



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



**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

**For the Fiscal Year Ended
June 30, 2022**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

of the

Tenafly Board of Education

Tenafly, New Jersey

For The Fiscal Year Ended June 30, 2022

Prepared by

Business Office

**TENAFLY BOARD OF EDUCATION
TABLE OF CONTENTS**

	<u>Page</u>
INTRODUCTORY SECTION	
Letter of Transmittal	1-6
Organizational Chart	7-8
Roster of Officials	9
Consultants and Advisors	10
FINANCIAL SECTION	
Independent Auditor's Report	11-13
REQUIRED SUPPLEMENTARY INFORMATION – PART I	
Management's Discussion and Analysis	14-25
Basic Financial Statements	
A. District-wide Financial Statements	
A-1 Statement of Net Position	26
A-2 Statement of Activities	27
B. Fund Financial Statements	
<i>Governmental Funds</i>	
B-1 Balance Sheet	28-29
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances	30
B-3 Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances with the District-Wide Statements	31
<i>Proprietary Funds</i>	
B-4 Statement of Net Position	32
B-5 Statement of Revenues, Expenses, and Changes in Fund Net Position	33
B-6 Statement of Cash Flows	34
<i>Fiduciary Funds – Not Applicable</i>	
Notes to the Financial Statements	35-80
REQUIRED SUPPLEMENTARY INFORMATION - PART II	
C. Budgetary Comparison Schedules	
C-1 Budgetary Comparison Schedule – General Fund	81-88
C-2 Budgetary Comparison Schedule – Special Revenue Fund	89
C-3 Budgetary Comparison Schedule – Note to Required Supplementary Information	90

**TENAFLY BOARD OF EDUCATION
TABLE OF CONTENTS**

Page

REQUIRED SUPPLEMENTARY INFORMATION - PART III

L. Schedules Related to Accounting and Reporting for Pensions and Other Postemployment Benefits

L-1	Required Supplementary Information – Schedule of the District’s Proportionate Share of the Net Pension Liability – Public Employees Retirement System	91
L-2	Required Supplementary Information – Schedule of District Contributions – Public Employees Retirement System	92
L-3	Required Supplementary Information – Schedule of the District’s Proportionate Share of the Net Pension Liability – Teachers Pension and Annuity Fund	93
L-4	Notes to Required Supplementary Information – Net Pension Liability	94
L-5	Required Supplementary Information – Schedule of District’s Proportionate Share of Total OPEB Liability	95
L-5	Notes to Required Supplementary Information – OPEB Liability	96

OTHER SUPPLEMENTARY INFORMATION

D. School Level Schedules – Not Applicable

E. Special Revenue Fund

E-1	Combining Schedule of Program Revenues and Expenditures – Special Revenue Fund – Budgetary Basis	97-99
E-2	Statement of Expenditures – Budgetary Basis	100
E-3	Schedule of Student Activities Receipts and Disbursements	100

F. Capital Projects Fund

F-1	Summary Schedule of Project Expenditures	101
F-2	Summary Schedule of Revenues, Expenditures and Changes in Fund Balance	102
F-2a- F-2s	Schedule of Project Revenues, Expenditures, Project Balance and Project Status	103-121

G. Proprietary Funds

Enterprise Fund

G-1	Combining Statement of Net Position (Not Applicable)	122
G-2	Combining Statement of Revenues, Expenses and Changes in Net Position (Not Applicable)	122
G-3	Combining Statements of Cash Flows (Not Applicable)	122

H. Fiduciary Funds – Not Applicable

I. Long-Term Debt

I-1	Schedule of Bonds Payable	123
I-2	Schedule of Other Financing Agreements	124
I-3	Budgetary Comparison Schedule – Debt Service Fund	125

**TENAFLY BOARD OF EDUCATION
TABLE OF CONTENTS**

Page

J. STATISTICAL SECTION (Unaudited)

J-1	Net Position by Component	126
J-2	Changes in Net Position	127-128
J-3	Fund Balances – Governmental Funds	129
J-4	Changes in Fund Balances – Governmental Funds	130
J-5	General Fund Other Local Revenues by Source	131
J-6	Assessed Value and Actual Value of Taxable Property	132
J-7	Direct and Overlapping Governments	133
J-8	Principal Property Taxpayers	134
J-9	Property Tax Levies and Collections	135
J-10	Ratios of Outstanding Debt by Type	136
J-11	Ratios of Net General Bonded Debt Outstanding	137
J-12	Computation of Direct and Overlapping Outstanding Bonded Debt	138
J-13	Legal Debt Margin Information	139
J-14	Demographic Statistics	140
J-15	Principal Employers	141
J-16	Full-Time Equivalent District Employees by Function/Program	142
J-17	Operating Statistics	143
J-18	School Building Information	144
J-19	Schedule of Required Maintenance for School Facilities	145
J-20	Insurance Schedule	146

K. SINGLE AUDIT SECTION

K-1	Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards – Independent Auditor’s Report	147-148
K-2	Report on Compliance for Each Major Federal and State Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance as Required by New Jersey OMB Circular Letter 15-08 – Independent Auditor’s Report	149-151
K-3	Schedule of Expenditures of Federal Awards	152-153
K-4	Schedule of Expenditures of State Financial Assistance	154-155
K-5	Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance	156-157
K-6	Schedule of Findings and Questioned Costs – Part 1 – Summary of Auditor’s Results	158-159
K-6	Schedule of Findings and Questioned Costs – Part 2 – Schedule of Financial Statement Findings	160
K-6	Schedule of Findings and Questioned Costs – Part 3 – Schedule of Federal and State Award Findings and Questioned Costs	161
K-7	Summary Schedule of Prior Year Findings	162

INTRODUCTORY SECTION



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

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

January 31, 2023

President Ms. Jocelyn Schwarz
Vice President Ms. Paula Newman

Members of the Board of Education:

Mr. Igor Frid
Ms. Inbal Israeli Miller
Ms. Michelle Merchant
Ms. Yelena Meytes
Ms. Michelle Harris
Mr. Edward J. Salaski
Dr. Michael Wilderman

Tenafly Board of Education
500 Tenafly Road
Tenafly, New Jersey 07670

Dear Board Members:

State Department of Education statutes require that all local school districts publish after the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report (ACFR) of the Tenafly Board of Education for the fiscal year ended June 30, 2022.

Annual Comprehensive Financial Report
Tenafly Board of Education
Fiscal Year Ended June 30, 2022

This report consists of management's representations concerning the finances of the Tenafly Board of Education. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Tenafly Board of Education has established a comprehensive internal control framework that is designed both to protect the school district's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Tenafly Board of Education's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Tenafly Board of Education's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Tenafly Board of Education's financial statements have been audited by Lerch, Vinci & Bliss, LLP, a firm of licensed certified public accountants and public school accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Tenafly Board of Education for the fiscal year ended June 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Tenafly Board of Education's financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the Tenafly Board of Education was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards and state financial assistance. These reports are available in the Single Audit Section of the Tenafly Board of Education's ACFR. GAAP requires that management provide a narrative introduction, overview, and

Annual Comprehensive Financial Report
 Tenafly Board of Education
 Fiscal Year Ended June 30, 2022

analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Tenafly Board of Education’s MD&A can be found immediately following the report of the independent auditor.

1) REPORTING ENTITY AND ITS SERVICES: Tenafly School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB). All funds of the District are included in this report. The Tenafly Board of Education and all its schools constitute the District's reporting entity.

The District provides both regular and special education programs appropriate to grades K through 12. The District's average daily enrollment for the 2021-2022 school year increased by 39 students from the previous year. The following details the changes in average daily enrollment for the District over the last ten years.

TABLE 1 - AVERAGE DAILY ENROLLMENT

Fiscal Year	Student Enrollment	Percent Change
2012-2013	3,612	(0.19)
2013-2014	3,592	(0.55)
2014-2015	3,610	0.50
2015-2016	3,607	(0.01)
2016-2017	3,633	0.72
2017-2018	3,685	1.43
2018-2019	3,687	0.05
2019-2020	3,759	0.03
2020-2021	3,525	(0.06)
2021-2022	3,567	1.12

2) **ECONOMIC CONDITION AND OUTLOOK:** District Factor Grouping is no longer used. The economy has stabilized over the past few years. Economic conditions have been trending upwards.

3) **MAJOR INITIATIVES:**

DISTRICT GOALS FOR 2021-2024

GOAL 1

Support every student in reaching their full potential by sustaining a rigorous curriculum that infused modern technology into our dynamic and innovative learning environment.

GOAL 2

Empower each student and staff member to balance their social and emotional well-being with academic and professional rigor to develop into their best self.

GOAL 3

Build community trust and understanding by improving communication.

GOAL 4

Identify and prioritize facilities improvements through strategic planning.

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 also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the District management.

4) INTERNAL ACCOUNTING CONTROLS (Continued):

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

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general, special revenue and debt service funds. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriation of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2022

6) DEBT ADMINISTRATION: At June 30, 2022, the District's outstanding debt issues were \$21,600,000 of general obligation bonds and refunding school bonds to finance the referendum projects approved by the voters on January 25, 2000 and September 27, 2005. These bonds will mature in serial installments through April 2031.

7) CASH MANAGEMENT: the investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements." The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA") GUDPA was enacted to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law required 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.

9) OTHER INFORMATION:

A) Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Lerch, Vinci & Bliss, LLP, was selected by the Board's Finance Committee. 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 U.S. Uniform Guidance and state Treasury Circular Letter 15-08 OMB. The auditor's report on the basic financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information 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.

11) ACKNOWLEDGEMENTS:

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

Respectfully submitted,

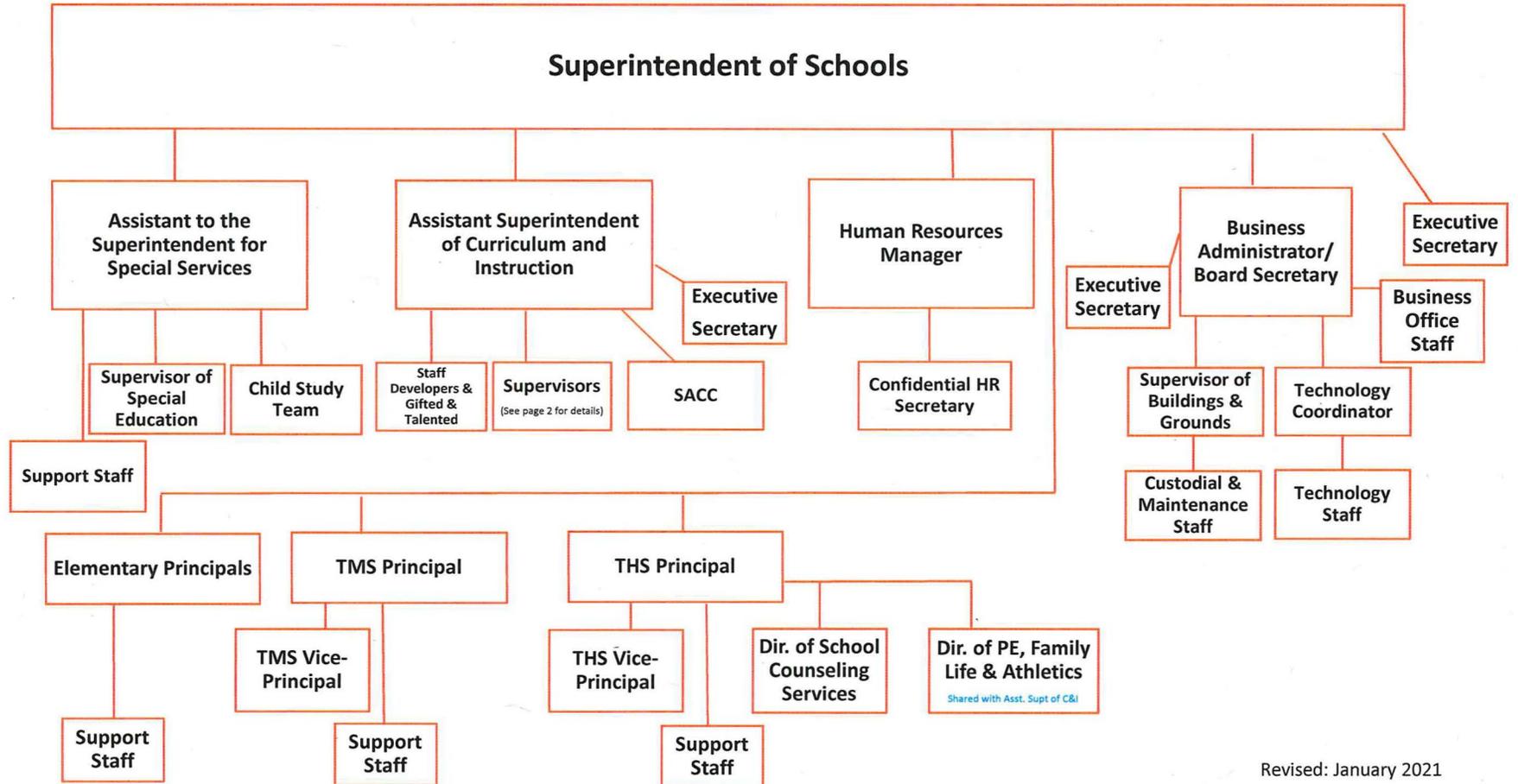


Victor Anaya
School Business Administrator

TENAFLY BOARD OF EDUCATION

ORGANIZATIONAL CHART

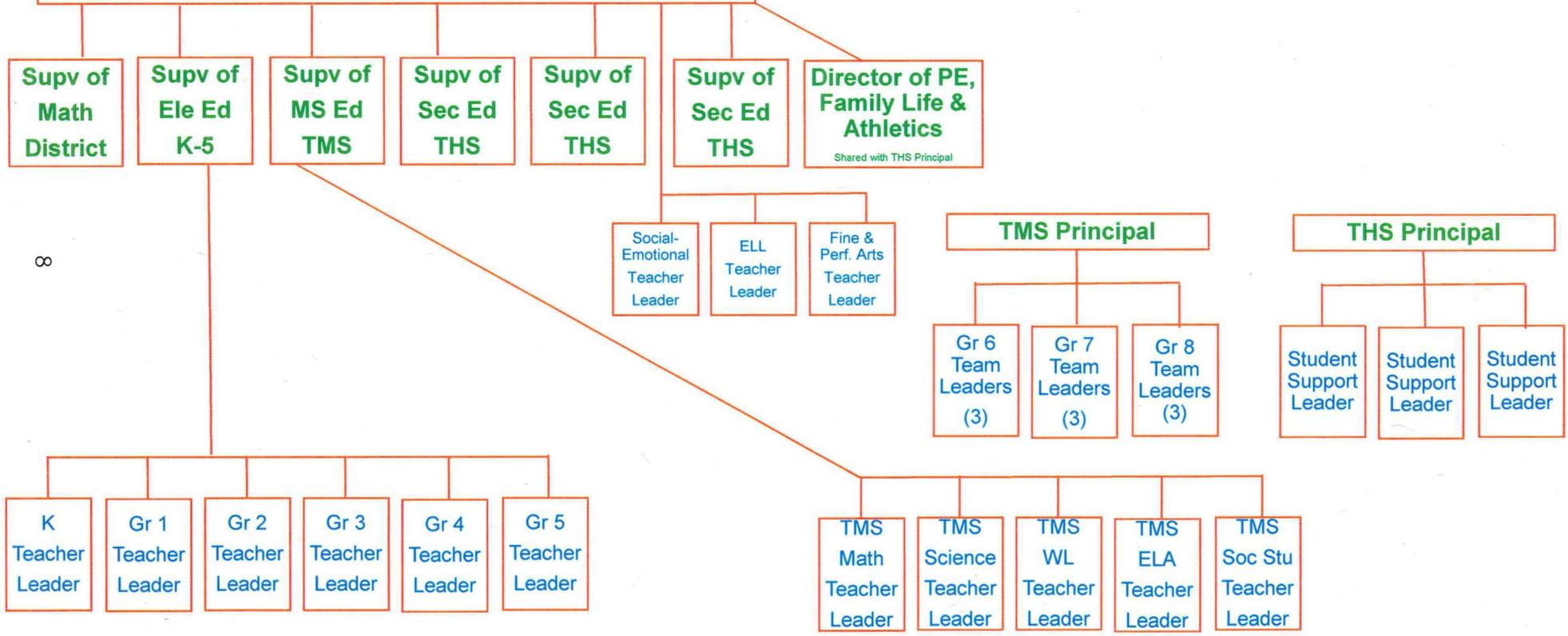
(Policy 1110)



Revised: January 2021

ORGANIZATIONAL CHART CONTINUED

Assistant Superintendent of C&I



**TENAFLY BOARD OF EDUCATION
ROSTER OF OFFICIALS
JUNE 30, 2022**

MEMBERS OF THE BOARD OF EDUCATION

TERM EXPIRES

Jocelyn Schwarz, President	2022
Paula Newman, Vice President	2022
Igor Frid	2022
Michelle Harris	2024
Inbal Israeli Miller	2024
Edward J. Salaski	2023
Michael Wilderman	2024
Michelle Merchant	2023
Yelena Meytes	2023

OTHER OFFICIALS

Shauna DeMarco, Superintendent of Schools
Dr. Evelyn Mamman, Assistant Superintendent of Curriculum and Instruction
Dr. Victor Anaya, School Business Administrator

**TENAFLY BOARD OF EDUCATION
CONSULTANTS AND ADVISORS**

ARCHITECTS

E.I. Associates
8 Ridgedale Avenue
Cedar Knolls, NJ 07927

AUDIT FIRM

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

ATTORNEY

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

OFFICIAL DEPOSITORY

Investors Bank
108 Engle Street
Englewood, NJ 07631

FINANCIAL SECTION



LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
JULIUS B. CONSONI, CPA, PSA
ANDREW D. PARENTE, CPA, RMA, PSA

ELIZABETH A. SHICK, CPA, RMA, PSA
ROBERT W. HAAG, CPA, RMA, PSA
DEBRA GOLLE, CPA
MARK SACO, CPA
ROBERT LERCH, CPA
CHRISTOPHER VINCI, CPA, PSA
CHRISTINA CUIFFO, CPA, PSA

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Tenafly Board of Education, as of and for the fiscal year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Tenafly Board of Education as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, pension information and other postemployment benefits information be presented to supplement the basic financial statements. Such information is the responsibility of management and although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 31, 2023 on our consideration of the Tenafly Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Tenafly Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Tenafly Board of Education's internal control over financial reporting and compliance.


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


Gary J. Vinci
Public School Accountant
PSA Number CS00829

Fair Lawn, New Jersey
January 31, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

Tenaflly Board of Education

Management's Discussion and Analysis

This section of the Tenaflly Board of Education's Annual Comprehensive Financial Report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2022. 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.

Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Certain comparative information between the current year (2021-2022) and the prior year (2020-2021) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2021-2022 fiscal year include the following:

- The assets and deferred outflows of resources of the Tenaflly Board of Education exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$13,897,548 (net position).
- Overall revenues were \$95,628,731. General revenues accounted for \$70,905,315 or 74% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$24,723,416 or 26% of total revenues.
- The school district had \$89,758,614 in expenses for governmental activities; only \$23,620,219 of these expenses were offset by program specific charges, grants or contributions. General revenues, (predominantly property taxes) of \$70,905,132 were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$9,705,787.
- The General Fund (GAAP Basis) fund balance at June 30, 2022 was \$9,106,048 an increase of \$156,405 when compared with the beginning balance at July 1, 2021 restated balance of \$8,949,643.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

- The first two statements are district-wide financial statements that provide both short-term and long-term information about the Tenaflly Board of Education's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the Tenaflly Board of Education, reporting the Board's operation 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 short term as well as what remains for future spending.
- Proprietary funds statements offer short- and long-term financial information about the activities the Tenaflly Board of Education operates like businesses.

Tenafly Board of Education

Management's Discussion and Analysis (continued)

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The table below summarizes the major features of the Tenafly Board of Education'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 the structure and contents of each of the statements.

Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Governmental Funds	Proprietary Funds
Scope	Entire district	The activities of the district that are not proprietary or fiduciary, such as special education and building maintenance, administration and community education	Activities the district operates similar to private businesses: Enterprise Funds
Required financial Statements	Statements of Net Position Statement of Activities	Balance sheet Statement of revenues, expenditures and changes in fund balances	Statement of net position Statement of revenues, expenses, and changes in fund net position Statement of cash flows
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, deferred outflow/inflow of resources and liability information	All assets, deferred outflows/inflows of resources and liabilities, both financial and capital, short-term and long-term	Generally assets and deferred outflows of resources expected to be used up and liabilities and deferred inflows of resources that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets, deferred outflows/inflows of resources and liabilities, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All revenues and expenses during the year, regardless of when cash is received or paid.

