511,839	14,612,333	14,160,886	14,517,604
Business-type activities:										
Food service	218,013	206,037	200,405	186,632	185,588	143,537	142,833	295,452	231,202	230,835
Child Care										
Total business-type activities expense	218,013	206,037	200,405	186,632	185,588	143,537	142,833	295,452	231,202	230,835
Total district expenses	<u>\$ 14,453,547</u>	<u>\$ 11,769,888</u>	<u>\$ 16,604,848</u>	<u>\$ 17,481,044</u>	<u>\$ 16,011,210</u>	<u>\$ 15,296,922</u>	<u>\$ 16,654,672</u>	<u>\$ 14,907,785</u>	<u>\$ 14,392,088</u>	<u>\$ 14,748,439</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
Instruction (regular & special education)	\$ 3,366,022	\$ 3,375,196	\$ 3,288,397	\$ 3,165,705	\$ 3,151,773	\$ 3,215,736	\$ 2,914,745	\$ 3,110,997	\$ 3,051,057	\$ 2,780,697
Business and other support services	1,780,800	1,785,655	1,739,732	1,674,822	1,667,451	1,701,292	1,542,051	1,645,878	1,614,168	1,471,133
Operating grants and contributions	5,736,577	2,592,735	7,099,467	8,027,203	7,028,963	6,398,926	8,131,293	6,652,912	5,731,667	6,231,100
Capital grants and contributions										
Total governmental activities program revenues	10,883,399	7,753,586	12,127,596	12,867,730	11,848,187	11,315,954	12,588,089	11,409,787	10,396,892	10,482,930
Business-type activities:										
Charges for services										
Food service	145,344	141,976	128,681	116,373	125,506	86,547	752	37,404	124,493	124,887
Operating grants and contributions	64,154	50,851	60,874	60,636	62,188	68,951	139,591	351,634	149,338	133,260
Capital grants and contributions										
Total business type activities program revenues	209,498	192,827	189,555	177,009	187,694	155,498	140,343	389,038	273,831	258,147
Total district program revenues	<u>\$ 11,092,897</u>	<u>\$ 7,946,413</u>	<u>\$ 12,317,151</u>	<u>\$ 13,044,739</u>	<u>\$ 12,035,881</u>	<u>\$ 11,471,452</u>	<u>\$ 12,728,432</u>	<u>\$ 11,798,825</u>	<u>\$ 10,670,723</u>	<u>\$ 10,741,077</u>

Continued



**Town of Belvidere School District**  
**Changes in Net Position, Last Ten Fiscal Years**  
*(accrual basis of accounting)*

**Exhibit J-2**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (3,352,135)	\$ (3,810,265)	\$ (4,276,847)	\$ (4,426,682)	\$ (3,977,435)	\$ (3,837,431)	\$ (3,923,750)	\$ (3,202,546)	\$ (3,763,994)	\$ (4,034,674)
Business-type activities	(8,515)	(13,210)	(10,850)	(9,623)	2,106	11,961	(2,490)	93,586	42,629	27,312
Total district-wide net expense	<u>\$ (3,360,650)</u>	<u>\$ (3,823,475)</u>	<u>\$ (4,287,697)</u>	<u>\$ (4,436,305)</u>	<u>\$ (3,975,329)</u>	<u>\$ (3,825,470)</u>	<u>\$ (3,926,240)</u>	<u>\$ (3,108,960)</u>	<u>\$ (3,721,365)</u>	<u>\$ (4,007,362)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 3,554,307	\$ 3,625,393	\$ 3,697,901	\$ 3,753,370	\$ 3,864,525	\$ 3,864,525	\$ 3,854,525	\$ 3,854,525	\$ 3,931,616	\$ 4,097,539
Unrestricted grants and contributions										
Investment earnings	551	843	694	1,695	4,085	10,524	2,855	419	178	170
Miscellaneous income	21,104	17,392	18,440	16,779	21,331	12,431	294,327	186,092	207,289	205,870
Transfers	-	-	-	-	-	-	-	-	-	-
Total governmental activities	<u>3,575,962</u>	<u>3,643,628</u>	<u>3,717,035</u>	<u>3,771,844</u>	<u>3,889,941</u>	<u>3,887,480</u>	<u>4,151,707</u>	<u>4,041,036</u>	<u>4,139,083</u>	<u>4,303,579</u>
Business-type activities:										
Investment earnings	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Total business-type activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total district-wide	<u>\$ 3,575,962</u>	<u>\$ 3,643,628</u>	<u>\$ 3,717,035</u>	<u>\$ 3,771,844</u>	<u>\$ 3,889,941</u>	<u>\$ 3,887,480</u>	<u>\$ 4,151,707</u>	<u>\$ 4,041,036</u>	<u>\$ 4,139,083</u>	<u>\$ 4,303,579</u>
<b>Change in Net Position</b>										
Governmental activities	\$ 223,827	\$ (166,637)	\$ (559,812)	\$ (654,838)	\$ (87,494)	\$ 50,049	\$ 227,957	\$ 838,490	\$ 375,089	\$ 268,905
Business-type activities	(8,515)	(13,210)	(10,850)	(9,623)	2,106	11,961	(2,490)	93,586	42,629	27,312
Total district	<u>\$ 215,312</u>	<u>\$ (179,847)</u>	<u>\$ (570,662)</u>	<u>\$ (664,461)</u>	<u>\$ (85,388)</u>	<u>\$ 62,010</u>	<u>\$ 225,467</u>	<u>\$ 932,076</u>	<u>\$ 417,718</u>	<u>\$ 296,217</u>

