

**FLEMINGTON-RARITAN REGIONAL  
SCHOOL DISTRICT**

**Flemington-Raritan Regional School District  
Flemington, New Jersey**

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

**Annual Comprehensive  
Financial Report**

**of the**

**Flemington-Raritan Regional  
School District**

**Flemington, New Jersey**

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

**Prepared by**

**Flemington-Raritan Regional School District  
Board of Education**

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INTRODUCTORY SECTION  
(UNAUDITED)

# Flemington-Raritan Regional School District

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November 5, 2024

Honorable President

Members of the Board of Education

Flemington-Raritan Regional School District

County of Hunterdon, New Jersey

Dear President and Members:

The Annual Comprehensive Financial Report of the Flemington-Raritan Regional School District for the fiscal year ending 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 Flemington-Raritan Regional Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material aspects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the district. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Annual Comprehensive Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments*. Information related to this single audit, including the auditor's report on the internal control system 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 Flemington-Raritan Regional School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB). The Flemington-Raritan Regional Board of Education and all its schools constitute the District's reporting entity.

The Flemington-Raritan Regional School District serves Flemington Borough and Raritan Township children providing a full range of educational services appropriate to grades PK through 8. The Flemington-Raritan School District has six schools that serve grades pre-kindergarten through eighth grade. Children attend one of four elementary schools for grades PK-4: Barley Sheaf Elementary School, Copper Hill Elementary School, Francis A. Desmares Elementary School, or Robert Hunter Elementary School. Reading-Fleming Intermediate School educates children in grades 5-6 while J.P. Case Middle School educates children in grades 7-8. These include regular as well as special education for handicapped children.<sup>1</sup> The community served by the district is ethnically, culturally, and linguistically diverse.

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<sup>1</sup> Demographic Study for the Flemington-Raritan Regional School District, February, 2020. Prepared by Richard S. Grip.

Our schools, though individualized to meet changing student needs, are part of a whole system of education. Flemington-Raritan Regional School District partners with our community to provide the highest quality education for students and continued professional development for staff. Flemington-Raritan Regional School District is a district with a common, clear mission and a strategic plan with specific goals and objectives. It is a district where public education is working for all children.

Our parents hold high expectations for their children's personal and educational success. Parent and community involvement support and enhance classroom and district programs. We are proud to be a district that supports parental and community involvement in education.

The Flemington-Raritan Regional School District has an excellent reputation for maintaining high standards of instruction. The instructional program is based upon a comprehensive PK-8 curriculum supported by ongoing professional development opportunities for staff, high-quality instructional materials to engage students in learning, and support staff for additional support for students.

Instructionally the district provides school-based services designed to meet the needs of all students, including those requiring extended learning, special education, or English as a second language.

The following table presents the actual historical pupil enrollment, as of October 15, for the school years 2012-2013 through 2023-2024.

Fiscal Year	<u>School Year Enrollment a/o October 15</u> Student Enrollment	Percent Change
2012-13	3,505	-1.0%
2013-14	3,387	-3.4%
2014-15	3,344	-1.3%
2015-16	3,150	-5.8%
2016-17	3,077	-2.3%
2017-18	3,055	-0.7%
2018-19	3,087	+1.0%
2019-20	3,074	-0.4%
2020-21	2,969	-3.5%
2021-22	3,016.5	+1.6%
2022-23	3,137	+4.0%
2023-24	3,158	+0.73%

Enrollment Projections PK-8 enrollments were computed for a five-year period by the District's hired demographer. At the elementary level (grades PK-4), enrollments are projected to increase through 2023-24. Enrollment is projected to be 1,669 in 2024-25, which would be a gain of 28 students from the 2019-20 enrollment of 1,641. In the adjusted projections, enrollment is projected to be 1,746 in 2024-25, which would be a gain of 105 students from the 2019-20 enrollment. The largest enrollment gains are projected at Francis A. Desmares (+74) and Robert Hunter (+50). At RFIS (grades 5-6), enrollments are projected to remain relatively stable for the next two years in the baseline projections before increasing in the last three years of the projection period.

Flemington-Raritan Regional Schools has 21.7% free/reduced lunch 20.8% total special education and 19.1% Special Education without ESL students and 15.9% special education students excluding speech students, and 8.7% English Language Learners. Flemington-Raritan Regional School District has 391 FTE positions with a total of 609 employees and operates on a \$75 million dollar budget.

2) ECONOMIC CONDITION AND OUTLOOK:

The Flemington Borough section of the Flemington-Raritan Regional School District continues to see housing development in the community. Because of limited open space, the Borough is not expected to grow significantly and the tax base is expected to remain relatively level.

The Flemington-Raritan Regional School District serves Flemington Borough and Raritan Township children providing a full range of educational services appropriate to grades PK through 8. Located in Hunterdon County, Flemington Borough contains a land area of 1.08 square miles. In the 2020 Census, Flemington had 4,523 residents, which is 4,419.8 persons per square mile.

Historical and projected populations for Flemington from 1940-2040 are shown in Table 1 and Figure 1.<sup>2</sup>

**Table 1**  
**Historical and Projected Populations for Flemington Borough 1940-2040**

Year	Population	Percent Change
<b>Historical</b>		
1940	2,617	<i>N/A</i>
1950	3,058	+16.9%
1960	3,232	+5.7%
1970	3,917	+21.2%
1980	4,132	+5.5%
1990	4,047	-2.1%
2000	4,200	+3.8%
2010	4,581	+9.1%
2020	4,589	+0.2%
<b>Projected</b>		
2030	4,726	+2.9%
2040	4,803	+1.6%

**Sources:** <sup>1</sup>United States Census Bureau  
North Jersey Transportation Planning Authority. **Inc.** (2013)

Raritan Township, which is also located in Hunterdon County, contains a land area of 37.53 square miles, with an additional 0.16 square miles of water area. Historical and projected populations for Raritan from 1940-2040 are shown in Table 2 and Figure 1. In 2020, Raritan had 23,447 residents, which is 624.8 persons per square mile. Unlike Flemington, the population in Raritan has significantly increased from 1940-2020, growing more than tenfold. Raritan experienced its greatest gain in the 1980s (+88.3%) when the population nearly doubled in size. The population in 2020 is 23,447 persons, which is a gain of 1,262 persons from 2010. Neither Flemington nor Raritan have experienced a significant change in population from 2010-2020. Forecasts prepared by the NJTPA project Raritan's population to increase to 24,078 in 2040, which would be a 2.6% increase and a gain of 631 persons from the 2020 population.<sup>3</sup>

<sup>2</sup> Demographic Study for the Flemington-Raritan Regional School District, February, 2020. Prepared by Richard S. Grip

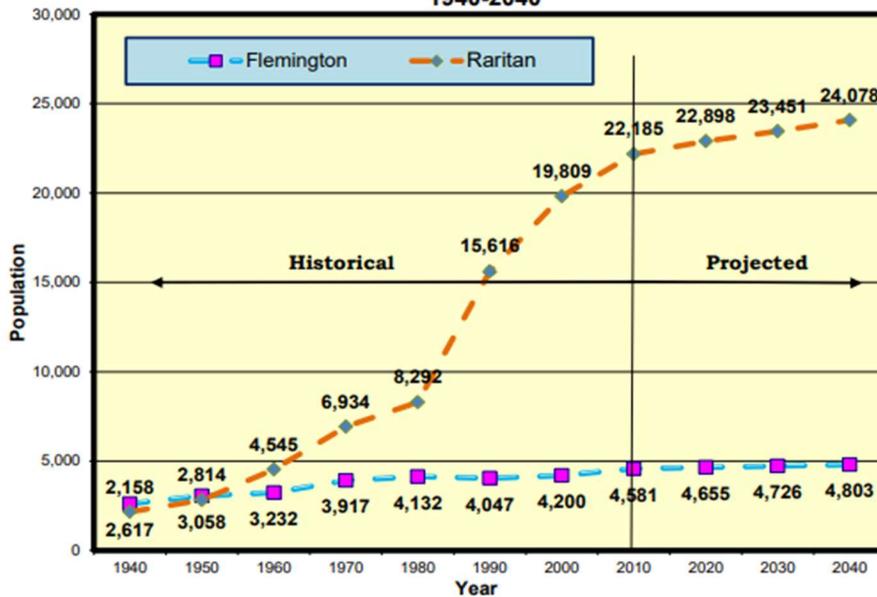
<sup>3</sup> Demographic Study for the Flemington-Raritan Regional School District, February, 2020. Prepared by Richard S. Grip

**Table 2**  
**Historical and Projected Populations for Raritan**  
**1940-2040**

Year	Population	Percent Change
<b>Historical</b>		
1940	2,158	<i>NIA</i>
1950	2,814	+30.4%
1960	4,545	+61.5%
1970	6,934	+52.6%
1980	8,292	+19.6%
1990	15,616	+88.3%
2000	19,809	+26.9%
2010	22,185	+12.0%
2020	23,447	+5.6%
<b>Projected</b>		
2030	23,451	+0%
2040	24,078	+2.7%

Sources: <sup>1</sup>United States Census Bureau  
<sup>2</sup>North Jersey Planning Authority, Inc. (2013)

**Figure 1**  
**Historical and Projected Populations**  
**1940-2040**



### 3) MAJOR INITIATIVES:

#### Financial Planning:

The Board of Education's policies relating to financial matters, reinforced by solid internal controls, have continued to lead the district to success in its central target: providing an excellent educational experience to every student, every day, at every opportunity. External evidence of the result of its practices was seen through the passing of the 2019 November Referendum. The district received a bond rating of AA from Standard & Poor's rating scale. The District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality.

#### Facility Planning:

Flemington-Raritan Regional School District has completed referendum projects on all six district buildings as a result of the passing of the 2019 November Referendum. With the imposition by the State of New Jersey of its so-called "2% general fund tax levy cap," the district avoids large swings in programs. Capital projects with long life cycles, such as facility roofs, require long-term planning. The district successfully passed the November 2019 referendum to support HVAC, Security and Safety upgrades for district-wide improvements for all six buildings in Flemington-Raritan Regional School District. Projects are focused on safety and security initiated in the spring of 2020. The district continues to approve projects using the remaining referendum funds, in alignment with the Long Range Facility Plan adopted during the 2023-24 school year.

#### Educational Program:

The Flemington-Raritan Regional School District serves the municipalities of Flemington Borough and Raritan Township. In fulfilling its mission, the district has been successful in providing school facilities and an outstanding education for our student population. The taxpayers of Flemington Borough and Raritan Township realize a remarkable return on their investment. Students graduate from eighth grade to attend top high schools from the region. Many Flemington-Raritan Regional School District students continue their education after high school at top colleges in the nation.

Students in the Flemington-Raritan Regional School District have extraordinary opportunities to develop knowledge and skills in language arts, mathematics, science, social studies, world languages, physical education/health, art, music, and cooking. The district's vocal and instrumental music, fine arts, and theater programs yield exceptional performances. The Flemington-Raritan Regional School District provides a broad array of co-curricular and athletic programs.

The core academic program, aligned with the New Jersey Student Learning Standards, consists of English language arts, mathematics, science, social studies, and world language. The English language arts program is integrated in its approach to early reading skill development, literature and writing.

The mathematics program integrates hands-on, discovery-based learning, problem solving, mathematical modeling, and exploration, with skill development, thereby making mathematical concepts easier to learn and remember. The science program is based upon national and local standards and is designed to promote inquiry and critical thinking through the study of naturally occurring phenomena.

The hands-on, minds on format engages students in problem-solving activities that foster scientific inquiry and understanding. Social studies deals with ancient civilizations, United States history, and world cultures to develop critical thinking about how historical events shape modern perceptions and civilizations. In the area of world language, students have a choice of learning communication and culture in Spanish or French. The comprehensive program promotes language fluency.

The Board of Education remains committed to Professional Development, Curriculum Development and Instructional Program/Technology as outlined below:

## Professional Development

The District's Professional Development Plan included the following goals, which were aligned to the District's Strategic Plan.

### English Language Arts

- a. Provide *Wilson Foundations Implementation Coach* certification for an identified staff member (1) to improve the fidelity of the program and train new staff members.
- b. Utilize the Title I Literacy Coach to assist teachers in raising expectations, improve the fidelity of curriculum implementation, assist teachers with the use of formative assessment data, and increase teachers' knowledge of strategies for differentiation.
- c. Provide professional coaching opportunities for ESL teachers to improve literacy instruction and co-teaching practices.
- d. Implement the *NWEA Reading Fluency* assessment program in grades K-2.
- e. Implement the *NWEA Dyslexia Screener* assessment to meet the New Jersey Dyslexia Mandate.
- f. Provide *Reading Recovery Initial Training* for identified staff members (3-4)
- g. Provide *Wilson Training* and Certification for select staff
- h. Provide professional learning experiences to strengthen grammar instruction for grades 6-8 students.
- i. Provide professional learning experiences for Student Support Teachers and select 5th grade English Language Arts teachers to strengthen the teaching of foundational reading skills in the upper grades.
- j. Provide professional learning experiences for administrators who will be participating in walk-throughs aimed at improving feedback (look-fors) to literacy teachers and to familiarize administrators with a variety of walk-through tools.
- k. Provide a professional book club opportunity for teachers to strengthen the teaching of foundational reading skills and reading comprehension through the implementation of evidenced-based practices (*Speech to Print: Language Essentials for Teachers* by Louisa Cook Moats and *The Reading Comprehension Blueprint: Helping Students Make Meaning from Text* by Nancy Lewis Hennessy).

### Mathematics

- a. Support the implementation of the K-3 *Bridges in Mathematics* Program
- b. Support the future implementation of the 4-5 *Bridges in Mathematics*
- c. Implement a needs assessment for grades 6-8 mathematics
- d. Provide a professional book club opportunity for teachers to strengthen mathematics instruction: *Becoming the Math Teacher You Wish You'd Had* by Tracy Johnston Zager.

### Science

- a. Implement a needs assessment for grades 6-8 science.
- b. Participate in the *RVCC Summer Science Institute*.
- c. Participate in the *Rider University Summer Connect-Ed* program
- d. Participate in the *Rider University Select* program.
- e. Provide NGSS Science coaching with Stacy Vanderveen.
- f. Social Studies
- g. Continue to support the implementation of the new Social Studies curriculum and K-5 *Inquiry Journeys* materials.
- h. Increase the number of teachers who are trained and serve as Inquiry Advocates.
- i. Provide opportunities for teachers to attend New Jersey Department of Education professional learning regarding implementation of the middle school civics mandate.

### Special Areas

- a. Provide Art of Education University's Pro Learning platform for Art teachers.
- b. Provide professional learning for Health teachers to improve their subject matter knowledge and understanding of the NJSLS.

## Technology

- a. Continue to support the K Robotics and Coding course implementation.
- b. 1-4 STEM course implementation.

## Interdisciplinary Instruction

- a. Identify workshop opportunities to support teachers' understanding of the new climate change standards and their ability to identify cross-curricular connections in all subject areas.
- b. Provide professional learning opportunities to support the implementation of *LinkIt* assessment and data warehousing platform.
- c. Provide consultants, additional compensation, and supplies to continue the support of *Universal Design for Learning*.

## Meeting the Needs of Diverse Learners/Social Emotional Learning

- a. Provide a professional book club opportunity to strengthen ESL teachers' knowledge of best practices: *Making Content Comprehensible for English Learners: The SIOP Model* by Jana Exhevarria and *Literacy Foundations for English Learners: A Comprehensive Guide to Evidenced-Based Instruction* by Elsa Cardenas-Hagan.
- b. Continue to provide learning opportunities to support teachers' use of *Sheltered Instruction*.
- c. Continue to provide learning opportunities to support teachers' use of *Cooperative Learning Structures*.
- d. Continue to provide learning opportunities to support teachers' understanding of social emotional learning: *K-8 Empowering Educators through Proactive Practices (EETPP)*
- e. K-8 Autism: Development of functional curriculum, CBI and Unified Sports, and Sensory Diet

A variety of professional learning opportunities aligned with these goals were offered during the 2023-2024 school year. The District offered an extensive Summer Professional Learning Program, 5 full day professional learning days, 2 half day professional learning days, 2 ninety minute meetings, and 20 sixty minutes meetings throughout the school year. In addition, new teachers were offered 6 sixty minute meetings focused on supporting their unique needs.

## Curriculum Development

Curriculum revision committee work during the 2023-2024 school year included the following:

Curriculum Committee 2023-2024	Hours Shared	# of Participants
5-8 Community-Based Instruction	45	3
2-8 Health Curriculum Refinements	60	4
6-8 Grammar	25	3
K-5 Social Studies Curriculum Refinement	55	12
K Robotics and Coding	20	2
K-4 STEM Program	110	8
Science and Social Studies: Climate Change	96	12
K-5 Mathematics Curriculum Refinement	180	30
6-8 Mathematics Needs Assessment	80	8
6-8 Science Needs Assessment	60	6

## Instructional Programs/Technology

Title I federal funds were used to support the continued employment of two Bilingual Counselors (Robert Hunter and Francis A. Desmares Schools) during the 2023-2024 SY, and the District provided classroom-embedded professional learning focused on literacy instruction. Title I after school Literacy Lab, Title I Summer Literacy Program, and several parent nights were also funded using Title I funding.

Title III federal funds were used to support a Title III after school homework program, Friends Counseling Group, and Title III Summer ESL program.

American Rescue Plan funds were used to address student mental health as well as learning loss. The District funded the NWEA MAP Growth assessment to monitor student performance and growth, and the data was used to identify and provide intervention services. This included a variety of extended day and extended year programs.

Other on-going District programs were maintained and/or expanded during the 2023-2024 school year. These programs included the following:

- The District remains committed to maintaining reasonable class sizes at all grade levels.
- Intervention programs, such as Reading Recovery, math support, reading support, special education, ESL, speech, OT/PT, etc., continued and were expanded as necessary to meet increasing demands.
- Gifted programs, including grades 3-8 Stretch, 3-6 Gifted Math, 7-8 leveled math, and 7-8 school-wide G&T Passages programs were continued. The District also provided a high school level geometry class for our most capable math students in grade 8.
- Our grades K-1 iPad 1:1 initiative and grades 2-8 1:1 Chromebook initiative were continued and several technology infrastructure projects were implemented to ensure dependable access to the internet.
- We also expanded our broadband connection and added redundancy features that helped to support online and virtual learning necessitated by the pandemic.
- The District also provided counseling services to assist students in growing socially and emotionally into productive learning community members. Small and large group counseling was provided on a variety of age-appropriate topics. In addition, counselors worked to assist students through transitions between grades, particularly as students prepared to enter high school.

#### 4) INTERNAL ACCOUNTING CONTROLS:

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

As a recipient of federal and state financial assistance, the District is also responsible for maintaining an adequate internal control system to ensure compliance with the applicable laws and regulations governing those programs. This internal control system is also subject to periodic evaluation by District management. As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control system, including that portion related to federal awards 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 controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open Encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2024.

6) ACCOUNTING SYSTEM AND REPORTS:

The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note 1. In addition, the financial reports are reviewed on a regular monthly basis with the finance committee prior to the Board Meetings.

7) CASH MANAGEMENT:

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

8) RISK MANAGEMENT:

The Board carries various forms of insurance, including but not limited to, general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. A chart detailing the district insurance coverage and applicable limits is included in the statistical section.

9) OTHER INFORMATION:

Independent Audit

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board's Finance Committee selected the accounting firm of Nisivoccia to conduct the annual audit.

In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act as amended and the related Uniform Guidance and OMB Circular 15-08. The auditor's report on the basic financial statements, 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.

10) ACKNOWLEDGMENTS:

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

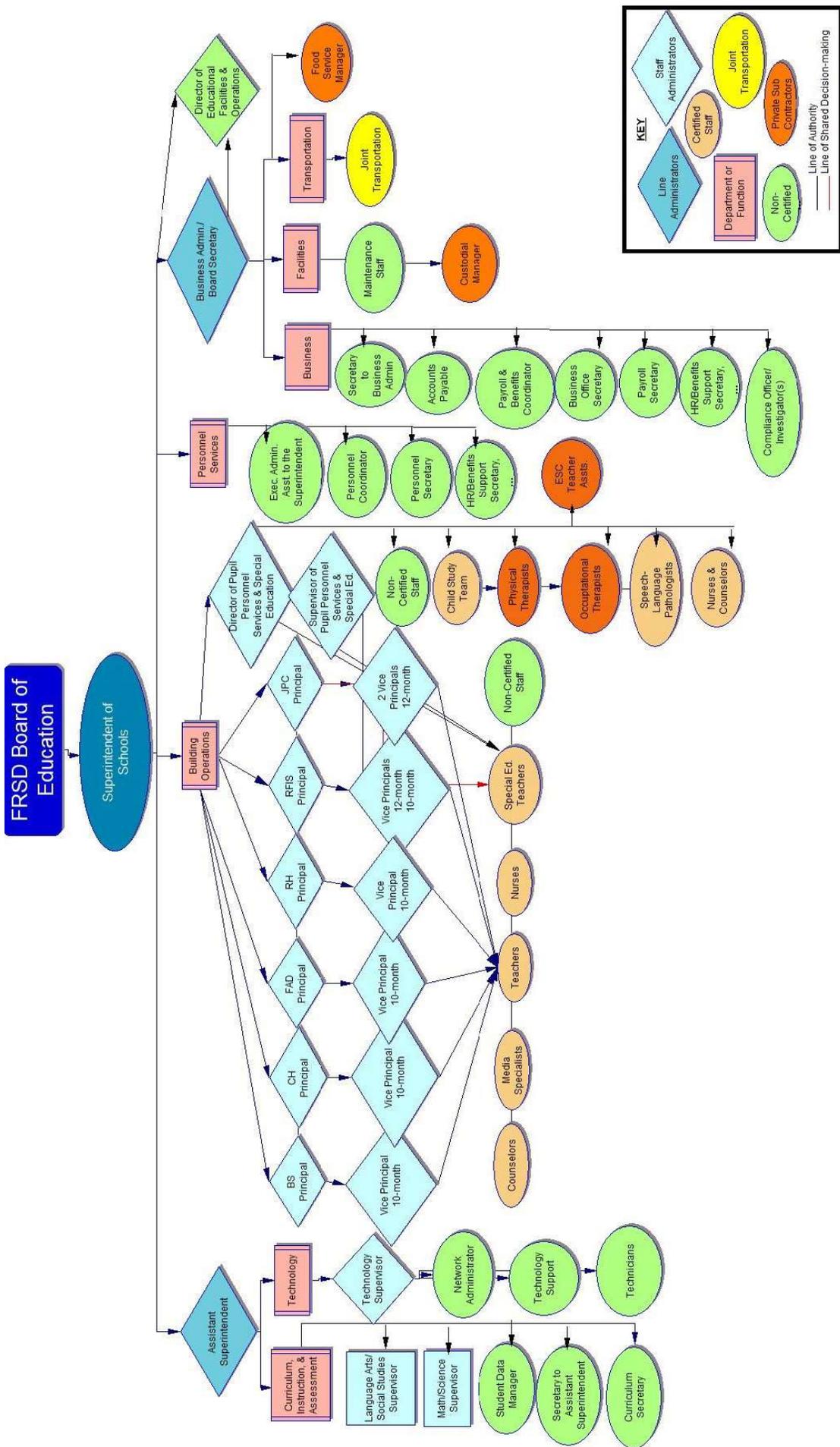
Respectfully Submitted,



**Dr. Kari McGann**  
Superintendent



**Ms. Tanya Dawson**  
Business Administrator



**FLEMINGTON-RARITAN REGIONAL BOARD OF EDUCATION  
 ROSTER OF OFFICIALS  
 JUNE 30, 2024**

<u>Board of Education Members</u>	<u>Term Expires</u>
Michelle Hurley, President	2024
Jaclyn Arce, Vice President	2026
Jeffrey Cain	2024
Tiffany Jarrett	2025
Laurie Markowski	2024
Dr. William Bentley	2026
Ryan Birkenstock	2026
Lilian Colpas	2025
Gina Criscitiello	2025

<u>Other Officials</u>	<u>Title</u>
Dr. Kari McGann	Superintendent of Schools
Tanya Dawson	School Business Administrator/Board Secretary
Daniel Bland	Assistant Superintendent for Curriculum & Instruction (to 1/31/24)
Dr. Clifford Burns	Assistant Superintendent for Curriculum & Instruction (from 3/1/24)
Dr. Danielle Hamblin	Director of Pupil Personnel Services
William J. Hance	Treasurer of School Monies

# FLEMINGTON-RARITAN REGIONAL BOARD OF EDUCATION

## Consultants and Advisors

### Attorneys

Comegno Law Group P.C.  
(Attorney of Record)  
521 Pleasant Valley Avenue  
Moorestown, NJ 08057

Busch Law Group LLC  
(Special Conflicts Counsel)  
450 Main Street  
Metuchen, NJ 08840

### Audit Firm

Nisivoccia LLP  
200 Valley Road, Suite 300  
Mount Arlington, NJ 07856-1320

### Architect

SSP Architects  
50 Division Street, Suite 503  
Somerville, NJ 08876

### Bond Counsel

Wilentz, Goldman, & Spitzer  
90 Woodbridge Center Drive  
Suite 900 Box 10  
Woodbridge, NJ 07095

### Official Depository

Investors Bank  
698 Broad Street  
Three Bridges, NJ 08887

FINANCIAL SECTION

## Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
Flemington-Raritan Regional School District  
County of Hunterdon, New Jersey

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

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Flemington-Raritan Regional School District (the “District”), in the County of Hunterdon, as of and for the fiscal 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 District, as of June 30, 2024, and the respective changes in financial position, and, where applicable cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the “Office”) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

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

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

***Auditor’s Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office 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, 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, which follows this report, the pension and post-retirement schedules in Exhibits L-1 through L-5 and the related notes, and the budgetary comparison information in Exhibits C-1 through C-3 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, are required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The accompanying supplementary information schedules and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey’s OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. 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 accompanying supplementary information schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory 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 November 5, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District’s internal control over financial reporting and compliance.

Mount Arlington, New Jersey  
November 5, 2024

NISIVOCCIA, LLP

  
\_\_\_\_\_  
Andrew Kucinski  
Licensed Public School Accountant #2684  
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS

**MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR FISCAL YEAR ENDED JUNE 30, 2024**

This section of Flemington-Raritan Regional School District’s annual financial report presents its discussion and analysis of the District’s financial performance during the fiscal year ending June 30, 2024. Please read it in conjunction with the transmittal letter at the front of this report and the District’s financial statements, which immediately follow this section.