Tenaflly Board of Education

Management's Discussion and Analysis (continued)

District-wide Statements

The district-wide statements report information about the Tenaflly Board of Education 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/inflows of resources and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two district-wide statements report the Tenaflly Board of Education's net position and how they have changed. Net position – the difference between the district's total assets and deferred outflows of resources and total liabilities and deferred inflows of resources – is one way to measure the District's financial health or position.

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

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

- *Governmental activities*- Most of the district's basic services are included here, such as regular and special education, transportation, administration and community education. Property taxes and state aids finance most of these activities.
- *Business-type activities*- The District charges fees to customers to help it cover the costs of certain services it provides. The District's Food Service Fund, the School Age Child Care Program Fund and Tiger Tots Program Fund 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 use other funds, established in accordance with the State of New Jersey Uniform Chart of Accounts, to control and manage money for particular purposes (e.g., repaying its long-term debts) or to show that it is properly using certain revenues (e.g., federal funds).

Tenaflly Board of Education

Management's Discussion and Analysis (continued)

The district has two kinds of funds:

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

FINANCIAL ANALYSIS OF THE TENAFLY BOARD OF EDUCATION AS A WHOLE

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

The table on the next page provides a summary of the school district's net position for 2022 and 2021.

Net position. The District's combined net position was \$13,897,548 and \$9,118,685 on June 30, 2022 and June 30, 2021 (as restated), respectively. The deficit in unrestricted net position in the Governmental activities is attributable to the unfunded long-term liabilities such as net pension liability, compensated absences and other financing agreements that are reported in the district-wide statements but not on the fund financial statements. This deficit is not an indication that the District is facing financial difficulties as there is currently no mechanism available to fund these liabilities in advance and they are being funded on a pay-as-you go basis.

Tenafly Board of Education

Management's Discussion and Analysis (continued)

Statement of Net Position As of June 30, 2022 and 2021

	Net Position					
	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Assets						
Current and Other Assets	\$ 11,352,482	\$ 14,788,471	\$ 264,388	\$ 169,893	\$ 11,616,870	\$ 14,958,364
Capital Assets	<u>45,699,193</u>	<u>45,235,271</u>	<u>74,598</u>	<u>85,485</u>	<u>45,773,791</u>	<u>45,320,756</u>
Total Assets	<u>57,051,675</u>	<u>60,023,742</u>	<u>338,986</u>	<u>255,378</u>	<u>57,390,661</u>	<u>60,279,120</u>
Deferred Outflows of Resources						
Deferred Amounts of Refunding of Debt	654,481	1,564,422			654,481	1,564,422
Deferred Amount of Net Pension Liability	<u>246,024</u>	<u>1,261,412</u>	<u>-</u>	<u>-</u>	<u>246,024</u>	<u>1,261,412</u>
Total Deferred Outflows of Resources	<u>900,505</u>	<u>2,825,834</u>	<u>-</u>	<u>-</u>	<u>900,505</u>	<u>2,825,834</u>
Total Assets and Deferred Outflows of Resources	<u>57,952,180</u>	<u>62,849,576</u>	<u>338,986</u>	<u>255,378</u>	<u>58,291,166</u>	<u>63,104,954</u>
Liabilities						
Long-Term Liabilities	35,963,105	42,316,892			35,963,105	42,316,892
Other Liabilities	<u>1,847,819</u>	<u>4,953,465</u>	<u>66,621</u>	<u>45,139</u>	<u>1,914,440</u>	<u>4,998,604</u>
Total Liabilities	<u>37,810,924</u>	<u>47,270,357</u>	<u>66,621</u>	<u>45,139</u>	<u>37,877,545</u>	<u>47,315,496</u>
Deferred Inflows of Resources						
Deferred Amount of Net Pension Liability	<u>6,516,073</u>	<u>5,960,111</u>	<u>-</u>	<u>-</u>	<u>6,516,073</u>	<u>5,960,111</u>
Total Deferred Inflows of Resources	<u>6,516,073</u>	<u>5,960,111</u>	<u>-</u>	<u>-</u>	<u>6,516,073</u>	<u>5,960,111</u>
Total Liabilities and Deferred Inflows of Resources	<u>44,326,997</u>	<u>53,230,468</u>	<u>66,621</u>	<u>45,139</u>	<u>44,393,618</u>	<u>53,275,607</u>
Net Position:						
Net Investment in Capital Assets	22,387,659	20,140,074	74,598	85,485	22,462,257	20,225,559
Restricted	5,053,043	6,761,871			5,053,043	6,761,871
Unrestricted	<u>(13,815,519)</u>	<u>(17,993,499)</u>	<u>197,767</u>	<u>124,754</u>	<u>(13,617,752)</u>	<u>(17,868,745)</u>
Total Net Position	<u>\$ 13,625,183</u>	<u>\$ 8,908,446</u>	<u>\$ 272,365</u>	<u>\$ 210,239</u>	<u>\$ 13,897,548</u>	<u>\$ 9,118,685</u>

The schedule on the following page shows changes in net position for fiscal years 2022 and 2021.

Tenafly Board of Education

Management's Discussion and Analysis (continued)

Changes in Net Position For the Fiscal Years Ended June 30, 2022 and 2021

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Revenues						
Program Revenues						
Charges for Services	\$ 1,361,134	\$ 933,665	\$ 1,103,197	\$ 8,674	\$ 2,464,331	\$ 942,339
Operating Grants and Contributions	21,655,101	27,432,059			21,655,101	27,432,059
Capital Grants and Contributions	603,984	243,342			603,984	243,342
General Revenues						
Property Taxes	70,541,699	68,736,695			70,541,699	68,736,695
Investment Earnings	27,041	26,852	183	38	27,224	26,890
Other	336,392	376,980	-	-	336,392	376,980
Total Revenues	<u>94,525,351</u>	<u>97,749,593</u>	<u>1,103,380</u>	<u>8,712</u>	<u>95,628,731</u>	<u>97,758,305</u>
Expenses						
Instruction						
Regular	39,006,655	43,762,006			39,006,655	43,762,006
Special Education	14,075,839	15,385,373			14,075,839	15,385,373
Other Instruction	3,254,900	3,550,615			3,254,900	3,550,615
School Sponsored Activities and Athletics	2,266,015	2,093,869			2,266,015	2,093,869
Support Services						
Student and Instruction Related Services	12,699,783	12,383,616			12,699,783	12,383,616
General Administrative Services	1,285,823	1,231,107			1,285,823	1,231,107
School Administrative Services	4,507,632	5,153,904			4,507,632	5,153,904
Plant Operations and Maintenance	7,772,110	7,811,648			7,772,110	7,811,648
Pupil Transportation	1,796,860	1,452,829			1,796,860	1,452,829
Business and Other Support Services	2,147,355	2,194,609			2,147,355	2,194,609
Food Services Program			740,150	76,679	740,150	76,679
Child Care Program			211,319	56,316	211,319	56,316
Tiger Tots Program			139,785		139,785	-
Interest and Other Charges on Long-Term Debt	945,642	985,019	-	-	945,642	985,019
Total Expenses	<u>89,758,614</u>	<u>96,004,595</u>	<u>1,091,254</u>	<u>132,995</u>	<u>90,849,868</u>	<u>96,137,590</u>
Increase/(Decrease) in Net Position						
Before Transfers	4,766,737	1,744,998	12,126	(124,283)	4,778,863	1,620,715
Transfers	<u>(50,000)</u>	<u>(25,000)</u>	<u>50,000</u>	<u>25,000</u>	<u>-</u>	<u>-</u>
Change in Net Position	4,716,737	1,719,998	62,126	(99,283)	4,778,863	1,620,715
Net Position, Beginning of Year	8,908,446	7,753,105	210,239	309,522	9,118,685	8,062,627
Prior Period Adjustments	-	(564,657)	-	-	-	(564,657)
Net Position, End of Year	<u>\$ 13,625,183</u>	<u>\$ 8,908,446</u>	<u>\$ 272,365</u>	<u>\$ 210,239</u>	<u>\$ 13,897,548</u>	<u>\$ 9,118,685</u>

Tenafly Board of Education

Management's Discussion and Analysis (continued)

Governmental Activities. The district's total revenues were \$94,525,351. The local share of the revenues, that included property taxes, interest, and miscellaneous revenue, amounted to \$70,905,132 or 75% of total revenues. Funding from state, federal and local sources and capital contributions amounted to \$22,259,085 or 23%. The remaining revenues of \$1,361,134 (2%) were from charges for services (tuition and student activities).

The District's expenses are predominantly related to instruction and support services. Instruction totaled \$58,603,409 (65%) and student and other support services totaled \$30,209,563 (34%) of total expenditures. In addition, interest and other charges on long-term debt totaled \$945,642 (1%) of total expenditures.

Total and Net Cost of Governmental Activities For the Fiscal Year Ended June 30, 2022

<u>Functions/Programs</u>	<u>Cost of Services</u>	<u>Net Cost of Services</u>
Governmental Activities		
Instruction		
Regular	\$ 39,006,655	\$ 29,662,436
Special Education	14,075,839	6,433,708
Other Instruction	3,254,900	2,239,821
School Sponsored Activities and Athletics	2,266,015	1,565,859
Support Services		
Student and Instruction Related Svcs.	12,699,783	11,067,660
General Administrative Services	1,285,823	1,185,337
School Administrative Services	4,507,632	3,806,247
Plant Operations and Maintenance	7,772,110	6,237,917
Pupil Transportation	1,796,860	1,292,059
Business and Other Support Services	2,147,355	1,943,587
Interest on Long-Term Debt	945,642	703,764
	<hr/>	<hr/>
Total Governmental Activities	<u>\$ 89,758,614</u>	<u>\$ 66,138,395</u>

Business-Type Activities

The cost of Business-Type Activities for the fiscal year ended June 30, 2022 was \$1,091,254. These costs were funded by charges for services, transfers from the General Fund budget and investment earnings.

Tenafly Board of Education

Management’s Discussion and Analysis (continued)

FINANCIAL ANALYSIS OF THE DISTRICT’S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year ended June 30, 2022, its governmental funds reported a combined fund balance of \$9,705,787. At June 30, 2021, the fund balance was \$10,204,229.

Revenues and other financing sources for the District’s governmental funds were \$116,742,749, while total expenditures and other financing uses were \$117,241,191 for the fiscal year ended June 30, 2022, thereby resulting in a decrease in fund balance of \$498,442.

General Fund – The General Fund is the chief operating fund of the District and includes the primary operations in providing educational services to students from kindergarten through grade 12 including pupil transportation activities and capital outlay projects.

The following schedule presents a summary of General Fund revenues.

	Fiscal Year Ended June 30, <u>2022</u>	Fiscal Year Ended June 30, <u>2021</u>	Increase (Decrease)	Percent Change
Local Sources:				
Property Taxes	\$ 68,082,300	\$ 66,280,667	\$ 1,801,633	2.7%
Tuition	936,864	725,104	211,760	29.2%
Interest Earnings	27,041	26,852	189	0.7%
Miscellaneous	725,718	376,980	348,738	92.5%
Intergovernmental				
State Sources	22,379,933	17,151,509	5,228,424	30.5%
Federal Sources	<u>2,857</u>	<u>6,847</u>	<u>(3,990)</u>	-58.3%
 Total Revenues	 <u>\$ 92,154,713</u>	 <u>\$ 84,567,959</u>	 <u>\$ 7,586,754</u>	 9.0%

Total General Fund Revenues increased by \$7,586,754 over the previous year. Local property taxes increased 3% over the previous year. Miscellaneous revenues increased by 92%, as a result insurance refunds and the restart of summer school programs and facility rentals after the COVID-19 pandemic. State aid revenues increased by \$5,228,424 due to an increase in State formula aid and the On-Behalf TPAF Pension costs contributed by the State for the district.

Tenafly Board of Education

Management's Discussion and Analysis (continued)

General Fund Expenditures

The following schedule presents a summary of General Fund expenditures.

	Fiscal Year Ended June 30, <u>2022</u>	Fiscal Year Ended June 30, <u>2021</u>	Increase (Decrease)	Percent Change
Instruction	\$ 60,209,920	\$ 56,654,233	\$ 3,555,687	6.3%
Support Services	29,178,646	27,203,778	1,974,868	7.3%
Capital Outlay	564,657	211,437	353,220	167.1%
Debt Service	513,763	253,256	260,507	102.9%
Total Expenditures	<u>\$ 90,466,986</u>	<u>\$ 84,322,704</u>	<u>\$ 6,144,282</u>	7.3%

Total General Fund expenditures increased by \$6,144,282 or 7% compared to the previous year. The District's operations and maintenance and capital costs increased due to costs incurred as a result of damages incurred from Hurricane Ida in August 2021.

General Fund Budgetary Highlights

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

Over the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to prevent over-expenditures in specific line item accounts. In addition, budget amendments were made for the following:

- Implementing budgets for specially funded projects, which include both federal and state grants and reinstating prior year purchase orders.

Tenafly Board of Education

Management's Discussion and Analysis (continued)

Capital Assets. At the end of the fiscal years 2022 and 2021, the school district had invested in land, buildings, land improvements, furniture, machinery and equipment as follows:

Capital Assets as of June 30, 2022 and 2021

	<u>Governmental</u>		<u>Business-Type</u>		<u>Total</u>	
	<u>Activities</u>		<u>Activities</u>			
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Land	\$ 222,500	\$ 222,500			\$ 222,500	\$ 222,500
Construction In Progress	193,353	524,475			193,353	524,475
Buildings	58,343,915	57,730,198			58,343,915	57,730,198
Improvements Other Than Buildings	6,186,808	4,278,538			6,186,808	4,278,538
Machinery and Equipment	<u>10,959,336</u>	<u>10,537,338</u>	<u>\$ 328,845</u>	<u>\$ 328,845</u>	<u>11,288,181</u>	<u>10,866,183</u>
 Total	 75,905,912	 73,293,049	 328,845	 328,845	 76,234,757	 73,621,894
 Less: Accumulated Depreciation	 <u>(30,206,719)</u>	 <u>(28,057,778)</u>	 <u>(254,247)</u>	 <u>(243,360)</u>	 <u>(30,460,966)</u>	 <u>(28,301,138)</u>
 Total Capital Assets, Net	 <u>\$ 45,699,193</u>	 <u>\$ 45,235,271</u>	 <u>\$ 74,598</u>	 <u>\$ 85,485</u>	 <u>\$ 45,773,791</u>	 <u>\$ 45,320,756</u>

Additional information about the district's capital assets can be found in Note 4 of this report.

Debt Administration. As of June 30, 2022 and 2021 the school district had long-term debt and outstanding long-term liabilities in the amount of \$35,963,105 and \$42,316,892, respectively.

Outstanding Long-Term Liabilities

	<u>2022</u>	<u>2021</u>
Serial Bonds Payable (Including Unamortized Premium)	\$ 23,966,015	\$ 26,659,619
Other Financing Agreements	1,244,797	1,013,025
Compensated Absences Payable	1,214,319	1,134,254
Net Pension Liability	<u>9,537,974</u>	<u>13,509,994</u>
 Total	 <u>\$ 35,963,105</u>	 <u>\$ 42,316,892</u>

Additional information about the district's long-term liabilities can be found in Note 4 of this report.

Tenafly Board of Education

Management’s Discussion and Analysis (continued)

UNRESTRICTED – UNASSIGNED FUND BALANCE AS A PERCENTAGE OF EXPENDITURES

The District has continued to maintain a fund balance within the state recommended guidelines. Below is an analysis of the District’s General Fund year end fund balance from June 30, 2018 through 2022. It should be noted that for the 2020/21 and 2021/22 years, the allowable unreserved, undesignated surplus that a school district could maintain was increased to 4% from 2% by the Department of Education.

ANALYSIS OF FUND BALANCE – GENERAL FUND FROM 2018 – 2022

	BALANCE, JUNE 30,				
	2018	2019	2020	2021	2022
UNRESTRICTED					
UNASSIGNED YEAR END (GAAP)	\$ 1,221,046	\$ 1,239,877	\$ 1,189,817	\$ 1,244,998	\$ 1,557,077
USED TO OFFSET TAX SUBSEQUENT YEAR	2,292,774	2,098,506	1,905,329	1,979,157	2,747,770
UNRESTRICTED					
UNASSIGNED YEAR END(BUDGETARY)	2,363,224	2,588,368	2,454,971	2,938,789	3,107,723
MODIFIED BUDGET					
APPROPRIATIONS	70,113,229	73,903,188	74,892,717	76,155,644	76,919,274
PERCENT OF MODIFIED APPROPRIATIONS TO BUDGETARY UNRESERVED, UNRESTRICTED, UNASSIGNED FUND BALANCE	<u>3.37%</u>	<u>3.50%</u>	<u>3.28%</u>	<u>3.86%</u>	<u>4.04%</u>

ECONOMIC FACTORS AND NEXT YEAR’S BUDGET AND RATES

Currently, the District is in good financial condition. Everyone associated with Tenafly School District is grateful for the community support.

Many factors were considered by the District’s administration during the process of developing the fiscal year 2021-22 budget. The primary factors were the District’s projected student population, projected special education costs, anticipated state and federal aid as well as increasing salary and benefit costs. The District made an effort to address health, safety and wellness issues by continuation of all current services.

These indicators were considered when adopting the budget for fiscal year 2022-2023. Budgeted expenditures in the General Fund increased 3.8 percent to \$79,843,636 for fiscal year 2022-2023. The District will strive to increase student achievement by developing, implementing and evaluating a common practice of designing cognitively engaging, high-level, student-centered multi-discipline & interdisciplinary tasks. Increase student achievement with common practice of purposeful differentiated instruction to assess and advance all students through the learning process as well as personalize student learning through adoption and implementation of a whole-school approach to technology integration. The District will continue with curriculum revisions and enhancements – social studies, science, visual & performing arts, computer science and design thinking. Also, the enrichment of all curricula with opportunities for creativity and innovation, with a focus on interdisciplinary connections and authentic assessments that enhance instruction.