Source: ACFR Schedule A-2

**Town of Belvidere School District**  
**Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

**Exhibit J-3**

					Fiscal Year Ending June 30,					
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Reserved	\$ 1,510,775	\$ 1,659,926	\$ 1,444,591	\$ 767,225	\$ 899,720	\$ 1,386,077	\$ 1,398,330	\$ 1,978,285	\$ 1,594,267	\$ 1,507,505
Unreserved	(13,133)	(36,479)	(31,159)	(34,595)	(46,751)	(53,010)	(53,589)	(49,698)	76,682	13,638
Total general fund	<u>\$ 1,497,642</u>	<u>\$ 1,623,447</u>	<u>\$ 1,413,432</u>	<u>\$ 732,630</u>	<u>\$ 852,969</u>	<u>\$ 1,333,067</u>	<u>\$ 1,344,741</u>	<u>\$ 1,928,587</u>	<u>\$ 1,670,949</u>	<u>\$ 1,521,143</u>
All Other Governmental Funds										
Reserved						\$ 160,176	\$ 151,820	\$ 155,207	\$ 163,994	\$ 141,255
Unreserved, reported in:										
Special revenue fund					\$ (18,810)	\$ (38,342)	(37,635)	(34,312)	(45,730)	(56,948)
Capital projects fund										
Debt service fund										
Permanent fund										
Total all other governmental funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (18,810)</u>	<u>\$ 121,834</u>	<u>\$ 114,185</u>	<u>\$ 120,895</u>	<u>\$ 118,264</u>	<u>\$ 84,307</u>

Source: ACFR Schedule B-1

**Town of Belvidere School District**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**

**Exhibit J-4**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Revenues</b>										
Tax levy	\$ 3,554,307	\$ 3,625,393	\$ 3,697,901	\$ 3,753,370	\$ 3,864,525	\$ 3,864,525	\$ 3,854,525	\$ 3,854,525	\$ 3,931,616	\$ 4,097,539
Tuition charges	5,146,822	5,160,851	5,028,129	4,840,527	4,819,224	4,917,028	4,456,796	4,756,875	4,665,225	4,251,830
Interest earnings	-	-	-	-	-	-	-	-	-	-
Miscellaneous	21,655	18,235	19,134	18,474	25,416	22,955	297,182	186,511	207,467	206,040
State sources	4,053,768	4,170,543	4,361,316	4,601,367	4,998,456	5,344,840	5,671,949	6,573,767	6,593,110	6,511,093
Federal sources	227,021	225,404	236,100	268,355	260,283	233,828	311,115	500,122	513,777	1,272,273
Total revenue	13,003,573	13,200,426	13,342,580	13,482,093	13,967,904	14,383,176	14,591,567	15,871,800	15,911,195	16,338,775
<b>Expenditures</b>										
Instruction										
Regular Instruction	4,059,976	3,944,659	4,060,316	4,055,788	3,844,595	4,124,877	4,147,208	4,281,432	4,455,177	4,373,368
Special education instruction	796,463	911,004	907,534	877,559	953,327	842,558	908,887	954,994	1,134,062	940,284
Other special instruction	505,616	530,546	522,185	565,280	543,342	583,037	584,142	636,220	625,582	601,688
Other instruction	-	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	145,456	100,751	122,078	88,238	104,739	258,469	366,692	223,526	10,199	74,197
Student & instruction related services	1,123,831	1,116,975	1,224,056	1,376,632	1,350,186	1,238,581	1,314,182	1,459,007	1,565,365	1,622,616
General administrative services	653,660	694,869	687,947	599,459	555,679	560,312	523,658	420,249	480,859	495,315
School Administrative services	519,552	574,854	578,505	574,359	610,738	591,593	663,695	618,444	607,486	646,227
Business administrative services	-	-	-	-	-	-	-	-	-	-
Plant operations and maintenance	1,173,455	1,330,126	1,166,122	1,103,974	1,059,593	1,165,074	1,169,757	1,113,688	1,303,291	1,028,738
Pupil transportation	116,433	141,253	201,205	215,690	231,170	204,910	79,361	117,112	181,903	320,582
Unallocated employee benefits	3,372,362	3,651,142	3,832,097	4,214,283	4,332,986	4,286,949	4,535,449	5,391,357	5,623,467	5,633,272
Charter School	33,280	8,111	1,593	-	-	-	-	2,423	26,198	40,921
Special Revenue										
Capital outlay	209,029	70,331	248,957	491,633	280,020	66,250	294,511	62,802	157,875	745,330
Debt service:										
Principal										
Interest and other charges										
Total expenditures	12,709,113	13,074,621	13,552,595	14,162,895	13,866,375	13,922,610	14,587,542	15,281,244	16,171,464	16,522,538
Excess (Deficiency) of revenues over (under) expenditures	294,460	125,805	(210,015)	(680,802)	101,529	460,566	4,025	590,556	(260,269)	(183,763)
<b>Other Financing Sources (uses)</b>										
Transfers in						4,000	12,977	13,197	13,449	14,237
Transfers out						(4,000)	(12,977)	(13,197)	(13,449)	(14,237)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Net change in fund balances	\$ 294,460	\$ 125,805	\$ (210,015)	\$ (680,802)	\$ 101,529	\$ 460,566	\$ 4,025	\$ 590,556	\$ (260,269)	\$ (183,763)
Debt service as a percentage of noncapital expenditures										
	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Source: ACFR Schedule B-2

TOWN OF BELVIDERE SCHOOL DISTRICT

GENERAL FUND OTHER LOCAL REVENUE BY SOURCE

LAST TEN FISCAL YEARS

UNAUDITED

Exhibit J-5

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Refund</u> <u>Prior Year</u> <u>Expenditures</u>	<u>Room</u> <u>Rentals</u>	<u>Pepsi</u> <u>Commission</u>	<u>Athletics</u> <u>Cocurricular</u> <u>Events</u>	<u>Tuition</u>	<u>Miscellaneous</u>	<u>Total</u>
2015	\$ 551	\$ 185	-	\$ 1,991	\$ 13,327	\$ 5,146,822	\$ 101	\$ 5,162,977
2016	843	1,935	-	886	12,671	5,160,851	-	5,177,186
2017	694	81	\$ 1,480	331	12,735	5,028,129	913	5,044,363
2018	1,695	637	-	500	6,829	4,840,527	7,238	4,857,426
2019	4,085	-	-	-	12,606	4,819,224	-	4,835,915
2020	10,524	322	-	-	-	4,917,028	12,109	4,939,983
2021	2,855	7,615	-	-	-	4,456,796	498	4,467,764
2022	419	-	-	-	-	4,756,875	44,786	4,802,080
2023	178	-	-	-	-	4,665,225	10,321	4,675,724
2024	170	-	-	-	-	4,251,830	12,948	4,264,948