**Overview of the Financial Statements**

This annual report consists of three parts: management’s discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *District-wide financial statements* that provide both *short-term* and *long-term* information about the District’s *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District’s operations in *more* detail than the District-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- *Proprietary funds* statements offer *short-* and *long-term* financial information about the activities the District operates like a business, such as food services.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District’s budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1  
Organization of Flemington-Raritan Regional School District's Financial Report**

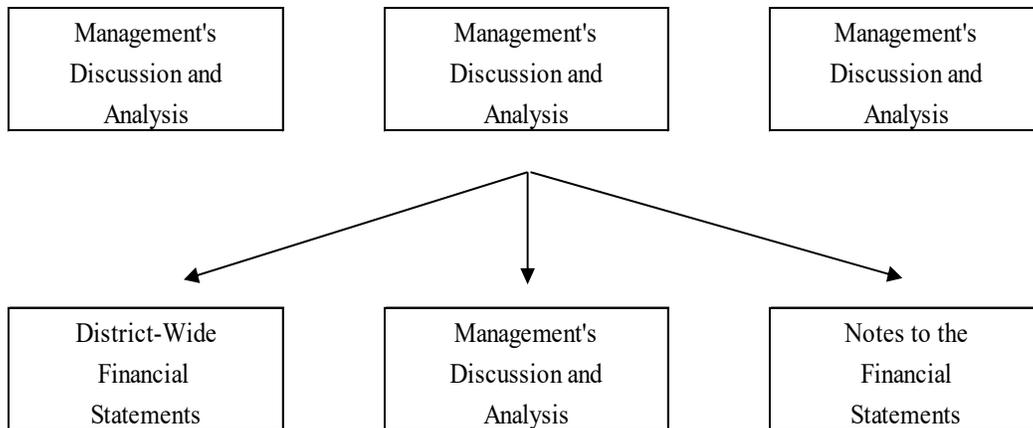


Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights that structure and contents of each of the statements.

**MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR FISCAL YEAR ENDED JUNE 30, 2024**

**Figure A-2**

*Major Features of the District-Wide and Fund Financial Statements*

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire District	The activities of the District that are not proprietary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services
Required Financial Statements	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance sheet</li> <li>• Statement of revenue, expenditures, and changes in fund balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of revenue, expenses, and changes in net position</li> <li>• Statement of cash flows</li> </ul>
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets, lease assets, subscription assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid

## MANAGEMENT'S DISCUSSION AND ANALYSIS FOR FISCAL YEAR ENDED JUNE 30, 2024

### District-Wide Statements

The District-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred outflows and inflows and liabilities. All of the current year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

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

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

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

- *Governmental activities*: Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes and state formula aid finance most of these activities.
- *Business-type activities*: The District charges fees to help it cover the costs of certain services it provides. The District's food services are included here.

### Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term liabilities) or to show that it is properly using certain revenue (such as federal grants).

The District has two kinds of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows.

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR FISCAL YEAR ENDED JUNE 30, 2024**

**Notes to the Basic Financial Statements**

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

**Financial Analysis of the District as a Whole**

*Net Position.* The District's combined net position was \$27,416,921 on June 30, 2024, \$485,533 or 1.74% less than the year before (See Figure A-3). Net position from governmental activities decreased by \$485,565 and net position from business-type activities increased by \$32 (See Figure A-4). Net investment in capital assets increased by \$6,296,437, restricted net position decreased by \$5,424,542, and unrestricted net position decreased by \$1,357,428.

**Figure A-3  
Condensed Statement of Net Position**

	Governmental Activities		Business-Type Activities		Total School District		Percent Percent Change
	(Restated)				(Restated)		
	2024	2023	2024	2023	2024	2023	
Current and							
Other Assets	\$13,599,724	\$16,652,905	\$ 1,079,364	\$ 992,817	\$14,679,088	\$ 17,645,722	
Capital Assets, Net	77,432,750	76,123,830	507,447	272,066	77,940,197	76,395,896	
Lease Assets, Net	320,141	436,555			320,141	436,555	
Total Assets	91,352,615	93,213,290	1,586,811	1,264,883	92,939,426	94,478,173	-1.63%
Deferred Outflows of Resources	1,488,251	1,237,423			1,488,251	1,237,423	20.27%
Other Liabilities	7,996,681	3,407,758	345,616	23,720	8,342,297	3,431,478	
Long-Term Liabilities	58,180,790	63,273,584			58,180,790	63,273,584	
Total Liabilities	66,177,471	66,681,342	345,616	23,720	66,523,087	66,705,062	-0.27%
Deferred Inflows of Resources	487,669	1,108,080			487,669	1,108,080	-55.99%
Net Position:							
Net Investment in Capital Assets	27,673,435	21,612,379	507,447	272,066	28,180,882	21,884,445	
Restricted	6,372,364	11,796,906			6,372,364	11,796,906	
Unrestricted/(Deficit)	(7,870,073)	(6,747,994)	733,748	969,097	(7,136,325)	(5,778,897)	
Total Net Position	\$26,175,726	\$26,661,291	\$ 1,241,195	\$ 1,241,163	\$27,416,921	\$ 27,902,454	-1.74%

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR FISCAL YEAR ENDED JUNE 30, 2024**

**Changes in Net Position**

The Changes in Net Position shows the cost of program services and the revenues of the District on a comparative schedule (Figure A-4). The net investment in capital assets increased mainly due to capital assets additions and current year maturities of bonds, leases and financed purchases, offset by depreciation expense. Restricted net position decreased mainly due to a decrease in excess surplus and by continuing progress on the referendum projects. Unrestricted net position decreased primarily due to the increase in the net pension liability and changes in the related deferred inflows and outflows and the result of operations in the General Fund.

**Figure A-4  
Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		Percent Change
	2024	2023	2024	2023	2024	2023	
Revenue:							
Program Revenue:							
Charges for Services	\$ 297,497	\$ 581,416	\$ 847,846	\$ 832,686	\$ 1,145,343	\$1,414,102	
Operating Grants & Contributions	16,749,561	16,059,523	678,305	754,560	17,427,866	16,814,083	
General Revenue:							
Property Taxes	62,485,728	60,627,077			62,485,728	60,627,077	
Unrestricted Federal & State Aid	3,564,970	4,048,144			3,564,970	4,048,144	
Other	1,414,180	1,500,887	16,032	5,884	1,430,212	1,506,771	
Total Revenue	<u>84,511,936</u>	<u>82,845,752</u>	<u>1,542,183</u>	<u>1,593,130</u>	<u>86,054,119</u>	<u>84,438,882</u>	1.91%
Expenses:							
Instruction	50,686,549	50,661,187			50,686,549	50,661,187	
Pupil & Instruction Services	10,907,577	10,195,024			10,907,577	10,195,024	
Administration and Business	7,985,823	8,196,153			7,985,823	8,196,153	
Maintenance & Operations	6,901,549	7,088,192			6,901,549	7,088,192	
Transportation	7,063,614	5,879,623			7,063,614	5,879,623	
Other	1,452,389	1,593,388	1,542,151	1,227,958	2,994,540	2,821,346	
Total Expenses	<u>84,997,501</u>	<u>83,613,567</u>	<u>1,542,151</u>	<u>1,227,958</u>	<u>86,539,652</u>	<u>84,841,525</u>	2.00%
Change in Net Position	<u>\$ (485,565)</u>	<u>\$ (767,815)</u>	<u>\$ 32</u>	<u>\$ 365,172</u>	<u>\$ (485,533)</u>	<u>\$ (402,643)</u>	-20.59%

**MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR FISCAL YEAR ENDED JUNE 30, 2024**

**Governmental Activities**

The governmental activities financial position of the District decreased by 1.82%. Maintaining existing programs with expected increased regular pupil enrollment and the provision of a multitude of special programs and services for disabled pupils place great demands on the District’s resources. During the past several years, numerous veteran teachers have retired and have been replaced by teachers of less experience. Such changes have generated significant salary savings, but these have not been sufficient enough to provide for increased special education programs and increased health benefit costs. As a result, the District was subject to a tax increase in fiscal year 2024.

Due to the constraints placed upon the District by legislation, it is crucial that the District examine its expenses carefully. Increasing parental and student demands for new activities and programs must be evaluated thoroughly.

Figure A-5 presents the cost of six major District activities: instruction, pupil & instructional services, administration & business, maintenance & operations, transportation, and other. The table also shows each activity’s net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District’s taxpayers by each of these functions:

**Figure A-5  
Net Cost of Governmental Activities**

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Instruction	\$ 50,686,549	\$ 50,661,187	\$ 36,128,515	\$ 36,045,446
Pupil & Instruction Services	10,907,577	10,195,024	9,418,860	9,306,379
Administration and Business	7,985,823	8,196,153	7,346,271	7,422,316
Maintenance & Operations	6,901,549	7,088,192	6,871,462	7,014,718
Transportation	7,063,614	5,879,623	6,732,946	5,561,676
Other	1,452,389	1,593,388	1,452,389	1,593,388
Total	<u>\$ 84,997,501</u>	<u>\$ 83,613,567</u>	<u>\$ 67,950,443</u>	<u>\$ 66,943,923</u>

**Business-Type Activities**

Net position in the District’s business-type activities increased by \$32 as a result of operations. (Refer to Figure A-4).

**Financial Analysis of the District’s Funds**

The District’s financial position in the General Fund has decreased significantly which is mostly due to changes in the student population and difficult economic times. Overall expenditures during the current year increased, however the unexpended amounts in the individual budget lines was significantly improved from the previous year. Difficult economic times have had a direct impact upon the District’s revenue sources, and inflation and other economic conditions have resulted in significant increases in the District’s expenditures. The District has had a multi-year practice of utilizing funds from the unassigned fund balance to minimize the need for an increase in the tax levy. The District made significant cuts to appropriations in the 2024-25 budget in an attempt to better stabilize and regenerate fund balance. To maintain a stable financial position, the District must continue to practice sound fiscal management.

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR FISCAL YEAR ENDED JUNE 30, 2024**

**General Fund Budgetary Highlights**

Over the course of the year, the District revised its annual operating budget several times. These budget amendments consisted of changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.

**Capital Assets and Long-Term Liabilities Administration**

**Figure A-6  
Capital Assets (Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total School District		Percent Change
	2024	(Restated) 2023	2024	2023	2024	(Restated) 2023	
Land	\$ 2,399,641	\$ 2,399,641			\$ 2,399,641	\$ 2,399,641	
Construction in Progress	2,493,325	511,641			2,493,325	511,641	
Site Improvements	1,495,179	1,350,033			1,495,179	1,350,033	
Buildings & Bldg. Imps.	70,895,749	71,640,891			70,895,749	71,640,891	
Machinery, Furniture and Equipment	148,856	221,624	\$ 507,447	\$ 272,066	656,303	493,690	
<b>Total</b>	<b>\$ 77,432,750</b>	<b>\$ 76,123,830</b>	<b>\$ 507,447</b>	<b>\$ 272,066</b>	<b>\$ 77,940,197</b>	<b>\$ 76,395,896</b>	<b>2.02%</b>

The District's Capital Assets increased \$1,544,301 or 2.02%, on a district-wide basis. (More detailed information about the District's Capital Assets is presented on Note 7 to the basic financial statements.)

**MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR FISCAL YEAR ENDED JUNE 30, 2024**

**Long-Term Liabilities**

(See Note 9 to the basic financial statements for more detailed information about the District’s long-term liabilities.)

**Figure A-7  
Outstanding Long-Term Liabilities**

	Governmental Activities		Percent Change
	2024	2023	
Compensated Absences Payable	\$ 975,341	\$ 1,306,935	
Net Pension Liability	6,798,988	6,603,046	
Serial Bonds Payable	48,130,000	52,525,000	
Unamortized			
Bond Premium	273,669	348,928	
Financed Purchases Payable	1,671,001	2,044,389	
Leases Payable	331,791	445,286	
Total	<u>\$ 58,180,790</u>	<u>\$ 63,273,584</u>	-8.05%

The District’s Long-Term Liabilities decreased \$5,092,794, or 8.05%, due primarily to the change in the net pension liability, offset by the pay down of serial bonds, financed purchases payable and leases.

**Factors Bearing on the District’s Future**

The Flemington-Raritan Regional School District’s financial condition has decreased significantly in the past year. The District has made significant reductions to appropriations and has reviewed all budgeted revenues in the succeeding year’s budget. The District believes that the actions they have taken, in regards to budgeting, should help to stabilize and replenish fund balance in the future. The District is proud of its community support of the public schools. The District continues to grow its program offerings for its students while being sensitive to the taxpayers. The District has a reliance on local property taxes which is a main source of funding. A future concern is the continued increase in enrollment and its impact on program offerings. The District has been both creative and resilient in lowering administrative costs. The Board and the administration will continue working together, with community input, on developing plans for programs to meet the District’s academic needs in light of the continued increase in enrollment. This planning includes the impact on facilities planning.

In conclusion, the Flemington-Raritan Regional School District has committed itself to financial excellence for many years. The District’s system for financial planning, budgeting, and internal financial controls are well regarded and have received accolades at public Board of Education meetings. The School District plans to continue its sound fiscal management to meet the challenges of the future.

**Contacting the District’s Financial Management**

This financial report is designed to provide the District’s citizens, taxpayers, and creditors with a general overview of the District’s finances and to demonstrate the District’s accountability for the money it receives. If you have questions about this report or need additional financial information, contact the School Business Administrator, in the office of the Flemington-Raritan Regional School District Board of Education.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2024

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 9,956,571	\$ 1,094,320	\$ 11,050,891
Cash with Fiscal Agents	245,463		245,463
Internal Balances	71,246	(71,246)	
Receivables from Federal Government	448,936	36,105	485,041
Receivables from State Government	1,388,070	1,913	1,389,983
Receivables from Other Governments	29,714		29,714
Receivables - Other			
Inventory		18,272	18,272
Restricted Cash and Cash Equivalents	1,459,724		1,459,724
Capital Assets, Net:			
Sites (Land)	2,399,641		2,399,641
Construction in Progress	2,493,325		2,493,325
Depreciable Site Improvements, Buildings and Building Improvements, Furniture, Machinery and Equipment	72,539,784	507,447	73,047,231
Lease Assets, Net	320,141		320,141
Total Assets	<u>91,352,615</u>	<u>1,586,811</u>	<u>92,939,426</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Outflows Related to Pensions	1,434,915		1,434,915
Deferred Amount on Refunding	53,336		53,336
Total Deferred Outflows of Resources	<u>1,488,251</u>		<u>1,488,251</u>
<b>LIABILITIES</b>			
<b>Current Liabilities:</b>			
Accrued Interest Payable	337,515		337,515
Accounts Payable - Vendors	3,553,096	104,655	3,657,751
Accounts Payable - Capital Assets		228,122	228,122
Accrued Liability for Insurance Claims	2,690,282		2,690,282
Unearned Revenue	1,415,788	12,839	1,428,627
<b>Noncurrent Liabilities:</b>			
Due Within One Year	5,158,753		5,158,753
Due Beyond One Year	53,022,037		53,022,037
Total Liabilities	<u>66,177,471</u>	<u>345,616</u>	<u>66,523,087</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflows Related to Pensions	487,669		487,669
Total Deferred Inflows of Resources	<u>487,669</u>		<u>487,669</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	27,673,435	507,447	28,180,882
Restricted for:			
Capital Projects	3,021,279		3,021,279
Debt Service	215,856		215,856
Maintenance	158,277		158,277
Unemployment Compensation	548,647		548,647
Student Activities	160,421		160,421
Excess Surplus	2,267,884		2,267,884
Unrestricted/(Deficit)	<u>(7,870,073)</u>	<u>733,748</u>	<u>(7,136,325)</u>
Total Net Position	<u>\$ 26,175,726</u>	<u>\$ 1,241,195</u>	<u>\$ 27,416,921</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Functions/Programs	Program Revenues				Net (Expenses)/Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating		Governmental Activities	Business-type Activities	Total
			Grants and Contributions				
<b>Governmental Activities:</b>							
<b>Instruction:</b>							
Regular	\$ 32,066,992	\$ 106,299	\$ 6,488,416	\$ (25,472,277)			\$ (25,472,277)
Special Education	14,409,997		7,194,736	(7,215,261)			(7,215,261)
Other Special Instruction	3,837,454		709,441	(3,128,013)			(3,128,013)
School Sponsored Instruction	372,106		59,142	(312,964)			(312,964)
<b>Support Services:</b>							
Tuition	2,123,306		789,329	(1,333,977)			(1,333,977)
Student & Instruction Related Services	8,784,271	191,198	508,190	(8,084,883)			(8,084,883)
General Administrative Services	1,082,240		16,337	(1,065,903)			(1,065,903)
School Administrative Services	5,100,533		588,644	(4,511,889)			(4,511,889)
Central Services	836,135		16,829	(819,306)			(819,306)
Administration Information Technology	966,915		17,742	(949,173)			(949,173)
Plant Operations and Maintenance	6,901,549		30,087	(6,871,462)			(6,871,462)
Pupil Transportation	7,063,614		330,668	(6,732,946)			(6,732,946)
Interest on Long-Term Liabilities	1,452,389			(1,452,389)			(1,452,389)
<b>Total Governmental Activities</b>	<b>84,997,501</b>	<b>297,497</b>	<b>16,749,561</b>	<b>(67,950,443)</b>	<b>\$</b>	<b>-0-</b>	<b>(67,950,443)</b>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Functions/Programs	Program Revenues			Net (Expenses)/Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Business-Type Activities:						
Food Service	\$ 1,542,151	\$ 847,846	\$ 678,305		\$ (16,000)	\$ (16,000)
Total Business-Type Activities	<u>1,542,151</u>	<u>847,846</u>	<u>678,305</u>		<u>(16,000)</u>	<u>(16,000)</u>
Total Primary Government	<u>\$ 86,539,652</u>	<u>\$ 1,145,343</u>	<u>\$ 17,427,866</u>	<u>\$ (67,950,443)</u>	<u>(16,000)</u>	<u>(67,966,443)</u>

General Revenues:

Taxes:

Property Taxes, Levied for General Purposes, Net	57,699,259	57,699,259
Taxes Levied for Debt Service	4,786,469	4,786,469
Federal and State Aid Not Restricted	3,564,970	3,564,970
Miscellaneous Income	1,414,180	16,032

Total General Revenues 67,464,878 16,032 67,480,910

Change in Net Position (485,565) 32 (485,533)

Net Position - Beginning (Restated) 26,661,291 1,241,163 27,902,454

Net Position - Ending \$ 26,175,726 \$ 1,241,195 \$ 27,416,921

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

FUND FINANCIAL STATEMENTS

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>ASSETS:</b>					
Cash and Cash Equivalents	\$ 4,704,285	\$ 114,206	\$ 4,922,224	\$ 215,856	\$ 9,956,571
Cash with Fiscal Agents	245,463				245,463
Interfund Receivable	71,246				71,246
Receivables from Federal Government		448,936			448,936
Receivables from State Government	1,388,070				1,388,070
Receivables from Other Governments	24,867	4,847			29,714
Restricted Cash and Cash Equivalents	1,299,303	160,421			1,459,724
<b>TOTAL ASSETS</b>	<u>\$ 7,733,234</u>	<u>\$ 728,410</u>	<u>\$ 4,922,224</u>	<u>\$ 215,856</u>	<u>\$ 13,599,724</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts Payable	\$ 103,434	\$ 222,295	\$ 2,493,324		2,819,053
Accrued Liability for Insurance Claims	2,690,282				2,690,282
Unearned Revenue	942,450	473,338			1,415,788
<b>Total Liabilities</b>	<u>3,736,166</u>	<u>695,633</u>	<u>2,493,324</u>		<u>6,925,123</u>
<b>Fund Balances:</b>					
Restricted for:					
Excess Surplus - Restricted For 2024-2025	2,267,884				2,267,884
Capital Reserve	592,379				592,379
Maintenance Reserve	158,277				158,277
Unemployment Compensation	548,647				548,647
Student Activities		160,421			160,421
Capital Projects			2,428,900		2,428,900
Debt Service				\$ 215,856	215,856

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Fund Balances: (Cont'd)					
Assigned:					
For Subsequent Year's Expenditures	\$ 417,804				\$ 417,804
Unassigned/(Deficit)	12,077	\$ (127,644)			(115,567)
Total Fund Balances	<u>3,997,068</u>	<u>32,777</u>	<u>\$ 2,428,900</u>	<u>\$ 215,856</u>	<u>6,674,601</u>
TOTAL LIABILITIES & FUND BALANCES	<u>\$ 7,733,234</u>	<u>\$ 728,410</u>	<u>\$ 4,922,224</u>	<u>\$ 215,856</u>	<u>\$ 13,599,724</u>

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

Total Fund Balances - Governmental Funds (*Above*)

\$ 6,674,601

Capital Assets used in Governmental Activities are not financial resources and therefore are not reported in the funds.

77,432,750

Leased Assets used in Governmental Activities are not financial resources and therefore are not reported in the funds.

320,141

Long-Term Liabilities, including Bonds Payable, Leases Payable, Financed Purchases Payable and Net Pension Liability for PERS, are not due and payable in the current period and therefore are not reported as liabilities in the funds.

(58,180,790)

Certain amounts related to Net Pension Liability are deferred and amortized in the Statement of Activities and are not reported in the Governmental Funds:

Deferred Outflows

700,872

Deferred Inflows

(487,669)

The deferred amount on the refunding is not reported as an expenditure on the Governmental Funds in the year of the expenditure.

53,336

Accrued Interest on Long-Term Liabilities is not due and payable in the current period and therefore is not reported as a liability in the funds.

(337,515)

Net Position of Governmental Activities

\$ 26,175,726

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>					
Local Sources:					
Local Tax Levy	\$ 57,699,259			\$ 4,786,469	\$ 62,485,728
Tuition From Other LEAs Within the State	106,299				106,299
Interest Earned on Maintenance Reserve	2,046				2,046
Interest Earned on Capital Reserve Funds	6,429				6,429
Restricted Miscellaneous	7,025	\$ 191,198			198,223
Unrestricted Miscellaneous	1,326,535	16,181	\$ 72,145		1,414,861
Total - Local Sources	59,147,593	207,379	72,145	4,786,469	64,213,586
State Sources	22,841,366	774,447		889,966	24,505,779
Federal Sources	107,900	2,034,240			2,142,140
Total Revenues	82,096,859	3,016,066	72,145	5,676,435	90,861,505
<b>EXPENDITURES</b>					
Current:					
Instruction:					
Regular Instruction	19,227,455	2,186,683			21,414,138
Special Education Instruction	8,654,560	842,442			9,497,002
Other Special Instruction	2,426,953				2,426,953
School Sponsored Instruction	249,940				249,940
Support Services and Undistributed Costs:					
Tuition	1,333,977	789,329			2,123,306
Student & Instruction Related Services	6,379,367	171,285			6,550,652
General Administration Services	965,115				965,115
School Administration Services	3,506,783				3,506,783
Central Services	636,901				636,901

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>EXPENDITURES</b>					
Current:					
Support Services and Undistributed Costs:					
Administrative Information Technology	\$ 754,009				\$ 754,009
Plant Operations and Maintenance	6,660,187				6,660,187
Pupil Transportation	6,687,633				6,687,633
Unallocated Benefits	27,015,927				27,015,927
Capital Outlay	87,988	\$ 77,540	\$ 3,849,518		4,015,046
Debt Service:					
Principal				\$ 4,395,000	4,395,000
Interest and Other Charges				1,483,063	1,483,063
Total Expenditures	84,586,795	4,067,279	3,849,518	5,878,063	98,381,655
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(2,489,936)	(1,051,213)	(3,777,373)	(201,628)	(7,520,150)
<b>OTHER FINANCING SOURCES/(USES):</b>					
Transfers In/(Out)	(943,482)	943,482	(72,145)	72,145	
Total Other Financing Sources/(Uses)	(943,482)	943,482	(72,145)	72,145	
Net Change in Fund Balances	(3,433,418)	(107,731)	(3,849,518)	(129,483)	(7,520,150)
Fund Balance - July 1	7,430,486	140,508	6,278,418	345,339	14,194,751
Fund Balance - June 30	\$ 3,997,068	\$ 32,777	\$ 2,428,900	\$ 215,856	\$ 6,674,601

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds (from Exhibit B-2) \$ (7,520,150)

Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:

Capital Outlays related to capital assets are reported in the 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 differ from depreciation during the period.

Depreciation Expense	\$ (2,641,875)
Capital Asset Additions	<u>3,950,795</u>

1,308,920

(116,414)

4,881,883

Capital Outlays related to lease assets are reported in the Governmental Funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over the shorter of their estimated useful lives or lease term as amortization expense. This is the amount by which capital outlays differ from amortization during the period.

Amortization Expense

Repayments of bond principal, financed purchases and leases are expenditures in the Governmental Funds, but the repayments reduce Long-term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities.

The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:

Change in Net Pension Liability	(195,942)
Change in Deferred Outflows	122,724
Change in Deferred Inflows	620,411

331,594

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

In the Statement of Activities, Interest on Long-term Liabilities in the Statement of Activities is accrued, regardless of when due. In the Governmental Funds, interest is reported when due. When the accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the interest paid exceeds the accrued interest, the difference is an addition to the reconciliation (+).