Tenafly Board of Education

Management's Discussion and Analysis (continued)

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

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

Telephone: 201-816-4504

Fax: 201-569-3678

BASIC FINANCIAL STATEMENTS

**TENAFLY BOARD OF EDUCATION
STATEMENT OF NET POSITION
AS OF JUNE 30, 2022**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents	\$ 9,537,898	\$ 252,759	\$ 9,790,657
Receivables, net	1,814,584	3,634	1,818,218
Inventory		7,995	7,995
Capital Assets			
Not Being Depreciated	415,853		415,853
Being Depreciated, Net	45,283,340	74,598	45,357,938
Total Assets	<u>57,051,675</u>	<u>338,986</u>	<u>57,390,661</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amounts on Refunding of Debt	654,481		654,481
Deferred Amount of Net Pension Liability	246,024		246,024
Total Deferred Outflows of Resources	<u>900,505</u>		<u>900,505</u>
Total Assets and Deferred Outflows of Resources	<u>57,952,180</u>	<u>338,986</u>	<u>58,291,166</u>
LIABILITIES			
Accounts Payable and Other Current Liabilities	815,179	58	815,237
Payable to State/Federal Government	485,704		485,704
Unearned Revenue	345,812	66,563	412,375
Accrued Interest Payable	201,124		201,124
Noncurrent Liabilities			
Due Within One Year	2,757,715		2,757,715
Due Beyond One Year	33,205,390		33,205,390
Total Liabilities	<u>37,810,924</u>	<u>66,621</u>	<u>37,877,545</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Amount of Net Pension Liability	6,516,073		6,516,073
Total Deferred Inflows of Resources	<u>6,516,073</u>	<u>-</u>	<u>6,516,073</u>
Total Liabilities and Deferred Inflows of Resources	<u>44,326,997</u>	<u>66,621</u>	<u>44,393,618</u>
NET POSITION			
Net Investment in Capital Assets	22,387,659	74,598	22,462,257
Restricted for:			
Capital Projects	3,297,707		3,297,707
Other Purposes	1,146,486		1,146,486
Maintenance	608,850		608,850
Unrestricted	(13,815,519)	197,767	(13,617,752)
Total Net Position	<u>\$ 13,625,183</u>	<u>\$ 272,365</u>	<u>\$ 13,897,548</u>

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

**TENAFLY BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Functions/Programs:	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities							
Instruction							
Regular	\$ 39,006,655	\$ 768,136	\$ 8,576,083		\$ (29,662,436)		\$ (29,662,436)
Special Education	14,075,839		7,642,131		(6,433,708)		(6,433,708)
Other Instruction	3,254,900	168,728	846,351		(2,239,821)		(2,239,821)
School Sponsored Activities and Athletics	2,266,015	344,130	356,026		(1,565,859)		(1,565,859)
Support Services							
Student and Instruction Related Svcs.	12,699,783	3,660	1,628,463		(11,067,660)		(11,067,660)
General Administrative Services	1,285,823		100,486		(1,185,337)		(1,185,337)
School Administrative Services	4,507,632		701,385		(3,806,247)		(3,806,247)
Plant Operations and Maintenance	7,772,110	76,480	1,095,607	\$ 362,106	(6,237,917)		(6,237,917)
Pupil Transportation	1,796,860		504,801		(1,292,059)		(1,292,059)
Business/Admin Info Technology Services	2,147,355		203,768		(1,943,587)		(1,943,587)
Interest and Other Charges on Long-Term Debt	945,642			241,878	(703,764)	-	(703,764)
Total Governmental Activities	<u>89,758,614</u>	<u>1,361,134</u>	<u>21,655,101</u>	<u>603,984</u>	<u>(66,138,395)</u>	<u>-</u>	<u>(66,138,395)</u>
Business-Type Activities							
Food Service	740,150	714,268				\$ (25,882)	(25,882)
Child Care	211,319	250,880				39,561	39,561
Tiger Tots	139,785	138,049				(1,736)	(1,736)
Total Business-Type Activities	<u>1,091,254</u>	<u>1,103,197</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,943</u>	<u>11,943</u>
Total Primary Government	<u>\$ 90,849,868</u>	<u>\$ 2,464,331</u>	<u>\$ 21,655,101</u>	<u>\$ 603,984</u>	<u>(66,138,395)</u>	<u>11,943</u>	<u>(66,126,452)</u>
General Revenues:							
Property Taxes - General Purposes					68,082,300		68,082,300
Property Taxes - Debt Service					2,459,399		2,459,399
Investment Earnings					27,041	183	27,224
Miscellaneous Income					336,392		336,392
Transfers					(50,000)	50,000	-
Total General Revenues and Transfers					<u>70,855,132</u>	<u>50,183</u>	<u>70,905,315</u>
Change in Net Position					4,716,737	62,126	4,778,863
Net Position, July 1, 2021 (Restated)					<u>8,908,446</u>	<u>210,239</u>	<u>9,118,685</u>
Net Position, June 30, 2022					<u>\$ 13,625,183</u>	<u>\$ 272,365</u>	<u>\$ 13,897,548</u>

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

FUND FINANCIAL STATEMENTS

**TENAFLY BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2022**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and Cash Equivalents	\$ 8,906,734	\$ 449,640	\$ 181,524		\$ 9,537,898
Due From Other Funds	380,497				380,497
Receivables, Net					
Receivables From Other Governments	299,630	748,208	-	-	1,047,838
Accounts Receivable	766,746	-	-	-	766,746
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 10,353,607</u>	<u>\$ 1,197,848</u>	<u>\$ 181,524</u>	<u>\$ -</u>	<u>\$ 11,732,979</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	\$ 125,552	\$ 47,504	\$ 30,000		\$ 203,056
Payroll and Payroll Deductions Payable	612,123				612,123
Payable to State Government	283,465	157,381			440,846
Payable to Federal Government		44,858			44,858
Due to Other Funds		380,497			380,497
Unearned Revenue	226,419	119,393	-	-	345,812
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>1,247,559</u>	<u>749,633</u>	<u>30,000</u>	<u>-</u>	<u>2,027,192</u>
Fund Balances					
Restricted Fund Balance					
Capital Reserve	592,550				592,550
Capital Reserve- Designated for Subsequent Year's Budget (2022/23)	2,553,633				2,553,633
Maintenance Reserve	608,850				608,850
Emergency Reserve	304,900				304,900
Unemployment Compensation Reserve	393,371				393,371
Co-Curricular Student Activities and Athletics Scholarships		359,735 88,480			359,735 88,480
Capital Projects			151,524		151,524
Assigned Fund Balance					
Designated for Subsequent Year's Budget (2022/23)	2,747,770				2,747,770
Encumbrances	347,897				347,897
Unassigned Fund Balance	1,557,077	-	-	-	1,557,077
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>9,106,048</u>	<u>448,215</u>	<u>151,524</u>	<u>-</u>	<u>9,705,787</u>
Total Liabilities and Fund Balances	<u>\$ 10,353,607</u>	<u>\$ 1,197,848</u>	<u>\$ 181,524</u>	<u>\$ -</u>	<u>\$ 11,732,979</u>

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

**TENAFLY BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2022**

Total Fund Balance (Exhibit B-1) \$ 9,705,787

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$75,905,912 and the accumulated depreciation is \$30,206,719. 45,699,193

Long-term liabilities, including bonds payable, lease purchases, compensated absences and net pension liability are not due and payable in the current period and therefore are not reported as liabilities in the funds. (See Note 2A) (35,963,105)

The District has financed capital assets through the issuance of serial bonds and long-term lease obligations. The interest accrual at year end is: (201,124)

Amounts resulting from the refunding of debt are reported as deferred outflows of resources on the statement of net position and amortized over the life of the debt. 654,481

Certain amounts resulting from the measurement of the net pension liability are reported as either deferred inflows of resources or deferred outflows of resources on the statement of net position and deferred over future years.

Deferred Outflows of Resources	\$ 246,024	
Deferred Inflows of Resources	<u>(6,516,073)</u>	
		<u>(6,270,049)</u>

Net Position of Governmental Activities **\$ 13,625,183**

**TENAFLY BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
REVENUES					
Local Sources					
Property Taxes	\$ 68,082,300			\$ 2,459,399	\$ 70,541,699
Tuition Charges	936,864				936,864
Interest	27,041				27,041
Miscellaneous	725,718	\$ 409,688			1,135,406
Total - Local Sources	69,771,923	409,688	-	2,459,399	72,641,010
State Sources	22,379,933	500,865		403,130	23,283,928
Federal Sources	2,857	1,994,046	-		1,996,903
Total Revenues	92,154,713	2,904,599	-	2,862,529	97,921,841
EXPENDITURES					
Current					
Instruction					
Regular Instruction	41,290,640	320,205			41,610,845
Special Education Instruction	13,564,327	1,286,723			14,851,050
Other Instruction	3,423,977	130,195			3,554,172
School Sponsored Activities and Athletics	1,930,976	454,815			2,385,791
Support Services					
Student and Instruction Related Services	12,571,535	649,428			13,220,963
General Administrative Services	1,289,297		\$ 18,000		1,307,297
School Administrative Services	4,829,551				4,829,551
Plant Operations and Maintenance	6,526,709	61,142			6,587,851
Pupil Transportation	1,703,381	72,052			1,775,433
Business/Admin Info Technology Services	2,258,173				2,258,173
Debt Service					
Principal	478,890			1,990,000	2,468,890
Interest	34,873			872,531	907,404
Cost of Issuance				141,226	141,226
Capital Outlay	564,657	49,260	1,998,946		2,612,863
Total Expenditures	90,466,986	3,023,820	2,016,946	3,003,757	98,511,509
Excess (Deficiency) of Revenues Over/(Under) Expenditures	1,687,727	(119,221)	(2,016,946)	(141,228)	(589,668)
OTHER FINANCING SOURCES (USES)					
Proceeds from Refunding Bonds				13,515,000	13,515,000
Premium on Issuance of Refunding Bonds				2,302,340	2,302,340
Payments to Refunding Escrow Agent				(15,676,114)	(15,676,114)
Transfers In	761,123	81,400	2,161,045		3,003,568
Transfers Out	(2,292,445)		(761,123)		(3,053,568)
Total Other Financing Sources and Uses	(1,531,322)	81,400	1,399,922	141,226	91,226
Net Change in Fund Balance	156,405	(37,821)	(617,024)	(2)	(498,442)
Fund Balance, July 1, 2021	8,949,643	486,036	768,548	2	10,204,229
Fund Balance, June 30, 2022	\$ 9,106,048	\$ 448,215	\$ 151,524	\$ -	\$ 9,705,787

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

**TENAFLY BOARD OF EDUCATION
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
WITH THE DISTRICT-WIDE STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Total Net Change in Fund Balances - Governmental Funds (Exhibit B-2) **\$ (498,442)**

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

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

Capital Outlay	\$ 2,612,863	
Depreciation Expense	<u>(2,148,941)</u>	
		463,922

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources. Neither transaction, however, has any effect on net position.

Repayment of Debt Principal		
Serial Bonds	1,990,000	
Other Financing Agreements	478,890	
Proceeds from Bond Refunding (Including Premium)	(13,515,000)	
Payment to Escrow Agent	15,676,114	
Premium on Issuance of Refunding Bonds	<u>(2,302,340)</u>	
		2,327,664

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

Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas, these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Amortization of Bond Premium	149,017	
Amortization of Deferred Charge on Refunding	<u>(214,128)</u>	
		(65,111)

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

Net Increase in Compensated Absences	(80,065)	
Net Decrease in Pension Expense	<u>2,400,670</u>	
		2,320,605

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

Decrease in Accrued Interest		<u>168,099</u>
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Change in Net Position of Governmental Activities (Exhibit A-2) **\$ 4,716,737**

**TENAFLY BOARD OF EDUCATION
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 AS OF JUNE 30, 2022**

	Business-Type Activities - Enterprise Funds			Totals
	Food Service	School Age Child Care	Non-Major Tiger Tots	
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 36,038	\$ 211,788	\$ 4,933	\$ 252,759
Accounts Receivable		3,634		3,634
Inventory	7,995			7,995
Total Current Assets	44,033	215,422	4,933	264,388
Noncurrent Assets				
Furniture, Machinery and Equipment	328,845			328,845
Less Accumulated Depreciation	(254,247)			(254,247)
Total Capital Assets, Net	74,598	-	-	74,598
Total Assets	118,631	215,422	4,933	338,986
LIABILITIES				
Accounts Payable	58			58
Unearned Revenue	28,586	31,308	6,669	66,563
Total Liabilities	28,644	31,308	6,669	66,621
NET POSITION				
Investment in Capital Assets	74,598			74,598
Unrestricted	15,389	184,114	(1,736)	197,767
Total Net Position	<u>\$ 89,987</u>	<u>\$ 184,114</u>	<u>\$ (1,736)</u>	<u>\$ 272,365</u>

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

**TENAFLY BOARD OF EDUCATION
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN FUND NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Business-Type Activities - Enterprise Fund			Totals
	Food Service	School Age Child Care	Non-Major Tiger Tots	
OPERATING REVENUES				
Charges for Services				
Daily Sales	\$ 709,628			\$ 709,628
Special Functions	4,640			4,640
Program Fees		\$ 250,880	\$ 138,049	388,929
Total Operating Revenues	<u>714,268</u>	<u>250,880</u>	<u>138,049</u>	<u>1,103,197</u>
OPERATING EXPENSES				
Cost of Sales	295,427			295,427
Salaries and Benefits	334,960	200,649	131,046	666,655
Management Fee	47,259			47,259
Other Purchased Services	7,581	5,099		12,680
Other Expenses	1,373	1,773	2,314	5,460
Repairs	9,045			9,045
Supplies and Materials	33,618	3,798	6,425	43,841
Depreciation	10,887			10,887
Total Operating Expenses	<u>740,150</u>	<u>211,319</u>	<u>139,785</u>	<u>1,091,254</u>
Operating Income/(Loss)	<u>(25,882)</u>	<u>39,561</u>	<u>(1,736)</u>	<u>11,943</u>
NONOPERATING REVENUES				
Interest Income	183			183
Total Nonoperating Revenues	<u>183</u>	<u>-</u>		<u>183</u>
Net Income/(Loss) Before Transfers	(25,699)	39,561	(1,736)	12,126
Transfers	50,000			50,000
Change in Net Position	24,301	39,561	(1,736)	62,126
Net Position, Beginning of Year	65,686	144,553		210,239
Net Position, End of Year	<u>\$ 89,987</u>	<u>\$ 184,114</u>	<u>\$ (1,736)</u>	<u>\$ 272,365</u>

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

**TENAFLY BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Business-Type Activities - Enterprise Funds			Total
	Food Service	School Age Child Care	Non-Major Tiger Tots	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers	\$ 709,992	\$ 271,990	\$ 140,744	\$ 1,122,726
Payments for Employees Salaries and Benefits	(334,960)	(200,649)	(131,046)	(666,655)
Payments to Suppliers	(393,767)	(10,670)	(8,739)	(413,176)
Net Cash Provided by (Used for) Operating Activities	(18,735)	60,671	959	42,895
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Payments from General Fund	50,000			50,000
Net Cash Provided by Noncapital Financing Activities	50,000		-	50,000
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Income	183	-	-	183
Net Cash Provided By Investing Activities	183	-	-	183
Net Change in Cash and Cash Equivalents	31,448	60,671	959	93,078
Cash and Cash Equivalents, Beginning of Year	4,590	151,117	3,974	159,681
Cash and Cash Equivalents, End of Year	<u>\$ 36,038</u>	<u>\$ 211,788</u>	<u>\$ 4,933</u>	<u>\$ 252,759</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:				
Operating Income/(Loss)	\$ (25,882)	\$ 39,561	\$ (1,736)	\$ 11,943
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities				
Depreciation	10,887			10,887
Changes in Assets and Liabilities				
(Increase) Decrease in Accounts Receivable		(3,634)		(3,634)
(Increase) Decrease in Inventories	2,217			2,217
Increase (Decrease) in Accounts Payable	(1,681)			(1,681)
Increase (Decrease) in Unearned Revenue	(4,276)	24,744	2,695	23,163
Total Adjustments	7,147	21,110	2,695	30,952
Net Cash Provided by (Used for) Operating Activities	<u>\$ (18,735)</u>	<u>\$ 60,671</u>	<u>\$ 959</u>	<u>\$ 42,895</u>

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

NOTES TO THE FINANCIAL STATEMENTS

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

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

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

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

B. New Accounting Standards

During fiscal year 2022, the District adopted the following GASB statements:

- GASB Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments’ financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract.

TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. New Accounting Standards (Continued)

- GASB Statement No. 89, *Accounting for Interest Costs Incurred Before the End of a Construction Period*. The objectives of this Statement is to improve financial reporting by providing users of financial statements with more relevant information about capital assets and the cost of borrowing for a reporting period. The resulting information also will enhance the comparability of information about capital assets and the cost of borrowing for a reporting period for both governmental activities and business-type activities.
- GASB Statement No. 92, *Omnibus 2020*. The objective of this Statement is to enhance comparability in the application of accounting and financial reporting requirements and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics.
- GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statements No. 14 and No.84, and a Supersession of GASB Statement No. 32*. The objective of this Statement is to provide more consistent financial reporting of defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans, while mitigating the costs associated with reporting those plans. The requirements also will enhance the relevance, consistency, and comparability of (1) the information related to Section 457 plans that meet the definition of a pension plan and the benefits provided through those plans and (2) investment information for all Section 457 plans.
- GASB Statement No. 98, *The Annual Comprehensive Financial Report*. This Statement establishes the term *annual comprehensive financial report* and its acronym *ACFR*. That new term and acronym replace instances of *comprehensive annual financial report* and its acronym in generally accepted accounting principles for state and local governments.

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

- GASB Statement No. 96, *Subscription – Based Information Technology Arrangements*, will be effective beginning with the fiscal year ending June 30, 2023. The objective of this Statement will be to improve financial reporting by establishing a definition for subscription-based information technology arrangements (SBITAs) and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs.

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. New Accounting Standards (Continued)

- GASB Statement No. 99, *Omnibus 2022*, the section applicable to the District will be effective beginning with the fiscal year ending June 30, 2023. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees.
- GASB Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*, will be effective beginning with the fiscal year ending June 30, 2024. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.
- GASB Statement No. 101, *Compensated Absences*, will be effective beginning with the fiscal year ending June 30, 2025. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

C. Basis of Presentation - Financial Statements

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

District-Wide Financial Statements

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

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

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

TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements (Continued)

Fund Financial Statements

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

The District reports the following major governmental funds:

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

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

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

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

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

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

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

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

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

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements (Continued)

Fund Financial Statements (Continued)

Reclassifications

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

D. Measurement Focus and Basis of Accounting

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

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

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

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

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

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

1. Cash, Cash Equivalents and Investments

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

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

**TENAFLY BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

2. *Receivables*

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

3. *Inventories*

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

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

4. *Capital Assets*

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

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

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

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

5. *Deferred Outflows/Inflows of Resources*

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

5. Deferred Outflows/Inflows of Resources (Continued)

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

6. Compensated Absences

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

7. Pensions

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

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

8. Financing Agreements

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

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

TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

9. *Long-Term Obligations*

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

10. *Net Position/Fund Balance*

District-Wide Statements

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

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

Governmental Fund Statements

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

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

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

Capital Reserve - Designated for Subsequent Year's Budget – This designation was created to dedicate the portion of capital reserve fund balance appropriated in the adopted 2022/2023 District budget certified for taxes.

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

10. Net Position/Fund Balance (Continued)

Governmental Fund Statements (Continued)

Restricted Fund Balance (Continued)

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

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

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

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

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

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

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

Designated for Subsequent Year’s Budget – This designation was created to dedicate the portion of fund balance appropriated in the adopted 2022/2023 District budget certified for taxes.

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

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

11. *Fund Balance Policies*

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

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the school district that can, by adoption of a resolution or formal Board action prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation. The District has no committed fund balances at year end.

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

F. Revenues and Expenditures/Expenses

1. *Program Revenues*

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

2. *Property Taxes*

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

3. *Tuition Revenues and Expenditures*

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

Tuition Expenditures - Tuition charges for the fiscal years 2020-2021 and 2021-2022 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

**TENAFLY BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Revenues and Expenditures/Expenses (Continued)

4. *Proprietary Funds, Operating and Nonoperating Revenues and Expenses*

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues are charges to customers for sales and services. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

NOTE 2 RECONCILIATION OF DISTRICT-WIDE AND FUND FINANCIAL STATEMENTS

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

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

Bonds Payable	\$ 21,600,000
Unamortized Premium	2,366,015
Other Financing Agreements	1,244,797
Compensated Absences	1,214,319
Net Pension Liability	<u>9,537,974</u>
Net Adjustment to Reduce Fund Balance - Total Governmental Funds to Arrive at Net Position - Governmental Activities	<u>\$ 35,963,105</u>

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

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

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

A. Budgetary Information (Continued)

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2021/2022. Also, during 2021/2022 the Board increased the original budget of the General Fund by \$218,738 and increased the original budget of the Special Revenue Fund by \$3,648,682. The increase was funded by the appropriation of grant awards, student activity revenues, scholarship donations and the reappropriation of prior year general fund encumbrances.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

B. Excess Expenditures Over Appropriations

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

	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Capital Outlay			
Equipment			
Custodial Services	94,061	323,869	229,808
Facilities Acquisition and Maintenance			
Architect and Engineering Services	327	9,885	9,558

The above variances were the result of audit reclassifications of insurance reimbursements. The variances were offset with other available resources.

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

C. Deficit Fund Equity

The Tiger Tots Enterprise Fund has a cumulative deficit in net position of \$1,736 as of June 30, 2022. The District expects to eliminate this deficit through normal operations in the 2022/2023 fiscal year or with a General Fund budget appropriation.

D. Capital Reserve

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

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

The activity of the capital reserve for the fiscal year ended June 30, 2022 is as follows:

Balance, July 1, 2021		\$ 4,206,105
Increased by:		
Interest Earnings	\$ 10,000	
Return of Unexpended Capital Reserve Funds	761,123	
Deposit Approved by Board Resolution	<u>330,000</u>	
		<u>1,101,123</u>
		5,307,228
Decreased by:		
Withdrawals Approved in District Budget		<u>2,161,045</u>
Balance, June 30, 2022		<u>\$ 3,146,183</u>
Designated for Subsequent Year's Budget (2022/23)		\$ 2,553,633
Available Capital Reserve		<u>592,550</u>
		<u>\$ 3,146,183</u>

The June 30, 2022 LRFP balance of local support costs of uncompleted capital projects is \$5,732,356. The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the district’s Long Range Facilities Plan. \$2,553,633 of the capital reserve balance at June 30, 2022 was designated and appropriated for use in the 2022/2023 original budget certified for taxes.

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

E. Maintenance Reserve

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

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

The activity of the maintenance reserve for the fiscal year ended June 30, 2022 is as follows:

Balance, July 1, 2021	\$ 605,850
Increased by:	
Interest Earnings	<u>3,000</u>
Balance, June 30, 2022	<u>\$ 608,850</u>

The June 30, 2022 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$3,483,205.

F. Emergency Reserve

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

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

The activity of the emergency reserve for the fiscal year ended June 30, 2022 is as follows:

Balance, July 1, 2021	\$ 302,900
Increased by:	
Interest Earnings	<u>2,000</u>
Balance, June 30, 2022	<u>\$ 304,900</u>

**TENAFLY BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

G. Transfers to Capital Outlay

During the 2021/2022 school year, the district transferred \$154,183 to the non-equipment capital outlay accounts.