SOURCE: District Records

**Town of Belvidere School District**  
**Assessed Value and Actual Value of Taxable Property,**  
**Last Ten Fiscal Years**

**Exhibit J-6**

Fiscal Year Ended June 30,	Vacant <u>Land</u>	<u>Residential</u>	<u>Farm Reg.</u>	<u>Qfarm</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Apartment</u>	Total Assessed <u>Value</u>	Less: Tax- Exempt <u>Property</u>	Public <u>Utilities a</u>	Net Valuation <u>Taxable</u>	Total Direct School Tax <u>Rate b</u>	Estimated Actual (County Equalized Value)
2015	\$1,749,000	\$100,811,500	\$472,900	\$42,900	\$13,592,199	\$9,068,350	\$2,878,200	\$167,261,046	\$38,119,600	\$526,397	\$129,141,446	\$2.752	\$183,621,188
2016	1,730,000	100,588,199	472,900	42,900	13,154,599	8,993,350	2,878,200	166,506,200	38,119,600	526,452	128,386,600	2.824	175,682,635
2017	1,758,800	100,686,699	296,100	41,600	13,086,799	8,993,350	2,878,200	166,418,900	38,152,600	524,752	128,266,300	2.883	182,538,876
2018	1,702,700	100,381,123	459,900	44,000	12,653,899	8,993,350	2,760,300	165,624,624	38,104,600	524,752	127,520,024	2.943	183,780,143
2019	1,665,700	100,392,123	459,900	44,000	12,594,499	8,993,350	2,760,300	165,014,521	38,104,600	49	126,909,921	3.045	192,691,306
2020	1,648,100	100,258,623	459,900	18,100	12,702,999	9,233,350	2,760,300	165,291,921	38,210,500	49	127,081,421	3.041	186,995,504
2021	1,576,100	100,353,323	452,900	19,200	12,685,099	9,291,650	2,760,300	165,293,821	38,155,200	49	127,138,621	3.032	193,638,425
2022	1,562,600	100,142,723	452,900	18,900	12,685,099	9,291,650	2,760,300	165,242,221	38,328,000	49	126,914,221	3.037	189,585,526
2023	1,562,100	100,000,223	452,900	18,900	12,685,099	9,291,650	2,760,300	165,317,422	38,546,200	50	126,771,222	3.101	212,295,088
2024	4,378,600	197,517,700	812,800	21,100	22,010,500	19,721,500	8,600,000	319,020,650	65,958,400	50	253,062,250	1.619	234,293,163

Source: District records Tax list summary & Municipal Tax Assessor

**Note:** Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

Reassessment occurs when ordered by the County Board of Taxation

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

**b** Tax rates are per \$100

**Town of Belvidere School District  
Direct and Overlapping Property Tax Rates  
Last Ten Fiscal Years**

**Exhibit J-7**

*(rate per \$100 of assessed value)*

Fiscal Year Ended June 30,	Belvidere Board of Education			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Belvidere Town	Warren County	
2015	\$2.752	\$0.000	\$2.752	\$1.648	\$1.021	\$5.421
2016	\$2.824	\$0.000	\$2.824	\$1.646	\$0.989	\$5.459
2017	\$2.883	\$0.000	\$2.883	\$1.668	\$1.011	\$5.562
2018	\$2.943	\$0.000	\$2.943	\$1.641	\$1.048	\$5.632
2019	\$3.045	\$0.000	\$3.045	\$1.665	\$1.110	\$5.820
2020	\$3.041	\$0.000	\$3.041	\$1.643	\$1.053	\$5.737
2021	\$3.032	\$0.000	\$3.032	\$1.592	\$1.072	\$5.696
2022	\$3.037	\$0.000	\$3.037	\$1.590	\$1.044	\$5.671
2023	\$3.101	\$0.000	\$3.101	\$1.637	\$1.135	\$5.873
2024	\$1.619	\$0.000	\$1.619	\$0.873	\$0.585	\$3.077

Source: District Records and Municipal Tax Collector

**Note:** NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

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

<sup>b</sup> Rates for debt service are based on each year's requirements.

**Town of Belvidere School District  
Principal Property Tax Payers,  
Current Year and Nine Years Ago**

**Exhibit J-8**

Taxpayer	2024			2013		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
DSM Nutritional Products, Inc.(formerly Hoffman LaRoche)	\$ 4,615,000	1	1.82%	\$ 9,297,000	1	6.74%
BASF Corp. Coating and Ink	1,505,250	2	0.59%	6,728,150	2	4.88%
Graham Packaging Plastic Products(formerly Owens Illinois)	1,421,700	3	0.56%	2,597,900	3	1.88%
ADTI Housing Corp.	950,000	4	0.38%			
Sprint	712,800	5	0.28%	864,200	10	0.63%
3 Greenwich Street	665,900	6	0.26%			
Westgate Apartments, LLC	640,500	7	0.25%			
Individual Taxpayer #1	631,500	8	0.25%	1,513,700	5	1.10%
Transistor Devices Inc.	600,000	9	0.24%	887,900	8	0.64%
Individual Taxpayer #2	571,500	10	0.23%			
Georgia Pacific Corp.				1,008,600	7	0.73%
Embarq Corp.				1,745,174	4	1.27%
Belvidere Heights, Inc.				1,410,000	6	1.02%
Synergy Housing Development				875,000	9	0.63%
Total	<u>\$ 12,314,150</u>		<u>4.87%</u>	<u>\$ 26,927,624</u>		<u>19.52%</u>