19,483

75,259

The Governmental Funds report the effect of bond premiums when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities (+)

The Governmental Funds report the effect of the deferred amount on bond refunding when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities (-)

(13,333)

Change in Net Position of Governmental Activities (Exhibit A-2)

\$ (485,565)

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF NET POSITION  
JUNE 30, 2024

	Business-Type Activities: <u>Enterprise Funds</u> <u>Food Service</u>
<b>ASSETS:</b>	
Current Assets:	
Cash and Cash Equivalents	\$ 1,094,320
Receivable from State Government	1,913
Receivable from Federal Government	36,105
Inventory	<u>18,272</u>
Total Current Assets	<u>1,150,610</u>
Non-Current Assets:	
Capital Assets	1,426,587
Less: Accumulated Depreciation	<u>(919,140)</u>
Total Non-Current Assets	<u>507,447</u>
Total Assets	<u>1,658,057</u>
<b>LIABILITIES:</b>	
Current Liabilities:	
Interfund Payable - General Fund	71,246
Unearned Revenue - Prepaid Sales	8,143
Unearned Revenue - Donated Commodities	4,696
Accounts Payable - Vendors	104,655
Accounts Payable - Capital Assets	<u>228,122</u>
Total Liabilities	<u>416,862</u>
<b>NET POSITION:</b>	
Investment in Capital Assets	507,447
Unrestricted	<u>733,748</u>
Total Net Position	<u>\$ 1,241,195</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-Type Activities: <u>Enterprise Funds</u> <u>Food Service</u>
Operating Revenue:	
Local Sources:	
Daily Sales - Reimbursable Programs	\$ 562,656
Daily Sales - Non-Reimbursable Programs	285,190
Total Operating Revenue	<u>847,846</u>
Operating Expenses:	
Cost of Sales - Reimbursable Programs	546,800
Cost of Sales - Nonreimbursable Programs	146,932
Salaries	426,221
Other Purchased Services	71,246
Employee Benefits and Payroll Taxes	158,523
Management Fee	45,030
Supplies and Materials	115,312
Depreciation Expense	32,087
Total Operating Expenses	<u>1,542,151</u>
Operating Loss	<u>(694,305)</u>
Non-Operating Revenue:	
Federal Sources:	
National School Lunch Program	435,072
School Breakfast Program	39,288
Food Distribution Program	103,565
COVID-19 Supply Chain Assistance	75,622
COVID-19 P-EBT Cost Reimbursement	653
State Sources:	
State Lunch Program	23,606
State Breakfast Program	499
Local Sources:	
Interest Revenue	16,032
Total Non-Operating Revenue	<u>694,337</u>
Change in Net Position	32
Net Position - Beginning of Year	<u>1,241,163</u>
Net Position - End of Year	<u>\$ 1,241,195</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-Type Activities: <u>Enterprise Funds</u> <u>Food Service</u>
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 836,965
Payments to Food Service Vendor	(1,238,712)
Payments to Suppliers	(58,824)
Net Cash Used for Operating Activities	<u>(460,571)</u>
Cash Flows from Investing Activities:	
Interest Revenue	16,032
Net Cash Provided by Investing Activities	<u>16,032</u>
Cash Flows from Noncapital Financing Activities:	
Interfund Advanced - General Fund	71,246
Federal Reimbursements in Food Service Fund	555,406
State Reimbursements in Food Service Fund	23,898
Net Cash Provided by Noncapital Financing Activities	<u>650,550</u>
Cash Flows from Capital Financing Activities:	
Acquisition of Capital Assets	(39,346)
Net Cash Used for Capital Financing Activities	<u>(39,346)</u>
Net Increase in Cash and Cash Equivalents	166,665
Cash and Cash Equivalents, July 1	<u>927,655</u>
Cash and Cash Equivalents, June 30	<u>\$ 1,094,320</u>
Reconciliation of Operating Loss to Net Cash	
Used for Operating Activities:	
Operating Loss	\$ (694,305)
Adjustment to Reconcile Operating Loss to Cash Used for Operating Activities:	
Depreciation	32,087
Federal Food Distribution Program	103,565
Changes in Assets and Liabilities:	
(Decrease) in Unearned Revenue - Donated Commodites	(1,017)
(Decrease) in Unearned Revenue - Prepaid Sales	(9,864)
Decrease in Inventory	4,308
Increase in Accounts Payable	104,655
Net Cash Used for Operating Activities	<u>\$ (460,571)</u>

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received and utilized commodities from the Federal Food Distribution Program valued at \$102,548 and \$103,565, respectively, for the fiscal year ended June 30, 2024.

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE 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 (the "Board") of Flemington-Raritan Regional School District (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government 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.

A. Reporting Entity:

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

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3) The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation:

District-Wide Financial Statements:

The statement of net position and the statement of activities present financial information about the District's governmental and business type activities. These statements include the financial activities of the overall District in its entirety. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenue and other nonexchange transactions. Business type activities are financed in part by fees charged to external parties.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) 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. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the 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. Separate statements for each fund category – *governmental and proprietary* - 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.

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 not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund.

As required by NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states 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 revenue. 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 expenses by board resolution.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

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

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

Debt Service Fund: The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

Enterprise Funds: The Enterprise Fund accounts for all revenue and expenses pertaining to the Board's Food Service Fund operations. The Enterprise 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 cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the recipients on a continuing basis are financed or recovered primarily through user charges.

C. Measurement Focus and Basis of Accounting

The District-wide financial statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. 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. Capital asset, lease asset or subscription asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under financed purchases are reported as other financing sources.

It is the District's policy, that when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenue.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and was approved by a vote of the Board of Education. 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. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary 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).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the 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 except for student activities. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control: (Cont'd)

The General Fund and Special Revenue Fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments in the GAAP financial statements.

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 82,114,417	\$ 3,070,482
Differences - Budgetary to GAAP:		
Grant accounting budgetary basis differs from GAAP in that the budgetary basis recognizes encumbrances as expenditures and revenue, whereas the GAAP Basis does not.		
Current Year Encumbrances		73,228
Prior Year State Aid Payments Recognized for GAAP Statements, not recognized for Budgetary Basis	558,529	
Current Year State Aid Payments recognized for Budgetary purposes, not recognized for GAAP Statements	<u>(576,087)</u>	<u>(127,644)</u>
Total Revenues as reported on the Statement of Revenues, Expenditures & Changes in Fund Balances - Governmental Funds	<u>\$ 82,096,859</u>	<u>\$ 3,016,066</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 84,586,795	\$ 3,994,051
Differences - Budgetary to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Current Year Encumbrances		<u>73,228</u>
Total Expenditures as Reported on the Statement of Revenue, Expenditures, & Changes in Fund Balances - Governmental Funds	<u>\$ 84,586,795</u>	<u>\$ 4,067,279</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash and cash in banks. Certificates of deposit with maturities of one year or less when purchased are stated at cost.

The District generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

New Jersey school districts are limited as to type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and saving banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value of at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all the other public depositories, is available to pay the full amount of their deposits to the governmental units.

F. Interfund Transactions:

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

On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net position, except for amounts due between governmental and business-type activities, which are presented as internal balances.

G. Allowance for Uncollectible Accounts:

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

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

H. Encumbrances:

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 restricted, committed and/or assigned fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the Special Revenue Fund for which the District has received advances are reflected in the balance sheet as unearned revenue 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.

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2024.

K. Capital Assets:

Capital assets acquired or constructed are recorded at historical cost including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment.

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the District-wide statements and proprietary funds are as follows:

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	20-50 Years
Site Improvements	20 Years
Machinery, Furniture and Equipment	5-15 Years
Vehicles	8 Years

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

K. Capital Assets: (Cont'd)

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

L. Lease Assets

Intangible right-to-use lease assets are assets which the District leases for a term of more than one year. The value of leases are determined by the net present value of the leases at the District's incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement.

M. Subscription Assets

Intangible right-to-use subscription assets are subscription-based information technology arrangements (SBITAs) with subscription terms of more than one year. The value of subscription assets is determined by the sum of the subscription liability and payments made to the SBITA vendor, including capitalizable initial implementation costs, before the commencement date of the subscription term.

N. Long Term Liabilities:

In the District-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise funds. Bond premium and discounts, are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

O. Accrued Salaries and Wages:

The District does not allow employees who provide services to the District over a ten-month academic year the option to have their salaries evenly disbursed over the entire twelve-month year; therefore, there are no accrued salaries and wages as of June 30, 2024 for this purpose.

P. Compensated Absences:

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by GASB. A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement, employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee unions.

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

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Q. Lease Payable

In the district-wide financial statements, leases payable are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources.

R. Subscription Payable

In the district-wide financial statements, subscription payables are reported as liabilities in the Statement of Net Position. In the governmental Fund financial statements, the present value of subscription payments at the District's incremental borrowing rate over the subscription term is reported as other financing sources.

S. Unearned Revenue:

Unearned revenue in the Special Revenue Fund represents cash which has been received but not yet earned. See Note 1(D) regarding the Special Revenue Fund.

T. Fund Balance Appropriated:

General Fund: Of the \$3,997,068 General Fund balance at June 30, 2024, \$592,379 is restricted in the capital reserve account; \$158,277 is restricted in the maintenance reserve account; \$548,647 is restricted for unemployment compensation; \$2,267,884 is prior fiscal year excess surplus and is included as anticipated revenue for the fiscal year ending June 30, 2025, \$417,804 is assigned for subsequent year's expenditures and \$12,077 is unassigned which is \$576,087 less than the unassigned fund balance, on a Budgetary Basis, due to the final two state aid payments, which are not recognized on the GAAP basis until the fiscal year ended June 30, 2025.

Special Revenue Fund: Of the \$32,777 Special Revenue Fund fund balance at June 30, 2024, \$160,421 is restricted for student activities, and (\$127,644) is a deficit in unassigned fund balance due to the final two state aid payments not being recognized on a GAAP basis until the fiscal year ended June 30, 2025.

Capital Projects Fund: The \$2,428,900 of Capital Projects Fund fund balance at June 30, 2024 is restricted.

Debt Service Fund: The \$215,856 of Debt Service Fund fund balance at June 30, 2024 is restricted and \$143,709 has been appropriated and included as revenue for the fiscal year ending June 30, 2025.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, C.73 (S1701) the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District had excess surplus at June 30, 2024 as detailed above.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

T. Fund Balance Appropriated: (Cont'd)

P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last two state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the June state aid payments and not the fund balance reported on the fund statement which excludes the June state aid payments.

U. Deficit Net Position/Fund Balance:

The District has a deficit in unrestricted net position of \$7,870,073 in governmental activities. The deficit in unrestricted governmental activities net position is primarily due to the net pension liability and related deferred inflows and outflows, unexpended bond proceeds and compensated absences payable offset by the assigned and unassigned governmental fund balances at June 30, 2024. The District also has a deficit in unassigned Special Revenue Fund fund balance of \$127,644 due to the last two state aid payments not being recognized on a GAAP basis as detailed in Note 1T. These deficits do not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

V. Net Position:

Net position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources.

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources at June 30, 2024 for the deferred amount on refunding and related to pensions.

The District had deferred inflows of resources at June 30, 2024 related to pensions.

Net position is displayed in three components - net investment in capital assets; restricted and unrestricted.

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, lease assets, net of accumulated amortization, and subscription assets, net of accumulated amortization reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

V. Net Position: (Cont'd)

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

W. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts has been restricted, committed or assigned.

Fund balance restrictions have been established for excess surplus, a capital reserve, a maintenance reserve, student activities, the capital projects, debt service funds, and unemployment compensation.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District had no committed resources on a GAAP basis at June 30, 2024.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for amounts designated for subsequent year's expenditures in the General Fund at June 30, 2024.

X. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activity of the Enterprise Fund. For the School District, these revenues are sales for the food service program. Operating expenses are necessary costs incurred to provide the services that are the primary activities of the Enterprise Fund.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Y. Revenue - 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, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the 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, interest and tuition.

Z. Management Estimates:

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

AA. Pensions

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

NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB requires disclosure of the level of custodial credit risk assumed by the Board in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk – In accordance with its cash management plan, the Board ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk – The Board limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed in the Investments section of this note.

Custodial Credit Risk - The District does not have a formal policy with respect to custodial credit risk. However, the District ensures that District funds are only deposited in financial institutions in which NJ school districts are permitted to invest their funds.

Deposits:

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or by any other agencies of the United States that insure deposits or the State of New Jersey Cash Management Fund.

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

In addition to the above collateral requirement, if 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, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

Investments

New Jersey statutes permit the Board to purchase the following types of securities:

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments (Cont'd)

- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
  - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.). ;
  - (b) the custody of collateral is transferred to a third party;
  - (c) the maturity of the agreement is not more than 30 days;
  - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
  - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or
- (9) Deposit of funds in accordance with the following conditions:
  - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
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(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments (Cont'd)

- (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
- (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
- (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
- (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

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

	Cash and Cash Equivalents	Cash With Fiscal Agents	Restricted Cash and Cash Equivalents	Total
Checking Accounts	\$ 11,050,891	\$ 245,463	\$ 1,459,724	\$ 12,756,078
	\$ 11,050,891	\$ 245,463	\$ 1,459,724	\$ 12,756,078

During the period ended June 30, 2024, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2024, was \$12,756,078 and the bank balance was \$13,857,221.

NOTE 4. CAPITAL RESERVE ACCOUNT

A Capital Reserve Account was established by the District 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 State Department of Education, a District can increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts, or both. A District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT (Cont'd)

The activity of the Capital Reserve Account for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning Balance at July 1, 2023	\$	585,950
Interest Earnings		6,429
Ending Balance at June 30, 2024	\$	592,379

The balance in the Capital Reserve Account at June 30, 2024 does not exceed the local support costs of uncompleted capital projects in the District’s approved Long Range Facilities Plan (“LRFP”).

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account established by Board resolution. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year’s budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan. Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end. At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the District’s school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent year’s budget. 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 Account for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning Balance at July 1, 2023	\$	156,231
Interest Earnings		2,046
Ending Balance at June 30, 2024	\$	158,277

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 6. TRANSFERS TO CAPITAL OUTLAY

During the year ended June 30, 2024, the District transferred \$3,929 to the capital outlay accounts for equipment which did not require County Superintendent approval.

NOTE 7. CAPITAL ASSETS

Capital asset balances and activity for the fiscal year ended June 30, 2024 were as follows:

	(Restated) Beginning Balance	Increases	Decreases/ Adjustments	Ending Balance
Governmental Activities:				
Capital Assets not being Depreciated:				
Sites (Land)	\$ 2,399,641			\$ 2,399,641
Construction in Progress	511,641	\$ 2,493,325	\$ (511,641)	2,493,325
Total Capital Assets not being Depreciated	2,911,282	2,493,325	(511,641)	4,892,966
Capital Assets being Depreciated:				
Site Improvements	4,694,197	77,540	143,584	4,915,321
Buildings and Building Improvements	108,907,858	1,356,194	368,057	110,632,109
Machinery and Equipment	4,232,136	23,736		4,255,872
Total Capital Assets being Depreciated	117,834,191	1,457,470	511,641	119,803,302
Governmental Activities Capital Assets	120,745,473	3,950,795		124,696,268
Less Accumulated Depreciation for:				
Site Improvements	(3,344,164)	(75,978)		(3,420,142)
Buildings and Building Improvements	(37,266,967)	(2,469,393)		(39,736,360)
Machinery and Equipment	(4,010,512)	(96,504)		(4,107,016)
Total Accumulated Depreciation	(44,621,643)	(2,641,875)		(47,263,518)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 76,123,830	\$ 1,308,920	\$ - 0 -	\$ 77,432,750
Business Type Activities:				
Capital Assets Being Depreciated:				
Furniture and Equipment	\$ 1,159,119	\$ 267,468		\$ 1,426,587
Less Accumulated Depreciation	(887,053)	(32,087)		(919,140)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	\$ 272,066	\$ 235,381	\$ - 0 -	\$ 507,447
Total Governmental and Business-Type Activities	\$ 76,395,896	\$ 1,544,301	\$ - 0 -	\$ 77,940,197

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 7. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$	904,676
Special Education Instruction		407,208
Other Special Instruction		114,191
School Sponsored Instruction		11,760
Student and Instruction Related Services		300,157
General Administrative Services		45,410
School Administrative Services		164,998
Central Services		29,967
Administrative Information Technology		35,477
Plant Operations and Maintenance		313,370
Pupil Transportation		314,661
		314,661
Total Depreciation	\$	2,641,875

The District expended \$2,493,325 towards construction projects in progress during the fiscal year. The District has \$2,428,900 restricted fund balance for various capital projects in the Capital Projects Fund at June 30, 2024.

NOTE 8. LEASE ASSETS

Lease asset balances and activity for the year ended June 30, 2024 were as follows:

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Lease Assets Being Amortized:				
Machinery and Equipment	\$ 582,072			\$ 582,072
Total Lease Assets Being Amortized	582,072			582,072
Governmental Activities Lease Assets	582,072			582,072
Less Accumulated Amortization for:				
Machinery and Equipment	(145,517)	\$ (116,414)		(261,931)
	(145,517)	(116,414)		(261,931)
Governmental Activities Lease Assets, Net of Accumulated Amortization	\$ 436,555	\$ (116,414)	\$ -0-	\$ 320,141

Amortization expense was charged to governmental functions as follows:

General Administrative Services	\$	38,805
School Administrative Services		38,805
Central Services		38,804
		38,804
Total Amortization	\$	116,414

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 9. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2024, the following changes occurred in long-term liabilities reported in the district-wide financial statements:

	Balance 6/30/2023	Issued/ Accrued	Matured/ Retired	Balance 6/30/2024	Due within 1 Year
Financed Purchases Payable	\$ 2,044,389		\$ 373,388	\$ 1,671,001	\$ 391,255
Serial Bonds Payable	52,525,000		4,395,000	48,130,000	4,575,000
Unamortized Bond Issuance Premium	348,928		75,259	273,669	75,259
Net Pension Liability	6,603,046	\$ 195,942		6,798,988	
Compensated Absences Payable	1,306,935		331,594	975,341	
Leases Payable	445,286		113,495	331,791	117,239
	<u>\$ 63,273,584</u>	<u>\$ 195,942</u>	<u>\$ 5,288,736</u>	<u>\$ 58,180,790</u>	<u>\$ 5,158,753</u>

A. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds and will be liquidated through the Debt Service Fund.

On October 1, 2014, the District issued refunding school bonds of \$24,175,000 with interest rates ranging from 4.00% to 5.00%. The bonds finally mature on June 15, 2027 and are non-callable. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments on the refunded bonds. The refunding met the requirements of an in-substance debt defeasance, and the school bonds were removed from the School's government-wide financial statements.

On November 2, 2016, the District issued refunding school bonds of \$6,355,000 with an interest rate of 1.65%. The bonds finally mature on February 1, 2028 and are non-callable. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments on the refunded bonds. The refunding met the requirements of an in-substance debt defeasance, and the school bonds were removed from the School's government-wide financial statements.

On December 10, 2019, the District issued bonds of \$42,063,000 through a referendum with interest rates ranging from 2.25% to 3.00%. The bonds finally mature on September 1, 2039 and are non-callable.

The District had bonds outstanding as of June 30, 2024 as follows:

Purpose	Final Maturity Date	Interest Rate	Amount
Refunding School Bonds	6/15/2027	5.00%	\$ 8,845,000
Refunding School Bonds 2016	2/1/2028	1.65%	3,570,000
School Bonds	9/1/2039	2.25% - 3.00%	<u>35,715,000</u>
	Total Outstanding Bonds		<u>\$ 48,130,000</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 9. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable: (Cont'd)

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

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	\$ 4,575,000	\$ 1,337,011	\$ 5,912,011
2026	4,785,000	1,156,820	5,941,820
2027	5,010,000	967,585	5,977,585
2028	5,460,000	768,863	6,228,863
2029	1,995,000	666,488	2,661,488
2030-2034	10,915,000	2,619,316	13,534,316
2035-2039	12,690,000	1,226,556	13,916,556
2040	2,700,000	40,500	2,740,500
	<u>\$ 48,130,000</u>	<u>\$ 8,783,139</u>	<u>\$ 56,913,139</u>

B. Bonds Authorized But Not Issued:

The District had \$636 of bonds authorized but not issued as of June 30, 2024.

C. Compensated Absences:

The liability for compensated absences of the governmental fund types is recorded in the long-term liabilities and will be liquidated by the General Fund. No portion of the compensated absences balance of the governmental funds at June 30, 2024 is currently payable; therefore, the long-term portion of compensated absences is \$975,341.

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 Enterprise Funds.

D. Financed Purchases Payable:

On October 31, 2012, the District entered into a financed purchase agreement of \$4,955,000, with a fifteen year term, to fund the implementation of the District's Energy Savings Improvement Program (ESIP), entailing various permitted energy conservation measures under the ESIP Law, throughout the District. As of June 30, 2024, \$3,283,999 has matured and been repaid.

*N.J.S.A.* 18A:18A-4.6(c), Implementation of an energy savings improvement program by a board of education/board of trustees, provides the authority for public school districts/charter schools to finance an energy savings improvement program through a financed purchase agreement or through the issuance of energy savings obligations. The ESIP law provides that energy savings obligation shall be funded through appropriations in the General Fund annual budget, on the basis that the costs of implemented energy conservation measures should be fully offset by energy savings to be generated by such measures (on both an annual and aggregate basis).

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 9. LONG-TERM LIABILITIES (Cont'd)

D. Financed Purchases Payable: (Cont'd)

The following is a schedule of the future minimum financed purchase payments, and the present value of the net minimum financed purchase payments at June 30, 2024.

Fiscal Year Ending June 30,	Governmental Activities
2025	\$ 428,405
2026	438,189
2027	448,196
2028	450,963
Total Minimum Financed Purchases Payments	1,765,753
Less: Amount representing interest	(94,752)
Present Value of Net Minimum Financed Purchases Payments	\$ 1,671,001

The current portion of financed purchases payable is \$391,255 and the long-term portion is \$1,279,746. The financed purchases will be liquidated by the General Fund.

E. Leases Payable

The District had leases outstanding as of June 30, 2024 as follows:

<u>Leases Payable</u>				
Purpose	Frequency of Payment	Final Maturity Date	Interest Rate	Amount
Savin Copiers	Monthly	3/28/2027	3.350%	\$ 172,594
Savin Copiers	Monthly	3/28/2027	3.350%	159,197
				\$ 331,791

Principal and interest due on leases outstanding will be liquidated through the General Fund and are as follows:

Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2025	\$ 117,239	\$ 9,047
2026	121,107	5,179
2027	93,445	1,270
	\$ 331,791	\$ 15,496

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 9. LONG-TERM LIABILITIES (Cont'd)

F. Unamortized Bond Issuance Premium

The unamortized bond issuance premium of the governmental fund types is recorded in the long-term liabilities. The current portion of the unamortized bond issuance premium balance of the governmental funds is \$75,259 and is separated from the long-term portion of \$198,410.

G. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental activities is recorded in the long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2024 is \$-0- and the long-term portion is \$6,798,988. See Note 10 for further information on the PERS.

NOTE 10. PENSION PLANS

Substantially all of the Board's employees participate in one of the two contributory, defined benefit public employee retirement systems: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employee's Retirement System (PERS) of New Jersey; or the Defined Contribution Retirement Program (DCRP), a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401(a).

A. Public Employees' Retirement System (PERS)

Plan Description

The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about the PERS, please refer to the Division's annual financial statements which can be found at [www.state.nj.us/treasury/pensions/annual-reports.shtml](http://www.state.nj.us/treasury/pensions/annual-reports.shtml).

Benefits Provided

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. The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid.

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to \$627,369 for 2024. During the fiscal year ended June 30, 2023, the State of New Jersey contributed \$21,203 to the PERS for normal pension benefits on behalf of the District.

The employee contribution rate was 7.50% effective July 1, 2018.

Special Funding Situation

Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, is Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The amounts contributed on behalf of the local participating employers under the legislation is considered to be special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under the legislation 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 statement of the local participating employers related to the legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entity's total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must disclose pension expense as well as revenue associated with the employers in an amount equal to the nonemployer contributing entity's total proportionate share of the collective pension expense associated with the local participating employer.

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

At June 30, 2024, the District reported a liability of \$6,798,988 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 used 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 District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.0470%, which was an increase of 0.003% from its proportion measured as of June 30, 2022.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pensions (Cont'd)

For the fiscal year ended June 30, 2024, the District recognized an actual pension expense in the amount of \$80,174 related to the District's proportionate share of the net pension liability. Additionally, for the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$21,203 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

There was no state proportionate share of net pension liability attributable to the District as of June 30, 2023.

At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2019	5.21		\$ 36,932
	2020	5.16		336,045
	2021	5.13	\$ 14,936	
	2022	5.04		39,071
				<u>14,936</u>
Changes in Proportion	2019	5.21	3,653	
	2020	5.16		17,913
	2021	5.13		29,916
	2022	5.04	159,430	
	2023	5.08	<u>426,536</u>	
			<u>589,619</u>	<u>47,829</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2020	5.00	105,290	
	2021	5.00	(875,652)	
	2022	5.00	1,041,814	
	2023	5.00	<u>(240,142)</u>	
			<u>31,310</u>	
Difference Between Expected and Actual Experience	2019	5.21	2,823	
	2020	5.16	18,722	
	2021	5.13		11,878
	2022	5.04		15,914
	2023	5.08	<u>43,462</u>	
			<u>65,007</u>	<u>27,792</u>
District Contribution Subsequent to the Measurement Date	2023	1.00	<u>734,043</u>	
			<u>\$ 1,434,915</u>	<u>\$ 487,669</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pensions (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts including changes in proportion and the district contribution subsequent to measurement date) related to pensions will be recognized in the pension expense as follows:

Fiscal Year Ending June 30,	Total
2024	\$ (358,961)
2025	(200,358)
2026	279,987
2027	(50,107)
2028	852
	\$ (328,587)

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:

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

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and a 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.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 10. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Long Term Expected Rate of Return

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Market 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 Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

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 upon 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

Sensitivity of 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 collective net pension liability as of June 30, 2023 calculated using the discount rate as disclosed below, 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:

	June 30, 2023		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 8,850,836	\$ 6,798,988	\$ 5,052,594

Pension plan Fiduciary Net Position

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

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division). For additional information about the TPAF, please refer to the Division's annual financial statements which can be found at [www.state.nj.us/treasury/pensions/annual-reports.shtml](http://www.state.nj.us/treasury/pensions/annual-reports.shtml).

Benefits Provided

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

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

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 before age 62 with 25 or more years of service credit and Tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a members retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which included the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2023, the State's pension contribution was more than the actuarial determined amount.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2024, the State of New Jersey contributed \$10,655,667 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$3,086,303.

The employee contribution rate was 7.50% effective July 1, 2018.