NOTE 4 DETAILED NOTES ON ALL FUNDS

A. Cash Deposits and Investments

Cash Deposits

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC and NCUSIF.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2022, the book value of the Board's deposits were \$9,790,657 and bank and brokerage firm balances of the Board's deposits amounted to \$12,503,125. The Board's deposits which are displayed on the various fund balance sheets as "cash and cash equivalents" are categorized as:

Depository Account

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ 12,128,448
Uninsured and Collateralized	<u>374,677</u>
	<u>\$ 12,503,125</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2022 the Board's bank balance of \$374,677 was exposed to custodial credit risk as follows:

Depository Account

Uninsured and Collateralized:	
Collateral held by pledging financial institution's trust department but not in the Board's name	<u>\$ 374,677</u>

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Investments

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

As of June 30, 2022, the Board had no outstanding investments.

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

B. Receivables

Receivables as of June 30, 2022 for the district’s individual major funds, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>School Age Child Care</u>	<u>Total</u>
Receivables:				
Accounts	\$ 766,746		\$ 3,634	\$ 770,380
Intergovernmental				
Federal		\$ 748,208		748,208
State	173,875			173,875
Local	125,755	-	-	125,755
Gross Receivables	1,066,376	748,208	3,634	1,818,218
Less: Allowance for Uncollectibles	-	-	-	-
Net Total Receivables	<u>\$ 1,066,376</u>	<u>\$ 748,208</u>	<u>\$ 3,634</u>	<u>\$ 1,818,218</u>

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

C. Unearned Revenue

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

General Fund		
Summer School Program Fees	\$	226,419
Special Revenue Fund		
Grant Drawdowns Year-End Encumbrances		36,884
Unencumbered Grant Draw Downs		<u>82,509</u>
 Total Unearned Revenue for Governmental Funds	 \$	 <u>345,812</u>

D. Capital Assets

Capital asset activity for the fiscal year ended June 30, 2022 was as follows:

	Balance, <u>July 1, 2021</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	Balance, <u>June 30, 2022</u>
Governmental Activities					
Capital Assets, Not Being Depreciated:					
Land	\$ 222,500				\$ 222,500
Construction in Progress	<u>524,475</u>	\$ 193,353	<u>-</u>	\$ (524,475)	<u>193,353</u>
Total Capital Assets, Not Being Depreciated	<u>746,975</u>	<u>193,353</u>	<u>-</u>	<u>(524,475)</u>	<u>415,853</u>
Capital Assets, Being Depreciated:					
Buildings	57,730,198	89,242		524,475	58,343,915
Improvements Other Than Buildings	4,278,538	1,908,270			6,186,808
Machinery and Equipment	<u>10,537,338</u>	<u>421,998</u>	<u>-</u>	<u>-</u>	<u>10,959,336</u>
Total Capital Assets Being Depreciated	<u>72,546,074</u>	<u>2,419,510</u>	<u>-</u>	<u>524,475</u>	<u>75,490,059</u>
Less Accumulated Depreciation For:					
Buildings	(17,537,991)	(1,339,094)			(18,877,085)
Improvements Other Than Buildings	(2,974,304)	(216,572)			(3,190,876)
Machinery and Equipment	<u>(7,545,483)</u>	<u>(593,275)</u>	<u>-</u>	<u>-</u>	<u>(8,138,758)</u>
Total Accumulated Depreciation	<u>(28,057,778)</u>	<u>(2,148,941)</u>	<u>-</u>	<u>-</u>	<u>(30,206,719)</u>
Total Capital Assets, Being Depreciated, net	<u>44,488,296</u>	<u>270,569</u>	<u>-</u>	<u>524,475</u>	<u>45,283,340</u>
Governmental Activities Capital Assets, net	<u>\$ 45,235,271</u>	<u>\$ 463,922</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,699,193</u>

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

	Balance, <u>July 1, 2021</u>	<u>Increases</u>	<u>Decreases</u>	Balance, <u>June 30, 2022</u>
Business-Type Activities				
Capital Assets, Being Depreciated:				
Machinery and Equipment	\$ 328,845	-	-	\$ 328,845
Total Capital Assets Being Depreciated	<u>328,845</u>	<u>-</u>	<u>-</u>	<u>328,845</u>
Less Accumulated Depreciation For:				
Machinery and Equipment	<u>(243,360)</u>	\$ (10,887)	-	<u>(254,247)</u>
Total Accumulated Depreciation	<u>(243,360)</u>	<u>(10,887)</u>	<u>-</u>	<u>(254,247)</u>
Total Capital Assets, Being Depreciated, net	<u>85,485</u>	<u>(10,887)</u>	<u>-</u>	<u>74,598</u>
Business-Type Activities Capital Assets, net	<u>\$ 85,485</u>	<u>\$ (10,887)</u>	<u>\$ -</u>	<u>\$ 74,598</u>

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

Governmental Activities

Instruction

Regular	\$ 601,704
Special Education	64,468
School-Sponsored Activities and Athletics	21,489
Total Instruction	<u>687,661</u>

Support Services

Student and Instruction Related Services	21,489
General Administrative Services	21,489
Plant Operations and Maintenance	1,396,813
Pupil Transportation	21,489
Total Support Services	<u>1,461,280</u>

Total Depreciation Expense - Governmental Activities \$ 2,148,941

Business-Type Activities:

Food Service Fund	\$ 10,887
Total Depreciation Expense-Business-Type Activities	<u>\$ 10,887</u>

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

Construction and Other Significant Commitments

The District has the following active construction projects as of June 30, 2022:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Maugham Fire Alarm Replacement	\$ 107,370	\$ 192,630
HVAC at Middle School and High School	-	<u>1,269,502</u>
		<u>\$ 1,462,132</u>

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2022, is as follows:

Due To/From Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue Fund	<u>\$ 380,497</u>

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

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

Interfund Transfers

	<u>Transfer In:</u>				<u>Total</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Food Service Enterprise Fund</u>	
Transfer Out					
General Fund		\$ 81,400	\$ 2,161,045	\$ 50,000	\$ 2,292,445
Capital Projects Fund	<u>\$ 811,123</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>811,123</u>
Total Transfers Out	<u>\$ 811,123</u>	<u>\$ 81,400</u>	<u>\$ 2,161,045</u>	<u>\$ 50,000</u>	<u>\$ 3,103,568</u>

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

F. Financing Agreements

Other Financing Agreements

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

Other financing agreements at June 30, 2022 are comprised of the following:

\$1,266,281, Fiscal year 2020 Agreement for the purchase of digital desktop-licensed software and services for a term of five years due in annual principal installments of \$253,356 through July 1, 2024	\$ 759,769
\$971,169, Fiscal year 2021 Agreement for the purchase of Dell Chromebooks for a term of four years due in annual installments of \$236,706 to \$248,322 through September 30, 2024	<u>485,028</u>
	<u>\$ 1,244,797</u>

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

Governmental Activities:

Fiscal Year Ending June 30,	<u>Other Agreements</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$ 489,962	\$ 23,800	\$ 513,762
2024	501,578	12,185	513,763
2025	<u>253,257</u>	<u>-</u>	<u>253,257</u>
Total	<u>\$ 1,244,797</u>	<u>\$ 35,985</u>	<u>\$ 1,280,782</u>

G. Long-Term Debt

General Obligation Bonds

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

G. Long-Term Debt (Continued)

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

\$21,690,000, 2012 Refunding Bonds, due in annual installments of \$1,095,000 through July 15, 2022 interest at 5.0%	\$1,095,000
\$5,715,000, 2015 Refunding Bonds, due in annual installments of \$300,000 to \$690,000 through April 1, 2031, interest at 3.0%	4,420,000
\$7,090,000, 2016 Refunding Bonds, due in annual installments of \$610,000 to \$675,000 through April 1, 2026, interest at 1.79%	2,570,000
\$13,515,000, 2022 Refunding Bonds, due in annual installments of \$960,000 to \$2,260,000 through July 15, 2030, interest at 4.0% to 5.0%	<u>13,515,000</u>
Total	<u>\$21,600,000</u>

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

Governmental Activities:

Fiscal Year Ending June 30,	<u>Serial Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$ 2,070,000	\$ 698,189	\$ 2,768,189
2024	1,925,000	804,471	2,729,471
2025	2,005,000	738,121	2,743,121
2026	2,090,000	662,569	2,752,569
2027	2,465,000	565,275	3,030,275
2028-2031	<u>11,045,000</u>	<u>1,068,625</u>	<u>12,113,625</u>
Total	<u>\$ 21,600,000</u>	<u>\$ 4,537,250</u>	<u>\$ 26,137,250</u>

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

G. Long-Term Debt (Continued)

Statutory Borrowing Power

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2022 was as follows:

4% of Equalized Valuation Basis (Municipal)	\$ 188,794,795
Less: Net Debt	<u>21,600,000</u>
Remaining Borrowing Power	<u>\$ 167,194,795</u>

Current Refundings of Debt

On April 19, 2022, the District issued \$13,515,000 in Refunding School Bonds, Series 2022 having interest rates of 4.00% to 5.00%. These Bonds were issued in order to currently refund certain principal maturities of the District's Refunding School Bonds, Series 2012. The total principal currently refunded was \$15,390,000. This current refunding was undertaken to reduce total debt service payments over the next 9 years by \$1,299,933 and resulted in an economic gain of \$1,213,583.

H. Other Long-Term Liabilities

Changes in Long-Term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2022, was as follows:

	Balance <u>July 1, 2021</u>	<u>Additions</u>	<u>Reductions</u>	Balance, <u>June 30, 2022</u>	Due Within <u>One Year</u>
Governmental Activities:					
Bonds Payable	\$ 25,465,000	\$ 13,515,000	\$ 17,380,000	\$ 21,600,000	\$ 2,070,000
Unamortized Premium	1,194,619	2,302,340	1,130,944	2,366,015	-
Total Bonds Payable	26,659,619	15,817,340	18,510,944	23,966,015	2,070,000
Compensated Absences	1,134,254	298,854	218,789	1,214,319	197,753
Other Financing Agreements	1,723,687		478,890	1,244,797	489,962
Net Pension Liability	13,509,994	-	3,972,020	9,537,974	-
Governmental Activities Long-Term Liabilities	<u>\$ 43,027,554</u>	<u>\$ 16,116,194</u>	<u>\$ 23,180,643</u>	<u>\$ 35,963,105</u>	<u>\$ 2,757,715</u>

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

**TENAFLY BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION

A. Risk Management

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

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

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

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

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

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

Fiscal Year Ended <u>June 30,</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022	\$ 90,756	\$ 80,843	\$ 393,371
2021	90,636	221,186	392,430
2020	78,643	88,704	519,409

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

B. Contingent Liabilities

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

Federal and State Awards – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2022, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

C. Federal Arbitrage Regulations

The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2022, the District has not estimated its arbitrage earnings due to the IRS, if any.

D. Employee Retirement Systems and Pension Plans

Plan Descriptions and Benefits Provided

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

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

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

**TENAFLY BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Public Employees' Retirement System (PERS) (Continued)

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

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

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

The following represent the membership tiers for TPAF:

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

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

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

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

Other Pension Funds

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

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

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

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Plan Amendments

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

Measurement Focus and Basis of Accounting

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

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

Investment Valuation

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

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Collective Net Pension Liability

The collective net pension liability of the participating employers for local PERS at June 30, 2021 is \$12.0 billion and the plan fiduciary net position as a percentage of the total pension liability is 70.33%. The collective net pension liability of the State funded TPAF at June 30, 2021 is \$48.2 billion and the plan fiduciary net position as a percentage of total pension liability is 35.52%.

The total pension liabilities were determined based on actuarial valuations as of July 1, 2020 which were rolled forward to June 30, 2021.

Actuarial Methods and Assumptions

In the July 1, 2020 PERS and TPAF actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 7.50% for PERS, 7.50% for TPAF and 5.50% for DCRP of the employee's annual compensation for fiscal year 2022.

PERS employers' and TPAF State's nonemployer contributions are based on actuarially determined amounts, which include the normal cost and unfunded accrued liability. For the fiscal year ended June 30, 2022 for TPAF, which is a cost sharing multiple employer defined benefit pension plan with a special funding situation, the State's annual pension contribution was less than the actuarial determined amount. For local PERS, which is a cost sharing multiple employer defined benefit pension plan, the annual pension contributions were equal to the actuarial determined amounts. TPAF nonemployer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All PERS and DCRP contributions made by the Board for fiscal years 2022, 2021 and 2020 were equal to the required contributions.

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Employer and Employee Pension Contributions (Continued)

During the fiscal years ended June 30, 2022, 2021 and 2020 the Board was required to contribute for PERS and DCRP and the State of New Jersey, as a nonemployer contributing entity, contributed for TPAF, respectively for normal cost pension and unfunded accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

Fiscal Year Ended <u>June 30,</u>	<u>PERS</u>	On-Behalf <u>TPAF</u>	<u>DCRP</u>
2022	\$ 942,901	\$ 11,983,858	\$ 100,919
2021	906,293	8,363,482	78,431
2020	810,610	6,217,326	77,197

In addition for fiscal years 2022, 2021 and 2020 the District contributed \$-0-, \$-0- and \$2,778, respectively for PERS and the State contributed \$3,650, \$3,767 and \$4,007, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

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

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$2,437,445 during the fiscal year ended June 30, 2022 for the employer’s share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS)

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, (GASB No. 68) requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the measurement period July 1, 2020 through June 30, 2021. Employer allocation percentages have been rounded for presentation purposes.

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

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages are presented for each group. The allocation percentages for each group as of June 30, 2021 are based on the ratio of each employer’s contribution to total employer contributions of the group for the fiscal year ended June 30, 2021.

At June 30, 2022, the District reported in the statement of net position (accrual basis) a liability of \$9,537,974 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2021 and was determined by an actuarial valuation as of July 1, 2020. The District’s proportionate share of the net pension liability was based on the ratio of the District’s share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2021. At June 30, 2021, the District’s proportionate share was .08051 percent, which was a decrease of .00234 percent from its proportionate share measured as of June 30, 2020 of .08285 percent.

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

For the fiscal year ended June 30, 2022, the District recognized in the district-wide statement of activities (accrual basis) pension benefit of \$1,457,769 for PERS. The pension contribution made by the District during the current 2021/2022 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2022 with a measurement date of the prior fiscal year end of June 30, 2021. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2022 for contributions made subsequent to the measurement date. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 150,426	\$ 68,281
Changes of Assumptions	49,674	3,395,580
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		2,512,553
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	<u>45,924</u>	<u>539,659</u>
Total	<u>\$ 246,024</u>	<u>\$ 6,516,073</u>

At June 30, 2022, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense/(benefit) as follows:

<u>Year Ending June 30,</u>	<u>Total</u>
2023	\$ (1,537,942)
2024	(1,537,942)
2025	(1,537,942)
2026	(1,537,943)
2027	(118,280)
Thereafter	<u>-</u>
	<u>\$ (6,270,049)</u>

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

The District's total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. 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:	
Through 2026	2.00-6.00% Based on Years of Service
Thereafter	3.00%-7.00% Based on Years of Service
Investment Rate of Return	7.00%

Mortality Rates

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

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

TENAFLY BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the PERS's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00%	3.35%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Investment Grade Credit	8.00%	1.68%
US Equity	27.00%	8.09%
Non-US Developed Markets Equity	13.50%	8.71%
Emerging Markets Equity	5.50%	10.96%
High Yield	2.00%	3.75%
Real Assets	3.00%	7.40%
Private Credit	8.00%	7.60%
Real Estate	8.00%	9.15%
Private Equity	13.00%	11.30%

**TENAFLY BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Discount Rate

The discount rate used to measure the total pension liability for PERS was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

Sensitivity of Net Pension Liability

The following presents the District's proportionate share of the PERS net pension liability calculated using the discount rate of 7.00, as well as what the District's proportionate share of the PERS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease <u>6.00%</u>	Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's Proportionate Share of the PERS Net Pension Liability	<u>\$ 12,988,786</u>	<u>\$ 9,537,974</u>	<u>\$ 6,609,471</u>

The sensitivity analysis was based on the proportionate share of the District's net pension liability as of the measurement date of June 30, 2021. A sensitivity analysis specific to the District's net pension liability at June 30, 2021 was not provided by the pension system.

Pension Plan Fiduciary Net Position

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF)

GASB No. 68, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The non-employer allocation percentages presented are based on the ratio of the State's contributions made as an employee and non-employer adjusted for unpaid early retirement incentives to total contributions to TPAF during the measurement period July 1, 2020 through June 30, 2021. Non-employer allocation percentages have been rounded for presentation purposes.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and non-employer contributions by the State. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For the fiscal year ended June 30, 2021, the State's pension contribution was less than the actuarial determined amount.

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

For the fiscal year ended June 30, 2022, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$3,193,933 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2022 the State's proportionate share of the net pension liability attributable to the District is \$135,736,233. The net pension liability was measured as of June 30, 2021 and was determined by an actuarial valuation as of July 1, 2020. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2021. At June 30, 2021, the State's share of the net pension liability attributable to the District was .28234 percent, which was an increase of .00387 percent from its proportionate share measured as of June 30, 2020 of .27847 percent.

**TENAFLY BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions

The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. 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:	
Through 2026	1.55-4.55% Based on Years of Service
Thereafter	2.75%-5.65% Based on Years of Service
Investment Rate of Return	7.00%

Mortality Rates

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

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the TPAF's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00%	3.35%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Investment Grade Credit	8.00%	1.68%
US Equity	27.00%	8.09%
Non-US Developed Markets Equity	13.50%	8.71%
Emerging Markets Equity	5.50%	10.96%
High Yield	2.00%	3.75%
Real Assets	3.00%	7.40%
Private Credit	8.00%	7.60%
Real Estate	8.00%	9.15%
Private Equity	13.00%	11.30%

**TENAFLY BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Discount Rate

The discount rate used to measure the total pension liability for TPAF was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

Sensitivity of Net Pension Liability

The following presents the State's proportionate share of the TPAF net pension liability attributable to the District calculated using the discount rate of 7.00%, as well as what the State's proportionate share of the TPAF net pension liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00% percent) or 1-percentage-point higher (8.00% percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	<u>\$ 160,598,637</u>	<u>\$ 135,736,233</u>	<u>\$ 114,853,376</u>

The sensitivity analysis was based on the State's proportionate share of the net pension liability attributable to the District as of the measurement date of June 30, 2021. A sensitivity analysis specific to the State's proportionate share of the net pension liability attributable to the District at June 30, 2021 was not provided by the pension system.

Pension Plan Fiduciary Net Position

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits

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

As a result of implementing GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, the post-retirement health benefit program plan is reported in a Custodial Fund in the New Jersey Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021. In addition, the plan is administered on a pay-as-you-go basis. Therefore, the plan has no assets accumulated in a qualified trust. In accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pension* (GASB No. 75), the plan is classified as a multiple-employer defined benefit OPEB plan with a special funding situation that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75.

Plan Description and Benefits Provided

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

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

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

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Plan Membership

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2020:

Active Plan Members	216,804
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	<u>149,304</u>
Total	<u>366,108</u>

Measurement Focus and Basis of Accounting

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

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

Investment Valuation

Investments are reported at fair value. Investments that do not have an established market are reported at estimated fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Collective Net OPEB Liability

The collective net OPEB liability of the State, as the non-employer contributing entity, of the plan at June 30, 2021 is \$60.0 billion, and the plan fiduciary net position as a percentage of the total OPEB liability is zero percent.

The total OPEB liabilities were determined based on actuarial valuations as of June 30, 2020 which were rolled forward to June 30, 2021.

Actuarial Methods and Assumptions

In the June 30, 2020 OPEB actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The Plan selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 75. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Post-Retirement Medical Benefits Contributions

The funding policy of the OPEB plan is pay as you go basis; therefore, there is no prefunding of the liability. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are made by the State, as a non-employer contributing entity, under a special funding situation in accordance with State statutes as previously disclosed. The State as a non-employer contributing entity made contributions of \$1.23 billion to the OPEB plan in fiscal year 2021.

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution an amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2022, 2021 and 2020 were \$2,799,914, \$2,620,985 and \$2,306,514, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

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

GASB Statement No. 75 requires participating employers in the State Health Benefit Program Fund – Local Education Retired Employees Plan to recognize their proportionate share of the collective OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources and collective OPEB expense. The nonemployer allocation percentages presented are based on the ratio of the State's contributions made as a nonemployer toward the actuarially determined contribution amount to total contributions to the plan during the measurement period July 1, 2020 through June 30, 2021. Nonemployer allocation percentages have been rounded for presentation purposes.