Source: District ACFR & Municipal Tax Assessor

**Town of Belvidere School District  
Property Tax Levies and Collections,  
Last Ten Fiscal Years**

**Exhibit J-9**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$3,554,307	\$3,554,307	100.00%	-
2016	\$3,625,393	\$3,625,393	100.00%	-
2017	\$3,697,901	\$3,697,901	100.00%	-
2018	\$3,753,370	\$3,753,370	100.00%	-
2019	\$3,864,525	\$3,864,525	100.00%	-
2020	\$3,864,525	\$3,864,525	100.00%	-
2021	\$3,854,525	\$3,854,525	100.00%	-
2022	\$3,854,525	\$3,854,525	100.00%	-
2023	\$3,931,616	\$3,931,616	100.00%	-
2024	\$4,097,539	\$4,097,539	100.00%	-

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

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



**Town of Belvidere School District  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years**

**Exhibit J-10**

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds <sup>b</sup>	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District		
2015	-	-	-	-	-	-	N/A	N/A
2016	-	-	-	-	-	-	N/A	N/A
2017	-	-	-	-	-	-	N/A	N/A
2018	-	-	-	-	-	-	N/A	N/A
2019	-	-	-	-	-	-	N/A	N/A
2020	-	-	-	-	-	-	N/A	N/A
2021	-	-	-	-	-	-	N/A	N/A
2022	-	-	-	-	-	-	N/A	N/A
2023	-	-	-	-	-	-	N/A	N/A
2024	-	-	-	-	-	-	N/A	N/A

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

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

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

**b** Includes Early Retirement Incentive Plan (ERIP) refunding

**Town of Belvidere School District**  
**Ratios of Net General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

**Exhibit J-11**

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2015	-0-	-0-	-0-	-0-	-0-
2016	-0-	-0-	-0-	-0-	-0-
2017	-0-	-0-	-0-	-0-	-0-
2018	-0-	-0-	-0-	-0-	-0-
2019	-0-	-0-	-0-	-0-	-0-
2020	-0-	-0-	-0-	-0-	-0-
2021	-0-	-0-	-0-	-0-	-0-
2022	-0-	-0-	-0-	-0-	-0-
2023	-0-	-0-	-0-	-0-	-0-
2024	-0-	-0-	-0-	-0-	-0-

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

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

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

**Town of Belvidere School District**  
**Ratios of Overlapping Governmental Activities Debt**  
**As of June 30, 2024**

**Exhibit J-12**

<b><u>Governmental Unit</u></b>	<b><u>Debt Outstanding</u></b>	<b><u>Estimated Percentage Applicable <sup>a</sup></u></b>	<b><u>Estimated Share of Overlapping Debt</u></b>
<b>Debt repaid with property taxes</b>			
Town of Belvidere	\$ 2,074,825	100%	\$ 2,074,825
<b>Other debt</b>			
Warren County	10,570,000	1.75%	<u>184,946</u>
Subtotal, overlapping debt			2,259,771
<b>Town of Belvidere School District Direct Debt</b>	None	100%	<u>None</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 2,259,771</u></u>

**Sources:** Belvidere Finance Officer, Warren County Finance Office  
and Utility Authorities

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

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

Town of Belvidere School District  
 Legal Debt Margin Information,  
 Last Ten Fiscal Years

Exhibit J-13

Legal Debt Margin Calculation for Fiscal Year 2024

							Equalized valuation basis				
							2021	\$209,983,788			
							2022	\$235,502,877			
							2023	\$232,850,805			
							[A]	<u>\$678,337,470</u>			
Average equalized valuation of taxable property							[A/3]	\$	226,112,490		
Debt limit (4 % of average equalization value)							[B]		9,044,500		
Net bonded school debt							[C]		None		
Legal debt margin							[B-C]	\$	<u>9,044,500</u>		
Fiscal Year											
	<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>	<u>2024</u>	
Debt limit	\$7,370,698	\$7,125,832	\$7,136,453	\$7,359,130	\$7,418,669	\$7,541,771	\$7,501,584	\$7,845,088	\$8,437,511	\$9,044,500	
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-	
Legal debt margin	\$7,370,698	\$7,125,832	\$7,136,453	\$7,359,130	\$7,418,669	\$7,541,771	\$7,501,584	\$7,845,088	\$8,437,511	\$9,044,500	
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	

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

a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts

**Town of Belvidere School District  
Demographic and Economic Statistics  
Last Ten Fiscal Years**

**Exhibit J-14**

<u>Year</u>	<u>Population <sup>a</sup></u>	<u>Personal Income (thousands of dollars) <sup>b</sup></u>	<u>Per Capita Personal Income <sup>c</sup></u>	<u>Unemployment Rate <sup>d</sup></u>
2015	2,620	\$133,069,216	\$50,741 R	5.3%
2016	2,611	\$134,171,168	\$51,503 R	4.9%
2017	2,592	\$138,591,759	\$53,149 R	4.1%
2018	2,580	\$138,163,511	\$54,973 R	3.4%
2019	2,576	\$137,895,856	\$56,956 R	3.7%
2020	2,566	\$143,564,538	\$60,525 R	7.9%
2021	2,563	\$148,279,802	\$63,041 R	5.8%
2022	2,521	\$152,583,525	\$62,921 R	4.1%
2023	2,534	\$159,745,894	\$62,921 *	4.3%
2024	2,536	\$159,567,656	\$62,921 *	*

**Source:**

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Personal Income provided by US Dept of Commerce