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

At June 30, 2024, the State's proportionate share of the net pension liability associated with the District was \$125,627,519. The net pension liability was measured as of June 30, 2023, and the total pension liability used 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 District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.246%, which was a decrease of 0.009% from its proportion measured as of June 30, 2022.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>125,627,519</u>
Total	<u>\$ 125,627,519</u>

For the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$3,086,303 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

The State reported collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions from the sources on the following page.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pensions (Cont'd)

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2016	8.30	\$ 391,340,712	
	2017	8.30		\$ 2,080,865,206
	2018	8.29		1,883,063,885
	2019	8.04		1,514,535,609
	2020	7.99	805,517,879	
	2021	7.93		9,179,534,541
	2022	7.83	82,066,487	
			<u>1,278,925,078</u>	<u>14,657,999,241</u>
Difference Between Expected and Actual Experience	2016	8.30		4,866,656
	2017	8.30	37,022,988	
	2018	8.29	330,339,649	
	2019	8.04		58,842,090
	2020	7.99		4,293,040
	2021	7.93	121,815,868	
	2022	7.83		15,372,285
2023	7.93	169,161,907		
			<u>658,340,412</u>	<u>83,374,071</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2020	5.00	241,395,539	
	2021	5.00	(1,777,316,905)	
	2022	5.00	2,489,500,994	
	2023	6.00	(477,296,442)	
			<u>476,283,186</u>	
			<u>\$ 2,413,548,676</u>	<u>\$ 14,741,373,312</u>

Amounts reported by the State as collective deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense excluding that attributable to employer-paid members contributions as shown on the following page.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
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(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pensions  
(Cont'd)

Fiscal Year Ending June 30,	Total
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	56,606,524
	\$ (12,327,824,636)

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 Rate:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75 – 4.25% based on years of service
Investment Rate of Return	7.00%

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 a 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Long Term Expected Rate of Return

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Market 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 Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Discount Rate – TPAF

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 made based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the pension 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 pension plan investments was applied to all projected benefit payments in determining the total pension liability.

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

The table on the following page presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2023 calculated using the discount rate as disclosed 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.

	June 30, 2023		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 148,137,642	\$ 125,627,519	\$ 106,668,646

Pension Plan Fiduciary Net Position - TPAF

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

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or TPAF, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

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

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the District recognized pension expense of \$19,975 for the fiscal year ended June 30, 2024. Employee contributions to DCRP amounted to \$25,470 for the fiscal year ended June 30, 2024.

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. A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report. The District is self-insured for health benefits and the plans are administered by Horizon.

Property and Liability Insurance

The District is a member of the School Alliance Insurance Fund ("SAIF"). The SAIF provides its members with Comprehensive General Liability, Automobile Liability, and Property insurance coverage. The SAIF is a risk-sharing fund that is both an insured and self-administered group of school districts insurance coverage established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the SAIF are elected.

As a member of the SAIF, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the SAIF were to be exhausted, members would become responsible for their respective shares of the SAIF's liabilities.

The SAIF can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body. In accordance with the Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 11. RISK MANAGEMENT (Cont'd)

Property and Liability Insurance (Cont'd)

Selected, summarized financial information for the SAIF as of June 30, 2024 is as follows:

	School Alliance Insurance Fund
Total Assets	\$ 58,120,778
Net Position	\$ 19,408,763
Total Revenue	\$ 60,984,350
Total Expenses	\$ 61,472,363
Change in Net Position	\$ (488,013)
Members Dividends	\$ -0-

Financial statements for the SAIF are available at the Executive Director's Office:

Risk and Loss Managers Inc.  
51 Everett Drive Suite B40  
West Windsor, NJ 08550  
(609) 275-1155

Health Benefits

The District is self-insured for health benefits (medical, prescription and dental) to the extent of the amounts deductible from stop loss reimbursement. The stop loss policy reimburses the District for individual claimants who exceed a specific deductible which is \$125,000/person.

Horizon Blue Cross Blue Shield is the District's claims administrator.

The District has recorded an accrued liability for insurance claims of \$2,690,282 which includes an estimate for incurred but not reported claims for medical, prescription and dental claims as well as a risk corridor reserve which it believes is sufficient to meet these liabilities.

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 11. RISK MANAGEMENT (Cont'd)

New Jersey Unemployment Compensation Insurance (Cont'd)

The following is a summary of the District's contributions, employee contributions, interest earnings, reimbursements to the State for benefits paid and the ending balance of the District's Unemployment Compensation Restricted Fund Balance in the General Fund for the current and previous two years:

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Interest</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2024	\$ 102,590	\$ 7,025	\$ 84,738	\$ 548,647
2023	102,133	5,389	88,252	523,770
2022	134,253	769	108,379	504,500

NOTE 12. ECONOMIC DEPENDENCY

The Board of Education receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, may have an effect on the Board of Education's programs and activities.

NOTE 13. DEFERRED COMPENSATION

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457(b). The plans, which are administered by the entities listed below, permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

Ameriprise	Met Life
Equitable Advisors	Siracusa Benefits
Lincoln Financial Advisors	AIG Retirement Services

NOTE 14. COMMITMENTS AND CONTINGENCIES

Litigation

The District is periodically involved in pending lawsuits and estimates that the potential claims resulting from any litigation and not covered by insurance would not materially affect the District's financial statements.

Grant Programs

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

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 14. COMMITMENTS AND CONTINGENCIES (Cont'd)

Encumbrances

At June 30, 2024, there were no encumbrances in the governmental funds.

NOTE 15. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances existed as of June 30, 2024:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 71,246	
Enterprise Fund		\$ 71,246
	\$ 71,246	\$ 71,246

The interfund receivable in the General Fund is for expenses paid on behalf of the Enterprise Fund and not returned by year end.

NOTE 16. TAX CALENDAR

Property taxes are levied by the District's constituent municipality as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Unpaid taxes of the current and prior year may be placed in lien at a tax sale held after December 10. Taxes are collected by the constituent municipalities and are remitted to the District on predetermined mutually agreed-upon schedules.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 17. ACCOUNTS PAYABLE

Accounts payable recorded as of June 30, 2024 consisted of the following:

	Governmental Funds		Capital Projects Fund	District Contribution Subsequent to the Measurement Date	Total Governmental Activities	Business-Type
	General Fund	Special Revenue Fund				Proprietary Funds
Vendors	\$ 43,090	\$ 222,295	\$ 2,493,324		\$ 2,758,709	\$ 332,777
Payroll Deductions and Withholdings State of New Jersey	60,344			\$ 734,043	60,344 734,043	
	<u>\$ 103,434</u>	<u>\$ 222,295</u>	<u>\$ 2,493,324</u>	<u>\$ 734,043</u>	<u>\$ 3,553,096</u>	<u>\$ 332,777</u>

NOTE 18. TAX ABATEMENTS

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

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

The Township of Raritan recognized revenue in the amount of \$1,015,289 from one payment in lieu of taxes agreement. The taxes which would have been paid on the property related to the payment in lieu of taxes agreement for 2023 without the abatement would have been \$1,209,975 of which \$725,475 would have been for the regional school tax.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

The District is in a “special funding situation”, as described in GASB Codification Section P50, in that OPEB contributions and expenses are legally required to be made by and are the sole responsibility of the State of New Jersey, not the District.

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefits for the 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 Benefits 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 years or more of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree’s annual retirement benefit and level of coverage.

The 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 is the responsibility of the individual education employers.

For additional information about the State Health Benefit Local Education Retired Education Plan, please refer to the Division’s annual financial statements which can be found at <https://www.state.nj.us/treasury/pensions/gasb-notices-opeb.shtml>.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

Employees Covered by Benefit Terms

At June 30, 2022, the plan membership consisted of the following:

Retirees Plan Members and Spouses of Retirees Currently Receiving Benefit Payments	152,383
Active Plan Members	<u>217,212</u>
Total	<u><u>369,595</u></u>

Total Nonemployer OPEB Liability

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.

Actuarial Assumptions and Other Inputs

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.

	TPAF/ABP	PERS	PFRS
Salary Increases:	2.75 - 4.25%	2.75 - 6.55%	3.25 - 16.25%
	based on years of service	based on years of service	based on years of service

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of the TPAF, PERS and PFRS experience studies prepared for July 1, 2018 – June 30, 2021.

100% of active employees are considered to participate in the Plan upon retirement.

Mortality Rates

Pre-retirement 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. Post-retirement 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 were 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.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

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 9.50% and decreases to a 4.50% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

The discount rate used to measure the total OPEB liability was 3.65%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. 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.

Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District

	<u>Total OPEB Liability</u>
Balance at June 30, 2022	\$ 112,925,093
Changes for Year:	
Service Cost	4,823,757
Interest on the Total OPEB Liability	4,166,103
Changes of Assumptions	238,428
Differences between Expected and Actual Experience	(720,491)
Gross Benefit Payments by the State	(3,247,545)
Contributions from Members	106,762
Net Changes	<u>5,367,014</u>
Balance at June 30, 2023	<u>\$ 118,292,107</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Discount Rate

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2023, calculated using the discount rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District 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:

	June 30, 2023		
	At 1% Decrease (2.65%)	At Discount Rate (3.65%)	At 1% Increase (4.65%)
Total OPEB Liability Attributable to the District	\$ 138,677,187	\$ 118,292,107	\$ 101,925,254

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2023, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2023		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 98,200,686	\$ 118,292,107	\$ 144,581,783

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

For the fiscal year ended June 30, 2024 the District recognized OPEB expense of \$4,152,951 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB  
(Cont'd)

At June 30, 2023 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

	<u>Deferral Year</u>	<u>Period in Years</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in Assumptions	2017	9.54		\$ 4,262,511
	2018	9.51		4,412,081
	2019	9.29	\$ 649,087	
	2020	9.24	15,869,088	
	2021	9.24	90,322	
	2022	9.13		23,969,801
	2023	9.30	212,790	
			<u>16,821,287</u>	<u>32,644,393</u>
Differences between Expected and Actual Experience	2018	9.51		4,170,790
	2019	9.29		7,639,787
	2020	9.24	14,790,613	
	2021	9.24		17,369,634
	2022	9.13	2,468,545	
	2023	9.30		1,976,750
				<u>17,259,158</u>
Changes in Proportion	N/A	N/A	<u>6,380,800</u>	<u>104,088</u>
			<u>\$ 40,461,245</u>	<u>\$ 63,905,442</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources excluding changes in proportion related to OPEB will be recognized in OPEB expense as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Total</u>
2024	\$ (5,899,112)
2025	(5,899,112)
2026	(5,127,161)
2027	(3,022,780)
2028	(618,727)
Thereafter	<u>(9,154,017)</u>
	<u>\$ (29,720,909)</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 20: PRIOR YEAR ADJUSTMENT

During fiscal year 2024, the District determined that the incorrect amount of construction costs were recorded as capital assets. Therefore, capital assets, net of depreciation, were overstated as reported in the following table for the fiscal year ended June 30, 2023. The effect of correcting that error is shown in the table below.

	Balance June 30, 2023 as Previously Reported	Error Correction	Balance June 30, 2023 as Restated
<u>Statement of Net Position - Governmental Activities:</u>			
Assets:			
Capital Assets, Net:			
Construction in Progress	\$ 17,226,078	\$ (16,714,437)	\$ 511,641
Depreciable Site Improvements, Buildings and Building Improvements and Machinery, Furniture and Equipment	71,274,598	1,937,950	73,212,548
Total Assets	107,989,777	(14,776,487)	93,213,290
Net Position:			
Net Investment in Capital Assets	36,388,866	(14,776,487)	21,612,379
Net Position - Ending	41,437,778	(14,776,487)	26,661,291

SCHEDULES OF REQUIRED  
SUPPLEMENTARY INFORMATION

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
 SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's proportion of the net pension liability	0.0383669983%	0.0400174797%	0.0407079936%	0.0424976138%	0.0426480189%	0.0430483870%	0.0426944729%	0.0423641129%	0.0437537659%	0.0469401575%
District's proportionate share of the net pension liability	\$ 7,183,351	\$ 8,983,122	\$ 12,056,540	\$ 9,892,765	\$ 8,397,182	\$ 7,756,666	\$ 6,962,352	\$ 5,018,664	\$ 6,603,046	\$ 6,798,988
District's covered employee payroll	\$ 2,720,358	\$ 2,770,153	\$ 2,862,992	\$ 2,962,596	\$ 3,030,675	\$ 3,053,206	\$ 3,111,657	\$ 3,205,007	\$ 3,354,039	\$ 5,762,534
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	264.06%	324.28%	421.12%	333.92%	277.07%	254.05%	223.75%	156.59%	196.87%	117.99%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT CONTRIBUTIONS  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	\$ 516,756	\$ 344,043	\$ 361,644	\$ 404,921	\$ 418,736	\$ 467,056	\$ 481,801	\$ 496,133	\$ 551,756	\$ 627,369
Contributions in relation to the contractually required contribution	(516,756)	(344,043)	(361,644)	(404,921)	(418,736)	(467,056)	(481,801)	(496,133)	(551,756)	(627,369)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 2,770,153	\$ 2,862,992	\$ 2,962,596	\$ 3,030,675	\$ 3,053,206	\$ 3,111,657	\$ 3,205,007	\$ 3,354,039	\$ 5,762,534	\$ 6,375,003
Contributions as a percentage of covered employee payroll	18.65%	12.02%	12.21%	13.36%	13.71%	15.01%	15.03%	14.79%	9.57%	9.84%

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
 SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY ASSOCIATED WITH THE DISTRICT  
TEACHERS' PENSION AND ANNUITY FUND  
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
State's proportion of the net pension liability attributable to the District	0.2354205977%	0.2416926633%	0.2447256460%	0.2519903657%	0.2487599487%	0.2488480688%	0.2482035567%	0.2573744291%	0.2555930652%	0.2461707772%
State's proportionate share of the net pension liability attributable to the District	\$ 125,824,647	\$ 152,760,084	\$ 192,516,775	\$ 169,900,991	\$ 158,255,736	\$ 152,720,409	\$ 163,439,056	\$ 123,733,242	\$ 131,871,749	\$ 125,627,519
District's covered employee payroll	\$ 24,492,760	\$ 25,136,772	\$ 25,643,735	\$ 26,101,680	\$ 26,551,849	\$ 27,812,384	\$ 28,317,505	\$ 28,883,855	\$ 29,363,841	\$ 30,517,563
State proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	513.72%	607.72%	750.68%	650.92%	596.03%	549.11%	577.17%	428.38%	449.10%	411.66%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF STATE CONTRIBUTIONS  
TEACHERS' PENSION AND ANNUITY FUND  
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	\$ 6,770,547	\$ 9,327,379	\$ 14,464,957	\$ 11,769,880	\$ 9,225,756	\$ 9,007,858	\$ 10,163,336	\$ 2,911,497	\$ 3,549,037	\$ 3,086,303
Contributions in relation to the contractually required contribution	(1,306,679)	(1,866,397)	(2,735,290)	(3,663,356)	(4,894,240)	(5,444,054)	(7,481,563)	(10,521,888)	(10,063,610)	(10,655,667)
Contribution deficiency/(excess)	\$ 5,463,868	\$ 7,460,982	\$ 11,729,667	\$ 8,106,524	\$ 4,331,516	\$ 3,563,804	\$ 2,681,773	\$ (7,610,391)	\$ (6,514,573)	\$ (7,569,364)
District's covered employee payroll	\$25,136,772	\$25,645,735	\$26,101,680	\$26,551,849	\$27,812,384	\$28,317,505	\$28,883,855	\$29,363,841	\$30,517,563	\$ 32,155,193
Contributions as a percentage of covered employee payroll	5.20%	7.28%	10.48%	13.80%	17.60%	19.23%	25.90%	35.83%	32.98%	33.14%

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF CHANGES IN THE STATE'S PROPORTIONATE SHARE OF THE TOTAL OPEB LIABILITY  
ASSOCIATED WITH THE DISTRICT AND RELATED RATIOS  
LAST SEVEN FISCAL YEARS

	Fiscal Year Ending June 30,						
	2017	2018	2019	2020	2021	2022	2023
Service Cost	\$ 5,147,934	\$ 4,254,265	\$ 3,700,184	\$ 3,980,302	\$ 7,380,334	\$ 6,334,079	\$ 4,823,757
Interest Cost	3,575,780	4,138,748	3,832,433	3,244,161	3,458,137	2,992,640	4,166,103
Changes of Benefit Terms					(141,890)		
Differences Between Expected and Actual Experience		(10,739,848)	(12,900,779)	26,408,072	(23,026,731)	3,453,230	(720,491)
Changes in Assumptions	(15,187,176)	(11,091,764)	1,341,157	27,060,413	131,518	(30,293,169)	238,428
Member Contributions	96,026	89,326	81,849	78,170	88,408	95,096	106,762
Gross Benefit Payments	(2,607,820)	(2,584,548)	(2,761,187)	(2,579,026)	(2,724,044)	(2,964,298)	(3,247,545)
Net Change in Total OPEB Liability	(8,975,256)	(15,933,821)	(6,706,343)	58,192,092	(14,834,268)	(20,382,422)	5,367,014
Total OPEB Liability - Beginning	121,565,111	112,589,855	96,656,034	89,949,691	148,141,783	133,307,515	112,925,093
Total OPEB Liability - Ending	\$ 112,589,855	\$ 96,656,034	\$ 89,949,691	\$ 148,141,783	\$ 133,307,515	\$ 112,925,093	\$ 118,292,107
District's Covered Employee Payroll *	\$ 28,508,727	\$ 29,064,276	\$ 29,582,524	\$ 30,865,590	\$ 31,429,162	\$ 32,088,862	\$ 32,717,880
Total OPEB Liability as a Percentage of Covered Employee Payroll	394.93%	332.56%	304.06%	479.96%	424.15%	351.91%	361.55%

\* - Covered payroll for the fiscal years ending June 30, 2017 - 2023 are based on the payroll on the June 30, 2016 - 2022 census data.

Note: This schedule does not contain ten years of information as GASB No. 75 was implemented during the fiscal year ended June 30, 2018.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

In the July 1, 2022 actuarial valuation the salary increases were 2.75 – 4.25% based on years of service while in the July 1, 2021 actuarial valuation the salary increases were 2.75% – 5.65% based on years of service.

C. State Health Benefit Local Education Retired Employees OPEB Plan

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2023 was 3.65%. The discount rate for June 30, 2022 was 3.54%, a change of .11%.

The health care trend rates in the valuation as of June 30, 2023 were based on the following:

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 9.50% and decreases to a 4.50% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

The health care trend rates in the valuation as of June 30, 2022 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.5% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increasing to 15.19% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long term rate after eight years.

BUDGETARY COMPARISON SCHEDULES

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	\$ 57,699,259		\$ 57,699,259	\$ 57,699,259	
Tuition From Individuals	280,000		280,000	106,299	\$ (280,000)
Tuition From Other LEAs Within the State				1,326,535	106,299
Unrestricted Miscellaneous Revenues	1,076,732		1,076,732	2,046	249,803
Interest Earned on Maintenance Reserve				6,429	2,046
Interest Earned on Capital Reserve Funds				7,025	6,429
Other Restricted Miscellaneous Revenues				59,055,991	7,025
<b>Total Revenues from Local Sources</b>	<b>59,055,991</b>		<b>59,055,991</b>	<b>59,147,593</b>	<b>91,602</b>
Revenues from State Sources:					
Categorical Transportation Aid	297,208		297,208	297,208	
Extraordinary Aid	2,000,000		2,000,000	1,245,949	(754,051)
Categorical Special Education Aid	2,682,732		2,682,732	2,682,732	
Equalization Aid	2,426,667		2,426,667	2,426,667	
Categorical Security Aid	140,035		140,035	140,035	
Other State Aids				29,120	29,120
TPAF Post Retirement Contributions (Non-Budgeted)				2,933,156	2,933,156
TPAF Pension Contributions (Non-Budgeted)				10,655,667	10,655,667
TPAF Non-Contributory Insurance (Non-Budgeted)				121,522	121,522
TPAF Long-Term Disability Insurance (Non-Budgeted)				4,467	4,467
Reimbursed TPAF Social Security Contributions				2,322,401	2,322,401
<b>Total Revenues from State Sources</b>	<b>7,546,642</b>		<b>7,546,642</b>	<b>22,858,924</b>	<b>15,312,282</b>
Revenues from Federal Sources:					
Medicaid Reimbursement	103,275		103,275	107,900	4,625
<b>Total Revenues from Federal Sources</b>	<b>103,275</b>		<b>103,275</b>	<b>107,900</b>	<b>4,625</b>
<b>TOTAL REVENUE</b>	<b>66,705,908</b>		<b>66,705,908</b>	<b>82,114,417</b>	<b>15,408,509</b>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>GENERAL CURRENT EXPENSE</b>					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	\$ 1,561,085	\$ (89,553)	\$ 1,471,532	\$ 1,471,348	\$ 184
Grades 1-5 - Salaries of Teachers	10,921,225	(157,781)	10,763,444	10,763,439	5
Grades 6-8 - Salaries of Teachers	5,880,056	(202,752)	5,677,304	5,676,997	307
Regular Programs - Home Instruction:					
Salaries of Teachers	7,000	4,898	11,898	11,898	
Purchased Professional-Educational Services	15,000	(713)	14,287	13,809	478
Regular Programs - Undistributed Instruction:					
Purchased Professional-Educational Services	41,310	(1,215)	40,095	38,406	1,689
Other Purchased Services (400-500 series)	223,722	110,673	334,395	333,703	692
General Supplies	962,553	(29,472)	933,081	915,474	17,607
Other Objects	7,105	(3,723)	3,382	2,381	1,001
<b>Total Regular Programs - Instruction</b>	<b>19,619,056</b>	<b>(369,638)</b>	<b>19,249,418</b>	<b>19,227,455</b>	<b>21,963</b>
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	1,016,395	(115,265)	901,130	901,130	
Other Salaries for Instruction	527,030	(59,907)	467,123	466,888	235
Purchased Professional-Educational Services	5,000	163,610	168,610	168,610	
Other Purchased Services (400-500 series)	13,600	(6,183)	7,417	6,596	821
General Supplies	8,100	(390)	7,710	7,085	625
<b>Total Learning and/or Language Disabilities</b>	<b>1,570,125</b>	<b>(18,135)</b>	<b>1,551,990</b>	<b>1,550,309</b>	<b>1,681</b>
Behavioral Disabilities:					
Salaries of Teachers	292,803	9,192	301,995	301,995	
Other Salaries for Instruction	367,798	(9,244)	358,554	358,273	281
Purchased Professional-Educational Services	318,450	(174,660)	143,790	143,790	
Other Purchased Services (400-500 series)	500	(500)			
General Supplies	5,000	(2,000)	3,000	2,636	364
<b>Total Behavioral Disabilities</b>	<b>984,551</b>	<b>(177,212)</b>	<b>807,339</b>	<b>806,694</b>	<b>645</b>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Multiple Disabilities:					
Salaries of Teachers	\$ 89,429	\$ (51,689)	\$ 37,740	\$ 37,740	
Other Salaries for Instruction	180,567	(107,695)	72,872	72,872	
Other Purchased Services (400-500 series)	500	(500)			
General Supplies	1,050	(1,050)			
Total Multiple Disabilities	<u>271,546</u>	<u>(160,934)</u>	<u>110,612</u>	<u>110,612</u>	
Resource Room/Resource Center:					
Salaries of Teachers	3,524,475	79,836	3,604,311	3,601,592	\$ 2,719
Other Salaries for Instruction	1,056,982	9,355	1,066,337	1,066,109	228
Other Purchased Services (400-500 series)	45,900	(6,800)	39,100	37,687	1,413
General Supplies	8,000	3,800	11,800	10,900	900
Total Resource Room/Resource Center	<u>4,635,357</u>	<u>86,191</u>	<u>4,721,548</u>	<u>4,716,288</u>	<u>5,260</u>
Autism:					
Salaries of Teachers	487,163	(27,010)	460,153	460,153	
Other Salaries for Instruction	547,159	(24,194)	522,965	512,925	10,040
Purchased Professional-Educational Services	5,000	(5,000)			
Other Purchased Services (400-500 series)	13,000	(1,145)	11,855	9,858	1,997
General Supplies	6,000	327	6,327	6,327	
Total Autism	<u>1,058,322</u>	<u>(57,022)</u>	<u>1,001,300</u>	<u>989,263</u>	<u>12,037</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Preschool Disabilities - Full-Time:					
Salaries of Teachers	\$ 579,559	\$ (446,649)	\$ 132,910	\$ 124,940	\$ 7,970
Other Salaries for Instruction	552,941	(203,668)	349,273	345,636	3,637
General Supplies	5,000	(2,000)	3,000	2,862	138
Total Preschool Disabilities - Full-Time	<u>1,137,500</u>	<u>(652,317)</u>	<u>485,183</u>	<u>473,438</u>	<u>11,745</u>
Home Instruction:					
Salaries of Teachers	3,500	10,000	13,500	7,956	5,544
Total Home Instruction	<u>3,500</u>	<u>10,000</u>	<u>13,500</u>	<u>7,956</u>	<u>5,544</u>
TOTAL SPECIAL EDUCATION - INSTRUCTION	<u>9,660,901</u>	<u>(969,429)</u>	<u>8,691,472</u>	<u>8,654,560</u>	<u>36,912</u>
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	1,657,514	(14,657)	1,642,857	1,642,039	818
Other Purchased Services (400-500 series)	2,950	(2,950)			
General Supplies	10,580	2,951	13,531	13,513	18
Total Basic Skills/Remedial - Instruction	<u>1,671,044</u>	<u>(14,656)</u>	<u>1,656,388</u>	<u>1,655,552</u>	<u>836</u>
Bilingual Education - Instruction:					
Salaries of Teachers	759,995	1,786	761,781	759,290	2,491
Purchased Professional-Educational Services		2,000	2,000	1,464	536
Other Purchased Services (400-500 series)	4,100		4,100	2,868	1,232
General Supplies	11,116	(2,000)	9,116	7,779	1,337
Total Bilingual Education - Instruction	<u>775,211</u>	<u>1,786</u>	<u>776,997</u>	<u>771,401</u>	<u>5,596</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	\$ 80,276	\$ 26,150	\$ 106,426	\$ 96,826	\$ 9,600
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	<u>80,276</u>	<u>26,150</u>	<u>106,426</u>	<u>96,826</u>	<u>9,600</u>
School-Sponsored Athletics - Instruction:					
Salaries	101,376	1,980	103,356	103,356	
Purchased Services (300-500 series)	49,814	(17,717)	32,097	28,860	3,237
Supplies and Materials	21,788		21,788	20,898	890
Total School-Sponsored Athletics - Instruction	<u>172,978</u>	<u>(15,737)</u>	<u>157,241</u>	<u>153,114</u>	<u>4,127</u>
<b>TOTAL INSTRUCTION</b>	<u>31,979,466</u>	<u>(1,341,524)</u>	<u>30,637,942</u>	<u>30,558,908</u>	<u>79,034</u>
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Special	19,056		19,056	11,867	7,189
Tuition to CSSD & Reg. Day Schools		21,390	21,390	21,390	
Tuition to Priv. Sch. for the Handicap. W/I State	795,114	528,461	1,323,575	1,300,720	22,855
Total Undistributed Expenditures - Instruction	<u>814,170</u>	<u>549,851</u>	<u>1,364,021</u>	<u>1,333,977</u>	<u>30,044</u>
Undistributed Expenditures - Health Services:					
Salaries	629,783	(7,558)	622,225	622,225	
Purchased Professional and Technical Services	115,500	(84,387)	31,113	31,112	1
Other Purchased Services (400-500 series)	3,150	(391)	2,759	2,758	1
Supplies and Materials	22,500	(10,007)	12,493	12,189	304
Other Objects	4,500	1,717	6,217	6,217	
Total Undist. Expenditures - Health Services	<u>775,433</u>	<u>(100,626)</u>	<u>674,807</u>	<u>674,501</u>	<u>306</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	\$ 1,034,990	\$ 1,376	\$ 1,036,366	\$ 1,036,270	\$ 96
Purchased Professional - Educational Services	355,000	162,517	517,517	475,691	41,826
Supplies and Materials	30,000	(20,000)	10,000	10,000	
Other Objects		11,916	11,916	5,718	6,198
Total Undist. Expend. - Speech, OT, PT, Related Svcs	1,419,990	155,809	1,575,799	1,527,679	48,120
Undist. Expend.-Other Supp. Serv. Students-Extra. Serv.:					
Salaries		22,727	22,727	22,697	30
Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.		22,727	22,727	22,697	30
Undist. Expend.-Guidance:					
Salaries of Other Professional Staff	678,675	130,863	809,538	796,544	12,994
Salaries of Secretarial and Clerical Assistants	145,142		145,142	145,142	
Other Salaries		15,843	15,843	13,401	2,442
Purchased Professional - Educational Services	1,500	(1,500)			
Other Purchased Services (400-500 series)	800	(800)			
Supplies and Materials	12,747	573	13,320	13,320	
Total Undist. Expend. - Guidance	838,864	144,979	983,843	968,407	15,436
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	1,349,755	(76,570)	1,273,185	1,265,072	8,113
Salaries of Secretarial and Clerical Assistants	203,322	(58,697)	144,625	144,625	
Other Purchased Prof. and Tech. Services	170,000	(59,162)	110,838	108,637	2,201
Other Purchased Services (400-500 series)	33,000		33,000	32,528	472
Supplies and Materials	10,000	3,198	13,198	13,014	184
Total Undist. Expend. - Child Study Team	1,766,077	(191,231)	1,574,846	1,563,876	10,970
Undist. Expend.-Improv. of Inst. Serv.:					
Salaries of Supervisors of Instruction	290,332	(8,960)	281,372	281,372	
Salaries of Other Professional Staff	40,020		40,020	27,017	13,003
Salaries of Secretarial and Clerical Assistants	38,616	(2,001)	36,615	36,615	
Other Purchased Prof. and Tech. Services	1,500		1,500		1,500
Other Purchased Services (400-500 series)	27,336	45	27,381	20,983	6,398
Supplies and Materials	7,288		7,288	3,293	3,995
Other Objects	7,410		7,410	6,845	565
Total Undist. Expend.-Improv. of Inst. Serv.	412,502	(10,916)	401,586	376,125	25,461