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

For the fiscal year ended June 30, 2022, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$8,195,524. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

**TENAFLY BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

At June 30, 2022 the State’s proportionate share of the OPEB liability attributable to the District is \$131,856,899. The nonemployer allocation percentages are based on the ratio of the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2021 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2021. At June 30, 2021, the state’s share of the OPEB liability attributable to the District was .21973 percent, which was a decrease of .00027 percent from its proportionate share measured as of June 30, 2020 of .22000 percent.

Actuarial Assumptions

The OPEB liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of June 30, 2020, which was rolled forward to June 30, 2021. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.50%	
Salary Increases*	<u>PERS</u>	<u>TPAF</u>
Initial Fiscal Year Applied Through	2026	2026
Rate	2.00% to 6.00%	1.55% to 4.45%
Rate Thereafter	3.00% to 7.00%	2.75% to 5.65%

*Salary increases are based on the defined benefit pension plan that the member is enrolled in and the members years of service.

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

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of the TPAF and PERS actuarial experience studies for the period July 1, 2015 to June 30, 2018 and July 1, 2014 to June 30, 2018, respectively.

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

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 5.65% and decreases to a 4.50% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2022 through 2023 are reflected. For PPO the trend is initially 5.74% in fiscal year 2024, increasing to 12.93% in fiscal year 2025 and decreases to 4.50% after 11 years. For HMO the trend is initially 6.01% in fiscal year 2024, increasing to 15.23% in fiscal year 2025 and decreases to 4.5% after 11 years. For prescription drug benefits, the initial trend rate is 6.75% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%

Discount Rate

The discount rate for June 30, 2021 was 2.16%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Changes in the Total OPEB Liability

The change in the State’s proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2022 (measurement date June 30, 2021) is as follows:

	Total OPEB Liability (State Share 100%)
Balance, June 30, 2020 Measurement Date	\$ 149,179,921
Changes Recognized for the Fiscal Year:	
Service Cost	7,471,900
Interest on the Total OPEB Liability	3,420,507
Changes of Benefit Terms	(140,346)
Differences Between Expected and Actual Experience	(25,598,215)
Changes of Assumptions	130,087
Gross Benefit Payments	(2,694,401)
Contributions from the Member	87,446
Net Changes	\$ (17,323,022)
Balance, June 30, 2021 Measurement Date	\$ 131,856,899

Changes of assumptions and other inputs reflect a change in the discount rate from 2.21% in 2020 to 2.16% in 2021.

The change in the total OPEB liability was based on the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2021.

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

Sensitivity of OPEB Liability

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the State's proportionate share of the OPEB liability attributable to the District calculated using the discount rate of 2.16%; as well as what the State's proportionate share of the OPEB liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16 percent) or 1-percentage-point higher (3.16 percent) than the current rate:

	1% Decrease <u>(1.16%)</u>	Current Discount Rate <u>(2.16%)</u>	1% Increase <u>(3.16%)</u>
State's Proportionate Share of the OPEB Liability Attributable to the District	\$ <u>157,943,865</u>	\$ <u>131,856,899</u>	\$ <u>111,314,979</u>

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

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State's Proportionate Share of the OPEB Liability Attributable to the District	\$ <u>106,738,588</u>	\$ <u>131,856,899</u>	\$ <u>165,588,934</u>

The sensitivity analyses were based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2021. Sensitivity analyses specific to the State's proportionate share of the OPEB liability attributable to the District at June 30, 2021 were not provided by the pension system.

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 5 OTHER INFORMATION (Continued)

F. Subsequent Events

On August 22, 2022, the Board approved the withdrawal of \$168,950 from the General Fund Capital Reserve Account to fund repairs to the Smith Elementary School.

G. Tax Abatements

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

NOTE 6 RESTATEMENT

On July 1, 2021, the Tenafly Board of Education implemented GASB Statement No. 87 "Leases". The Tenafly Board of Education has determined that the effect of implementing this accounting change on the financial statements previously reported as of and for the fiscal year ended June 30, 2021 are as follows:

Governmental Activities

The financial statements of the governmental activities as of June 30, 2021 have been restated to reflect certain activities related to leases payable. The effect of this restatement is to decrease net position of governmental activities by \$710,662 from \$9,619,108 as previously reported to \$8,908,446 as of June 30, 2021.

NOTE 7 INFECTIOUS DISEASE OUTBREAK – COVID-19 RECENT DEVELOPMENTS

The outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus, has been characterized as a pandemic (the "Pandemic") by the World Health Organization and has been affecting many parts of the world, including the United States and the State of New Jersey. On January 31, 2020, the Secretary of the United States Health and Human Services Department declared a public health emergency for the United States and on March 13, 2020, the President of the United States declared the outbreak of COVID-19 in the United States a national emergency. Subsequently, the President's Coronavirus Guidelines for America and the United States Centers for Disease Control and Prevention called upon Americans to take actions to slow the spread of COVID-19 in the United States. As governments monitor the outbreaks, they have taken various steps to control them through requiring social distancing, masks and business closures and limited openings. As the virus appears to be under control in many areas, many of these restrictions have been lifted although the situation is monitored, sometimes restrictions are reinstated. Several vaccines have been developed and have been administered. Mutant variants have emerged in various places around the world and now are prevalent in the United States. Certain workers are being required to be vaccinated. Companies have developed booster shots, and current vaccines have proven substantially effective against all currently know variants. New treatments are also being developed to avert the worst outcomes. The assessment of the impact of the virus and the ability to control it and its mutant strains is ongoing.

**TENAFLY BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 7 INFECTIOUS DISEASE OUTBREAK – COVID-19 RECENT DEVELOPMENTS (Continued)

In the State, Governor Phil Murphy has issued multiple Executive Orders since March 16, 2020 including but not limited to aggressive social distancing measures, restrictions on local elections, restrictions on foreclosure and evictions, suspension of all elective surgeries, closing of schools and child care centers, the commandeering of property such as medical supplies, the cessation of all non-essential construction projects, extending insurance premium grace periods, the temporary reprieve to certain at-risk inmates and the extension of the permitted statutory grace period from May 11, 2020 to June 1, 2020 for quarterly property taxes due May 1, 2020. On June 4, 2021, the Governor signed legislation enabling the end of the public health emergency and keeping certain executive orders in place until January 1, 2022, though such executive orders may be modified or rescinded prior to that day by the Governor. The Board expects ongoing actions be taken by State, federal and local governments and private entities to mitigate the spread and impacts of COVID-19. The Pandemic has negatively affected travel, commerce, and financial markets globally, and may continue to negatively affect economic growth and financial markets worldwide. These negative impacts could reduce or negatively affect property values within the School District.

Since the pandemic began, the federal government had enacted rescue legislation to address the pandemic and alleviate its economic and health effects, including significant support for education. The legislation includes various forms of financial relief including direct stimulus payments and various other forms of economic relief, including extended unemployment benefits, continued eviction and foreclosure moratoriums, an increase in the child tax credit, an increase in food and housing aid, assistance grants to restaurants and bars, and other small business grants and loans. The Plan provides funding for state and local governments to offset costs to safely reopen schools during the COVID-19 pandemic and to subsidize COVID-19 testing and vaccination programs. Federal aid for public education has been provided under three 5 separate laws: The Coronavirus Aid, Relief, and Economic Security Act in March 2020 (CARES Act), and the Coronavirus Response and Relief Supplemental Appropriations Act in December 2020 (CRRSA) and the American Rescue Plan Act in March 2021 (ARP). The Elementary and Secondary School Emergency Relief (ESSER) Fund is the main source of funding for public elementary and secondary education under each law. The School District has been awarded up to \$2,570,417 to address certain expenses incurred as a result of the pandemic. Because of the evolving nature of the outbreak and federal, state and local responses, the Board cannot predict how the outbreak will impact the financial condition or operations of the Board, or if there will be any impact on the assessed values of property within the School District or deferral of tax payments to municipalities. The School District cannot predict costs associated with this or any other potential infectious disease outbreak including whether there will be any reduction in State funding or an increase in operational costs incurred to clean, sanitize and maintain its facilities either before or after an outbreak of an infectious disease. To date the School District has not been materially and adversely affected financially due to the virus.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

**TENAFLY BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

EXHIBIT C-1

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
REVENUES					
Local Sources					
Property Taxes	\$ 68,082,300		\$ 68,082,300	\$ 68,082,300	
Other Local Sources					
Tuition - Other LEA's	787,200		787,200	768,136	\$ (19,064)
Tuition - Summer Enrichment				168,728	168,728
Interest Earned on Emergency Reserve	2,000		2,000	2,000	-
Interest Earned on Capital Reserve Funds	10,000		10,000	10,000	-
Interest Earned on Maintenance Reserve	3,000		3,000	3,000	-
Interest on Unemployment				942	942
Interest				11,099	11,099
Miscellaneous	439,198	-	439,198	725,718	286,520
Total Local Sources	<u>69,323,698</u>	<u>-</u>	<u>69,323,698</u>	<u>69,771,923</u>	<u>448,225</u>
State Sources					
Special Education Aid	2,559,048	-	2,559,048	2,559,048	-
Security Aid	285,644		285,644	285,644	-
Transportation Aid	353,878		353,878	353,878	-
Non Public Transportation Reimbursement				51,330	51,330
Extraordinary Aid				1,550,646	1,550,646
School Security Grant (Alyssa's Law)				211,375	211,375
TPAF Pension Contribution - (Non-Budget)					
Normal Costs				11,817,135	11,817,135
NCGI				166,723	166,723
Long Term Disability Insurance				3,650	3,650
Post Retirement				2,799,914	2,799,914
TPAF Social Security Reimbursements (Non-Budget)	-	-	-	2,437,445	2,437,445
Total State Sources	<u>3,198,570</u>	<u>-</u>	<u>3,198,570</u>	<u>22,236,788</u>	<u>19,038,218</u>
Federal Sources					
Medicaid Reimbursement	38,066	-	38,066	2,857	(35,209)
Total Federal Sources	<u>38,066</u>	<u>-</u>	<u>38,066</u>	<u>2,857</u>	<u>(35,209)</u>
Total Revenues	<u>72,560,334</u>	<u>-</u>	<u>72,560,334</u>	<u>92,011,568</u>	<u>19,451,234</u>
EXPENDITURES					
CURRENT					
Instruction - Regular Programs					
Salaries of Teachers					
Kindergarten	1,024,105	\$ 3,900	1,028,005	1,028,005	-
Grades 1-5	7,035,931	(68,612)	6,967,319	6,967,319	-
Grades 6-8	5,559,453	(54,204)	5,505,249	5,505,248	1
Grades 9-12	8,643,630	156,025	8,799,655	8,799,642	13
Regular Programs - Home Instruction					
Purchased Professional/Educational Services	10,000	(6,950)	3,050	3,050	-
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	54,000	144,644	198,644	198,644	-
Purchased Professional/Educational Services	120,300	59,731	180,031	180,031	-
Other Purchased Services	1,208,633	87,661	1,296,294	1,274,489	21,805
General Supplies	1,141,061	541,519	1,682,580	1,507,646	174,934
Textbooks	236,545	(42,108)	194,437	149,010	45,427
Other Objects	31,500	(5,000)	26,500	26,449	51
Total Regular Programs	<u>25,065,158</u>	<u>816,606</u>	<u>25,881,764</u>	<u>25,639,533</u>	<u>242,231</u>

**TENAFLY BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

EXHIBIT C-1

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
EXPENDITURES					
CURRENT (Continued)					
Learning and / or Language Disabled					
Salaries of Teachers	\$ 140,922	\$ 60,275	\$ 201,197	\$ 201,197	-
Other Salaries for Instruction	76,747	1,313	78,060	78,060	-
General Supplies	4,500	(1,183)	3,317	1,763	\$ 1,554
Textbooks	4,498	1,781	6,279	6,279	-
Total Learning and/or Language Disabled	<u>226,667</u>	<u>62,186</u>	<u>288,853</u>	<u>287,299</u>	<u>1,554</u>
Multiple Disabled					
Salaries of Teachers	222,615	11,316	233,931	233,580	351
Other Salaries for Instruction	431,394	(72,535)	358,859	358,859	-
General Supplies	7,050	(6,474)	576	576	-
Total Multiple Disabled	<u>661,059</u>	<u>(67,693)</u>	<u>593,366</u>	<u>593,015</u>	<u>351</u>
Resource Room/Resource Center					
Salaries of Teachers	3,182,310	35,889	3,218,199	3,218,049	150
Other Salaries for Instruction	1,255,005	27,015	1,282,020	1,282,017	3
General Supplies	19,542	(2,094)	17,448	16,513	935
Textbooks	5,700	(2,420)	3,280	2,862	418
Total Resource Room/Resource Center	<u>4,462,557</u>	<u>58,390</u>	<u>4,520,947</u>	<u>4,519,441</u>	<u>1,506</u>
Autism					
General Supplies	-	245	245	228	17
Total Autism	<u>-</u>	<u>245</u>	<u>245</u>	<u>228</u>	<u>17</u>
Preschool Disabilities - Part-Time					
Salaries of Teachers	120,473	2,947	123,420	123,420	-
Other Salaries for Instruction	122,126	(25,241)	96,885	96,883	2
General Supplies	1,000	-	1,000	692	308
Total Preschool Disabilities - Part-Time	<u>243,599</u>	<u>(22,294)</u>	<u>221,305</u>	<u>220,995</u>	<u>310</u>
Preschool Disabilities - Full-Time					
Salaries of Teachers	103,382	(342)	103,040	103,040	-
Other Salaries for Instruction	81,435	58,781	140,216	140,216	-
Supplies and Materials	1,500	-	1,500	1,397	103
Total Preschool Disabilities - Part-Time	<u>186,317</u>	<u>58,439</u>	<u>244,756</u>	<u>244,653</u>	<u>103</u>
Home Instruction					
Salaries of Teachers	35,000	(3,121)	31,879	31,879	-
Purchased Professional-Educational Services	15,000	596	15,596	15,596	-
Total Home Instruction	<u>50,000</u>	<u>(2,525)</u>	<u>47,475</u>	<u>47,475</u>	<u>-</u>
Total Special Education	<u>5,830,199</u>	<u>86,748</u>	<u>5,916,947</u>	<u>5,913,106</u>	<u>3,841</u>
Basic Skills/Remedial					
Salaries of Teachers	573,744	138,555	712,299	712,299	-
General Supplies	2,500	(612)	1,888	1,230	658
Total Basic Skills/Remedial	<u>576,244</u>	<u>137,943</u>	<u>714,187</u>	<u>713,529</u>	<u>658</u>

**TENAFLY BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

EXHIBIT C-1

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
EXPENDITURES					
CURRENT (Continued)					
Bilingual Education					
Salaries of Teachers	\$ 1,074,555	\$ (27,939)	\$ 1,046,616	\$ 1,046,616	-
Purchased Professional-Educational Services	1,200	-	1,200	1,200	-
General Supplies	6,200	(2,168)	4,032	2,644	\$ 1,388
Textbooks	4,165	(705)	3,460	3,336	124
Other Objects	1,000	(1,000)	-	-	-
Total Bilingual Education	<u>1,087,120</u>	<u>(31,812)</u>	<u>1,055,308</u>	<u>1,053,796</u>	<u>1,512</u>
School Sponsored Co/Extra Curricular Activities					
Salaries	366,439	(23,951)	342,488	342,488	-
Purchased Services	32,000	(2,000)	30,000	29,750	250
Supplies and Materials	1,000	-	1,000	295	705
Other Objects	7,000	(5,637)	1,363	1,363	-
Total School Sponsored Co/Extra Curricular Activities	<u>406,439</u>	<u>(31,588)</u>	<u>374,851</u>	<u>373,896</u>	<u>955</u>
School Sponsored Athletics					
Salaries	657,583	(27,254)	630,329	629,398	931
Purchased Services	266,595	(90,091)	176,504	165,757	10,747
Supplies and Materials	74,185	(563)	73,622	68,325	5,297
Other Objects	50,300	(32,972)	17,328	17,123	205
Total School Sponsored Athletics	<u>1,048,663</u>	<u>(150,880)</u>	<u>897,783</u>	<u>880,603</u>	<u>17,180</u>
Other Instructional Programs - Instruction					
Salaries	221,034	(108,474)	112,560	112,515	45
Purchased Services	22,800	-	22,800	17,250	5,550
Supplies and Materials	8,000	-	8,000	7,264	736
Total Other Instructional Programs	<u>251,834</u>	<u>(108,474)</u>	<u>143,360</u>	<u>137,029</u>	<u>6,331</u>
Before/After School Programs					
Supplies and Materials	1,190	-	1,190	1,020	170
Total Before/After School Programs	<u>1,190</u>	<u>-</u>	<u>1,190</u>	<u>1,020</u>	<u>170</u>
Total Instruction	<u>34,266,847</u>	<u>718,543</u>	<u>34,985,390</u>	<u>34,712,512</u>	<u>272,878</u>
Undistributed Expenditures					
Instruction					
Tuition to Other LEAs w/i State - Special	985,749	(130,573)	855,176	855,176	-
Tuition to County Voc. School District-Regular	406,116	57,063	463,179	463,158	21
Tuition to CSSD and Regional Day Schools	924,590	(541,612)	382,978	333,411	49,567
Tuition to APSSD - w/i state	1,867,484	158,579	2,026,063	1,930,222	95,841
Tuition to APSSD & Other LEAs-Special- Out of State	135,481	77,319	212,800	212,800	-
Tuition - Other	923,666	(170,872)	752,794	235,774	517,020
Total Undistributed Expenditures - Instruction	<u>5,243,086</u>	<u>(550,096)</u>	<u>4,692,990</u>	<u>4,030,541</u>	<u>662,449</u>
Attendance and Social Work					
Salaries	136,685	3,120	139,805	139,805	-
Total Attendance and Social Work	<u>136,685</u>	<u>3,120</u>	<u>139,805</u>	<u>139,805</u>	<u>-</u>

**TENAFLY BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

EXHIBIT C-1

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
EXPENDITURES					
CURRENT (Continued)					
Undistributed Expenditures (Continued)					
Health Services					
Salaries	\$ 664,610	\$ (16,367)	\$ 648,243	\$ 648,241	\$ 2
Purchased Professional and Technical Services	2,000	(1)	1,999	1,537	462
Supplies and Materials	19,550	750	20,300	10,081	10,219
Total Health Services	686,160	(15,618)	670,542	659,859	10,683
Speech, OT, PT & Related Services					
Salaries	693,409	31,202	724,611	724,611	-
Purchased Professional-Educational Services	691,000	207,226	898,226	893,565	4,661
Supplies and Materials	1,000	-	1,000	-	1,000
Total Speech, OT, PT & Related Services	1,385,409	238,428	1,623,837	1,618,176	5,661
Other Support Services - Students - Extra Services					
Salaries	833,947	(11,607)	822,340	822,310	30
Purchased Professional- Educational Services	1,810,693	(254,547)	1,556,146	1,555,638	508
Supplies and Materials	3,600	(3,396)	204	204	-
Other Objects	1,250	(1,071)	179	179	-
Total Other Supp.Serv. Student - Extra Services	2,649,490	(270,621)	2,378,869	2,378,331	538
Guidance					
Salaries of Other Professional Staff	1,209,848	85,404	1,295,252	1,295,252	-
Salaries of Secretarial & Clerical Assistants	196,152	(306)	195,846	194,929	917
Other Salaries	216,795	(8,715)	208,080	207,463	617
Unused Vacation Payment to Terminated/Retired Staff		4,192	4,192	4,192	-
Other Purchased Professional and Technical Svc	34,029	-	34,029	34,029	-
Other Purchased Services	23,113	(3,173)	19,940	17,421	2,519
Supplies and Materials	13,655	89	13,744	7,756	5,988
Other Objects	6,300	(100)	6,200	5,441	759
Total Guidance	1,699,892	77,391	1,777,283	1,766,483	10,800
Child Study Teams					
Salaries of Other Professional Staff	1,344,539	(11,470)	1,333,069	1,333,069	-
Salaries of Secretarial & Clerical Assistants	170,264	1,515	171,779	171,778	1
Purchased Professional- Educational Services	66,500	66,010	132,510	132,510	-
Other Purchased Services	2,400	(1,900)	500	500	500
Supplies and Materials	60,750	13,576	74,326	69,794	4,532
Other Objects	2,500	3,600	6,100	6,092	8
Total Child Study Teams	1,646,953	71,331	1,718,284	1,713,243	5,041
Other Support Services - Improvement of Instructional Services					
Salaries of Supervisor of Instruction	493,334	(75,397)	417,937	417,937	-
Salaries of Secretarial & Clerical Assistants	73,487	431	73,918	73,918	-
Salaries of Facilitators, Math & Literacy Coaches	210,852	70,695	281,547	281,547	-
Purchased Professional- Educational Services		12,000	12,000	11,500	500
Supplies and Materials	21,727	2,830	24,557	24,557	-
Other Objects	2,200	1,250	3,450	2,803	647
Total Other Support Services - Improvement of Inst. Svcs.	801,600	11,809	813,409	812,262	1,147
Educational Media/School Library					
Salaries	711,278	(31,278)	680,000	679,343	657
Other Purchased Services	6,000	3,450	9,450	9,450	-
Supplies and Materials	94,501	(7,349)	87,152	79,017	8,135
Total Educational Media/School Library	811,779	(35,177)	776,602	767,810	8,792