<sup>c</sup> Per Capita provided by US Dept of Commerce

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

R =Revised

\* Current data unavailable

**Town of Belvidere School District  
Principal Employers,  
Current Year and Nine Years Ago**

**Exhibit J-15**

	2024			2015		
Employer	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment
		1	0.00%	-		0.00%
		2	0.00%	-		0.00%
		3	0.00%	-		0.00%
		4	0.00%	-		0.00%
		5	0.00%	-		0.00%
		6	0.00%	-		0.00%
		7	0.00%	-		0.00%
		8	0.00%	-		0.00%
		9	0.00%	-		0.00%
		10	0.00%	-		0.00%
	-		0.00%	-		0.00%

**Source:**  
No reliable information is available at the local or county level.

**Town of Belvidere School District**  
**Full-time Equivalent District Employees by Function/Program,**  
**Last Ten Fiscal Years**

**Exhibit J-16**

	<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>	<u>2024</u>
<b><u>Function/Program</u></b>										
Instruction										
Regular	57.5	57.5	54.0	54.0	54.0	56.0	53.0	51.0	50.0	42.5
Special education	22.0	22.5	20.5	22.0	24.6	26.0	22.5	23.5	23.5	22.0
Support Services:										
Student & instruction related services	13.0	13.0	13.0	13.0	14.0	17.0	17.5	18.5	20.5	16.0
General administrative services	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
School administrative services	9.0	9.0	9.0	9.0	8.0	7.5	6.5	5.5	5.5	5.5
Business administrative services	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0
Plant operations and maintenance	8.5	8.5	8.5	8.5	8.5	8.5	7.5	7.5	8.0	7.5
Other Support Services - Athletics	1.0	1.0	1.0	1.0	-	1.0	0.5	0.5	0.5	0.5
Total	116.5	117.0	111.5	113.0	114.6	121.5	113.0	112.0	114.5	100.5

**Source:** District Personnel Records

**Town of Belvidere School District**  
**Operating Statistics**  
**Last Ten Fiscal Years**

**Exhibit J-17**

<b>Fiscal Year</b>	<b>Enrollment</b>	<b>Operating Expenditures <sup>a</sup></b>	<b>Cost Per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff <sup>b</sup></b>	<b>Pupil/Teacher Ratio</b>	<b>Average Daily Enrollment (ADE) <sup>c</sup></b>	<b>Average Daily Attendance (ADA) <sup>c</sup></b>	<b>% Change in Average Daily Enrollment</b>	<b>Student Attendance Percentage</b>
2015	773	\$ 12,500,084	\$ 16,171	0.10%	91.5	1:8.4	772.2	726.9	4.73%	94.1%
2016	742	13,004,290	17,526	8.38%	92.0	1:8.1	747.5	705.0	-3.20%	94.3%
2017	739	13,671,262	18,500	5.56%	86.5	1:8.5	735.3	683.7	-1.63%	93.0%
2018	704	13,671,262	19,419	4.97%	88.0	1:8.0	705.0	668.2	-4.12%	94.8%
2019	693	13,586,355	19,605	0.96%	92.6	1:7.5	684.6	647.0	-2.89%	94.5%
2020	651	13,856,360	21,285	8.57%	99.0	1:6.6	656.0	624.7	-4.18%	95.2%
2021	628	14,293,031	22,760	6.93%	93.0	1:6.8	625.3	593.7	-4.68%	94.9%
2022	596	15,218,442	25,534	12.19%	93.0	1:6.4	607.1	545.2	-2.91%	89.8%
2023	604	16,013,589	26,513	3.83%	94.0	1:6.4	603.5	547.7	-0.59%	90.8%
2024	577	15,777,208	27,344	3.13%	80.5	1:7.2	581.5	526.1	-3.65%	90.5%

**Sources:** District records, ASSA and Schedules J-12, J-14

**Note:** Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay; Schedule J-4
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).



**Town of Belvidere School District  
School Building Information  
Last Ten Fiscal Years**

**Exhibit J-18**

	<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>	<u>2024</u>
<b><u>District Building</u></b>										
<b><u>Elementary</u></b>										
Third Street Elementary (1916)										
Square Feet	17,688	17,688	17,688	17,688	17,688	17,688	17,688	17,688	17,688	17,688
Capacity (students)	239	239	239	239	239	239	239	239	239	239
Enrollment	94	94	98	104	85	-	-	-	-	-
Oxford Street Elementary School (1958/1976)										
Square Feet	41,500	41,500	41,500	41,500	41,500	41,500	41,500	41,500	41,500	41,500
Capacity (students)	250	250	250	250	250	250	250	250	250	250
Enrollment	195	171	165	145	169	174	167	181	201	187
<b><u>High School</u></b>										
Belvidere High School (1938/1958/1976)										
Square Feet	132,500	132,500	132,500	132,500	132,500	132,500	132,500	132,500	132,500	132,500
Capacity (students)	940	940	940	940	940	940	940	940	940	940
Enrollment	484	477	476	455	419	477	461	415	403	390
<b><u>Other</u></b>										
Storage Building (1958)										
Square Feet	1,548	1,548	1,548	1,548	1,548	1,548	1,548	1,548	1,548	1,548

Number of Schools at June 30, 2024

**Source:** District Facilities Office

Third Street Elementary served as the administrative and board of education office starting in fiscal year '20 though '23.