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	\$ 494,990	\$ (3,915)	\$ 491,075	\$ 491,075	
Purchased Professional and Technical Services	13,038	(10,478)	2,560	2,560	
Other Purchased Services (400-500 series)	49,929	1,210	51,139	51,139	
Supplies and Materials	64,799	(2,265)	62,534	61,563	\$ 971
Total Undist Expend-Edu. Media Serv./Sch. Library	<u>622,756</u>	<u>(15,448)</u>	<u>607,308</u>	<u>606,337</u>	<u>971</u>
Undist.Expend.-Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	435,494	(13,436)	422,058	422,058	
Salaries of Other Professional Staff	60,307	(1,712)	58,595	31,041	27,554
Salaries of Secretarial and Clerical Assistants	109,846	1	109,847	109,847	
Other Salaries	108,650	(80,000)	28,650	12,408	16,242
Other Purchased Prof. And Tech. Services	18,400		18,400	10,909	7,491
Other Purchased Services (400-500 series)	73,637	1,712	75,349	52,821	22,528
Supplies and Materials	20,373	(45)	20,328	661	19,667
Total Undist.Expend.-Instructional Staff Training Services	<u>826,707</u>	<u>(93,480)</u>	<u>733,227</u>	<u>639,745</u>	<u>93,482</u>
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	565,517		565,517	538,189	27,328
Legal Services	109,800	33,500	143,300	90,261	53,039
Audit Fees	35,000	6,500	41,500	41,500	
Other Purchased Professional Services	16,000		16,000	6,315	9,685
Purchased Technical Services	71,500	(500)	71,000	56,971	14,029
Communications / Telephone	151,021	40,000	191,021	167,650	23,371
BOE Other Purchased Services	2,500		2,500	2,298	202
Other Purch. Serv. (400-500 series other than 530 & 585)	26,600	(300)	26,300	13,371	12,929
General Supplies	14,250	(2,500)	11,750	8,769	2,981
BOE In-house training/ Meeting Supplies	250		250	68	182
Judgments Against The School District	80,000	(80,000)			
Miscellaneous Expenditures	11,690	2,633	14,323	14,056	267
BOE Membership Dues and Fees	25,000	667	25,667	25,667	
Total Undist. Expend.-Support Serv.-Gen. Admin.	<u>1,109,128</u>		<u>1,109,128</u>	<u>965,115</u>	<u>144,013</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	\$ 1,924,673	\$ (17,654)	\$ 1,907,019	\$ 1,850,588	\$ 56,431
Salaries of Other Professional Staff	309,965		309,965	309,965	
Salaries of Secretarial and Clerical Assistants	1,082,406	17,654	1,100,060	1,070,739	29,321
Purchased Professional and Technical Services	73,900	500	74,400	69,765	4,635
Other Purchased Services (400-500 series)	184,232	(6,047)	178,185	151,432	26,753
Supplies and Materials	50,223	2,762	52,985	39,500	13,485
Other Objects	14,134	2,785	16,919	14,794	2,125
Total Undist. Expend.-Support Serv.-School Adm.	<u>3,639,533</u>		<u>3,639,533</u>	<u>3,506,783</u>	<u>132,750</u>
Undist. Expend. - Central Services:					
Salaries	582,343	(684)	581,659	554,385	27,274
Purchased Professional Services	29,350		29,350	26,140	3,210
Purchased Technical Services	49,971		49,971	48,344	1,627
Miscellaneous Purchased Services (400-500 series other than 594)	2,000	485	2,485	2,059	426
Supplies and Materials	10,000	(485)	9,515	4,278	5,237
Other Objects	2,000		2,000	1,695	305
Total Undist. Expend. - Central Services	<u>675,664</u>	<u>(684)</u>	<u>674,980</u>	<u>636,901</u>	<u>38,079</u>
Undist. Expend. - Admin. Info. Technology:					
Salaries	517,111	79,792	596,903	584,478	12,425
Other Purchased Services (400-500 series)	117,548	41,924	159,472	158,868	604
Supplies and Materials	51,695	(41,032)	10,663	10,663	
Total Undist. Expend. - Admin. Info. Technology	<u>686,354</u>	<u>80,684</u>	<u>767,038</u>	<u>754,009</u>	<u>13,029</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	\$ 551,924	\$ (26,849)	\$ 525,075	\$ 522,005	\$ 3,070
Cleaning, Repair, and Maintenance Services	340,333	58,641	398,974	384,225	14,749
General Supplies	175,000	(12,834)	162,166	159,061	3,105
Total Undist. Expend.- Required Maint. for School Facilities	1,067,257	18,958	1,086,215	1,065,291	20,924
Undist. Expend.-Custodial Services:					
Salaries	120,496	8,390	128,886	125,769	3,117
Salaries of Non-Instructional Aides	240,006	105,655	345,661	343,382	2,279
Purchased Professional and Technical Services	23,000	35,810	58,810	58,364	446
Cleaning, Repair, and Maintenance Services	2,079,959	244,297	2,324,256	2,245,782	78,474
Other Purchased Property Services	151,687	3,514	155,201	153,448	1,753
Insurance	497,951	65,609	563,560	563,560	
Miscellaneous Purchased Services	41,623	(20,000)	21,623	16,156	5,467
General Supplies	119,788	26,855	146,643	144,962	1,681
Energy (Natural Gas)	403,396	(12,979)	390,417	389,863	554
Energy (Electricity)	1,555,500	(143,811)	1,411,689	1,067,485	344,204
Energy (Gasoline)	28,000		28,000	26,085	1,915
Other Objects	13,800		13,800	13,205	595
Total Undist. Expend.-Custodial Services	5,275,206	313,340	5,588,546	5,148,061	440,485
Care and Upkeep of Grounds:					
Purchased Professional and Technical Services		2,000	2,000	618	1,382
Cleaning, Repair, and Maintenance Services		25,000	25,000	20,201	4,799
General Supplies		9,595	9,595	7,244	2,351
Other Objects		500	500	175	325
Total Care And Upkeep Of Grounds		37,095	37,095	28,238	8,857
Security:					
Purchased Professional and Technical Services	349,000	(1,188)	347,812	347,812	
Cleaning, Repair, and Maintenance Services	60,000	(777)	59,223	49,423	9,800
General Supplies	6,000	2,370	8,370	8,355	15
Other Objects	13,025		13,025	13,007	18
Total Security	428,025	405	428,430	418,597	9,833
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	6,770,488	369,798	7,140,286	6,660,187	480,099

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Student Transportation Serv.:					
Salaries of Non-Instructional Aides	\$ 126,486	\$ 57,630	\$ 184,116	\$ 184,116	
Sal. for Pupil Trans. (Oth. than Bet. Home & Sch)	13,179	4,704	17,883	17,883	
Management Fee - ESC&CTSA Transportation Program	82,966		82,966	82,966	
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studis	50,000		50,000	50,000	
Contrt Serv.-Aid in Lieu of Payments-Choice Stud.	5,000		5,000	5,000	
Contract. Serv.(Bet. Home & Sch.)-Joint Agrmnts.	3,542,158	1,314,740	4,856,898	4,856,898	
Contract. Serv.(Spl. Ed. Students)-Joint Agrmnts	1,487,889		1,487,889	1,487,889	
Other Objects	249,897	(247,016)	2,881	2,881	
Total Undist. Expend.-Student Trans. Serv.	<u>5,557,575</u>	<u>1,130,058</u>	<u>6,687,633</u>	<u>6,687,633</u>	
UNALLOCATED BENEFITS					
Group Insurance	17,160		17,160	16,987	\$ 173
Social Security Contributions	550,000	195,805	745,805	738,921	6,884
Other Retirement Contributions - PERS	592,606	40,788	633,394	627,369	6,025
Other Retirement Contributions - Regular	21,000	(1,025)	19,975	19,975	
Workers Compensation	208,678		208,678	208,678	
Health Benefits	9,656,966	(988,780)	8,668,186	9,060,831	(392,645)
Tuition Reimbursement	160,000		160,000	156,189	3,811
Other Employee Benefits	140,700	28,308	169,008	149,764	19,244
TOTAL UNALLOCATED BENEFITS	<u>11,347,110</u>	<u>(724,904)</u>	<u>10,622,206</u>	<u>10,978,714</u>	<u>(356,508)</u>
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				2,933,156	(2,933,156)
TPAF Pension Contributions (Non-Budgeted)				10,655,667	(10,655,667)
TPAF Non-Contributory Insurance (Non-Budgeted)				121,522	(121,522)
TPAF Long-Term Disability Insurance (Non-Budgeted)				4,467	(4,467)
Reimbursed TPAF Social Security Contributions				2,322,401	(2,322,401)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				<u>16,037,213</u>	<u>(16,037,213)</u>
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	<u>11,347,110</u>	<u>(724,904)</u>	<u>10,622,206</u>	<u>27,015,927</u>	<u>(16,393,721)</u>
TOTAL UNDISTRIBUTED EXPENDITURES	<u>37,262,351</u>	<u>1,316,617</u>	<u>38,578,968</u>	<u>53,939,899</u>	<u>(15,360,931)</u>
TOTAL GENERAL CURRENT EXPENSE	<u>69,241,817</u>	<u>(24,907)</u>	<u>69,216,910</u>	<u>84,498,807</u>	<u>(15,281,897)</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>CAPITAL OUTLAY</b>					
Equipment					
Grades 1-5	\$ 2,900	\$ 1,241	\$ 4,141	\$ 4,141	
Undistributed:					
Undist. Expend. - Supp Serv. - Related & Extraord.	3,000	902	3,902	3,902	
Undistributed Expenditures - General Admin.	6,000	(6,000)			
Undistributed Expenditures - School Admin.	2,907	(2,907)			
Undist. Expend. - Required Maint for School Fac.	13,517	15,693	29,210	29,210	
Undistributed Expenditures - Non-Inst. Serv.	5,000	(5,000)			
Total Equipment	<u>33,324</u>	<u>3,929</u>	<u>37,253</u>	<u>37,253</u>	
Facilities Acquisition and Construction Serv.:					
Assessment for Debt Service on SDA Funding	50,735		50,735	50,735	
Total Facilities Acquisition and Const. Serv.	<u>50,735</u>		<u>50,735</u>	<u>50,735</u>	
<b>TOTAL CAPITAL OUTLAY</b>	<u>84,059</u>	<u>3,929</u>	<u>87,988</u>	<u>87,988</u>	
Transfer of Funds to Charter Schools	13,907	(13,907)			
<b>TOTAL EXPENDITURES</b>	<u>69,339,783</u>	<u>(34,885)</u>	<u>69,304,898</u>	<u>84,586,795</u>	<u>\$ (15,281,897)</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Excess/(Deficit) of Revenues Over/(Under) Expenditures	\$ (2,633,875)	\$ 34,885	\$ (2,598,990)	\$ (2,472,378)	\$ 126,612
Other Financing Sources/(Uses):					
Transfer to Special Revenue Fund - Pre-K Inclusion		(943,482)	(943,482)	(943,482)	
Total Other Financing Sources/(Uses)		(943,482)	(943,482)	(943,482)	
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(2,633,875)	(908,597)	(3,542,472)	(3,415,860)	126,612
Fund Balance, July 1	7,989,015		7,989,015	7,989,015	
Fund Balance, June 30	\$ 5,355,140	\$ (908,597)	\$ 4,446,543	\$ 4,573,155	\$ 126,612
<u>Recapitulation:</u>					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2024-2025				\$ 2,267,884	
Capital Reserve				592,379	
Maintenance Reserve				158,277	
Unemployment Compensation				548,647	
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures				417,804	
Unassigned Fund Balance				588,164	
				4,573,155	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis				(576,087)	
Fund Balance per Governmental Funds (GAAP)				\$ 3,997,068	

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
 BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
 SPECIAL REVENUE FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources		\$ 207,379	\$ 207,379	\$ 207,379	
State Sources		1,300,095	1,300,095	834,757	\$ (465,338)
Federal Sources	\$ 860,181	1,168,165	2,028,346	2,028,346	
Total Revenues	<u>860,181</u>	<u>2,675,639</u>	<u>3,535,820</u>	<u>3,070,482</u>	<u>(465,338)</u>
Other Financing Sources:					
Transfer In - Board Contribution - General Fund		943,482	943,482	943,482	
Total Revenues and Other Financing Sources	<u>860,181</u>	<u>3,619,121</u>	<u>4,479,302</u>	<u>4,013,964</u>	<u>(465,338)</u>
EXPENDITURES:					
Instruction:					
Salaries of Teachers	194,060	687,797	881,857	805,605	76,252
Other Salaries for Instruction		249,727	249,727	211,530	38,197
Purchased Professional - Educational Services		26,446	26,446	26,446	
Other Purchased Services	7,963	230,205	238,168	238,168	
Tuition	478,729	310,600	789,329	789,329	
General Supplies	104,923	(4,128)	100,795	100,795	
Total Instruction	<u>785,675</u>	<u>1,500,647</u>	<u>2,286,322</u>	<u>2,171,873</u>	<u>114,449</u>
Support Services:					
Salaries	29,506	201,866	231,372	231,372	
Salaries of Supervisors of Instruction		95,000	95,000	37,583	57,417
Salaries of Other Professional Staff		127,240	127,240	97,926	29,314
Salaries of Secretaries and Clerical Assistants		65,000	65,000	26,897	38,103
Salaries of Master Teachers		65,000	65,000		65,000
Employee Benefits		398,627	398,627	398,626	1
Purchased Professional and Technical Services	45,000	315,212	360,212	360,212	
Purchased Educational Services - Contracted Pre-K		250,560	250,560	175,392	75,168
Purchased Educational Services - Head Start		138,450	138,450	96,915	41,535
Other Purchased Professional Services		92,578	92,578	56,629	35,949
Travel		1,000	1,000	257	743
Supplies and Materials		97,403	97,403	89,744	7,659
Other Objects		1,800	1,800	1,800	
Student Activities		191,198	191,198	171,285	19,913
Total Support Services	<u>74,506</u>	<u>2,040,934</u>	<u>2,115,440</u>	<u>1,744,638</u>	<u>370,802</u>
Equipment:					
Instructional Equipment		77,540	77,540	77,540	
Total Equipment		<u>77,540</u>	<u>77,540</u>	<u>77,540</u>	
Total Expenditures	<u>860,181</u>	<u>3,619,121</u>	<u>4,479,302</u>	<u>3,994,051</u>	<u>485,251</u>
Excess of Revenues and Other Financing Sources Over Expenditures	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 19,913</u>	<u>\$ 19,913</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - NOTE TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Note A - Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures	General	Special
Sources/Inflows of Resources:	Fund	Revenue
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	<u>\$ 82,114,417</u>	<u>\$ 3,070,482</u>
Difference - Budgetary to GAAP:		
Grant accounting budgetary basis differs from GAAP in that the budgetary basis recognizes encumbrances as expenditures and revenue, whereas the GAAP basis does not.		
Prior Year Encumbrances		73,228
Prior Year State aid payments recognized for GAAP statements, not recognized for budgetary purposes.	558,529	
Current Year State aid payments recognized for budgetary purposes, not recognized for GAAP statements.	<u>(576,087)</u>	<u>(127,644)</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 82,096,859</u>	<u>\$ 3,016,066</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 84,586,795	\$ 3,994,051
Differences - Budgetary to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Current Year Encumbrances		
Prior Year Encumbrances		<u>73,228</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 84,586,795</u>	<u>\$ 4,067,279</u>

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County Office and was approved by a vote of the Board of Education. 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. 6:20-2A.2(m)l. Transfers of appropriations may be made by Board resolution at any time during the fiscal year. All budgetary 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).

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - NOTE TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the 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 except for student activities. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The General Fund and Special Revenue Fund budgetary revenue differs from the GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments in the GAAP financial statements.

SCHOOL LEVEL SCHEDULES  
(NOT APPLICABLE)

SPECIAL REVENUE FUND

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Elementary and Secondary Education Act			
	Title I SIA Part A	Title II Part A	Title III	Title IV
REVENUE:				
Local Sources				
State Sources				
Federal Sources				
Total Revenue	\$ 71,127	\$ 30,326	\$ 53,369	\$ 10,160
Other Financing Sources:				
Transfer In - Board Contribution - General Fund	71,127	30,326	53,369	10,160
Total Revenues and other Financing Sources				
EXPENDITURES:				
Instruction:				
Salaries of Teachers	37,002	4,375	30,099	
Other Salaries for Instruction	6,821	500	2,030	
Purchased Professional - Educational Services				
Tuition	5,640			
Other Purchased Services	923	15,997	7,511	6,947
General Supplies				
Total Instruction	50,386	20,872	39,640	6,947
Support Services:				
Salaries	72,488	4,050	36,945	1,170
Salaries of Supervisors of Instruction				
Salaries of Other Professional Staff				
Salaries of Secretaries and Clerical Assistants				
Employee Benefits	38,772	644	2,826	2,392
Purchased Professional and Technical Services	52,335			41
Purchased Educational Services - Contracted Pre-K				1,600
Purchased Educational Services - Head Start				
Other Purchased Professional Services	2,020	3,750	3,449	1,640
Travel				
Supplies and Materials	10,343	1,010	10,149	2,729
Other Objects				
Student Activities				
Total Support Services	175,958	9,454	53,369	7,931
Facilities Acquisition:				
Instructional Equipment				
Total Facilities Acquisition				
Total Expenditures	\$ 71,127	\$ 30,326	\$ 53,369	\$ 10,160

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	COVID-19 American Rescue Plan					
	Accelerated Learning Coach	Summer Based Learning	Beyond the School Day	Homeless Children Youth II	NJ High Impact Tutoring	Competitive Grant
REVENUE:						
Local Sources						
State Sources						
Federal Sources						
Total Revenue	\$ 423,790	\$ 32,948	\$ 16,022	\$ 1,800	\$ 182,584	\$ 182,584
Other Financing Sources:						
Transfer In - Board Contribution - General Fund						
Total Revenues and other Financing Sources	423,790	32,948	16,022	1,800	182,584	182,584
EXPENDITURES:						
Instruction:						
Salaries of Teachers						
Other Salaries for Instruction	54,257	30,607	720			47,050
Purchased Professional - Educational Services						
Tuition						
Other Purchased Services						
General Supplies	103,607					128,011
Total Instruction	157,864	30,607	15,107			3,924
Support Services:						
Salaries	112,743					
Salaries of Supervisors of Instruction						
Salaries of Other Professional Staff						
Salaries of Secretaries and Clerical Assistants						
Employee Benefits						
Purchased Professional and Technical Services	4,224	2,341	55			3,599
Purchased Educational Services - Contracted Pre-K						
Purchased Educational Services - Head Start						
Other Purchased Professional Services	2,450					
Travel						
Supplies and Materials	1,807					
Other Objects						
Student Activities						
Total Support Services	119,307	2,341	195	1,800		3,599
Facilities Acquisition:						
Instructional Equipment						
Total Facilities Acquisition						
Total Expenditures	\$ 423,790	\$ 32,948	\$ 16,022	\$ 1,800	\$ 182,584	\$ 182,584

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Preschool Education Expansion Aid	Student Activities	Local Grants	IDEA Part B, Basic Regular	IDEA Part B, Preschool	Total Expenditures
REVENUE:						
Local Sources	\$ 763,630	\$ 191,198	\$ 16,181			\$ 207,379
State Sources				\$ 789,329	\$ 36,932	834,757
Federal Sources						2,028,346
Total Revenue	763,630	191,198	16,181	789,329	36,932	3,070,482
Other Financing Sources:	943,482					943,482
Transfer In - Board Contribution - General Fund	1,707,112	191,198	16,181	789,329	36,932	4,013,964
Total Revenues and other Financing Sources						
EXPENDITURES:						
Instruction:						
Salaries of Teachers	601,293		202			805,605
Other Salaries for Instruction	211,530		620			211,530
Purchased Professional - Educational Services				789,329		26,446
Tuition						789,329
Other Purchased Services			910			238,168
General Supplies			10,156		7,331	100,795
Total Instruction	812,823		11,888	789,329	7,331	2,171,873
Support Services:						
Salaries			1,188			231,372
Salaries of Supervisors of Instruction	37,583					37,583
Salaries of Other Professional Staff	97,926					97,926
Salaries of Secretaries and Clerical Assistants	26,897					26,897
Employee Benefits	305,416					398,626
Purchased Professional and Technical Services			300		15,750	360,212
Purchased Educational Services - Contracted Pre-K	175,392					175,392
Purchased Educational Services - Head Start	96,915					96,915
Other Purchased Professional Services	31,133		552			56,629
Travel	257					257
Supplies and Materials	45,230		2,253			89,744
Other Objects						1,800
Student Activities		171,285				171,285
Total Support Services	816,749	171,285	4,293		29,601	1,744,638
Facilities Acquisition:						
Instructional Equipment	77,540					77,540
Total Facilities Acquisition	77,540					77,540
Total Expenditures	1,707,112	171,285	16,181	789,329	36,932	3,994,051

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
PRESCHOOL EDUCATION AID SCHEDULE OF EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

District-Wide Total

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
<b>EXPENDITURES:</b>			
<b>Instruction:</b>			
Salaries of Teachers	\$ 677,545	\$ 601,293	\$ 76,252
Other Salaries for Instruction	249,727	211,530	38,197
<b>Total Instruction</b>	<u>927,272</u>	<u>812,823</u>	<u>114,449</u>
<b>Support Services:</b>			
Salaries of Supervisors of Instruction	95,000	37,583	57,417
Salaries of Other Professional Staff	127,240	97,926	29,314
Salaries of Secretaries and Clerical Assistants	65,000	26,897	38,103
Salaries of Master Teachers	65,000		65,000
Employee Benefits	305,417	305,416	1
Purchased Educational Services - Contracted Pre-K	250,560	175,392	75,168
Purchased Educational Services - Head Start	138,450	96,915	41,535
Other Purchased Professional Services	67,082	31,133	35,949
Travel	1,000	257	743
Supplies and Materials	52,889	45,230	7,659
<b>Total Support Services</b>	<u>1,167,638</u>	<u>816,749</u>	<u>350,889</u>
<b>Equipment:</b>			
Instructional Equipment	77,540	77,540	
<b>Total Equipment</b>	<u>77,540</u>	<u>77,540</u>	
<b>Total Expenditures</b>	<u>\$ 2,172,450</u>	<u>\$ 1,707,112</u>	<u>\$ 465,338</u>

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2023-2024 Preschool Education Aid Allocation	\$ 1,228,968
Add: Actual Preschool Expansion Aid Carryover (June 30, 2023)	
Add: Budgeted Transfer from General Fund	943,482
<b>Total Preschool Education Aid Funds Available for 2023-2024 Budget</b>	<u>2,172,450</u>
Less: 2023-2024 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	<u>(2,172,450)</u>
<b>Available &amp; Unbudgeted Preschool Education Aid Funds as of June 30, 2024</b>	<u>-0-</u>
Add: June 30, 2024 Unexpended Preschool Education Aid	465,338
2023-2024 Carryover - Preschool Education Aid	<u>\$ 465,338</u>
2023-2024 Preschool Education Aid Carryover Budgeted for Preschool Programs in 2024-2025	<u>\$ -0-</u>