**TENAFLY BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

EXHIBIT C-1

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
EXPENDITURES					
CURRENT (Continued)					
Undistributed Expenditures (Continued)					
Instructional Staff Training Services					
Other Salaries	\$ 65,200	\$ (1,644)	\$ 63,556	\$ 63,556	-
Purchased Professional/Educational Services	139,985	(73,392)	66,593	38,658	\$ 27,935
Other Purchased Services	35,802	119	35,921	12,850	23,071
Supplies and Materials	1,775	(1,775)	-	-	-
Total Instructional Staff Training Services	242,762	(76,692)	166,070	115,064	51,006
Support Services General Administration					
Salaries	395,469	(17,003)	378,466	378,387	79
Legal Services	120,000	115,355	235,355	225,982	9,373
Audit Fees	49,500	(2,773)	46,727	46,681	46
Other Purchased Professional Service	3,000	17,869	20,869	20,819	50
Architectural/Engineering Services	10,000	4,150	14,150	14,150	-
Communications/Telephone	120,000	16,165	136,165	136,165	-
Miscellaneous Purchased Services	112,125	60,677	172,802	172,037	765
BOE Other Purchased Services	3,000	(2,000)	1,000	299	701
General Supplies	2,500	302	2,802	2,802	-
Miscellaneous Expenditures	14,900	6,830	21,730	19,008	2,722
BOE Membership Dues and Fees	25,000	-	25,000	24,864	136
Total Support Services General Administration	855,494	199,572	1,055,066	1,041,194	13,872
Support Services School Administration					
Salaries of Principals/Asst. Principals/Program Directors	1,293,050	(2,067)	1,290,983	1,290,982	1
Salaries of Other Professional Staff	1,206,473	(32,257)	1,174,216	1,174,216	-
Salaries of Secretarial and Clerical Assistants	806,758	(11,623)	795,135	795,135	-
Unused Vacation Payment to Terminated/Retired Staff	57,263	(57,263)	-	-	-
Supplies and Materials	1,460	-	1,460	268	1,192
Other Objects	15,300	-	15,300	15,300	-
Total Support Services School Administration	3,380,304	(103,210)	3,277,094	3,275,901	1,193
Central Services					
Salaries	729,508	33,176	762,684	762,682	2
Unused Vacation Payment to Terminated/Retired Staff	-	20,393	20,393	20,393	-
Purchased Professional Services	-	380	380	380	-
Purchased Technical Services	58,000	(3,559)	54,441	54,225	216
Misc. Purchased Services	8,545	1,587	10,132	9,060	1,072
Supplies and Materials	8,545	653	9,198	8,703	495
Miscellaneous Expenditures	2,195	31,915	34,110	34,016	94
Total Central Services	806,793	84,545	891,338	889,459	1,879
Admin. Info. Technology					
Salaries	677,414	(6,463)	670,951	670,283	668
Purchased Technical Services	171,200	(9,108)	162,092	162,092	-
Other Purchased Services	2,000	1,733	3,733	2,708	1,025
Supplies and Materials	2,664	-	2,664	1,057	1,607
Other Objects	1,500	-	1,500	1,440	60
Total Admin. Info. Technology	854,778	(13,838)	840,940	837,580	3,360
Required Maintenance for School Facilities					
Salaries	438,879	102,883	541,762	541,257	505
Unused Vacation Payment to Terminated/Retired Staff	-	4,200	4,200	4,179	21
Cleaning, Repair and Maintenance	245,253	172,603	417,856	332,767	85,089
General Supplies	126,000	(8,856)	117,144	111,773	5,371
Other Objects	3,100	118	3,218	3,217	1
Total Required Maintenance for School Facilities	813,232	270,948	1,084,180	993,193	90,987

**TENAFLY BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

EXHIBIT C-1

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
EXPENDITURES					
CURRENT (Continued)					
Undistributed Expenditures (Continued)					
Custodial Services					
Salaries	\$ 1,859,230	\$ 114,929	\$ 1,974,159	\$ 1,973,318	\$ 841
Salaries of Non-Instructional Aides	250,513	(30,649)	219,864	219,864	-
Unused Vacation Payment to Terminated/Retired Staff		5,137	5,137	5,137	-
Cleaning, Repair and Maintenance	11,500	64,119	75,619	75,619	-
Rental of Land & Bldg. Oth. Than Lease Pur Agrmt	17,338	-	17,338	17,338	-
Other Purchased Property Services	296,000	(6,009)	289,991	289,800	191
Insurance	384,783	30,888	415,671	415,671	-
Miscellaneous Purchased Services	900	28,100	29,000	29,000	-
General Supplies	120,500	56,577	177,077	171,534	5,543
Energy (Natural Gas)	350,000	(13,954)	336,046	336,046	-
Energy (Electricity)	676,174	(225,743)	450,431	450,431	-
Total Custodial Services	3,966,938	23,395	3,990,333	3,983,758	6,575
Care and Upkeep of Grounds					
Salaries	271,202	46,256	317,458	317,389	69
Purchased Professional and Technical Services		3,300	3,300	3,300	-
Cleaning, Repair and Maintenance	44,900	41,838	86,738	85,930	808
General Supplies	40,000	42,774	82,774	82,131	643
Total Care and Upkeep of Grounds	356,102	134,168	490,270	488,750	1,520
Security					
Purchased Professional and Technical Services	33,900	5,732	39,632	36,672	2,960
Cleaning, Repair and Maintenance		75	75	75	-
General Supplies	5,000	4,133	9,133	9,128	5
Total Security	38,900	9,940	48,840	45,875	2,965
Student Transportation Services					
Sal. For Pupil Trans (Other than Bet. Home & School)	11,000	(11,000)			-
Sal. For Pupil Trans (Bet. Home & School)- NonPub Sch	7,140	(6,243)	897	897	-
Other Purchased Professional and Technical Services	450	-	450		450
Cleaning, Repair and Maintenance Services	1,000	232	1,232	1,033	199
Contracted Services (Between Home and School) - Vendors	146,000	(29,862)	116,138	116,138	-
Contracted Services (Other Than Between Home and School) - Vendors	150,745	(51,969)	98,776	89,699	9,077
Contracted Services (Special Ed. Students) - Joint Agreements	1,000,000	319,111	1,319,111	1,318,739	372
Contracted Services-Aid In Lieu of Payments- Non-Public Schools	120,000	58,505	178,505	175,709	2,796
Transportation Supplies	1,000	229	1,229	868	361
Total Student Transportation Services	1,437,335	279,003	1,716,338	1,703,083	13,255
Unallocated Benefits- Employee Benefits					
Social Security Contributions	835,000	205,791	1,040,791	1,040,790	1
Other Retirement Contributions - PERS	820,000	123,000	943,000	942,901	99
Other Retirement Contributions - Regular	80,000	20,919	100,919	100,919	-
Workmen's Compensation	281,213	(162,494)	118,719	118,719	-
Health Benefits	9,959,575	(1,788,447)	8,171,128	7,784,135	386,993
Tuition Reimbursement	41,082	400	41,482	41,482	-
Unused Sick Payment to Terminated/Retired Staff		184,888	184,888	184,888	-
Other Employee Benefits	266,000	53,443	319,443	319,443	-
Total Unallocated Benefits	12,282,870	(1,362,500)	10,920,370	10,533,277	387,093

**TENAFLY BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

EXHIBIT C-1

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
EXPENDITURES					
CURRENT (Continued)					
TPAF Pension Contribution - Non-Budgeted					
Normal Costs and Accrued Liability (Non-Budget)				\$ 11,817,135	\$ (11,817,135)
NCGI				166,723	(166,723)
Long Term Disability Insurance				3,650	(3,650)
Post Retirement				2,799,914	(2,799,914)
TPAF Social Security Reimbursements (Non-Budgeted)	-	-	-	2,437,445	(2,437,445)
Total On-Behalf TPAF Contributions and Reimbursements	-	-	-	17,224,867	(17,224,867)
Total Undistributed Expenditures	\$ 40,096,562	\$ (1,024,102)	\$ 39,072,460	55,018,511	(15,946,051)
Interest Earned on Maintenance Reserve	3,000	-	3,000	-	3,000
Interest Earned on Current Expense Emergency Reserve	2,000	-	2,000	-	2,000
Total Current Expenditures	74,368,409	(305,559)	74,062,850	89,731,023	(15,668,173)
CAPITAL OUTLAY					
Equipment					
Instruction					
Grades 9-12		121,419	121,419	121,419	-
Undistributed Expenditures					
Custodial Services		94,061	94,061	323,869	(229,808)
Care and Upkeep of Grounds	-	6,435	6,435	6,435	-
Total Equipment	-	221,915	221,915	451,723	(229,808)
Facilities Acquisition and Construction Services					
Architectural/Engineering Services	-	327	327	9,885	(9,558)
Construction Services	-	124,498	124,498	103,049	21,449
Land and Improvements		29,358	29,358		29,358
Assessment for Debt Service on SDA Funding	40,082	-	40,082	40,082	-
Total Facilities Acquisition and Construction Services	40,082	154,183	194,265	153,016	41,249
Interest Deposit on Capital Reserve	10,000	-	10,000	-	10,000
Total Capital Outlay	50,082	376,098	426,180	604,739	(178,559)
SPECIAL SCHOOLS					
Summer School - Instruction					
Salaries of Teachers	112,000	12,549	124,549	120,781	3,768
Purchased Professional and Technical Services		2,750	2,750	2,750	-
Other Purchased Services	1,000	-	1,000		1,000
General Supplies	8,000	1,500	9,500	7,693	1,807
Total Summer School	121,000	16,799	137,799	131,224	6,575
Total Special Schools	121,000	16,799	137,799	131,224	6,575
Total General Fund Expenditures	74,539,491	87,338	74,626,829	90,466,986	(15,840,157)

**TENAFLY BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

EXHIBIT C-1

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
Excess (Deficiency) of Revenues Over/(Under) Expenditures	\$ (1,979,157)	\$ (87,338)	\$ (2,066,495)	\$ 1,544,582	\$ 3,611,077
Other Financing Sources (Uses)					
Transfers Out - Capital Projects Fund	(2,161,045)	-	(2,161,045)	(2,161,045)	-
Transfers In - Capital Projects Fund				761,123	761,123
Transfers Out- Special Revenue Fund		(81,400)	(81,400)	(81,400)	-
Transfers Out- Enterprise Funds	-	(50,000)	(50,000)	(50,000)	-
Total Other Financing Sources (Uses)	(2,161,045)	(131,400)	(2,292,445)	(1,531,322)	761,123
Excess /(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(4,140,202)	(218,738)	(4,358,940)	13,260	4,372,200
Fund Balance, July 1, 2021	10,643,434	-	10,643,434	10,643,434	-
Fund Balance, July 1, 2022	\$ 6,503,232	\$ (218,738)	\$ 6,284,494	\$ 10,656,694	\$ 4,372,200
Recapitulation of Fund Balance					
Restricted Fund Balance					
Capital Reserve				\$ 592,550	
Capital Reserve Designated for Subsequent Year's Budget				2,553,633	
Maintenance Reserve				608,850	
Emergency Reserve				304,900	
Unemployment Compensation Reserve				393,371	
Assigned Fund Balance					
Encumbrances				347,897	
Designated for Subsequent Year's Budget				2,747,770	
Unassigned Fund Balance				3,107,723	
Fund Balance - Budgetary Basis				10,656,694	
Reconciliation to Governmental Fund Statements (GAAP)					
2021/22 State Aid Payments Not Recognized on a GAAP Basis				(1,550,646)	
Fund Balance per Governmental Funds (GAAP)				\$ 9,106,048	

**TENAFLY BOARD OF EDUCATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

EXHIBIT C-2

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
REVENUES					
State Sources	\$ 377,624	\$ 256,753	\$ 634,377	\$ 506,845	\$ (127,532)
Federal Sources	1,629,674	2,825,562	4,455,236	2,427,055	(2,028,181)
Local Sources	<u>80,086</u>	<u>568,542</u>	<u>648,628</u>	<u>406,998</u>	<u>(241,630)</u>
Total Revenues	<u>2,087,384</u>	<u>3,650,857</u>	<u>5,738,241</u>	<u>3,340,898</u>	<u>(2,397,343)</u>
EXPENDITURES					
Instruction					
Salaries of Teachers	1,369,363	(1,244,566)	124,797	69,140	55,657
Purchased Prof. and Tech. Svcs.	143,233	(78,733)	64,500	1,197	63,303
Purchased Prof & Educ. Svcs		40,500	40,500	40,500	-
Tuition		1,308,780	1,308,780	1,285,932	22,848
Other Purchased Services		2,500	2,500	2,500	-
Supplies and Materials	80,086	753,590	833,676	302,647	531,029
Textbooks	377,624	(340,892)	36,732	33,632	3,100
Cocurricular Student Activities and Athletics	<u>-</u>	<u>454,815</u>	<u>454,815</u>	<u>454,815</u>	<u>-</u>
Total Instruction	<u>1,970,306</u>	<u>895,994</u>	<u>2,866,300</u>	<u>2,190,363</u>	<u>675,937</u>
Support Services					
Salaries		313,277	313,277	76,633	236,644
Personnel Services - Employee Benefits		478	478	-	478
Purchased Professional and Tech. Svc.		224,571	224,571	103,534	121,037
Purchased Prof./Educ. Svcs.		421,402	421,402	313,987	107,415
Cleaning, Repairs and Maintenance		61,142	61,142	61,142	-
Other Purchased Services		172,165	172,165	131,619	40,546
Contracted Svcs. - Transportation		72,052	72,052	72,052	-
Supplies and Materials	117,078	316	117,394	13,495	103,899
Other Objects	<u>-</u>	<u>21,868</u>	<u>21,868</u>	<u>14,371</u>	<u>7,497</u>
Total Support Services	<u>117,078</u>	<u>1,287,271</u>	<u>1,404,349</u>	<u>786,833</u>	<u>617,516</u>
Facilities Acquisition and Construction					
Buildings		1,378,958	1,378,958	410,137	968,821
Non-Instructional Equipment		76,359	76,359	70,129	6,230
Instructional Equipment	<u>-</u>	<u>12,275</u>	<u>12,275</u>	<u>2,657</u>	<u>9,618</u>
Total Facilities Acquisition and Constructior	<u>-</u>	<u>1,467,592</u>	<u>1,467,592</u>	<u>482,923</u>	<u>984,669</u>
Total Expenditures	<u>2,087,384</u>	<u>3,650,857</u>	<u>5,738,241</u>	<u>3,460,119</u>	<u>2,278,122</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	(119,221)	(119,221)
Transfers In				81,400	81,400
Fund Balances, July 1, 2021	<u>486,036</u>	<u>-</u>	<u>486,036</u>	<u>486,036</u>	<u>-</u>
Fund Balances, June 30, 2022	<u>\$ 486,036</u>	<u>\$ -</u>	<u>\$ 486,036</u>	<u>\$ 448,215</u>	<u>\$ (37,821)</u>
Restricted Fund Balance					
Unemployment Compensation Reserve				\$ 359,735	
Co-Curriculum Student Activities and Athletics				<u>88,480</u>	
				<u>\$ 448,215</u>	

**TENAFLY BOARD OF EDUCATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources		
Actual Revenues - Budgetary Basis	(C-1) \$ 92,011,568	(C-2) \$ 3,340,898
Difference - Budget to GAAP		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized		
Encumbrances, June 30, 2021 (Net of Cancellations)		42,112
Encumbrances, June 30, 2022		(478,411)
State Aid payments recognized for budgetary purposes, not recognized for GAAP statements.	(1,550,646)	
State Aid payments recognized for GAAP purposes, not recognized for budgetary statements.	<u>1,693,791</u>	<u>-</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	(B-2) \$ <u>92,154,713</u>	\$ <u>2,904,599</u>
Uses/Outflows of Resources		
Actual Expenditures - Budgetary Basis	(C-1) \$ 90,466,986	(C-2) \$ 3,460,119
Difference - Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Encumbrances, June 30, 2021 (Net of Cancellations)	-	42,112
Encumbrances, June 30, 2022	<u>-</u>	<u>(478,411)</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	(B-2) \$ <u>90,466,986</u>	(B-2) \$ <u>3,023,820</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

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

Public Employees Retirement System

Last Nine Fiscal Years*

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

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

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

TENAFLY BOARD OF EDUCATION
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF DISTRICT CONTRIBUTIONS

Public Employees Retirement System

Last Nine Fiscal Years

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

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

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

**Teachers Pension and Annuity Fund
Last Nine Fiscal Years***

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

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

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**TENAFLY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
AND SCHEDULE OF DISTRICT CONTRIBUTIONS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Change of Benefit Terms: None.

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

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

Postemployment Health Benefit Plan

Last Five Fiscal Years*

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

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

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

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

**TENAFLY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY
AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Changes in Benefit Terms:

None.

Changes of Assumptions

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

SCHOOL LEVEL SCHEDULES

NOT APPLICABLE

SPECIAL REVENUE FUND

TENAFLY BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

REVENUES	Scholarships	Student Activities	Title I	Title II	Title III	Title III Immigrant	Title IV	Other Local Projects	Subtotal Page 3	Subtotal Page 2	Total
Intergovernmental									\$ 90,500	\$ 416,345	\$ 506,845
State											
Federal			\$ 83,546	\$ 116,418	\$ 45,541	\$ 9,493	\$ 13,326		1,509,616	649,115	2,427,055
Local	\$ 3,660	\$ 346,305	-	-	-	-	-	\$ 57,033	-	-	406,998
Total Revenues	3,660	346,305	83,546	116,418	45,541	9,493	13,326	57,033	1,600,116	1,065,460	3,340,898
EXPENDITURES											
Instruction											
Salaries of Teachers			60,859		8,281						69,140
Purchased Prof. & Tech. Svcs.			1,197								1,197
Purchased Prof. & Educ. Svcs.										40,500	40,500
Tuition									1,285,932		1,285,932
Other Purchased Services								2,500			2,500
Purchased Property Services											-
Supplies and Materials			21,490		16,441	1,240	13,326	54,533	829	194,788	302,647
Textbooks										33,632	33,632
Cocurricular Student Activities and Athletics	-	454,815	-	-	-	-	-	-	-	-	454,815
Total Instruction	-	454,815	83,546	-	24,722	1,240	13,326	57,033	1,286,761	268,920	2,190,363
Support Services											
Salaries					11,863				11,110	53,660	76,633
Purchased Prof. & Tech. Svcs.					8,503	8,253			86,778		103,534
Purchased Prof. - Educ. Svcs.				34,087						279,900	313,987
Purchased Technical Services											-
Cleaning Repairs and Maintenance									61,142		61,142
Other Purchased Services				82,331	453				48,835		131,619
Contracted Svcs. - Transportation									72,052		72,052
Supplies and Materials									1,423	12,072	13,495
Other Miscellaneous - Scholarships	14,371	-	-	-	-	-	-	-	-	-	14,371
Total Support Services	14,371	-	-	116,418	20,819	8,253	-	-	281,340	345,632	786,833
Facilities Acquisition and Construction											
Building Renovation										410,137	410,137
Non-Instructional Equipment									29,358	40,771	70,129
Instructional Equipment	-	-	-	-	-	-	-	-	2,657	-	2,657
Total Facilities Acquisition	-	-	-	-	-	-	-	-	32,015	450,908	482,923
Total Expenditures	14,371	454,815	83,546	116,418	45,541	9,493	13,326	57,033	1,600,116	1,065,460	3,460,119
Excess (Deficiency) of Revenues											
Over (Under) Expenditures	(10,711)	(108,510)	-	-	-	-	-	-	-	-	(119,221)
Transfers In		81,400									81,400
Fund Balances, Beginning of Year	99,191	386,845	-	-	-	-	-	-	-	-	486,036
Fund Balances, End of Year	\$ 88,480	\$ 359,735	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 448,215