Elementary = 1

High School = 1

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

TOWN OF BELVIDERE SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
Last Ten Fiscal Years Ending June 30, 2024  
UNAUDITED

Exhibit J-19

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

<u>School Facilities</u>	<u>Project #</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>	<u>2024</u>	<u>Total</u>
Third Street Elementary	N/A	\$ 17,795	\$ 24,431	\$ 17,243	\$ 16,293	\$ 13,147	\$ 17,518	\$ 17,185	\$ 11,921	\$ 19,276	\$ 7,430	\$ 162,239
Oxford Elementary	N/A	12,986	17,828	12,583	11,889	9,594	12,784	12,541	8,699	14,066	5,422	118,392
Belvidere High School	N/A	450,173	618,030	436,205	412,162	332,585	443,165	434,738	301,569	487,624	187,967	4,104,218
Total School Facilities		480,954	660,289	466,031	440,344	355,325	473,466	464,463	322,189	520,965	200,819	4,384,849
Other Facilities												
<b>Grand Total</b>		<b>\$ 480,954</b>	<b>\$ 660,289</b>	<b>\$ 466,031</b>	<b>\$ 440,344</b>	<b>\$ 355,325</b>	<b>\$ 473,466</b>	<b>\$ 464,463</b>	<b>\$ 322,189</b>	<b>\$ 520,965</b>	<b>\$ 200,819</b>	<b>\$ 4,384,849</b>

BELVIDERE BOARD OF EDUCATION

Exhibit J-20

INSURANCE SCHEDULE

6/30/2024

UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
Commercial Package Policy - NJ Schools Insurance Group (NJSIG):		
<u>PROPERTY SECTION:</u>		
Blanket Building and Contents (fund limit)	\$ 450,000,000	\$ 1,000
Accounts Receivable	250,000	1,000
Automobile Physical Damage	In Blanket Limit	1,000
Electronic Data Processing Equipment	375,000	1,000
<u>LIABILITY SECTION:</u>		
Comprehensive General Liability	11,000,000	
Automobile Liability	11,000,000	
Employee Benefit Liability	11,000,000	1,000
<u>CRIME:</u>		
Blanket Employee Dishonesty	100,000	500
Forgery	50,000	500
Theft/Disappearance/Destruction:		
Inside	50,000	500
Outside	50,000	500
<u>SCHOOL BOARD LEGAL LIABILITY - NJSIG</u>	11,000,000	5,000
Zurich Insurance Company (NJSIG):		
<u>ENVIRONMENTAL IMPAIRMENT LIABILITY:</u>		
Limit of Liability:		
Incident	1,000,000	10,000
Fund Annual Aggregate	25,000,000	
<u>WORKERS' COMPENSATION (NJSIG):</u>		
(a) Statutory Benefits	Included	
(a) Employer's Liability	5,000,000	
Supplemental Coverage (optional)	Included	
Selective Insurance Company		
Public Employees' Faithful Performance Blanket Position Bond -		
Board Secretary - R Tjalma	25,000	
Treasurer -R Wilson	206,000	

## **Single Audit Section**



## **ARDITO & COMPANY LLC**

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Anthony Ardito, CPA, RMA, CMFO, 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  
 Belvidere School District  
 County of Warren  
 Belvidere, New Jersey 07823

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in ***Government Auditing Standards*** issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Belvidere School District Board of Education in the County of Warren, State of New Jersey, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Town of Belvidere School District Board of Education's basic financial statements, and have issued our report thereon dated December 9, 2024.

#### **Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

-Continued-

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

### **Purpose of this Report**

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

*Ardito & Company LLC*

**ARDITO & COMPANY LLC**

Frenchtown, New Jersey

December 9, 2024

*Anthony Ardito*

Anthony Ardito

Certified Public Accountant

Licensed Public School Accountant No. 2369

**ARDITO & COMPANY LLC**

Frenchtown, New Jersey

December 9, 2024



## **ARDITO & COMPANY LLC**

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### **Independent Auditor's Report on Compliance For Each Major Program and on Internal Control Over Compliance Required by New Jersey OMB circular 15-08**

Honorable President and  
 Members of the Board of Education  
 Belvidere School District  
 County of Warren  
 Belvidere, New Jersey 07823

#### **Report on Compliance for Each Major State Program**

##### ***Opinion on Each Major State Program***

We have audited the Belvidere School District Board of Education's compliance with the types of compliance requirements described in the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the District's major state programs for the year ended June 30, 2024. The Belvidere School District Board of Education's major 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 Belvidere School District Board of Education complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2024.

##### ***Basis for Opinion on Each Major State Program***

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

We are required to be independent of the Belvidere School District 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 opinion on compliance for each major state program. Our audit does not provide a legal determination of the Belvidere School District 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, regulations, rules, and provisions of contracts or grant agreements applicable to the District's state programs.

-Continued-

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, **Government Auditing Standards**, and New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major state program as a whole.

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

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

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

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

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal 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 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 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.

-Continued-



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 New Jersey OMB circular 15-08, and for New Jersey Department of Education use. Accordingly, this report is not suitable for any other purpose.

*Ardito & Company LLC*

ARDITO & COMPANY LLC

Frenchtown, New Jersey

December 9, 2024

*Anthony Ardito*

Anthony Ardito

Certified Public Accountant

Licensed Public School Accountant No. 2369

ARDITO & COMPANY LLC

Frenchtown, New Jersey

December 9, 2024

## TOWN OF BELVIDERE SCHOOL DISTRICT

K-3

Schedule of Expenditures of Federal Awards  
for the Fiscal Year ended June 30, 2024