CAPITAL PROJECTS FUND

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SUMMARY SCHEDULE OF REVENUE, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGETARY BASIS  
CAPITAL PROJECTS FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Revenue and Other Financing Sources:	
Investment Income	\$ 72,145
Total Revenue and Other Financing Sources	<u>72,145</u>
Expenditures and Other Financing Uses:	
Purchased Professional and Technical Services	131,473
Construction Services	3,634,403
Supplies	83,642
Transfers Out:	
Transfer to Debt Service Fund - Interest Earnings	<u>72,145</u>
Total Expenditures and Other Financing Uses	<u>3,921,663</u>
Deficit of Revenue and Other Financing Sources Under Expenditures and Other Financing Uses	(3,849,518)
Fund Balance - Beginning	<u>6,278,418</u>
Fund Balance - Ending	<u>\$ 2,428,900</u>
Recapitulation:	
Restricted - Other Purposes	<u>\$ 2,428,900</u>
Fund Balance per Governmental Funds - Budgetary/GAAP	<u>\$ 2,428,900</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
SECURITY UPGRADES AND IMPROVEMENTS, SITE IMPROVEMENTS, ROOF REPLACEMENT,  
WINDOW REPLACEMENT AND EXTERIOR BUILDING REPAIRS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Bond Proceeds	\$ 21,755,000		\$ 21,755,000	\$ 21,755,617
Total Revenue and Other Financing Sources	21,755,000		21,755,000	21,755,617
Expenditures:				
Legal Services	48,715		48,715	49,444
Purchased Professional & Technical Services	2,987,585	\$ 14,873	3,002,458	3,578,778
Construction Services	14,174,650	2,174,029	16,348,679	17,138,100
Supplies	873,975	83,642	957,617	989,295
Total Expenditures	18,084,925	2,272,544	20,357,469	21,755,617
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 3,670,075</u>	<u>\$ (2,272,544)</u>	<u>\$ 1,397,531</u>	<u>\$ -0-</u>

## Additional Project Information:

Bonds Authorization Date	12/10/2019
Bonds Authorized	\$ 21,755,617
Bonds Issued	\$ 21,755,000
Original Authorized Cost	\$ 21,755,617
Percentage Completion	93.57%
Original Target Completion Date	6/30/2022
Revised Target Completion Date	6/30/2025

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
AIR QUALITY UPGRADES INCLUDING AIR-CONDITIONING AND HUMIDITY CONTROL MEASURES  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Bond Proceeds	\$ 20,308,000		\$ 20,308,000	\$ 20,308,019
Total Revenue and Other Financing Sources	<u>20,308,000</u>		<u>20,308,000</u>	<u>20,308,019</u>
Expenditures:				
Legal Services	40,391		40,391	40,629
Purchased Professional & Technical Services	1,792,037	\$ 116,600	1,908,637	2,154,779
Construction Services	<u>15,867,229</u>	<u>1,460,374</u>	<u>17,327,603</u>	<u>18,112,611</u>
Total Expenditures	<u>17,699,657</u>	<u>1,576,974</u>	<u>19,276,631</u>	<u>20,308,019</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 2,608,343</u>	<u>\$ (1,576,974)</u>	<u>\$ 1,031,369</u>	<u>\$ -0-</u>

## Additional Project Information:

Bonds Authorization Date	12/10/2019
Bonds Authorized	\$ 20,308,019
Bonds Issued	\$ 20,308,000
Original Authorized Cost	\$ 20,308,019
Percentage Completion	94.92%
Original Target Completion Date	6/30/2022
Revised Target Completion Date	6/30/2025

PROPRIETARY FUNDS

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF NET POSITION  
JUNE 30, 2024

	<u>Food Service</u>
<b>ASSETS:</b>	
Current Assets:	
Cash and Cash Equivalents	\$ 1,094,320
Receivable from State Government	1,913
Receivable from Federal Government	36,105
Inventory	18,272
Total Current Assets	1,150,610
Non-Current Assets:	
Capital Assets	1,426,587
Less: Accumulated Depreciation	(919,140)
Total Non-Current Assets	507,447
Total Assets	1,658,057
<b>LIABILITIES:</b>	
Current Liabilities:	
Interfund Payable - General Fund	71,246
Unearned Revenue - Prepaid Sales	8,143
Unearned Revenue - Donated Commodities	4,696
Accounts Payable - Vendors	104,655
Accounts Payable - Capital Assets	228,122
Total Liabilities	416,862
<b>NET POSITION:</b>	
Investment in Capital Assets	507,447
Unrestricted	733,748
Total Net Position	\$ 1,241,195

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF REVENUE, EXPENSES  
AND CHANGES IN FUND NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Operating Revenue:	<u>Food Service</u>
Local Sources:	
Daily Sales - Reimbursable Programs	\$ 562,656
Daily Sales - Non-Reimbursable Programs	<u>285,190</u>
Total Operating Revenue	<u>847,846</u>
Operating Expenses:	
Cost of Sales - Reimbursable Programs	546,800
Cost of Sales - Nonreimbursable Programs	146,932
Salaries	426,221
Other Purchased Services	71,246
Employee Benefits and Payroll Taxes	158,523
Management Fee	45,030
Supplies and Materials	115,312
Depreciation Expense	<u>32,087</u>
Total Operating Expenses	<u>1,542,151</u>
Operating Loss	<u>(694,305)</u>
Non-Operating Revenue:	
Federal Sources:	
National School Lunch Program	435,072
School Breakfast Program	39,288
Food Distribution Program	103,565
COVID-19 Supply Chain Assistance	75,622
COVID-19 P-EBT Cost Reimbursement	653
State Sources:	
State Lunch Program	23,606
State Breakfast Program	499
Local Sources:	
Interest Revenue	<u>16,032</u>
Total Non-Operating Revenue	<u>694,337</u>
Change in Net Position	32
Net Position - Beginning of Year	<u>1,241,163</u>
Net Position - End of Year	<u><u>\$ 1,241,195</u></u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Food Service
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 836,965
Payments to Food Service Vendor	(1,238,712)
Payments to Suppliers	(58,824)
Net Cash Used for Operating Activities	(460,571)
Cash Flows from Investing Activities:	
Interest Revenue	16,032
Net Cash Provided by Investing Activities	16,032
Cash Flows from Noncapital Financing Activities:	
Interfund Advanced - General Fund	71,246
Federal Reimbursements in Food Service Fund	555,406
State Reimbursements in Food Service Fund	23,898
Net Cash Provided by Noncapital Financing Activities	650,550
Cash Flows from Capital Financing Activities:	
Acquisition of Capital Assets	(39,346)
Net Cash Used for Capital Financing Activities	(39,346)
Net Increase in Cash and Cash Equivalents	166,665
Cash and Cash Equivalents, July 1	927,655
Cash and Cash Equivalents, June 30	\$ 1,094,320
Reconciliation of Operating Loss to Net Cash	
Used for Operating Activities:	
Operating Loss	\$ (694,305)
Adjustment to Reconcile Operating Loss to Cash	
Used for Operating Activities:	
Depreciation	32,087
Federal Food Distribution Program	103,565
Changes in Assets and Liabilities:	
(Decrease) in Unearned Revenue - Donated Commodities	(1,017)
(Decrease) in Unearned Revenue - Prepaid Sales	(9,864)
Decrease in Inventory	4,308
Increase in Accounts Payable	104,655
Net Cash Used for Operating Activities	\$ (460,571)

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received and utilized commodities from the Federal Food Distribution Program valued at \$102,548 and \$103,565, respectively, for the fiscal year ended June 30, 2024.

FIDUCIARY ACTIVITIES  
(NOT APPLICABLE)

LONG-TERM LIABILITIES

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
LONG-TERM LIABILITIES  
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds			Interest Rate	Balance July 1, 2023	Matured	Balance June 30, 2024
			Date	Amount	Outstanding June 30, 2024				
Refunding School Bonds	10/1/2014	\$ 24,175,000	6/15/2025	\$ 2,790,000	5.000%				
			6/15/2026	2,945,000	5.000%				
			6/15/2027	3,110,000	5.000%	\$ 11,510,000	\$ 2,665,000	\$ 8,845,000	
Refunding School Bonds 2016	11/2/2016	6,355,000	2/1/2025	15,000	1.650%				
			2/1/2026	15,000	1.650%				
			2/1/2027	15,000	1.650%				
			2/1/2028	3,525,000	1.650%	3,585,000	15,000	3,570,000	
School Bonds	12/10/2019	42,063,000	9/1/2024	1,770,000	2.250%				
			9/1/2025	1,825,000	2.250%				
			9/1/2026	1,885,000	2.250%				
			9/1/2027	1,935,000	2.250%				
			9/1/2028	1,995,000	2.250%				
			9/1/2029	2,055,000	2.250%				
			9/1/2030	2,120,000	2.250%				
			9/1/2031	2,180,000	2.250%				
			9/1/2032	2,245,000	2.250%				
			9/1/2033	2,315,000	2.375%				
			9/1/2034	2,385,000	2.375%				
			9/1/2035	2,460,000	2.375%				
			9/1/2036	2,535,000	2.500%				
9/1/2037	2,615,000	2.500%							
9/1/2038	2,695,000	2.625%							
9/1/2039	2,700,000	3.000%							
						37,430,000	1,715,000	35,715,000	
						<u>\$ 52,525,000</u>	<u>\$ 4,395,000</u>	<u>\$ 48,130,000</u>	

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
LONG-TERM LIABILITIES  
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES

<u>Purpose</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Balance July 1, 2023</u>	<u>Matured</u>	<u>Balance June 30, 2024</u>
Energy Savings Improvement Plan	\$ 4,955,000	2.213%	<u>\$ 2,044,389</u>	<u>\$ 373,388</u>	<u>\$ 1,671,001</u>
			<u>\$ 2,044,389</u>	<u>\$ 373,388</u>	<u>\$ 1,671,001</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
LONG-TERM LIABILITIES  
SCHEDULE OF OBLIGATIONS UNDER LEASES

<u>Purpose</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Balance July 1, 2023</u>	<u>Matured</u>	<u>Balance June 30, 2024</u>
Savin Copiers	\$ 302,787	3.350%	\$ 231,633	\$ 59,039	\$ 172,594
Savin Copiers	279,285	3.350%	213,653	54,456	159,197
			<u>\$ 445,286</u>	<u>\$ 113,495</u>	<u>\$ 331,791</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
LONG-TERM LIABILITIES  
SCHEDULE OF OBLIGATIONS UNDER SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

NOT APPLICABLE

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 4,786,469		\$ 4,786,469	\$ 4,786,469	
State Sources:					
Debt Service Aid Type II	889,966		889,966	889,966	
Total Revenues	5,676,435		5,676,435	5,676,435	
EXPENDITURES:					
Regular Debt Service:					
Interest and Other Charges	1,483,065		1,483,065	1,483,063	\$ 2
Redemption of Principal	4,395,000		4,395,000	4,395,000	
Total Regular Debt Service	5,878,065		5,878,065	5,878,063	2
Total Expenditures	5,878,065		5,878,065	5,878,063	2
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(201,630)		(201,630)	(201,628)	2
Other Financing Sources:					
Transfer from Capital Projects Fund:					
Investment Income				72,145	72,145
Total Other Financing Sources				72,145	72,145
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	(201,630)		(201,630)	(129,483)	72,147
Fund Balance, July 1	345,339		345,339	345,339	
Fund Balance, June 30	\$ 143,709	\$ -0-	\$ 143,709	\$ 215,856	\$ 72,147
<u>Recapitulation of Fund Balance at June 30, 2024:</u>					
Restricted for Subsequent Year's Budget				\$ 143,709	
Restricted				72,147	
				<u>\$ 215,856</u>	

**STATISTICAL SECTION**  
**UNAUDITED**

This part of the District’s annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District’s overall financial health.

**Contents**

	<b><u>Exhibit</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	J-1 thru J-5
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.	J-6 thru J-9
<b>Debt Capacity</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.	J-10 thru J-13
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.	J-14 thru J-15
<b>Operating Information</b> These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	J-16 thru J-20

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

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

UNAUDITED

(accrual basis of accounting)

	June 30,				
	2015	2016	2017	2018	2019
Governmental Activities:					
Net Investment in Capital Assets	\$ 15,316,441	\$ 16,663,677	\$ 18,974,259	\$ 20,479,690	\$ 22,213,672
Restricted	3,851,541	4,421,901	4,407,580	3,220,781	1,951,548
Unrestricted/(Deficit)	(7,175,310)	(6,591,562)	(7,790,467)	(7,698,431)	(9,240,904)
Total Governmental Activities Net Position	<u>\$ 11,992,672</u>	<u>\$ 14,494,017</u>	<u>\$ 15,591,372</u>	<u>\$ 16,002,040</u>	<u>\$ 14,924,316</u>
Business-Type Activities:					
Investment in Capital Assets	\$ 238,498	\$ 207,820	\$ 181,085	\$ 168,524	\$ 135,964
Unrestricted	191,844	238,298	252,093	231,095	187,447
Total Business-Type Activities Net Position	<u>\$ 430,341</u>	<u>\$ 446,117</u>	<u>\$ 433,178</u>	<u>\$ 399,619</u>	<u>\$ 323,410</u>
District-Wide:					
Net Investment in Capital Assets	\$ 15,554,939	\$ 16,871,497	\$ 19,155,344	\$ 20,648,215	\$ 22,349,635
Restricted	3,851,541	4,421,901	4,407,580	3,220,781	1,951,548
Unrestricted/(Deficit)	(6,983,466)	(6,353,264)	(7,538,374)	(7,467,336)	(9,053,458)
Total District Net Position	<u>\$ 12,423,013</u>	<u>\$ 14,940,134</u>	<u>\$ 16,024,550</u>	<u>\$ 16,401,659</u>	<u>\$ 15,247,726</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

UNAUDITED

(*accrual basis of accounting*)

	June 30,				
	2020	2021	2022	(Restated) 2023	2024
Governmental Activities:					
Net Investment in Capital Assets	\$ 10,814,413	\$ 25,808,840	\$ 34,506,806	\$ 21,612,379	\$ 27,673,435
Restricted	14,916,176	18,146,091	11,517,181	11,796,906	6,372,364
Unrestricted/(Deficit)	(8,744,506)	(6,819,592)	(3,818,394)	(6,747,994)	(7,870,073)
Total Governmental Activities Net Position	<u>\$ 16,986,082</u>	<u>\$ 37,135,339</u>	<u>\$ 42,205,593</u>	<u>\$ 26,661,291</u>	<u>\$ 26,175,726</u>
Business-Type Activities:					
Investment in Capital Assets	\$ 117,602	\$ 137,157	\$ 224,361	\$ 272,066	\$ 507,447
Unrestricted	57,517	215,848	651,630	969,097	733,748
Total Business-Type Activities Net Position	<u>\$ 175,119</u>	<u>\$ 353,005</u>	<u>\$ 875,991</u>	<u>\$ 1,241,163</u>	<u>\$ 1,241,195</u>
District-Wide:					
Net Investment in Capital Assets	\$ 10,932,015	\$ 25,945,997	\$ 34,731,167	\$ 21,884,445	\$ 28,180,882
Restricted	14,916,176	18,146,091	11,517,181	11,796,906	6,372,364
Unrestricted/(Deficit)	(8,686,990)	(6,603,744)	(3,166,764)	(5,778,897)	(7,136,325)
Total District Net Position	<u>\$ 17,161,201</u>	<u>\$ 37,488,344</u>	<u>\$ 43,081,584</u>	<u>\$ 27,902,454</u>	<u>\$ 27,416,921</u>

Source: School District Financial Reports

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(accrual basis of accounting)*

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Expenses:					
Governmental Activities					
Instruction:					
Regular	\$ 25,391,654	\$ 30,138,761	\$ 33,532,378	\$ 35,277,254	\$ 32,578,768
Special Education	9,434,616	10,852,597	12,535,442	13,526,586	12,716,535
Other Special Education	2,483,746	3,554,851	3,717,753	3,786,816	3,720,472
School Sponsored Instruction					
Support Services:					
Tuition	364,957	405,224	530,753	704,545	1,289,331
Student & Instruction Related Services	6,795,527	8,164,376	9,094,380	9,607,432	8,975,325
General Administrative Services	1,005,534	1,155,947	1,239,654	1,254,932	1,128,481
School Administrative Services	4,095,489	4,994,822	5,570,574	5,850,876	5,391,817
Central Services	1,272,135	1,519,768	1,404,158	1,290,382	1,514,047
Administrative Information Technology					
Plant Operations and Maintenance	5,285,133	5,045,277	5,679,997	5,698,753	6,366,719
Pupil Transportation	3,853,922	4,518,684	4,154,474	4,527,617	4,970,243
Interest on Long-term Liabilities	1,154,122	931,401	1,155,672	1,090,626	1,022,563
Charter Schools	22,159				
Total Governmental Activities Expenses	<u>61,158,993</u>	<u>71,281,707</u>	<u>78,615,236</u>	<u>82,615,818</u>	<u>79,674,298</u>
Business-Type Activities:					
Food Service	1,031,601	985,841	1,003,446	1,010,002	1,053,052
Total Business-type Activities Expense	<u>1,031,601</u>	<u>985,841</u>	<u>1,003,446</u>	<u>1,010,002</u>	<u>1,053,052</u>
Total District Expenses	<u>\$ 62,190,595</u>	<u>\$ 72,267,547</u>	<u>\$ 79,618,682</u>	<u>\$ 83,625,821</u>	<u>\$ 80,727,351</u>
Program Revenues					
Charges for Services:					
Regular Instruction					
Student & Instructional Related Services					
Operating Grants and Contributions and Charges for Services	\$ 5,244,196	\$ 17,492,525	\$ 22,706,422	\$ 25,225,190	\$ 19,495,546
Capital Grants and Contributions					
Total Governmental Activities Program Revenues	<u>5,244,196</u>	<u>17,492,525</u>	<u>22,706,422</u>	<u>25,225,190</u>	<u>19,495,546</u>
Business-Type Activities:					
Charges for Services:					
Food Service	653,154	642,081	622,186	590,798	594,967
Operating Grants and Contributions	377,294	356,199	362,016	385,291	381,308
Total Business-type Activities Program Revenues	<u>1,030,448</u>	<u>998,279</u>	<u>984,202</u>	<u>976,089</u>	<u>976,276</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(accrual basis of accounting)*

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Total District Program Revenues	<u>\$ 6,274,644</u>	<u>\$ 18,490,804</u>	<u>\$ 23,690,624</u>	<u>\$ 26,201,279</u>	<u>\$ 20,471,822</u>
Net (Expense)/Revenue					
Governmental Activities	\$ (55,914,798)	\$ (53,789,182)	\$ (55,908,814)	\$ (57,390,628)	\$ (60,178,752)
Business-type Activities	<u>(1,153)</u>	<u>12,439</u>	<u>(19,244)</u>	<u>(33,913)</u>	<u>(76,776)</u>
Total District-wide Net Expense	<u>\$ (55,915,951)</u>	<u>\$ (53,776,743)</u>	<u>\$ (55,928,057)</u>	<u>\$ (57,424,541)</u>	<u>\$ (60,255,529)</u>
Governmental Activities:					
Property Taxes Levied for General Purposes, net	\$ 46,307,968	\$ 48,158,053	\$ 49,178,554	\$ 50,162,125	\$ 51,581,028
Property Taxes Levied for Debt Service	3,127,206	3,289,554	3,013,753	3,073,535	3,078,116
Unrestricted Grants and Contributions	6,722,569	3,828,933	3,839,253	3,764,426	3,672,158
Miscellaneous Income	785,456	1,034,029	975,530	801,110	774,826
Other Item - Disposal of Capital Assets		<u>(20,043)</u>	<u>(921)</u>		<u>(5,100)</u>
Total Governmental Activities	<u>56,943,199</u>	<u>56,290,526</u>	<u>57,006,170</u>	<u>57,801,196</u>	<u>59,101,028</u>
Business-Type Activities:					
Miscellaneous Income	2,411	3,337	6,304	354	568
Total Business-Type Activities	<u>2,411</u>	<u>3,337</u>	<u>6,304</u>	<u>354</u>	<u>568</u>
Total District-Wide	<u>\$ 56,945,610</u>	<u>\$ 56,293,863</u>	<u>\$ 57,012,474</u>	<u>\$ 57,801,550</u>	<u>\$ 59,101,596</u>
Change in Net Position:					
Governmental Activities	\$ 1,028,401	\$ 2,501,345	\$ 1,097,356	\$ 410,568	\$ (1,077,724)
Business-type Activities	<u>1,258</u>	<u>15,776</u>	<u>(12,939)</u>	<u>(33,559)</u>	<u>(76,208)</u>
Total District	<u>\$ 1,029,660</u>	<u>\$ 2,517,120</u>	<u>\$ 1,084,416</u>	<u>\$ 377,009</u>	<u>\$ (1,153,933)</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(accrual basis of accounting)*

	Fiscal Year Ending June 30,				
	2020	2021	2022	2023	2024
<b>Expenses:</b>					
Governmental Activities					
Instruction:					
Regular	\$ 30,491,833	\$ 34,619,823	\$ 32,058,768	\$ 32,169,489	\$ 32,066,992
Special Education	12,878,571	15,284,419	13,783,857	14,195,595	14,409,997
Other Special Education	3,634,911	3,831,260	3,780,756	3,940,666	3,837,454
School Sponsored Instruction			352,962	355,437	372,106
Support Services:					
Tuition	869,390	977,600	514,058	1,038,401	2,123,306
Student & Instruction Related Services	8,414,434	9,807,112	8,566,585	9,156,623	8,784,271
General Administrative Services	1,166,473	1,044,332	1,170,469	1,241,134	1,082,240
School Administrative Services	5,283,022	5,802,720	5,175,925	5,178,772	5,100,533
Central Services	1,168,043	1,162,049	846,594	826,912	836,135
Administrative Information Technology			824,786	949,335	966,915
Plant Operations and Maintenance	5,795,965	5,997,209	5,979,735	7,088,192	6,901,549
Pupil Transportation	5,236,955	5,385,190	5,423,888	5,879,623	7,063,614
Interest on Long-term Liabilities	1,461,584	1,866,837	1,728,670	1,593,388	1,452,389
Charter Schools					
Total Governmental Activities Expenses	<u>76,401,181</u>	<u>85,778,552</u>	<u>80,207,053</u>	<u>83,613,567</u>	<u>84,997,501</u>
Business-Type Activities:					
Food Service	902,798	826,680	1,093,223	1,227,958	1,542,151
Total Business-type Activities Expense	<u>902,798</u>	<u>826,680</u>	<u>1,093,223</u>	<u>1,227,958</u>	<u>1,542,151</u>
Total District Expenses	<u>\$ 77,303,979</u>	<u>\$ 86,605,232</u>	<u>\$ 81,300,276</u>	<u>\$ 84,841,525</u>	<u>\$ 86,539,652</u>
Program Revenues					
Charges for Services:					
Regular Instruction			\$ 140,785	\$ 333,040	\$ 106,299
Student & Instructional Related Services			203,014	248,376	191,198
Operating Grants and Contributions and Charges for Services	\$ 17,980,321	\$ 27,172,612	20,379,922	16,059,523	16,749,561
Capital Grants and Contributions				28,705	
Total Governmental Activities Program Revenues	<u>17,980,321</u>	<u>27,172,612</u>	<u>20,723,721</u>	<u>16,669,644</u>	<u>17,047,058</u>
Business-Type Activities:					
Charges for Services:					
Food Service	394,863	3,911	73,545	832,686	847,846
Operating Grants and Contributions	359,269	961,081	1,542,637	754,560	678,305
Total Business-type Activities Program Revenues	<u>754,133</u>	<u>964,992</u>	<u>1,616,182</u>	<u>1,587,246</u>	<u>1,526,151</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(accrual basis of accounting)*

	Fiscal Year Ending June 30,				
	2020	2021	2022	2023	2024
Total District Program Revenues	<u>\$ 18,734,454</u>	<u>\$ 28,137,604</u>	<u>\$ 22,339,903</u>	<u>\$ 18,256,890</u>	<u>\$ 18,573,209</u>
Net (Expense)/Revenue					
Governmental Activities	\$ (58,420,860)	\$ (58,605,939)	\$ (59,483,332)	\$ (66,943,923)	\$ (67,950,443)
Business-type Activities	(148,665)	138,311	522,959	359,288	(16,000)
Total District-wide Net Expense	<u>\$ (58,569,525)</u>	<u>\$ (58,467,628)</u>	<u>\$ (58,960,373)</u>	<u>\$ (66,584,635)</u>	<u>\$ (67,966,443)</u>
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property Taxes Levied for General Purposes, net	\$ 52,612,649	\$ 53,700,231	\$ 54,774,236	\$ 56,018,698	\$ 57,699,259
Property Taxes Levied for Debt Service	3,090,159	4,895,030	4,608,379	4,608,379	4,786,469
Unrestricted Grants and Contributions	3,588,816	3,202,303	3,923,349	4,048,144	3,564,970
Miscellaneous Income	1,191,002	2,214,051	1,247,622	1,500,887	1,414,180
Other Item - Disposal of Capital Assets					
Total Governmental Activities	<u>60,482,626</u>	<u>64,011,615</u>	<u>64,553,586</u>	<u>66,176,108</u>	<u>67,464,878</u>
Business-Type Activities:					
Miscellaneous Income	374	1	27	5,884	16,032
Total Business-Type Activities	<u>374</u>	<u>1</u>	<u>27</u>	<u>5,884</u>	<u>16,032</u>
Total District-Wide	<u>\$ 60,483,000</u>	<u>\$ 64,011,616</u>	<u>\$ 64,553,613</u>	<u>\$ 66,181,992</u>	<u>\$ 67,480,910</u>
Change in Net Position:					
Governmental Activities	\$ 2,061,767	\$ 5,405,676	\$ 5,070,254	\$ (767,815)	\$ (485,565)
Business-type Activities	(148,292)	138,312	522,986	365,172	32
Total District	<u>\$ 1,913,475</u>	<u>\$ 5,543,988</u>	<u>\$ 5,593,240</u>	<u>\$ (402,643)</u>	<u>\$ (485,533)</u>

Source: School District Financial Reports

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

UNAUDITED

*(modified accrual basis of accounting)*

	June 30,				
	2015	2016	2017	2018	2019
General Fund:					
Restricted	\$ 3,462,956	\$ 4,131,186	\$ 4,561,779	\$ 3,280,886	\$ 1,996,244
Assigned	346,787	1,072,855	870,629	1,029,740	174,839
Unassigned	666,916	934,347	820,058	1,319,159	872,411
Total General Fund	<u>\$ 4,476,659</u>	<u>\$ 6,138,388</u>	<u>\$ 6,252,466</u>	<u>\$ 5,629,785</u>	<u>\$ 3,043,494</u>
All Other Governmental Funds:					
Restricted	\$ 457,270	\$ (179,897)	\$ (92,771)	\$ 8,715	\$ 15,086
Committed		138,454	1,600	7,825	8,715
Assigned	69,769	493,106	21,563		
Unassigned/(Deficit), Reported in: Special Revenue Fund					
Total All Other Governmental Funds	<u>\$ 527,039</u>	<u>\$ 451,663</u>	<u>\$ (69,609)</u>	<u>\$ 16,540</u>	<u>\$ 23,801</u>

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

UNAUDITED

*(modified accrual basis of accounting)*

	June 30,				
	2020	2021	2022	2023	2024
General Fund:					
Restricted	\$ 2,803,346	\$ 4,235,929	\$ 3,907,872	\$ 5,032,641	\$ 3,567,187
Assigned	490,755	297,300	1,526,121	1,135,069	417,804
Unassigned	1,288,168	3,232,460	4,668,784	1,262,776	12,077
Total General Fund	<u>\$ 4,582,270</u>	<u>\$ 7,765,689</u>	<u>\$ 10,102,777</u>	<u>\$ 7,430,486</u>	<u>\$ 3,997,068</u>
All Other Governmental Funds:					
Restricted	\$ 25,981,135	\$ 6,632,392	\$ 7,609,309	\$ 6,764,265	\$ 2,805,177
Committed	12,375,734	13,676,167			
Assigned					
Unassigned/(Deficit), Reported in: Special Revenue Fund					(127,644)
Total All Other Governmental Funds	<u>\$ 38,356,869</u>	<u>\$ 20,308,559</u>	<u>\$ 7,609,309</u>	<u>\$ 6,764,265</u>	<u>\$ 2,677,533</u>

Source: School District Financial Reports

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

UNAUDITED

*(modified accrual basis of accounting)*

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Revenues:					
Tax Levy	\$ 49,435,174	\$ 51,447,607	\$ 52,192,307	\$ 53,235,660	\$ 54,659,144
Tuition from Other LEA's Within the State					
Tuition from Individuals					
Interest Earned on Maintenance Reserve Funds					
Interest Earned on Capital Reserve Funds					
Restricted Miscellaneous	812,682	1,039,857	988,237	892,362	774,826
Unrestricted Miscellaneous	12,200,319	12,921,652	13,761,772	15,146,855	15,715,512
State Sources	1,045,899	1,025,967	1,147,315	1,113,923	970,447
Federal Sources					
Total Revenue	63,494,074	66,435,084	68,089,631	70,388,800	72,119,929
Expenditures:					
Instruction:					
Regular Instruction	17,361,875	17,118,970	17,930,533	18,311,761	18,578,271
Special Education Instruction	7,704,181	7,823,641	8,312,816	8,785,723	8,502,859
Other Special Instruction	1,773,223	2,088,956	1,968,837	1,959,420	2,099,452
School Sponsored Instruction					
Support Services:					
Tuition	525,579	405,224	530,753	704,545	1,289,331
Student & Instruction Related Services	4,881,136	5,049,387	5,043,414	5,284,172	5,571,005
General Administrative Services	928,057	883,283	841,872	901,557	806,861
School Administrative Services	2,903,681	2,995,879	3,018,509	3,084,305	3,092,604
Central Services	950,405	979,310	765,045	793,143	1,060,370
Administrative Information Technology					
Plant Operations and Maintenance	5,165,913	4,747,542	4,827,662	5,006,546	5,777,433
Student Transportation	4,205,339	4,469,557	4,361,861	4,292,352	4,731,506
Unallocated Benefits	13,838,836	14,450,505	16,125,993	17,401,819	18,667,470

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS

UNAUDITED

*(modified accrual basis of accounting)*

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Expenditures:					
Capital Outlay	\$ 1,929,619	\$ 974,436	\$ 2,720,287	\$ 1,113,197	\$ 1,314,966
Charter Schools	22,159				
Debt Service:					
Principal	2,180,000	2,005,000	2,050,000	2,095,000	2,170,000
Interest and Other Charges	1,103,461	1,418,600	1,231,819	1,100,540	1,036,832
Total Expenditures	<u>65,473,463</u>	<u>65,410,289</u>	<u>69,729,401</u>	<u>70,834,081</u>	<u>74,698,959</u>
Excess/(Deficit) of Revenue Over/(Under) Expenditures	<u>(1,979,389)</u>	<u>1,024,794</u>	<u>(1,639,770)</u>	<u>(445,280)</u>	<u>(2,579,030)</u>
Other Financing Sources/(Uses):					
Cancellation of Prior Year Receivable				(91,252)	
Proceeds from Bonds or Refunding Bond Issues			6,355,000		
Proceeds for Financed Purchases	6,825	561,559	1,232,576		
Payment to Refunding Bond Agent			(6,318,900)		
Cost of Issuance			(36,100)		
Lease Proceeds					
Total Other Financing Sources/(Uses)	<u>6,825</u>	<u>561,559</u>	<u>1,232,576</u>	<u>(91,252)</u>	
Net Change in Fund Balances	<u>\$ (1,972,564)</u>	<u>\$ 1,586,353</u>	<u>\$ (407,194)</u>	<u>\$ (536,532)</u>	<u>\$ (2,579,030)</u>
Debt Service as a Percentage of Noncapital Expenditures	5.17%	5.31%	4.90%	4.58%	4.37%

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

UNAUDITED

*(modified accrual basis of accounting)*

	Fiscal Year Ending June 30,				
	2020	2021	2022	2023	2024
<b>Revenues:</b>					
Tax Levy	\$ 55,702,808	\$ 58,595,261	\$ 59,382,615	\$ 60,627,077	\$ 62,485,728
Tuition from Other LEA's Within the State					106,299
Tuition from Individuals			140,785	333,040	
Interest Earned on Maintenance Reserve Funds			1,140	222	2,046
Interest Earned on Capital Reserve Funds			877	549	6,429
Restricted Miscellaneous			203,783	253,765	198,223
Unrestricted Miscellaneous	1,191,002	2,246,304	1,244,836	1,522,567	1,414,861
State Sources	16,713,734	20,230,219	24,548,711	22,760,012	24,505,779
Federal Sources	943,018	2,061,520	1,953,023	1,974,585	2,142,140
<b>Total Revenue</b>	<b>74,550,563</b>	<b>83,133,304</b>	<b>87,475,770</b>	<b>87,471,817</b>	<b>90,861,505</b>
<b>Expenditures:</b>					
<b>Instruction:</b>					
Regular Instruction	18,312,628	18,729,138	19,762,121	20,094,674	21,414,138
Special Education Instruction	9,060,661	10,248,709	9,769,844	10,025,471	9,497,002
Other Special Instruction	2,162,303	2,016,631	2,233,175	2,356,651	2,426,953
School Sponsored Instruction			231,480	236,690	249,940
<b>Support Services:</b>					
Tuition	869,390	977,600	514,058	1,038,401	2,123,306
Student & Instruction Related Services	5,286,944	5,722,143	5,696,834	6,383,329	6,550,652
General Administrative Services	852,137	819,996	914,802	941,539	965,115
School Administrative Services	3,190,177	3,164,038	3,315,883	3,367,846	3,506,783
Central Services	747,855	778,120	595,822	603,229	636,901
Administrative Information Technology			590,027	678,528	754,009
Plant Operations and Maintenance	5,320,404	5,536,580	5,605,095	6,741,060	6,660,187
Student Transportation	5,016,592	5,113,718	5,426,859	5,548,596	6,687,633
Unallocated Benefits	18,198,600	20,659,262	24,698,388	26,514,665	27,015,927

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

UNAUDITED

*(modified accrual basis of accounting)*

	Fiscal Year Ending June 30,				
	2020	2021	2022	2023	2024
Expenditures:					
Capital Outlay	\$ 4,503,657	\$ 19,052,976	\$ 13,237,570	\$ 600,052	\$ 4,015,046
Charter Schools					
Debt Service:					
Principal	2,250,000	3,698,000	4,070,000	4,235,000	4,395,000
Interest and Other Charges	970,371	2,084,422	1,758,046	1,623,421	1,483,063
Total Expenditures	<u>76,741,719</u>	<u>98,601,332</u>	<u>98,420,004</u>	<u>90,989,152</u>	<u>98,381,655</u>
Excess/(Deficit) of Revenue Over/(Under) Expenditures	<u>(2,191,156)</u>	<u>(15,468,028)</u>	<u>(10,944,234)</u>	<u>(3,517,335)</u>	<u>(7,520,150)</u>
Other Financing Sources/(Uses):					
Cancellation of Prior Year Receivable	42,063,000				
Proceeds from Bonds or Refunding Bond Issues					
Proceeds for Financed Purchases					
Payment to Refunding Bond Agent					
Cost of Issuance					
Lease Proceeds			582,072		
Total Other Financing Sources/(Uses)	<u>42,063,000</u>		<u>582,072</u>		
Net Change in Fund Balances	<u>\$ 39,871,844</u>	<u>\$ (15,468,028)</u>	<u>\$ (10,362,162)</u>	<u>\$ (3,517,335)</u>	<u>\$ (7,520,150)</u>
Debt Service as a Percentage of Noncapital Expenditures	4.46%	7.27%	6.84%	6.48%	6.23%

Source: School District Financial Reports

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(modified accrual basis of accounting)*

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u>	<u>Other</u> <u>Miscellaneous</u>	<u>Insurance</u> <u>Settlement</u>	<u>Transportation</u> <u>Refunds</u>	<u>Total</u>
2015	\$ 24,409	\$ 132,222	\$ 7,454		\$ 435,773	\$ 599,859
2016	28,402	146,444	30,376		656,013	861,234
2017	38,488	53,622	10,216		720,011	822,337
2018	98,706	60,716	9,584		561,808	730,814
2019	118,667	177,850	6,057		312,733	615,306
2020	102,894	78,952	54,913		521,263	758,022
2021	18,569	143,650	49,229	\$ 500,000	960,176	1,671,624
2022	24,402	140,785	39,862		1,046,732	1,251,781
2023	163,770	333,040	204,648		1,053,660	1,755,118
2024	151,142	106,299	275,090		915,803	1,448,334

Source: School District Financial Reports

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN FISCAL YEARS  
UNAUDITED

RARITAN TOWNSHIP

Year Ended Dec. 31,	Vacant Land	Residential	Farm Regular	Farm Qualified	Commercial	Industrial	Apartment	Total Assessed Value	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized Value)
2014	\$ 66,809,275	\$ 3,106,721,300	\$ 67,392,100	\$ 2,905,100	\$ 609,384,640	\$ 106,157,496	\$ 12,713,200	\$ 3,972,083,111	\$ 3,972,083,111	\$ 1.096	\$ 3,857,601,219
2015	68,935,700	3,124,946,400	65,361,100	2,921,200	612,089,040	100,503,896	12,713,200	3,987,470,536	3,987,470,536	1.117	3,929,879,980
2016	63,634,700	3,148,815,000	63,259,700	2,887,700	610,793,500	99,941,196	12,713,200	4,002,044,996	4,002,044,996	1.141	4,053,342,161
2017	51,373,300	3,171,053,600	65,031,600	2,883,240	620,335,100	99,855,400	12,713,200	4,023,245,440	4,023,245,440	1.159	4,155,815,969
2018	55,928,400	3,189,821,800	64,705,300	2,868,722	615,661,800	101,154,900	12,713,200	4,042,854,122	4,042,854,122	1.188	4,138,452,372
2019	73,780,700	3,231,535,200	64,535,600	2,767,700	614,566,500	104,218,000	12,713,200	4,104,116,900	4,104,116,900	1.202	4,262,688,928
2020	64,085,700	3,280,438,500	64,291,900	2,755,500	611,238,700	104,218,000	12,713,200	4,139,786,500	4,139,786,500	1.235	4,289,934,197
2021	49,627,400	3,316,988,500	65,138,300	2,684,200	616,567,800	105,985,900	27,691,000	4,185,681,100	4,185,681,100	1.280	4,388,886,547
2022	49,103,200	3,354,143,300	66,664,800	2,669,500	647,156,400	107,985,900	32,531,400	4,260,254,500	4,260,254,500	1.292	4,648,463,591
2023	42,030,100	3,378,006,700	67,561,400	2,702,000	658,686,100	107,697,400	32,531,400	4,289,215,100	4,289,215,100	1.322	5,201,391,782

FLEMINGTON BOROUGH

Year Ended Dec. 31,	Vacant Land	Residential	Farm Regular	Farm Qualified	Commercial	Industrial	Apartment	Total Assessed Value	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized Value)
2014	\$ 2,725,700	\$ 209,921,500	\$ 2,670,400	\$ 188,275,300	\$ 2,687,700	\$ 36,721,200	\$ 440,331,400	\$ 440,331,400	\$ 1.300	\$ 454,362,765	
2015	2,670,400	213,974,000	2,743,600	186,465,500	1,871,200	40,131,100	445,112,200	445,112,200	1.329	473,746,762	
2016	2,743,600	217,771,700	2,839,400	181,895,900	1,871,200	42,615,900	446,898,300	446,898,300	1.382	473,859,761	
2017	2,839,400	220,991,100	3,309,600	179,626,200	1,871,200	45,443,500	450,771,400	450,771,400	1.351	452,218,499	
2018	3,309,600	226,032,500	2,336,600	173,638,400	1,833,500	49,100,600	453,914,600	453,914,600	1.309	447,162,447	
2019	2,336,600	228,716,600	2,141,100	172,222,500	1,845,000	52,429,800	457,550,500	457,550,500	1.279	453,199,782	
2020	2,141,100	232,640,700	2,182,600	170,495,500	1,855,000	54,822,500	461,954,800	461,954,800	1.305	463,344,835	
2021	2,134,800	238,288,700	2,182,600	169,576,000	1,855,000	57,610,900	469,465,400	469,465,400	1.250	437,200,037	
2022	2,182,600	252,122,700	3,278,600	179,508,120	1,910,000	61,891,500	497,614,920	497,614,920	1.123	458,567,677	
2023	3,278,600	268,084,500		189,624,300	1,956,100	68,085,900	531,029,400	531,029,400	1.089	501,560,808	

Source: Municipal Tax Assessors and State of New Jersey Website

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 of Net Valuation Taxable

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN YEARS  
UNAUDITED  
(rate per \$100 of assessed value)

Borough of Flemington

Year Ended December 31,	Flemington-Raritan Regional School District			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Direct Rate			Municipality	County	
	Basic Rate <sup>a</sup>	Debt Service <sup>b</sup>	Total Direct			
2014	\$ 1.21	\$ 0.09	\$ 1.30	\$ 0.89	\$ 0.35	\$ 2.97
2015	1.25	0.08	1.33	0.91	0.36	3.05
2016	1.29	0.09	1.38	0.94	0.36	3.14
2017	0.13	0.08	1.35	0.96	0.34	3.09
2018	1.23	0.08	1.31	0.96	0.35	3.06
2019	1.21	0.07	1.28	1.00	0.35	3.11
2020	1.23	0.07	1.31	1.01	0.35	3.18
2021	1.15	0.10	1.25	1.04	0.33	3.15
2022	1.04	0.09	1.12	1.04	0.32	2.48
2023	1.01	0.08	1.09	1.07	0.33	2.48

Township of Raritan

Year Ended December 31,	Flemington-Raritan Regional School District			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Direct Rate			Municipality	County	
	Basic Rate <sup>a</sup>	Debt Service <sup>b</sup>	Total Direct			
2014	\$ 1.02	\$ 0.07	\$ 1.10	\$ 0.31	\$ 0.36	\$ 2.31
2015	1.05	0.07	1.12	0.31	0.37	2.35
2017	1.07	0.07	1.14	0.32	0.38	2.41
2018	1.09	0.07	1.16	0.32	0.38	2.45
2018	1.12	0.07	1.19	0.31	0.39	2.49
2019	1.34	0.07	1.20	0.31	0.39	2.52
2020	1.17	0.07	1.24	0.31	0.39	2.57
2021	1.18	0.10	1.28	0.32	0.40	2.62
2022	1.19	0.10	1.29	0.32	0.41	2.02
2023	1.22	0.10	1.32	0.35	0.46	2.13

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 calculation.

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

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

Source: Municipal Tax Collectors

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
TOWNSHIP OF RARITAN  
UNAUDITED

	2024		2015			
	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value
Flemington Fair Associates		\$ 61,946,600	1.44%			
Hunterdon Medical Center		35,808,400	0.83%			
Bedford Falls LLC		35,359,200	0.82%			
REEP-RTL Flemington NJ LLC		25,900,000	0.60%			
Johanna Foods, Inc		23,654,700	0.55%			
RVSC II Villages at Healthquest, LLC		19,818,200	0.46%			
Clojo Circle LLC (c/o Flem Retail)		19,486,900	0.45%			
Raritan Junction LLC		19,197,700	0.45%			
Raritan Village Shopping Center		17,105,500	0.40%			
1200 Route 523 LLC		16,850,000	0.39%			
Total		\$ 275,127,200	6.41%			
Total 2023 NVT		\$ 4,289,215,100				

Not Available

Source: Municipal Tax Assessor

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
BOROUGH OF FLEMINGTON

UNAUDITED

	2024		2015			
	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value
4C Flemington Apts. LLC		\$ 21,816,000	4.11%			
Biltmore Realty Compnay LLC		16,740,000	3.15%			
Flemington South LLC		16,000,000	3.01%			
Flemington Fidelco LLC		10,528,000	1.98%			
Hunterdon Shopping Center Partners		7,956,000	1.50%			
Roho LLC		7,492,000	1.41%			
Flemington Center Urban Renewal LLC		5,971,920	1.12%			
Hunterdon Mews LLC		5,532,000	1.04%			
Acramal Enterprises Inc.		5,412,000	1.02%			
John M. Saums & Sons Inc.		4,570,000	0.86%			
Total		<u>\$ 102,017,920</u>	<u>19.21%</u>			
Total 2023 NVT		<u>\$ 531,029,400</u>				

Not Available

N/A - Not Available.

Source: Municipal Tax Assessor

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
UNAUDITED

TOWNSHIP OF RARITAN

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 43,735,990	\$ 43,735,990	100.00%	\$ -0-
2016	45,304,515	45,304,515	100.00%	-0-
2017	45,988,747	45,988,747	100.00%	-0-
2018	47,263,285	47,263,285	100.00%	-0-
2019	48,756,811	48,756,811	100.00%	-0-
2020	49,902,757	49,902,757	100.00%	-0-
2021	52,346,186	52,346,186	100.00%	-0-
2022	53,534,774	53,534,774	100.00%	-0-
2023	55,038,384	55,038,384	100.00%	-0-
2024	56,704,529	56,704,529	100.00%	-0-

BOROUGH OF FLEMINGTON

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 5,681,184	\$ 5,681,184	100.00%	\$ -0-
2016	6,143,092	6,143,092	100.00%	-0-
2017	6,203,560	6,203,560	100.00%	-0-
2018	5,972,375	5,972,375	100.00%	-0-
2019	5,972,375	5,972,375	100.00%	-0-
2020	5,800,051	5,800,051	100.00%	-0-
2021	6,249,075	6,249,075	100.00%	-0-
2022	5,847,841	5,847,841	100.00%	-0-
2023	5,588,693	5,588,693	100.00%	-0-
2024	5,781,199	5,781,199	100.00%	-0-

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

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds	Financed Purchases			
2015	\$ 32,875,000	\$ 4,538,539	\$ 37,413,539	1.86%	\$ 1,398.95
2016	30,870,000	4,187,530	35,057,530	1.66%	1,311.74
2017	28,980,000	3,924,639	32,904,639	1.47%	1,190.64
2018	26,885,000	3,647,877	30,532,877	1.37%	1,143.98
2019	24,715,000	3,363,727	28,078,727	1.23%	1,043.86
2020	64,528,000	3,057,688	67,585,688	2.86%	2,513.60
2021	60,830,000	2,736,150	63,566,150	2.46%	2,341.90
2022	56,760,000	2,398,571	59,158,571	2.05%	2,057.98
2023	52,525,000	2,044,389	54,569,389	1.84%	1,882.16
2024	48,130,000	1,671,001	49,801,001	1.65%	1,685.94

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

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

Source: School District Financial Reports

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED

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	\$ 32,875,000	\$ -0-	\$ 32,875,000	0.745%	\$ 1,229.25
2016	30,870,000	-0-	30,870,000	0.696%	1,155.06
2017	28,980,000	-0-	28,980,000	0.651%	1,048.63
2018	26,885,000	-0-	26,885,000	0.601%	1,007.31
2019	24,715,000	-0-	24,715,000	0.550%	918.81
2020	64,528,000	-0-	64,528,000	1.415%	2,399.88
2021	60,830,000	-0-	60,830,000	1.322%	2,241.09
2022	56,760,000	-0-	56,760,000	1.219%	1,974.54
2023	52,525,000	-0-	52,525,000	1.104%	1,811.64
2024	48,130,000	-0-	48,130,000	0.998%	1,629.37

Source: School District Financial Reports

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

a See Exhibit J-6 for property tax data. This ratio is calculated using valuation data for the prior calendar year.

b See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
UNAUDITED  
AS OF DECEMBER 31, 2023

<u>Governmental Unit</u>	<u>Debt</u> <u>Outstanding</u>	<u>Estimated</u> <u>Percentage</u> <u>Applicable <sup>a</sup></u>	<u>Estimated</u> <u>Share of</u> <u>Overlapping</u> <u>Debt</u>
Debt repaid with property taxes			
Flemington Borough	\$ 11,137,794	100.00%	\$ 11,137,794
Raritan Township	24,950,013	100.00%	24,950,013
Hunterdon County	71,347,396	22.67%	<u>16,171,794</u>
Subtotal, overlapping debt			52,259,602
Flemington-Raritan Regional School District Direct Bonded Debt			<u>50,810,000</u>
Total direct and overlapping debt			<u>\$ 103,069,602</u>

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 Flemington Borough and Raritan Township. This process recognizes that, when considering the District's ability to issue and repay long-term, 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 unit.

- <sup>a</sup> For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable equalized property values. Applicable percentages were estimated by determining the portion of another governmental unit's equalized property value that is within the District's boundaries and dividing it by each unit's total equalized property value.

Sources: Assessed value data used to estimate applicable percentages provided by the Hunterdon County Board of Taxation; debt outstanding data provided by each governmental unit.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2024

Year Ended December 31,	Borough of Flemington	Township of Raritan	Total Equalized Valuation Basis
2021	451,843,503	4,554,604,026	\$ 5,006,447,529
2022	495,928,762	5,153,325,874	5,649,254,636
2023	531,454,564	5,699,953,621	6,231,408,185
	<u>\$ 1,479,226,829</u>	<u>\$ 5,135,961,174</u>	<u>\$ 16,887,110,350</u>
Average Equalized Valuation of Taxable Property			<u>\$ 5,629,036,783</u>
Debt Limit (3% of Average Equalization Value) <sup>a</sup>			\$ 168,871,104
Net Bonded School Debt			48,130,000
Legal Debt Margin			<u>\$ 120,741,104</u>

Fiscal Year Ended June 30,

	2015	2016	2017	2018	2019
Debt Limit	\$ 131,176,897	\$ 131,589,972	\$ 134,555,344	\$ 136,459,445	\$ 138,017,917
Total Net Debt Applicable to Limit	<u>32,875,000</u>	<u>30,870,000</u>	<u>28,982,000</u>	<u>26,885,000</u>	<u>24,715,000</u>
Legal Debt Margin	<u>\$ 98,301,897</u>	<u>\$ 100,719,972</u>	<u>\$ 105,573,344</u>	<u>\$ 109,574,445</u>	<u>\$ 113,302,917</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	25.06%	23.46%	21.54%	19.70%	17.91%

Fiscal Year Ended June 30,

	2020	2021	2022	2023	2024
Debt Limit	\$ 139,315,847	\$ 141,441,902	\$ 143,277,831	\$ 152,608,184	\$ 168,871,104
Total Net Debt Applicable to Limit	<u>64,528,000</u>	<u>60,830,000</u>	<u>56,760,000</u>	<u>52,525,000</u>	<u>48,130,000</u>
Legal Debt Margin	<u>\$ 74,787,847</u>	<u>\$ 80,611,902</u>	<u>\$ 86,517,831</u>	<u>\$ 100,083,184</u>	<u>\$ 120,741,104</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	46.32%	43.01%	39.62%	34.42%	28.50%

a Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts

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

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN YEARS  
UNAUDITED

TOWNSHIP OF RARITAN

Year	Population <sup>a</sup>	Personal Income <sup>b</sup>	Hunterdon County		Unemployment Rate <sup>d</sup>
			Per Capita Personal Income <sup>c</sup>		
2015	22,056	\$ 1,739,380,272	\$ 78,862		4.10%
2016	22,989	1,861,672,209	80,981		3.80%
2017	22,069	1,848,565,647	83,763		3.90%
2018	22,289	1,892,603,568	84,912		3.50%
2019	22,289	1,959,960,926	87,934		2.70%
2020	22,558	2,144,995,104	95,088		6.20%
2021	23,855	2,392,370,240	100,288		4.40%
2022	24,087	2,457,933,828	102,044		2.80%
2023	24,637	2,514,058,028 ***	102,044 *		3.40%
2024	24,637 **	2,514,058,028 ***	102,044 *		N/A

BOROUGH OF FLEMINGTON

Year	Population <sup>a</sup>	Personal Income <sup>b</sup>	Hunterdon County		Unemployment Rate <sup>d</sup>
			Per Capita Personal Income <sup>c</sup>		
2015	4,670	\$ 368,285,540	\$ 78,862		4.10%
2016	4,647	376,318,707	80,981		3.80%
2017	4,621	387,068,823	83,763		3.90%
2018	4,610	391,444,320	84,912		3.50%
2019	4,599	404,408,466	87,934		2.70%
2020	4,585	435,978,480	95,088		6.20%
2021	4,891	490,508,608	100,288		4.70%
2022	4,906	500,627,864	102,044		3.20%
2023	4,902	500,219,688 ***	102,044 *		3.40%
2024	4,902 **	500,219,688 ***	102,044 *		N/A

\*- Latest Hunterdon County per capita personal income available (2022) was used for calculation purposes.