Schedule A

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing No.	FAIN Number	Grant or State Project Number	Program or Award Amount	Grant Period		Balance At June 30, 2023	Carryover/ Walkover Amount	Cash Received	Budgetary Expenditures	Adjust.	Repayment of Prior Years' Balances	Balance at June 30, 2024			Cumulative Total Expenditures
					From	To							Accounts Receivable	Deferred Revenue	Due to Grantor	
U.S. Department of Education																
General Fund:																
Medical Assistance Aid	93.778	2305NJ5MAP	N/A	\$ 3,048	7/1/23	6/30/24			\$ 3,048	\$ (3,048)						\$ 3,048
Total General Fund							-	-	3,048	(3,048)	-	-	-	-	-	3,048
U.S. Dept. of Education Passed-Through State Dept. of Education:																
Special Revenue Fund:																
Title I	84.010	S010A230030	N/A	64,306	7/1/23	6/30/24			64,306	(64,306)			-			64,306
Title I SIA	84.010A	S010A230030	N/A	20,400	7/1/23	6/30/24			20,400	(20,400)			-			20,400
Title II (A)	84.367A	S367B230027	N/A	10,330	7/1/23	6/30/24			10,330	(10,330)			-			10,330
Title IV	84.424A	S424B230027	N/A	10,000	7/1/23	6/30/24			10,000	(10,000)			-			10,000
Total ESEA							-	-	105,036	(105,036)	-	-	-	-	-	105,036
IDEA Part B, Basic Regular	84.027	H027A230100	FT-0280	166,232	7/1/23	6/30/24	-		154,895	(166,232)			\$ (11,337)			166,232
IDEA Part B, Preschool	84.173	H173A230114	FT-0280	4,956	7/1/23	6/30/24			4,956	(4,956)			-			4,956
Total Special Education Cluster							-	-	159,851	(171,188)	-	-	(11,337)	-	-	171,188
American Rescue Plan-ESSER III	84.425U	S425U230027	ARP	297,883	3/13/20	9/30/24	-		148,942	(148,942)						297,883
American Rescue Plan-Accel. Learn. Coaching & Ed. Support	84.425U	S425U230027	ARP	50,000	3/13/20	9/30/24	-		27,817	(27,817)						50,000
American Rescue Plan-Evidence Based Summer Learning	84.425U	S425U230027	ARP	40,000	3/13/20	9/30/24	-		20,000	(20,000)						40,000
American Rescue Plan-Evidence Based Beyond the Sch. Day	84.425U	S425U230027	ARP	40,000	3/13/20	9/30/24	\$ (4,148)		20,000	(15,852)						40,000
American Rescue Plan-NJTSS Mental Health Support Staffing	84.425U	S425U230027	ARP	88,501	3/13/20	9/30/24	(2,075)		65,297	(63,222)						88,501
Total Education Stabilization Fund							(6,223)	-	282,056	(275,833)	-	-	-	-	-	516,384
U.S. Department of Treasury																
Passed-through State Dept. Community Affairs/Board of Public Utilities:																
Special Revenue Fund:																
Coronavirus State and Local Fiscal Recovery Fund	21.027	SLFRP1024	SSB-VEEVR (807 Oxford St.)	437,675	2/22/22	2/22/23	(412,675)		121,500	-			(132,925)			-
Coronavirus State and Local Fiscal Recovery Fund	21.027	SLFRP1024	SSB-VEEVR (809 Oxford St.)	451,175	2/22/22	2/22/23	(451,175)		158,250	-			(451,175)			-
Total Coronavirus State and Local Fiscal Recovery Fund							(863,850)	-	279,750	-	-	-	(584,100)	-	-	-
Total Special Revenue Fund							(870,073)	-	826,693	(552,057)	-	-	(595,437)	-	-	792,608
U.S. Dept. of Agriculture Passed-Through State Dept. of Agriculture:																
Enterprise Fund:																
Child Nutrition Cluster:																
National School Lunch Program (Food Distribution)	10.555	231NJ304N1199	N/A	20,202	7/1/22	6/30/23	4,461			(4,461)						4,461
National School Lunch Program (Food Distribution)	10.555	241NJ304N1199	N/A	16,559	7/1/23	6/30/24			16,559	(12,837)			\$ 3,722			12,837
School Breakfast Program	10.553	231NJ304N1199	N/A	8,421	7/1/22	6/30/23	(1,496)		1,496							
School Breakfast Program	10.553	241NJ304N1199	N/A	12,104	7/1/23	6/30/24			11,765	(12,104)			(339)			12,104
National School Lunch Program	10.555	231NJ304N1199	N/A	79,646	7/1/22	6/30/23	(12,971)		12,971							
National School Lunch Program	10.555	241NJ304N1199	N/A	81,363	7/1/23	6/30/24			79,239	(81,363)			(2,124)			81,363
P-EBT Administrative Cost	10.649	242222S900941	N/A	653	7/1/23	6/30/24			653	(653)			-			653
Supply Chain Assistance Funding	10.555	241NJ344N8903	N/A	18,598	7/1/23	6/30/24			18,598	(18,598)			-			18,598
Total Enterprise Fund							(10,006)	-	141,281	(130,016)	-	-	(2,463)	3,722	-	130,016
TOTAL FEDERAL ASSISTANCE																
							\$ (880,079)	-	\$ 971,022	\$ (685,121)	-	-	\$ (597,900)	\$ 3,722	-	\$ 925,672

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

**Note: This Schedule was not subject to an audit in accordance with OMB Uniform Guidance.**

## TOWN OF BELVIDERE SCHOOL DISTRICT

K-4

Schedule of Expenditures of State Financial Assistance  
for the Fiscal Year ended June 30, 2024