\*\* - Latest population data available (2023) was used for calculation purposes

\*\*\* - Latest personal income data calculated using latest Hunterdon County per capita personal income data (2022) and latest available population data (2023)

N/A - Information Unavailable

Source:

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

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS - COUNTY OF HUNTERDON  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

Information was not available as of the date of these financial statements.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
UNAUDITED

<u>Function/Program:</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>
Instruction:										
Regular	291	279	269	242	237	234	237	238	259	263
Special Education	62	60	75	85	87	88	90	89	75	75
Support Services:										
Student & Instruction Related Services	44	49	43	53	55	51	52	47	161	162
General Administrative Services	3	3	3	3	3	3	3	3	3	3
School Administrative Services	18	19	19	19	19	18	19	19	19	20
Plant Operations and Maintenance	10	10	10	9	9	9	9	8	9	9
Central Services	36	36	33	33	34	34	34	32	35	35
Administration Information Technology	5	6	6	6	6	6	7	8	7	7
Food Service	23	23	23	23	24	22	22	23	23	22
<b>Total</b>	<b>469</b>	<b>462</b>	<b>458</b>	<b>450</b>	<b>450</b>	<b>443</b>	<b>451</b>	<b>467</b>	<b>591</b>	<b>596</b>

Source: School District Financial Reports

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil <sup>d</sup>	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio	Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
2015	3,328	\$ 60,260,382	\$ 18,107	7.77%	353	9:4	3,325	3,200	-2.30%	96.23%
2016	3,177	61,012,253	19,204	6.06%	339	9:4	3,156	3,038	-5.09%	96.29%
2017	3,118	63,727,295	20,439	6.43%	344	9:1	3,092	2,970	-2.03%	96.08%
2018	3,054	66,525,343	21,783	6.58%	327	9:3	3,057	2,930	-1.13%	95.85%
2019	3,082	70,177,162	22,770	4.53%	324	9:5	3,082	2,945	0.83%	95.55%
2020	3,082	66,985,890	21,735	-1.70%	322	9:6	3,009	2,913	-2.37%	96.81%
2021	2,998	73,765,935	24,605	9.93%	327	9:2	2,986	2,896	-0.76%	96.99%
2022	3,030	79,354,388	26,190	6.44%	375	9:7	3,055	2,962	2.29%	96.97%
2023	3,171	84,530,679	26,657	1.79%	388	9:7	3,156	2,980	3.32%	94.42%
2024	3,158	88,488,546	28,020	5.11%	380	9:7	3,174	3,004	0.57%	94.64%

Sources: School District Records

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
- d The Cost per Pupil calculated above is the sum of the operating expenditures divided by enrollment. This cost per pupil may be different from other cost per pupil calculations.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

District Building	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>Barley Sheaf Elementary (1967)</u>										
Square Feet	59,105	59,105	59,105	72,293	72,293	72,293	72,293	72,293	72,293	72,293
Capacity (students)	566	566	566	566	487	487	487	487	487	487
Enrollment	351	333	337	339	348	348	352	367	405	362
<u>Copper Hill Elementary (1996)</u>										
Square Feet	123,000	123,000	123,000	113,134	113,134	113,134	113,134	113,134	113,134	113,134
Capacity (students)	619	619	619	619	740	740	740	740	740	740
Enrollment	508	468	446	412	426	426	421	443	544	601
<u>Robert Hunter Elementary (1961)</u>										
Square Feet	74,464	74,464	74,464	65,667	65,667	65,667	65,667	65,667	65,667	65,667
Capacity (students)	547	547	547	547	508	508	508	508	508	508
Enrollment	387	356	353	357	393	393	394	405	413	394
<u>Frances A. Desmares Elementary (1991)</u>										
Square Feet	85,138	85,138	85,138	85,220	85,220	85,220	85,220	85,220	85,220	85,220
Capacity (students)	569	569	569	569	590	590	590	590	590	590
Enrollment	470	454	434	425	452	452	473	484	416	420
<u>JP Case Middle (2006)</u>										
Square Feet	167,000	167,000	167,000	177,013	177,013	177,013	177,013	177,013	177,013	177,013
Capacity (students)	912	912	912	912	1,259	1,259	1,259	1,259	1,259	1,259
Enrollment	838	810	785	764	781	781	710	681	678	679
<u>Reading-Flemington Intermediate (1864)</u>										
Square Feet	159,120	159,120	159,120	174,361	174,361	174,361	174,361	174,361	174,361	174,361
Capacity (students)	902	902	902	902	1,132	1,132	1,132	1,132	1,132	1,132
Enrollment	774	756	763	757	682	682	682	650	715	702

Number of Schools at June 30, 2024  
 Elementary = 4  
 Middle School = 1  
 Intermediate School = 1

Source: School District Records

Note: Enrollment is based on the annual October district count.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
LAST TEN FISCAL YEARS  
UNAUDITED

Undistributed Expenditures - Required Maintenance  
 For School Facilities - Account #11-000-261-XXX:

Fiscal Year Ended	Barley Sheaf School	Copper Hill School	Frances A. Desmares School	Robert Hunter School	JP Case Middle School	Reading-Flemington Intermediate School	Other	Total School Facilities*
2015	\$ 85,137	\$ 227,858	\$ 345,155	\$ 75,770	\$ 128,175	\$ 255,582	\$ 491,668	\$ 1,609,345
2016	52,685	117,739	105,868	75,516	66,024	91,078	510,183	1,019,093
2017	56,343	145,268	71,090	58,952	102,818	101,384	533,533	1,069,388
2018	52,142	155,196	91,972	70,139	96,940	115,223	552,157	1,133,769
2019	59,775	160,674	63,853	13,313	63,009	80,910	501,399	942,933
2020	66,309	182,314	86,705	64,572	111,790	89,872	491,549	1,093,111
2021	52,053	146,796	88,375	57,566	100,451	120,356	513,417	1,079,013
2022	31,960	65,720	40,868	33,582	94,623	101,864	555,363	923,980
2023	106,414	99,594	91,780	81,671	132,966	132,900	496,909	1,142,234
2024	76,345	89,229	73,833	92,083	127,580	84,216	522,005	1,065,291

Source: School District Records

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2024  
UNAUDITED

<u>COMPANY</u>	<u>TYPE OF COVERAGE</u>	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
SAIF	Property Blanket Building and Contents- Replacement Cost Values	\$ 500,000,000	\$ 2,500
SAIF	Environmental Impairment Liability	1,000,000 occurrence 25,000,000 aggregate	25,000
NAVIGATORS	Environmental Site Pollution Occurrence	1,000,000	10,000
	Aggregate	1,000,000	
	Supplemental Claim Expense Limit	250,000	
	Fungi and Legionella	100,000	100,000
SAIF	General Liability		
	- Each Occurrence	5,000,000	
	- Rented Premises	2,500,000	
	- Fire Damage	5,000,000	
	- Medical Expense (Excluding Students)	10,000	
	- Employee Benefit Liability		
	- Aggregate	50,000,000	
SAIF	Automobile Coverage		
	- Combined Single Limit	5,000,000	
	- Hired/Non-Owned	5,000,000	
	- Employee Theft/per Loss	500,000	
	- Theft, Disappearance and Destruction	50,000	
	- Robbery and Safe Burglary - Property Other Than Money and Securities	50,000	
	- Forgery or Alteration	50,000	
Beazley SAIF	Cyber Liability		
	- Third Party Pool Limit	25,000,000	10,000
	- Third Party Each Member	2,000,000	10,000
	- First Party	2,000,000	10,000
	Credit Monitoring and Public Relations		
SAIF	Boiler and Machinery Coverage	100,000,000	2,500
SAIF	Umbrella Liability Coverage		
	- Occurrence Limit	10,000,000	
	- Aggregate Limit	10,000,000	
SAIF	Board of Education		
	- Liability Wrongful Acts Coverage		
	Each Loss/Aggregate	5,000,000	15,000
Hanover	Fidelity Bonds		
	- Treasurer of School Monies	350,000	
	- School Business Administrator/Board Secretary	350,000	
SAIF	Workers Compensation		
	- Each Accident	5,000,000	
	- Each Employee	5,000,000	
	-Aggregate	5,000,000	
Source:	District Records		

SINGLE AUDIT SECTION

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

Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
Flemington-Raritan Regional School District  
County of Hunterdon, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Flemington-Raritan Regional School District, in the County of Hunterdon (the "District") as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 5, 2024.

**Report on Internal Control Over Financial Reporting**

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

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

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

The Honorable President and Members  
of the Board of Education  
Flemington-Raritan Regional School District  
Page 2

**Report on Compliance and Other Matters**

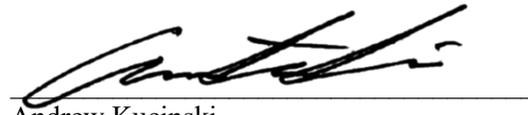
As part of obtaining reasonable assurance about whether the District’s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material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

**Purpose of this Report**

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

Mount Arlington, New Jersey  
November 5, 2024

NISIVOCCIA, LLP



Andrew Kucinski  
Licensed Public School Accountant #2684  
Certified Public Accountant

Report on Compliance For Each Major Federal and State Program;  
Report on Internal Control Over Compliance Required by the Uniform Guidance and NJOMB 15-08

Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
Flemington-Raritan Regional School District  
County of Hunterdon, New Jersey

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

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

We have audited the Board of Education of the Flemington-Raritan Regional School District's (the "District's") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement and the New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2024. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2024.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Our responsibilities under those standards, the Uniform Guidance and New Jersey's 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 District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Honorable President and Members  
of the Board of Education  
Flemington-Raritan Regional School District  
Page 2

### ***Responsibilities of Management for Compliance***

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

### ***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's 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 federal and state program as a whole.

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

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

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

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

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

Honorable President and Members  
of the Board of Education  
Flemington-Raritan Regional School District  
Page 3

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

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

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

Mount Arlington, New Jersey  
November 5, 2024

NISIVOCCIA, LLP



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Andrew Kucinski  
Licensed Public School Accountant #2684  
Certified Public Accountant

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass Through Grantor Program Title/Cluster Title	Assistance Listing #	Grant or State Project Number	Grant Period	Award Amount	Balance at		Cash Received	Budgetary Expenditures	Cancellation of Prior Year Encumbrances	Balance at		Amount Paid to Sub- Recipients
					June 30, 2023 Budgetary (Accounts Receivable)/ Unearned Revenue	June 30, 2024 Budgetary (Accounts Receivable) Unearned Revenue						
U.S. Department of Education Passed-through State Department of Education:												
Special Revenue Fund:												
Special Education Cluster (IDEA):												
I.D.E.A. Part B, Basic	84.027A	IDEA151023	7/1/22-9/30/23	\$ 732,414	\$ (91,702)	\$ 91,702	\$ (789,329)			\$ (79,368)		
I.D.E.A. Part B, Basic	84.027A	IDEA151024	7/1/23-9/30/24	789,329		709,961	(36,932)			(12,531)		
I.D.E.A. Part B, Preschool	84.173A	IDEA151024	7/1/23-9/30/24	37,218		24,401				(91,899)		
Total Special Education Cluster (IDEA)												
Elementary and Secondary Education Act:												
Title I	84.010	ESEA151023	7/1/22-9/30/23	113,944	(39,735)	39,735	(226,344)			(96,964)		
Title I	84.010	ESEA151024	7/1/23-9/30/24	282,266		129,380				(96,964)		
Total Title I												
Title I, SIA Part A	84.010	ESEA151024	7/1/23-9/30/24	35,000		20,977	(30,326)			(9,349)		
Total Title I, SIA Part A												
Title II, Part A	84.367	ESEA151023	7/1/22-9/30/23	48,207	(3,417)	3,417	(53,369)			(2,827)		
Title II, Part A	84.367	ESEA151024	7/1/23-9/30/24	53,369		50,542				(2,827)		
Total Title II, Part A												
Title III	84.365	ESEA151023	7/1/22-9/30/23	48,207	(9,278)	9,278	(47,571)			(12,145)		
Title III	84.365	ESEA151024	7/1/23-9/30/24	59,385		35,426				(12,145)		
Total Title III												
Title III - Immigrant	84.365	ESEA151023	7/1/22-9/30/23	16,866	(3,697)	3,697	(47,571)			(12,145)		
Total Title III - Immigrant												
Title IV	84.424	ESEA151023	7/1/22-9/30/23	10,204	(5,686)	5,686	(10,160)			(475)		
Title IV	84.424	ESEA151024	7/1/23-9/30/24	10,160		9,685				(475)		
Total Title IV												
Total Elementary and Secondary Education Act												

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass Through Grantor Program Title/Cluster Title	Assistance Listing #	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2023		Cash Received	Budgetary Expenditures	Cancellation of Prior Year Encumbrances	Balance at June 30, 2024		
					Budgetary (Accounts Receivable)/Unearned Revenue	Budgetary (Accounts Receivable)				Budgetary Unearned Revenue	Amount Paid to Sub-Recipients	
U.S. Department of Education Passed-through State Department of Education (Cont'd):												
Education Stabilization Fund:												
COVID 19 - American Rescue Plan:												
ESSER III	84.425U	S425U210027	3/13/20-9/30/24	\$ 1,283,376	\$ (79,331)	\$ 431,377	\$ (423,790)	\$ (71,744)				
Accelerated Learning Coach and Educator Support	84.425U	S425U210027	3/13/20-9/30/24	269,881	(4,689)	135,278	(177,171)	\$ 400	(46,182)			
Evidence Based Summer Learning and Enrichment	84.425U	S425U210027	3/13/20-9/30/24	40,000	(501)	31,108	(32,948)		(2,341)			
Evidence Based Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	40,000	(37)	15,144	(16,022)		(915)			
Homeless Children/Youth II	84.425W	S425W210027	3/13/20-9/30/24	7,034	(4,395)	4,395	(1,800)		(1,800)			
COVID 19 - ARP GEER:												
High Impact Tutoring	84.425C	E2400371	10/11/23-8/31/2024	306,000		70,289	(182,584)		(112,295)			
Total Education Stabilization Fund						687,591	(834,315)	400	(235,277)			
Total U.S. Department of Education						1,821,478	(2,028,346)	400	(448,936)			
Total Special Revenue Fund						1,821,478	(2,028,346)	400	(448,936)			
U.S. Department of Agriculture Passed-through State Department of Agriculture:												
Child Nutrition Cluster:												
Food Distribution Program	10.555	N/A	7/1/23-6/30/24	102,548		102,548	(97,852)			\$ 4,696		
Food Distribution Program	10.555	N/A	7/1/22-6/30/23	89,788	5,713		(5,713)					
School Breakfast Program	10.553	N/A	7/1/23-6/30/24	39,288		36,034	(39,288)			(3,254)		
School Breakfast Program	10.553	N/A	7/1/22-6/30/23	29,714	(3,018)	3,018						
National School Lunch Program	10.555	N/A	7/1/23-6/30/24	435,072		402,221	(435,072)			(32,851)		
National School Lunch Program	10.555	N/A	7/1/22-6/30/23	470,846	(37,858)	37,858						
COVID 19 - Supply Chain Assistance	10.555	N/A	7/1/23-6/30/24	75,622	(35,163)	75,622	(75,622)			(36,105)	4,696	
Total Child Nutrition Cluster						657,301	(653,547)			(36,105)	4,696	
COVID 19 - P-EBT Cost Reimbursement	10.649	N/A	7/1/23-6/30/24	653		653	(653)					
Total U.S. Department of Agriculture						657,954	(654,200)			(36,105)	4,696	
U.S. Department of Health and Human Services:												
Medicaid Cluster:												
Medical Assistance Program	93.778	N/A	7/1/23-6/30/24	107,900		107,900	(107,900)					
Total U.S. Department of Health and Human Services/Total Medicaid Cluster						107,900	(107,900)					
Total Federal Awards						\$ 2,587,332	\$(2,790,446)	\$ 400	\$ (485,041)	\$ 4,696	\$ -0-	

N/A - Not Available/Applicable

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Project Number	Grant or State	Grant Period	Award Amount	Balance at		Balance at		MEMO			
					June 30, 2023		June 30, 2024		Budgetary Accounts Receivable	Budgetary Deferred Revenue	Budgetary Accounts Receivable	Cumulative Total Expenditures
					Budgetary Accounts Receivable	Cash Received	GAAP Accounts Receivable	Budgetary Deferred Revenue				
New Jersey Department of Education												
General Fund:												
Categorical Special Education Aid	24-495-034-5120-089		7/1/23 - 6/30/24	\$ 2,682,732	\$ 2,404,097	\$ (2,682,732)	\$ (2,682,732)	\$ (278,635)	\$	\$ 2,682,732		
Equalization Aid	24-495-034-5120-078		7/1/23 - 6/30/24	2,426,667	2,174,628	(2,426,667)	(2,426,667)	(252,039)		2,426,667		
Categorical Security Aid	24-495-034-5120-084		7/1/23 - 6/30/24	140,035	125,491	(140,035)	(140,035)	(14,544)		140,035		
Categorical Transportation Aid	24-495-035-5120-014		7/1/23 - 6/30/24	297,208	266,339	(297,208)	(297,208)	(30,869)		297,208		
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003		7/1/23 - 6/30/24	2,322,401	2,209,400	(2,322,401)	(2,322,401)	(113,001)		2,322,401		
Extraordinary Aid	24-495-034-5120-044		7/1/23 - 6/30/24	1,245,949		(1,245,949)	(1,245,949)	(1,245,949)		1,245,949		
Non-Public Transportation Aid	24-495-034-5120-014		7/1/23 - 6/30/24	29,120		(29,120)	(29,120)	(29,120)		29,120		
Categorical Special Education Aid	23-495-034-5120-089		7/1/22 - 6/30/23	2,682,732	262,467	(2,62,467)	\$ (2,62,467)			2,682,732		
Equalization Aid	23-495-034-5120-078		7/1/22 - 6/30/23	2,588,893	253,285	(253,285)	(253,285)			2,588,893		
Categorical Security Aid	23-495-034-5120-084		7/1/22 - 6/30/23	140,035	13,700	(13,700)	(13,700)			140,035		
Categorical Transportation Aid	23-495-035-5120-014		7/1/22 - 6/30/23	297,208	29,077	(29,077)	(29,077)			297,208		
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003		7/1/22 - 6/30/23	2,233,161	110,334	(110,334)	(110,334)			2,233,161		
Extraordinary Aid	23-495-034-5120-044		7/1/22 - 6/30/23	846,631	846,631	(846,631)	(846,631)			846,631		
Non-Public Transportation Aid	23-495-034-5120-014		7/1/22 - 6/30/23	19,656	19,656	(19,656)	(19,656)			19,656		
Homeless Tuition Reimbursement	N/A		7/1/22 - 6/30/23	20,058	20,058	(20,058)	(20,058)			20,058		
On-Behalf TPAF Post Retirement Contributions	24-495-034-5094-001		7/1/23 - 6/30/24	2,933,156	2,933,156	(2,933,156)	(2,933,156)			2,933,156		
On-Behalf TPAF Pension Contributions	24-495-034-5094-002		7/1/23 - 6/30/24	10,655,667	10,655,667	(10,655,667)	(10,655,667)			10,655,667		
On-Behalf TPAF Long Term Disability Insurance	24-495-034-5094-004		7/1/23 - 6/30/24	4,467	4,467	(4,467)	(4,467)			4,467		
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004		7/1/23 - 6/30/24	121,522	121,522	(121,522)	(121,522)			121,522		
Total General Fund				(1,555,208)	22,449,975	(22,858,924)	(1,388,070)	(1,964,157)		31,687,298		
Total New Jersey Department of Education				(1,555,208)	22,449,975	(22,858,924)	(1,388,070)	(1,964,157)		31,687,298		
Schools Development Authority												
Special Revenue Fund:												
Preschool Education Expansion Aid	24-495-034-5120-086		7/1/23 - 6/30/24	1,228,968	1,101,324	(763,630)	(763,630)	(127,644)	\$ 465,338	763,630		
SDA Emergent and Capital Maintenance Needs Grant	N/A		7/1/23 - 6/30/24	71,127	71,127	(71,127)	(71,127)			71,127		
Total Special Revenue Fund				71,127	1,172,451	(834,757)	(834,757)	(127,644)	465,338	834,757		

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2023		Balance at June 30, 2024			MEMO	
				Budgetary Accounts Receivable	Cash Received	Budgetary Expenditures	GAAP Accounts Receivable	Budgetary Deferred Revenue	Budgetary Accounts Receivable	Cumulative Total Expenditures
New Jersey Department of Agriculture:										
Enterprise Fund:										
State School Lunch Program	24-495-010-3350-001	7/1/23 - 6/30/24	\$ 23,606	\$	21,743	\$ (23,606)	\$ (1,863)	\$	(1,863)	\$ 23,606
State School Lunch Program	23-495-010-3350-001	7/1/22 - 6/30/23	17,541	\$ (1,655)	1,655					17,541
State School Breakfast Program	24-495-010-3350-002	7/1/23 - 6/30/24	499		449	(499)	(50)		(50)	499
State School Breakfast Program	23-495-010-3350-002	7/1/22 - 6/30/23	206	(51)	51					206
Total Enterprise Fund				(1,706)	23,898	(24,105)	(1,913)		(1,913)	41,852
Total New Jersey Department of Agriculture										
New Jersey Department of Education										
Debt Service Fund:										
Debt Service Aid - Type II	24-495-034-5120-075	7/1/23 - 6/30/24	889,966		889,966	(889,966)				889,966
Total Debt Service Fund					889,966	(889,966)				889,966
Total State Awards Subject to Single Audit Determination										
				\$ (1,556,914)	\$ 24,536,290	\$ (24,607,752)	\$ (1,389,983)	\$ 465,338	\$ (2,093,714)	\$ 33,453,873
Less: State Awards Not Subject to Single Audit Major Program Determination										
On-Behalf TPAF Pension System Contributions:										
On-Behalf TPAF Post Retirement Contributions	24-495-034-5094-001	7/1/23 - 6/30/24	2,933,156			\$ 2,933,156				
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	7/1/23 - 6/30/24	10,655,667			10,655,667				
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5094-004	7/1/23 - 6/30/24	4,467			4,467				
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004	7/1/23 - 6/30/24	121,522			121,522				
Subtotal - On-Behalf TPAF Pension System Contributions										
						13,714,812				
Total State Awards Subject to Single Audit Major Program Determination										
						\$ (10,892,940)				

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards (the “Schedules”) include the federal and state grant activity of the Flemington-Raritan Regional School District under programs of the federal and state governments for the fiscal year ended June 30, 2024. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented on the accrual basis of accounting. These bases of accounting are described in Note 1 to the District’s basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedules (RSI) are presented for the general fund and special revenue fund to demonstrate finance-related legal compliance in which certain revenue is permitted by law or grant agreements 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 two state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes these payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. The special revenue fund does not recognize the June state aid payments in the current year. Grant revenue in the capital projects fund is recognized on the budgetary basis in the fiscal year of award but is not recognized on the GAAP basis until expended and submitted for reimbursement.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$17,558) for the General Fund and (\$54,416) for the Special Revenue Fund. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue. Awards and financial assistance revenue are reported on the Board’s basic financial statements on a GAAP basis as presented below:

	Federal	State	Total
General Fund	\$ 107,900	\$ 22,841,366	\$ 22,949,266
Special Revenue Fund	2,034,240	774,447	2,808,687
Debt Service Fund		889,966	889,966
Food Service Fund	654,200	24,105	678,305
Total Awards	\$ 2,796,340	\$ 24,529,884	\$ 27,326,224

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

TPAF Social Security contributions represent the amount reimbursed by the State for the employer’s share of social security contributions for TPAF members for the fiscal year ended June 30, 2024. Revenue and expenditures reported under the Federal Food Distribution Program represent current year value received and current year distributions, respectively.

FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**Section I - Summary of Auditors' Results**

**Financial Statements**

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

Unmodified

Internal control over financial reporting:

- |   |       |     |               |               |
|---|-------|-----|---------------|---------------|
| 1.) Material weakness identified?                           | _____ | Yes | _____ X _____ | No            |
| 2.) Significant deficiencies identified?                    | _____ | Yes | _____ X _____ | None reported |
| Noncompliance material to basic financial statements noted? | _____ | Yes | _____ X _____ | No            |

**Federal Awards**

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

Unmodified

Internal control over major programs:

- |  |       |     |               |               |
|--|-------|-----|---------------|---------------|
| 1.) Material weakness identified?  | _____ | Yes | _____ X _____ | No            |
| 2.) Significant deficiencies identified?   | _____ | Yes | _____ X _____ | None reported |
| Noncompliance material to basic financial statements noted?  | _____ | Yes | _____ X _____ | No            |
| Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? | _____ | Yes | _____ X _____ | No            |

Identification of major programs:

Program Name or Cluster	Assistance Listing No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
Special Education Cluster:					
I.D.E.A. Part B, Basic	84.027A	7/1/23	9/3/24	\$ 789,329	\$ 789,329
I.D.E.A. Part B, Preschool	84.173A	7/1/23	9/3/24	37,218	36,932
Education Stabilization Fund:					
COVID 19 - American Rescue Plan:					
ESSER III	84.425U	3/13/20	9/30/24	1,283,376	423,790
Accelerated Learning Coach and Educator Support	84.425U	3/13/20	9/30/24	269,881	177,171
Evidence Based Summer Learning and Enrichment	84.425U	3/13/20	9/30/24	40,000	32,948
Evidence Based Comprehensive Beyond the School Day	84.425U	3/13/20	9/30/24	40,000	16,022
Homeless Children/Youth II	84.425W	3/13/20	9/30/24	7,034	1,800
COVID 19 - ARP GEER:					
High Impact Tutoring	84.425C	10/11/23	8/31/24	306,000	182,584
Dollar threshold used to distinguish between Type A and B programs				<u>\$ 750,000</u>	
Auditee qualified as low-risk auditee?	_____	Yes	_____ X _____	No	



FLEMINGTON-RARITAN REGIONAL SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Status of Prior Year Finding/Recommendation:

There were no prior year audit findings.