Schedule B

STATE GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	GRANT PERIOD	AWARD AMOUNT	Balance at June 30, 2023			CASH RECEIVED	BUDGETARY EXPEND.	ADJUST.	REPAYMENT OF PRIOR YEARS' BALANCES	Balance at June 30, 2024			MEMO	
				DEFER. REVENUE (ACCTS. RECEIV.)	DUE TO GRANTOR	CARRY- OVER AMOUNT					(ACCTS. RECEIV.)	DEFER. REVENUE	DUE TO GRANTOR	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPEND.
														*	
														*	
														*	
STATE DEPARTMENT OF EDUCATION															
General Fund:															
Equalization Aid	24-495-034-5120-078	7/1/23-6/30/24	\$ 2,162,872				\$ 2,162,872	\$ (2,162,872)						*	\$ 214,285 \$ 2,162,872
Transortation Aid	24-495-034-5120-014	7/1/23-6/30/24	14,798				14,798	(14,798)						*	1,466 0
Special Education Aid	24-495-034-5120-089	7/1/23-6/30/24	295,639				295,639	(295,639)						*	29,290 295,639
Security Aid	24-495-034-5120-084	7/1/23-6/30/24	58,460				58,460	(58,460)						*	5,792 58,460
Extra-ordinary Aid	24-495-034-5120-044	7/1/23-6/30/24	15,382				-	(15,382)			\$ (15,382)			*	15,382
TPAF Pension	24-495-034-5094-002	7/1/23-6/30/24	2,326,494				2,326,494	(2,326,494)						*	2,326,494
TPAF Pension PMR	24-495-034-5094-001	7/1/23-6/30/24	633,187				633,187	(633,187)						*	633,187
TPAF Pension LTD Ins	24-495-034-5094-004	7/1/23-6/30/24	633				633	(633)						*	633
Reimbursed TPAF Soc. Sec. Contrib.	24-495-034-5094-003	7/1/23-6/30/24	449,506	\$ (2,757)			450,276	(449,506)			(1,987)			*	449,506
Total General Fund				(2,757)			5,942,359	(5,956,971)			(17,369)			*	250,833 5,942,173
														*	
Special Revenue Fund:														*	
Preschool Education Aid	24-495-034-5120-086	7/1/23-6/30/24	569,480				569,480	(583,717)	\$ 14,237		-			*	56,948 583,717
Total Special Revenue Fund				-	-	-	569,480	(583,717)	14,237	-	-	-	-	*	56,948 583,717
														*	
														*	
STATE DEPARTMENT OF AGRICULTURE														*	
Enterprise Fund:														*	
National School Lunch Prog.(State Share)	23-100-010-3350-023	7/1/22-6/30/23		(482)			482							*	
National School Lunch Prog.(State Share)	24-100-010-3350-023	7/1/23-6/30/24	3,244				3,145	(3,244)			(99)			*	3,244
Total Enterprise Fund				(482)	-	-	3,627	(3,244)	-	-	(99)	-	-	*	- 3,244
														*	
														*	
Total State Financial Assistance				\$ (3,239)	-	-	\$ 6,515,466	\$ (6,543,932)	14,237	-	\$ (17,468)	-	-	*	\$ 307,781 \$ 6,529,134
														*	
														*	
Less On-behalf TPAF Pension Amounts:															
TPAF Pension	24-495-034-5094-002	7/1/23-6/30/24	2,326,494					2,326,494							
TPAF Pension PMR	24-495-034-5094-001	7/1/23-6/30/24	633,187					633,187							
TPAF Pension LTD Ins	24-495-034-5094-004	7/1/23-6/30/24	633					633							
Total State Expenditures Subject to Major Program Determination								\$ (3,583,618)							

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

NOTES TO THE SCHEDULES OF STATE FINANCIAL ASSISTANCE  
JUNE 30, 2024

**NOTE 1. GENERAL**

The accompanying schedule of expenditures of state financial assistance includes state award activity of the Board of Education, Town of Belvidere School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All state awards received directly from state agencies, as well as state financial assistance passed through other government agencies is included on the schedule of expenditure of state financial assistance.

**NOTE 2. BASIS OF ACCOUNTING**

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These basis of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of *2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and *NJ OMB 15-08*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10% de minimis indirect cost rate.

**NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS**

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$13,970 for the general fund and \$691,390 for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page:

NOTES TO THE SCHEDULES OF STATE FINANCIAL ASSISTANCE  
JUNE 30, 2024

**NOTE 3. (Continued)**

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	3,048	\$ 5,970,941	\$ 5,973,989
Special Revenue Fund	\$ 1,269,225	540,152	1,809,377
Food Service Fund	<u>130,016</u>	<u>3,244</u>	<u>133,260</u>
Total Financial Assistance	<u>\$ 1,402,289</u>	<u>\$ 6,514,337</u>	<u>\$ 7,916,626</u>

**NOTE 4. RELATIONSHIP TO STATE FINANCIAL REPORTS**

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

**NOTE 5. OTHER**

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2024. TPAF Social Security Contributions represents the amount reimbursed by the state for employer's share of social security contributions for TPAF members for the year ended June 30, 2024.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Section I - Summary of Auditor's Results

**Financial Statement Section**

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

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

2) Were significant deficiencies identified  
that were not considered to be material  
weaknesses?

\_\_\_ Yes  
x None  
Reported

Noncompliance material to financial  
statements noted?

\_\_\_ Yes x No

**Federal Awards**

N/A

Internal control over major programs:

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

2) Were significant deficiencies identified  
that were not considered to be material  
weaknesses?

\_\_\_ Yes  
\_\_\_ None

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

Unmodified

Any audit findings disclosed that are required to be reported  
in accordance with 2 CFR 200 section .516(a) of ?

\_\_\_ Yes \_\_\_ No

Identification of major programs:

<u>Assistance Listing</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
N/A		

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

N/A

Auditee qualified as low-risk auditee?

\_\_\_ Yes \_\_\_ No

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**State Financial Assistance Section**

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

\$750,000

Auditee qualified as low-risk auditee?

x Yes    No

Internal Control over major programs:

1) Material weakness(es) identified?

   Yes x No

2) Were significant deficiencies identified  
that were not considered to be material  
weaknesses?

   Yes x None

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

Unmodified

Any audit findings disclosed that are  
required to be reported in accordance with  
NJ OMB Circular letter 15-08 as applicable?

   Yes x No

Identification of major programs:

**State Grant/Project Number(s)****Name of State Program**

24-495-034-5122-078

Equalization Aid (State Aid Cluster)

24-495-034-5122-089

Special Education Aid (State Aid Cluster)

24-495-034-5122-084

Security Aid (State Aid Cluster)

24-495-034-5094-003

Reimbursed TPAF Soc. Sec. Contrib.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**Section II-Financial Statement Findings**

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, and abuse related to the financial statements for which *Government Auditing Standards* requires reporting.

**Financial Statement**      N/A

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

This section identifies audit findings required to be reported by 2 CFR 200 section .516 of the *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and NJOMB Circular Letter 15-08, as applicable.

**Federal Awards**      N/A

**State Awards**      N/A



SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**STATUS OF PRIOR YEAR FINDINGS**

N/A

In accordance with *government auditing standards* , our procedures included a review of all prior year recommendations. There were no prior year findings.