TENAFLY BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Non Public Aid												Subtotal Page 2
	Auxiliary Services		Handicapped Services					ESSEER II	ESSEER II Learning Acceleration	ESSEER II Mental Health			
REVENUES	ESL	Comp. Education	Exam. and Class.	Corrective Speech	Supp. Instruction	Security	Textbooks				Nursing	Technology	
Intergovernmental													
State	\$ 15,712	\$ 70,455	\$ 60,088	\$ 35,712	\$ 42,423	\$ 84,518	\$ 33,632	\$ 55,510	\$ 18,295				\$ 416,345
Federal										\$ 580,354	\$ 28,261	\$ 40,500	649,115
Local	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenues	15,712	70,455	60,088	35,712	42,423	84,518	33,632	55,510	18,295	580,354	28,261	40,500	1,065,460
EXPENDITURES													
Instruction													
Purchased Prof. & Tech. Svcs.													-
Purchased Prof.- Educ. Svcs.												40,500	40,500
Purchased Technical Services													-
Purchased Property Services													-
Supplies and Materials						31,675			18,295	144,818			194,788
Textbooks	-	-	-	-	-	-	33,632	-	-	-	-	-	33,632
Total Instruction	-	-	-	-	-	31,675	33,632	-	18,295	144,818	-	40,500	268,920
Support Services													
Salaries										25,399	28,261		53,660
Personnel Services - Employee Benefits													-
Employee Benefits													-
Purchased Prof. & Tech. Svcs.													-
Purchased Prof. & Educ. Svcs.	15,712	70,455	60,088	35,712	42,423			55,510					279,900
Purchased Technical Services													-
Cleaning Repairs and Maintenance													-
Other Purchased Services													-
Supplies and Materials	-	-	-	-	-	12,072	-	-	-	-	-	-	12,072
Total Support Services	15,712	70,455	60,088	35,712	42,423	12,072	-	55,510	-	25,399	28,261	-	345,632
Facilities Acquisition and Construction													
Building Renovation										410,137			410,137
Non-Instructional Equipment						40,771							40,771
Instructional Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Facilities Acquisition	-	-	-	-	-	40,771	-	-	-	410,137	-	-	450,908
Total Expenditures	15,712	70,455	60,088	35,712	42,423	84,518	33,632	55,510	18,295	580,354	28,261	40,500	1,065,460
Excess (Deficiency) of Revenues Over (Under) Expenditures													
Transfers In													
Fund Balances, Beginning of Year	-	-	-	-	-	-	-	-	-	-	-	-	-
Fund Balances, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**TENAFLY BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	IDEA Part B- Basic	IDEA Part B- Preschool	ARP IDEA Basic	ARP IDEA Preschool	ESSER I Cares Emergency Relief	ACSERS	SDA Emergent Capital	Subtotal Page 3
REVENUES								
Intergovernmental								
State							\$ 90,500	\$ 90,500
Federal	\$ 758,197	\$ 78,467	\$ 162,458	\$ 14,861	\$ 1,461	\$ 494,172		1,509,616
Local	-	-	-	-	-	-	-	-
Total Revenues	758,197	78,467	162,458	14,861	1,461	494,172	90,500	1,600,116
EXPENDITURES								
Instruction								
Purchased Prof. & Tech. Svcs.								-
Purchased Prof. & Educ. Svcs.								-
Tuition	706,705	78,467	161,667	14,861		324,232		1,285,932
Other Purchased Services								-
Purchased Property Services								-
General Supplies	-	-	791	-	38	-	-	829
Textbooks	-	-	-	-	-	-	-	-
Total Instruction	706,705	78,467	162,458	14,861	38	324,232	-	1,286,761
Support Services								
Salaries						11,110		11,110
Personnel Services - Employee Benefits								-
Employee Benefits								-
Purchased Prof. & Tech. Svcs.						86,778		86,778
Purchased Prof. & Educ. Svcs.								-
Purchased Technical Services								-
Cleaning Repairs and Maintenance							61,142	61,142
Other Purchased Services	48,835							48,835
Travel								-
Contracted Svcs. - Transportation						72,052		72,052
Supplies and Materials	-	-	-	-	1,423	-	-	1,423
Total Support Services	48,835	-	-	-	1,423	169,940	61,142	281,340
Facilities Acquisition and Construction								
Building Renovation								-
Non-Instructional Equipment							29,358	29,358
Instructional Equipment	2,657	-	-	-	-	-	-	2,657
Total Facilities Acquisition	2,657	-	-	-	-	-	29,358	32,015
Total Expenditures	758,197	78,467	162,458	14,861	1,461	494,172	90,500	1,600,116
Excess (Deficiency) of Revenues Over (Under) Expenditures								
Transfers In								
Fund Balances, Beginning of Year	-	-	-	-	-	-	-	-
Fund Balances, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**TENAFLY BOARD OF EDUCATION
SPECIAL REVENUE FUND
PRESCHOOL PROGRAM AID
SCHEDULE OF EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOT APPLICABLE

**SPECIAL REVENUE FUND
SCHEDULE OF STUDENT ACTIVITIES RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<u>School</u>	<u>Balance July 1, 2021</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance, June 30, 2022</u>
ELEMENTARY SCHOOLS	\$ 63,226	\$ 5,008	\$ 664	\$ 67,570
MIDDLE SCHOOL	57,864	141,938	\$ 146,936	52,866
HIGH SCHOOL				
Class Accounts	50,538	63,429	66,009	47,958
Student Organization Accounts	204,854	132,960	150,147	187,667
Athletic Account	<u>10,363</u>	<u>84,370</u>	<u>91,059</u>	<u>3,674</u>
Total	<u>\$ 386,845</u>	<u>\$ 427,705</u>	<u>\$ 454,815</u>	<u>\$ 359,735</u>

CAPITAL PROJECTS FUND

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<u>Project Description</u>	<u>Appropriation</u>	<u>Expenditures to Date</u>		<u>Cancelled</u>	<u>Balance June 30, 2022</u>
		<u>Prior Years</u>	<u>Current Year</u>		
Parking Lot Renovations at Central Office	\$ 105,281	\$ 104,281		\$ 1,000	
Air Conditioning Project- Window Units Installation and Electrical Upgrades	104,800	81,000		23,800	
Geissinger Field- Bleachers and Coaches Box	811,800	808,439	\$ 2,763	598	
Mackay Elem. Circle Repaving and Parking Expansion	239,375	194,703		44,672	
Mackay Elem. Air Conditioning and Electrical	142,830	88,695	1,125	53,010	
Maugham Elem. Air Conditioning and Electrical	181,990	88,695	1,097	92,198	
Smith Elem. Air Conditioning and Electrical	180,670	88,695	1,220	90,755	
Stillman Elem. Air Conditioning and Electrical	206,080	88,695	1,220	116,165	
Tenafly Middle School Air Conditioning and Electrical	427,620	88,695	-	338,925	
Mackay Elem. Concrete and Paving	101,121		101,121		
Maugham Elem. Concrete and Paving	181,722		170,443		\$ 11,279
Smith Elem. Concrete and Paving	471,103		471,103		
Stillman Elem. Concrete and Paving	191,690		191,690		
Tenafly Middle School Concrete and Paving	319,122		319,122		
Tenafly High School Concrete and Paving	266,099		266,099		
Field House Fencing and Paving	239,977		239,977		
Maugham Elem. Fire Alarm Replacement	300,000		107,370		192,630
Capital Improvements at Smith, Maugham and Middle School	247,615				247,615
Geissinger Field Construction	142,596	-	142,596	-	-
	<u>\$ 4,861,491</u>	<u>\$ 1,631,898</u>	<u>\$ 2,016,946</u>	<u>\$ 761,123</u>	<u>\$ 451,524</u>
			Project Balances		\$ 451,524
			Projects Budgeted in 22-23		<u>(300,000)</u>
			Fund Balance		<u>\$ 151,524</u>
<u>Recapitulation of Fund Balance:</u>					
Restricted for Capital Projects:					
Designated for Capital Projects					\$ 49,994
Year End Encumbrances					<u>101,530</u>
Total Restricted for Capital Projects					<u>\$ 151,524</u>

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Revenues and Other Financing Sources	
Transfer from Capital Reserve	\$ <u>2,161,045</u>
Total Revenues and Other Financing sources	<u>2,161,045</u>
Expenditures and Other Financing Uses	
Architectural / Engineering Services	294,193
Construction Services	1,722,753
Cancelled Balances Restored to General Fund Capital Reserve	<u>761,123</u>
Total Expenditures and Other Financing Uses	<u>2,778,069</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(617,024)
Fund Balance, Beginning of Year	<u>768,548</u>
Fund Balance, End of Year	<u>\$ 151,524</u>

TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
PARKING LOT RENOVATIONS AT CENTRAL OFFICE
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ 105,281	\$ (1,000)	\$ 104,281	\$ 104,281
Total Revenues and Other Financing Sources	<u>105,281</u>	<u>(1,000)</u>	<u>104,281</u>	<u>104,281</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services	17,533		17,533	17,533
Construction Services	<u>86,748</u>	<u>-</u>	<u>86,748</u>	<u>86,748</u>
Total Expenditures and Other Financing Uses	<u>104,281</u>	<u>-</u>	<u>104,281</u>	<u>104,281</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ 1,000</u>	<u>\$ (1,000)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5160-X01-19-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 105,281
Revised Authorized Cost	\$ 104,281
Percentage Completion	100%
Original Target Completion Date	2019/20
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
AC PROJECT- WINDOW UNITS INSTALLATION & ELECTRICAL UPGRADES
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ 104,800	\$ (23,800)	\$ 81,000	\$ 81,000
Total Revenues and Other Financing Sources	<u>104,800</u>	<u>(23,800)</u>	<u>81,000</u>	<u>81,000</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services	<u>81,000</u>	<u>-</u>	<u>81,000</u>	<u>81,000</u>
Total Expenditures and Other Financing Uses	<u>81,000</u>	<u>-</u>	<u>81,000</u>	<u>81,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ 23,800</u>	<u>\$ (23,800)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5160-060-020- 1000 /5160-070- 20-1000 /5160- 090-20-1000 /5160-100-20- 1000 /5160-095- 20-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 104,800
Revised Authorized Cost	\$ 81,000
Percentage Completion	100%
Original Target Completion Date	2019/20
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
GEISSINGER FIELD- BLEACHERS & COACHES BOX
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ 811,800	\$ (598)	\$ 811,202	\$ 811,202
Total Revenues and Other Financing Sources	<u>811,800</u>	<u>(598)</u>	<u>811,202</u>	<u>811,202</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services	53,100	2,763	55,863	55,863
Construction Services	<u>755,339</u>	<u>-</u>	<u>755,339</u>	<u>755,339</u>
Total Expenditures and Other Financing Uses	<u>808,439</u>	<u>2,763</u>	<u>811,202</u>	<u>811,202</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ 3,361</u>	<u>\$ (3,361)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5160-000-20-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 56,800
Revised Authorized Cost	\$ 811,202
Percentage Completion	100%
Original Target Completion Date	2019/20
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
MACKAY ELEMENTARY CIRCLE REPAVING AND PARKING EXPANSION
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ 239,375	\$ (44,672)	\$ 194,703	\$ 194,703
Total Revenues and Other Financing Sources	<u>239,375</u>	<u>(44,672)</u>	<u>194,703</u>	<u>194,703</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services	28,600		28,600	28,600
Construction Services	166,103	-	166,103	166,103
Total Expenditures and Other Financing Uses	<u>194,703</u>	<u>-</u>	<u>194,703</u>	<u>194,703</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ 44,672</u>	<u>\$ (44,672)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5160-080-20-1001
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 56,885
Revised Authorized Cost	\$ 194,703
Percentage Completion	100%
Original Target Completion Date	2019/20
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
MACKAY ELEMENTARY AIR CONDITIONING AND ELECTRICAL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ 142,830	\$ (53,010)	\$ 89,820	\$ 89,820
Total Revenues and Other Financing Sources	<u>142,830</u>	<u>(53,010)</u>	<u>89,820</u>	<u>89,820</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services	4,560	1,125	5,685	5,685
Construction Services	<u>84,135</u>	<u>-</u>	<u>84,135</u>	<u>84,135</u>
Total Expenditures and Other Financing Uses	<u>88,695</u>	<u>1,125</u>	<u>89,820</u>	<u>89,820</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ 54,135</u>	<u>\$ (54,135)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5160-080-20-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 142,830
Revised Authorized Cost	\$ 89,820
Percentage Completion	100%
Original Target Completion Date	2020/21
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
MAUGHAM ELEMENTARY AIR CONDITIONING AND ELECTRICAL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from General Fund- Capital Reserve	\$ 181,990	\$ (92,198)	\$ 89,792	\$ 89,792
Total Revenues and Other Financing Sources	<u>181,990</u>	<u>(92,198)</u>	<u>89,792</u>	<u>89,792</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services	4,560	1,097	5,657	5,657
Construction Services	<u>84,135</u>	<u>-</u>	<u>84,135</u>	<u>84,135</u>
Total Expenditures and Other Financing Uses	<u>88,695</u>	<u>1,097</u>	<u>89,792</u>	<u>89,792</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ 93,295</u>	<u>\$ (93,295)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5160-090-20-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 181,990
Revised Authorized Cost	\$ 89,792
Percentage Completion	100%
Original Target Completion Date	2020/21
Revised Target Completion Date	2021/22

TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
SMITH ELEMENTARY AIR CONDITIONING AND ELECTRICAL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Prior</u> <u>Periods</u>	<u>Current</u> <u>Year</u>	<u>Totals</u>	<u>Authorized</u> <u>Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ 180,670	\$ (90,755)	\$ 89,915	\$ 89,915
Total Revenues and Other Financing Sources	<u>180,670</u>	<u>(90,755)</u>	<u>89,915</u>	<u>89,915</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services	4,560	1,220	5,780	5,780
Construction Services	<u>84,135</u>	<u>-</u>	<u>84,135</u>	<u>84,135</u>
Total Expenditures and Other Financing Uses	<u>88,695</u>	<u>1,220</u>	<u>89,915</u>	<u>89,915</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ 91,975</u>	<u>\$ (91,975)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5160-070-20-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 180,670
Revised Authorized Cost	\$ 89,915
Percentage Completion	100%
Original Target Completion Date	2020/21
Revised Target Completion Date	2021/22

TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
STILLMAN ELEMENTARY AIR CONDITIONING AND ELECTRICAL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from General Fund- Capital Reserve	\$ 206,080	\$ (116,165)	\$ 89,915	\$ 89,915
Total Revenues and Other Financing Sources	<u>206,080</u>	<u>(116,165)</u>	<u>89,915</u>	<u>89,915</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services	4,560	1,220	5,780	5,780
Construction Services	<u>84,135</u>	<u>-</u>	<u>84,135</u>	<u>84,135</u>
Total Expenditures and Other Financing Uses	<u>88,695</u>	<u>1,220</u>	<u>89,915</u>	<u>89,915</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ 117,385</u>	<u>\$ (117,385)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5160-100-20-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 206,080
Revised Authorized Cost	\$ 89,915
Percentage Completion	100%
Original Target Completion Date	2020/21
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
TENAFLY MIDDLE SCHOOL AIR CONDITIONING AND ELECTRICAL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ 427,620	\$ (338,925)	\$ 88,695	\$ 88,695
Total Revenues and Other Financing Sources	<u>427,620</u>	<u>(338,925)</u>	<u>88,695</u>	<u>88,695</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services	4,560		4,560	4,560
Construction Services	<u>84,135</u>	<u>-</u>	<u>84,135</u>	<u>84,135</u>
Total Expenditures and Other Financing Uses	<u>88,695</u>	<u>-</u>	<u>88,695</u>	<u>88,695</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ 338,925</u>	<u>\$ (338,925)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5160-095-20-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 427,620
Revised Authorized Cost	\$ 88,695
Percentage Completion	100%
Original Target Completion Date	2020/21
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
MACKAY ELEMENTARY SCHOOL CONCRETE AND PAVING
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 101,121	\$ 101,121	\$ 101,121
Total Revenues and Other Financing Sources	<u>-</u>	<u>101,121</u>	<u>101,121</u>	<u>101,121</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services		9,578	9,578	9,578
Construction Services	-	91,543	91,543	91,543
Total Expenditures and Other Financing Uses	<u>-</u>	<u>101,121</u>	<u>101,121</u>	<u>101,121</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 72,179
Revised Authorized Cost	\$ 101,121
Percentage Increase over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	2021/22
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
MAUGHAM ELEMENTARY SCHOOL CONCRETE AND PAVING
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

Additional Project Information:

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

TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
SMITH ELEMENTARY SCHOOL CONCRETE AND PAVING
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 471,103	\$ 471,103	\$ 471,103
Total Revenues and Other Financing Sources	<u>-</u>	<u>471,103</u>	<u>471,103</u>	<u>471,103</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services		100,635	100,635	100,635
Construction Services	-	370,468	370,468	370,468
Total Expenditures and Other Financing Uses	<u>-</u>	<u>471,103</u>	<u>471,103</u>	<u>471,103</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 758,369
Revised Authorized Cost	\$ 471,103
Percentage Increase over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	2021/22
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
STILLMAN ELEMMENTARY SCHOOL CONCRETE AND PAVING
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 191,690	\$ 191,690	\$ 191,690
Total Revenues and Other Financing Sources	<u>-</u>	<u>191,690</u>	<u>191,690</u>	<u>191,690</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services		38,359	38,359	38,359
Construction Services	-	153,331	153,331	153,331
Total Expenditures and Other Financing Uses	<u>-</u>	<u>191,690</u>	<u>191,690</u>	<u>191,690</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 289,071
Revised Authorized Cost	\$ 191,690
Percentage Increase over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	2021/22
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
TENAFLY MIDDLE SCHOOL CONCRETE AND PAVING
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 319,122	\$ 319,122	\$ 319,122
Total Revenues and Other Financing Sources	<u>-</u>	<u>319,122</u>	<u>319,122</u>	<u>319,122</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services		24,151	24,151	24,151
Construction Services	-	294,971	294,971	294,971
Total Expenditures and Other Financing Uses	<u>-</u>	<u>319,122</u>	<u>319,122</u>	<u>319,122</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 182,001
Revised Authorized Cost	\$ 319,122
Percentage Increase over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	2021/22
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
TENAFLY HIGH SCHOOL CONCRETE AND PAVING
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 266,099	\$ 266,099	\$ 266,099
Total Revenues and Other Financing Sources	<u>-</u>	<u>266,099</u>	<u>266,099</u>	<u>266,099</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services		45,812	45,812	45,812
Construction Services	-	220,287	220,287	220,287
Total Expenditures and Other Financing Uses	<u>-</u>	<u>266,099</u>	<u>266,099</u>	<u>266,099</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 345,232
Revised Authorized Cost	\$ 266,099
Percentage Increase over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	2021/22
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
FIELD HOUSE FENCING AND PAVING
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 239,977	\$ 239,977	\$ 239,977
Total Revenues and Other Financing Sources	<u>-</u>	<u>239,977</u>	<u>239,977</u>	<u>239,977</u>
EXPENDITURES AND OTHER FINANCING USES				
Architectural/Engineering Services		40,025	40,025	40,025
Construction Services	-	199,952	199,952	199,952
Total Expenditures and Other Financing Uses	<u>-</u>	<u>239,977</u>	<u>239,977</u>	<u>239,977</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 301,625
Revised Authorized Cost	\$ 239,977
Percentage Increase over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	2021/22
Revised Target Completion Date	2021/22

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
MAUGHAM ELEMENTARY SCHOOL FIRE ALARM REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ -	\$ -	\$ 300,000
Total Revenues and Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>300,000</u>
EXPENDITURES AND OTHER FINANCING USES				
Construction Services	<u>-</u>	<u>107,370</u>	<u>107,370</u>	<u>300,000</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>107,370</u>	<u>107,370</u>	<u>300,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ (107,370)</u>	<u>\$ (107,370)</u>	<u>\$ -</u>

Additional Project Information:

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 300,000
Revised Authorized Cost	\$ 300,000
Percentage Increase over Original Authorized Cost	
Percentage Completion	36%
Original Target Completion Date	2021/22
Revised Target Completion Date	2022/23

TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
CAPITAL IMPROVEMENTS AT SMITH AND MAUGHAM ELEMENTARY SCHOOLS
AND TENAFLY MIDDLE SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 247,615	\$ 247,615	\$ 247,615
Total Revenues and Other Financing Sources	<u>-</u>	<u>247,615</u>	<u>247,615</u>	<u>247,615</u>
EXPENDITURES AND OTHER FINANCING USES				
Construction Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>247,615</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>247,615</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ 247,615</u>	<u>\$ 247,615</u>	<u>\$ -</u>

Additional Project Information:

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 247,615
Revised Authorized Cost	\$ 247,615
Percentage Increase over Original Authorized Cost	
Percentage Completion	0%
Original Target Completion Date	2021/22
Revised Target Completion Date	2022/23

**TENAFLY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
GEISSINGER FIELD CONSTRUCTION
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
REVENUES AND OTHER FINANCING SOURCES				
Transfer from Capital Reserve	\$ -	\$ 142,596	\$ 142,596	\$ 142,596
Total Revenues and Other Financing Sources	<u>-</u>	<u>142,596</u>	<u>142,596</u>	<u>142,596</u>
EXPENDITURES AND OTHER FINANCING USES				
Construction Services	<u>-</u>	<u>142,596</u>	<u>142,596</u>	<u>142,596</u>
Total Expenditures and Other Financing Uses	<u>-</u>	<u>142,596</u>	<u>142,596</u>	<u>142,596</u>
Excess (Deficiency) of Revenues and Other Financing Sources over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Additional Project Information:

Project Number	
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Original Authorized Cost	\$ 142,596
Revised Authorized Cost	\$ 142,596
Percentage Increase over Original Authorized Cost	
Percentage Completion	100%
Original Target Completion Date	2021/22
Revised Target Completion Date	2021/22

ENTERPRISE FUNDS

EXHIBIT G-1

**TENAFLY BOARD OF EDUCATION
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2022**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-4

EXHIBIT G-2

**COMBINING STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-5

EXHIBIT G-3

**COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-6

FIDUCIARY FUNDS

NOT APPLICABLE

LONG-TERM DEBT

**TENAFLY BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF OTHER FINANCING AGREEMENTS
FOR THE FISCAL YEAR JUNE 30, 2022**

	<u>Amount of Original Issue</u>	<u>Balance, July 1, 2021 (Restated)</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance, June 30, 2022</u>
Digital Desktop - Licensed Software and Services	\$ 1,266,281	\$ 1,013,025		\$ 253,256	\$ 759,769
Chromebooks	971,169	<u>710,662</u>	<u>-</u>	<u>225,634</u>	<u>485,028</u>
		<u>\$ 1,723,687</u>	<u>\$ -</u>	<u>\$ 478,890</u>	<u>\$ 1,244,797</u>

**TENAFLY BOARD OF EDUCATION
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
REVENUES					
Local Sources					
Property Taxes	\$ 2,459,399		\$ 2,459,399	\$ 2,459,399	
State Source					
State Aid	403,130		403,130	403,130	
Total Revenues	<u>2,862,529</u>	<u>-</u>	<u>2,862,529</u>	<u>2,862,529</u>	<u>-</u>
EXPENDITURES					
Debt Service					
Principal	1,990,000		1,990,000	1,990,000	
Interest	872,531		872,531	872,531	
Cost of Issuance	-	-	-	141,226	\$ (141,226)
Total Expenditures	<u>2,862,531</u>	<u>-</u>	<u>2,862,531</u>	<u>3,003,757</u>	<u>(141,226)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2)	-	(2)	(141,228)	(141,226)
OTHER FINANCING SOURCES (USES)					
Proceeds from Refunding Bonds				13,515,000	13,515,000
Premium on Issuance of Refunding Bonds				2,302,340	2,302,340
Payment to Refunding Escrow Agent				<u>(15,676,114)</u>	<u>(15,676,114)</u>
Total Other Financing Sources (Uses)				<u>141,226</u>	<u>141,226</u>
Net Change in Fund Balance	(2)	-	(2)	(2)	-
Fund Balance, July 1, 2021	<u>2</u>	<u>-</u>	<u>2</u>	<u>2</u>	<u>-</u>
Fund Balance, June 30, 2022	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATISTICAL SECTION

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

Contents

Exhibits

Financial Trends

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

J-1 to J-5

Revenue Capacity

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

J-6 to J-9

Debt Capacity

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

J-10 to J-13

Demographic and Economic Information

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

J-14 and J-15

Operating Information

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

J-16 to J-20

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

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
Investment in Capital Assets	\$ 4,152,656	\$ 7,441,887	\$ 8,346,793	\$ 10,584,155	\$ 15,807,868	\$ 15,349,943	\$ 17,214,953	\$ 18,493,143	\$ 20,140,074	\$ 22,387,659
Restricted	1,670,618	3,824,241	5,536,492	4,675,373	4,102,698	4,771,369	5,036,700	7,500,633	6,761,871	5,053,043
Unrestricted	<u>3,481,958</u>	<u>(13,505,241)</u>	<u>(16,178,727)</u>	<u>(15,618,732)</u>	<u>(16,836,620)</u>	<u>(17,311,720)</u>	<u>(17,211,977)</u>	<u>(18,240,671)</u>	<u>(17,993,499)</u>	<u>(13,815,519)</u>
Total Governmental Activities Net Position	<u>\$ 9,305,232</u>	<u>\$ (2,239,113)</u>	<u>\$ (2,295,442)</u>	<u>\$ (359,204)</u>	<u>\$ 3,073,946</u>	<u>\$ 2,809,592</u>	<u>\$ 5,039,676</u>	<u>\$ 7,753,105</u>	<u>\$ 8,908,446</u>	<u>\$ 13,625,183</u>
Business-Type Activities										
Investment in Capital Assets	\$ 40,668	\$ 43,996	\$ 42,195	\$ 38,602	\$ 55,670	\$ 93,190	\$ 87,670	\$ 97,025	\$ 85,485	\$ 74,598
Unrestricted	<u>493,608</u>	<u>426,293</u>	<u>421,955</u>	<u>400,476</u>	<u>351,472</u>	<u>285,182</u>	<u>348,899</u>	<u>212,497</u>	<u>124,754</u>	<u>197,767</u>
Total Business-Type Activities Net Position	<u>\$ 534,276</u>	<u>\$ 470,289</u>	<u>\$ 464,150</u>	<u>\$ 439,078</u>	<u>\$ 407,142</u>	<u>\$ 378,372</u>	<u>\$ 436,569</u>	<u>\$ 309,522</u>	<u>\$ 210,239</u>	<u>\$ 272,365</u>
District-Wide										
Investment in Capital Assets	\$ 4,193,324	\$ 7,485,883	\$ 8,388,988	\$ 10,622,757	\$ 15,863,538	\$ 15,443,133	\$ 17,302,623	\$ 18,590,168	\$ 20,225,559	\$ 22,462,257
Restricted	1,670,618	3,824,241	5,536,492	4,675,373	4,102,698	4,771,369	5,036,700	7,500,633	6,761,871	5,053,043
Unrestricted	<u>3,975,566</u>	<u>(13,078,948)</u>	<u>(15,756,772)</u>	<u>(15,218,256)</u>	<u>(16,485,148)</u>	<u>(17,026,538)</u>	<u>(16,863,078)</u>	<u>(18,028,174)</u>	<u>(17,868,745)</u>	<u>(13,617,752)</u>
Total District Net Position	<u>\$ 9,839,508</u>	<u>\$ (1,768,824)</u>	<u>\$ (1,831,292)</u>	<u>\$ 79,874</u>	<u>\$ 3,481,088</u>	<u>\$ 3,187,964</u>	<u>\$ 5,476,245</u>	<u>\$ 8,062,627</u>	<u>\$ 9,118,685</u>	<u>\$ 13,897,548</u>

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

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

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

Source: District's financial statements

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental Activities										
Instruction										
Regular	\$ 29,612,216	\$ 29,657,538	\$ 35,358,704	\$ 37,467,586	\$ 41,889,707	\$ 42,091,248	\$ 38,834,411	\$ 38,435,042	\$ 43,762,006	\$ 39,006,655
Special Education	8,958,381	9,341,120	10,259,084	11,145,085	12,141,526	12,590,425	14,133,496	13,929,669	15,385,373	14,075,839
Other Instruction	2,143,321	2,090,344	2,412,854	2,704,397	3,132,132	3,365,526	3,248,026	3,305,239	3,550,615	3,254,900
School Sponsored Activities And Athletics	1,263,021	1,305,116	1,605,092	1,800,560	2,015,311	2,087,955	1,936,665	1,890,832	2,093,869	2,266,015
Support Services:										
Student & Instruction Related Services	8,722,193	9,466,929	11,412,708	12,814,119	12,910,400	14,088,044	11,773,011	11,550,106	12,383,616	12,699,783
General Administration	1,190,942	1,366,283	1,006,071	977,527	979,519	1,097,035	1,066,259	1,099,881	1,231,107	1,285,823
School Administrative Services	4,969,181	4,408,156	5,101,918	5,228,684	5,792,404	6,069,970	5,440,821	4,894,104	5,153,904	4,507,632
Plant Operations And Maintenance	7,513,429	6,713,229	6,668,670	6,833,786	7,035,256	7,723,842	7,523,497	7,514,642	7,811,648	7,772,110
Pupil Transportation	1,049,857	995,730	1,204,927	1,282,758	1,304,784	1,379,792	1,486,506	1,518,070	1,452,829	1,796,860
Other Support Services	1,132,397	1,611,780	1,815,707	1,963,307	2,341,269	2,182,543	3,236,651	2,194,609	2,147,355	2,147,355
Interest and Other Charges On Long-Term Debt	1,433,612	1,538,470	1,525,790	1,289,116	1,231,175	1,174,565	1,116,301	1,052,591	985,019	945,642
Total Governmental Activities Expenses	67,988,550	68,494,695	78,371,525	83,506,925	90,773,483	93,850,945	88,763,258	88,426,827	96,004,595	89,758,614
Business-Type Activities:										
Food Service	705,738	722,465	687,143	692,228	700,170	630,638	793,266	567,651	76,679	740,150
Child Care	282,243	396,282	329,221	357,217	438,450	433,708	390,287	453,317	56,316	211,319
Tiger Tots	-	-	-	-	134,258	140,376	142,355	172,266	-	139,785
Total Business-Type Activities Expense	987,981	1,118,747	1,016,364	1,049,445	1,272,878	1,204,722	1,325,908	1,193,234	132,995	1,091,254
Total District Expenses	\$ 68,976,531	\$ 69,613,442	\$ 79,387,889	\$ 84,556,370	\$ 92,046,361	\$ 95,055,667	\$ 90,089,166	\$ 89,620,061	\$ 96,137,590	\$ 90,849,868
Program Revenues										
Governmental Activities:										
Charges For Services:										
Instruction	\$ 1,116,602	\$ 1,161,307	\$ 1,202,117	\$ 1,458,902	\$ 1,154,999	\$ 1,202,529	\$ 976,934	\$ 833,072	\$ 725,104	\$ 768,136
Other Instruction										168,728
School Sponsored Activities And Athletics	96,356	82,583	-				148,290	126,264	207,195	344,130
Student & Instruction Related Services									1,366	3,660
Plant Operations and Maintenance							157,170	85,545		76,480
Operating Grants And Contributions	9,443,278	8,588,388	16,083,705	19,418,155	25,455,999	26,847,935	22,353,568	20,764,881	27,432,059	21,655,101
Capital Grants And Contributions	380,735	913,675	497,375	584,147	1,155,461	246,762	290,675	250,488	243,342	603,984
Total Governmental Activities Program Revenues	11,036,971	10,745,953	17,783,197	21,461,204	27,766,459	28,297,226	23,926,637	22,060,250	28,609,066	23,620,219
Business-Type Activities:										
Charges For Services										
Food Service	594,204	627,312	648,766	669,219	677,739	584,056	773,680	505,489	6,465	714,268
Child Care	341,454	325,690	360,960	354,835	372,286	416,002	460,997	301,186	2,209	250,880
Tiger Tots					137,900	143,775	148,390	118,407		138,049
Operating Grants And Contributions	71,871	89,319	-	-	-	-	-	-	-	-
Total Business Type Activities Program Revenues	1,007,529	1,042,321	1,009,726	1,024,054	1,187,925	1,143,833	1,383,067	925,082	8,674	1,103,197
Total District Program Revenues	\$ 12,044,500	\$ 11,788,274	\$ 18,792,923	\$ 22,485,258	\$ 28,954,384	\$ 29,441,059	\$ 25,309,704	\$ 22,985,332	\$ 28,617,740	\$ 24,723,416
Net (Expense)/Revenue										
Governmental Activities	\$ (56,951,579)	\$ (57,748,742)	\$ (60,588,328)	\$ (62,045,721)	\$ (63,007,024)	\$ (65,553,719)	\$ (64,836,621)	\$ (66,366,577)	\$ (67,395,529)	\$ (66,138,395)
Business-Type Activities	19,548	(76,426)	(6,638)	(25,591)	(84,953)	(60,889)	57,159	(268,152)	(124,321)	11,943
Total District-Wide Net Expense	\$ (56,932,031)	\$ (57,825,168)	\$ (60,594,966)	\$ (62,071,112)	\$ (63,091,977)	\$ (65,614,608)	\$ (64,779,462)	\$ (66,634,729)	\$ (67,519,850)	\$ (66,126,452)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes	\$ 57,887,796	\$ 58,953,614	\$ 59,990,128	\$ 61,707,367	\$ 63,737,435	\$ 64,871,921	\$ 66,570,472	\$ 67,859,661	\$ 68,736,695	\$ 70,541,699
Investment Earnings	44,604	43,477	32,565	33,236	33,079	165,454	225,549	189,791	26,852	27,041
Miscellaneous Income	309,110	596,176	509,306	658,766	332,224	283,428	270,684	188,480	376,980	336,392

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Transfers	-	-	-	-	(40,092)	(31,438)	-	(140,783)	(25,000)	(50,000)
Total Governmental Activities	58,241,510	59,393,267	60,531,999	62,379,369	64,062,646	65,289,365	67,066,705	68,097,149	69,115,527	70,855,132
Business-Type Activities:										
Investment Earnings	606	657	499	319	285	681	1,038	322	38	183
Transfers	-	-	-	-	40,092	31,438	-	140,783	25,000	50,000
Total Business-Type Activities	606	657	499	319	40,377	32,119	1,038	141,105	25,038	50,183
Total District-Wide	\$ 58,242,116	\$ 59,593,924	\$ 60,532,498	\$ 62,379,688	\$ 64,103,023	\$ 65,321,484	\$ 67,067,743	\$ 68,238,254	\$ 69,140,565	\$ 70,905,315
Change in Net Position										
Governmental Activities	\$ 1,289,931	\$ 1,844,525	\$ (56,329)	\$ 333,648	\$ 1,055,622	\$ (264,354)	\$ 2,230,084	\$ 1,730,572	\$ 1,719,998	\$ 4,716,737
Business-Type Activities	20,154	(75,769)	(6,139)	(25,072)	(44,576)	(28,770)	58,197	(127,047)	(99,283)	62,126
Total District Wide	\$ 1,310,085	\$ 1,768,756	\$ (62,468)	\$ 308,576	\$ 1,011,046	\$ (293,124)	\$ 2,288,281	\$ 1,603,525	\$ 1,620,715	\$ 4,778,863

Sources: District's financial statements

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Restricted	\$ 4,732,304	\$ 5,215,987	\$ 5,183,117	\$ 4,255,257	\$ 6,376,707	\$ 6,736,790	\$ 6,833,410	\$ 8,687,184	\$ 6,407,954	\$ 4,453,304
Committed	489,500									
Assigned	749,275	1,641,275	1,571,610	1,556,814	1,245,526	1,167,435	1,305,715	972,141	1,296,691	3,095,667
Unassigned	<u>1,087,841</u>	<u>1,126,026</u>	<u>1,144,340</u>	<u>1,208,586</u>	<u>1,181,815</u>	<u>1,221,046</u>	<u>1,239,877</u>	<u>1,189,817</u>	<u>1,244,998</u>	<u>1,557,077</u>
Total General Fund	<u>\$ 7,058,920</u>	<u>\$ 7,983,288</u>	<u>\$ 7,899,067</u>	<u>\$ 7,020,657</u>	<u>\$ 8,804,048</u>	<u>\$ 9,125,271</u>	<u>\$ 9,379,002</u>	<u>\$ 10,849,142</u>	<u>\$ 8,949,643</u>	<u>\$ 9,106,048</u>
All Other Governmental Funds										
Restricted	<u>\$ 77,473</u>	<u>\$ 537,435</u>	<u>\$ 2,269,051</u>	<u>\$ 2,598,479</u>	<u>\$ 246,861</u>	<u>\$ 222,699</u>	<u>\$ 72,529</u>	<u>\$ 684,511</u>	<u>\$ 1,254,586</u>	<u>\$ 599,739</u>
Total All Other Governmental Funds	<u>\$ 77,473</u>	<u>\$ 537,435</u>	<u>\$ 2,269,051</u>	<u>\$ 2,598,479</u>	<u>\$ 246,861</u>	<u>\$ 222,699</u>	<u>\$ 72,529</u>	<u>\$ 684,511</u>	<u>\$ 1,254,586</u>	<u>\$ 599,739</u>

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

Source: District's financial statements

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Property Taxes	\$ 57,887,796	\$ 58,953,614	\$ 59,990,128	\$ 61,707,367	\$ 63,737,435	\$ 64,871,921	\$ 66,570,472	\$ 67,859,661	\$ 68,736,695	\$ 70,541,699
Tuition Charges	936,982	1,011,177	1,030,447	1,050,511	994,660	979,918	779,296	723,362	725,104	936,864
Interest Earnings	44,604	43,477	32,565	33,236	33,079	165,454	225,549	189,791	26,852	27,041
Miscellaneous	695,047	1,435,641	962,870	695,865	522,820	515,354	808,768	545,116	610,092	1,135,406
State Sources	8,880,214	7,981,206	8,941,717	10,530,252	11,983,296	12,387,774	14,474,751	15,131,207	17,856,415	23,283,928
Federal Sources	833,838	836,196	900,736	1,027,981	1,157,601	1,236,773	1,035,289	1,035,393	1,422,289	1,996,903
Total Revenue	69,278,481	70,261,311	71,858,463	75,045,212	78,428,891	80,157,194	83,894,125	85,484,530	89,377,447	97,921,841
Expenditures										
Instruction										
Regular Instruction	29,109,156	28,969,431	30,191,190	30,908,379	32,285,717	33,432,534	33,748,213	34,669,799	38,765,010	41,610,845
Special Education Instruction	8,938,253	9,264,156	9,344,858	9,892,994	10,221,343	10,855,643	12,932,230	13,079,900	14,235,842	14,851,050
Other Instruction	2,159,469	2,086,570	2,071,683	2,239,027	2,416,557	2,645,045	2,875,835	3,017,217	3,181,646	3,554,172
School Sponsored Activities and Athletics	1,238,272	1,280,354	1,396,868	1,522,592	1,599,890	1,704,161	1,721,361	1,730,618	1,894,474	2,385,791
Support Services										
Student and Inst. Related Services	8,669,666	9,429,992	11,601,075	12,354,942	11,387,820	12,260,783	11,240,210	11,424,242	11,936,930	13,220,963
General Administration	1,038,465	1,342,109	981,112	941,810	916,355	1,020,947	988,558	1,048,740	1,162,060	1,307,297
School Administrative Services	5,084,880	4,399,746	4,794,942	4,749,411	4,911,583	5,182,515	5,025,532	4,699,168	4,803,132	4,829,551
Plant Operations And Maintenance	6,050,483	5,227,826	5,176,949	5,539,325	5,510,818	5,695,282	5,758,169	6,173,484	6,310,899	6,587,851
Pupil Transportation	1,035,544	972,930	1,182,039	1,263,571	1,284,271	1,352,454	1,460,833	1,497,429	1,431,535	1,775,433
Other Support Services	1,187,742	1,608,650	1,780,810	1,859,646	1,955,867	1,959,463	2,095,761	3,214,780	2,104,044	2,258,173
Capital Outlay	978,814	1,388,169	1,879,879	957,268	3,109,171	351,777	2,565,405	1,565,890	1,753,449	2,612,863
Debt Service										
Payments to Refunding Escrow Agent	2,653,896	-	387,734							
Cost of Issuance of Refunding of Bonds	187,386	-	99,457	33,000						141,226
Principal	1,430,000	1,385,000	1,435,000	2,150,268	2,193,004	2,256,180	2,319,396	2,387,652	2,163,256	2,468,890
Interest and Other Charges	1,471,597	1,522,048	1,466,163	1,214,961	1,164,630	1,112,624	1,059,061	1,001,844	939,594	907,404
Total Expenditures	71,233,623	68,876,981	73,789,759	75,627,194	78,957,026	79,829,408	83,790,564	85,510,763	90,681,871	98,511,509
Excess (Deficiency) of Revenues										
Over (Under) Expenditures	(1,955,142)	1,384,330	(1,931,296)	(581,982)	(528,135)	327,786	103,561	(26,233)	(1,304,424)	(589,668)
Other Financing Sources (Uses)										
Capital Leases / Lease Purchase Proceeds			3,091,500					1,266,281		
Proceeds From Refunding	21,690,000		5,715,000	7,090,000						13,515,000
Payments To Escrow Agent	(21,264,000)		(5,366,000)	(7,057,000)						(15,676,114)
Premium on Refunding Bonds	2,415,282		138,191							2,302,340
Transfers In		124,937	2,451,361		1,388,348	629,641	3,186,660	1,535,062	2,119,754	3,003,568
Transfers Out	-	(124,937)	(2,451,361)	-	(1,428,440)	(660,366)	(3,186,660)	(1,675,845)	(2,144,754)	(3,053,568)
Total Other Financing Sources (Uses)	2,841,282	-	3,578,691	33,000	(40,092)	(30,725)	-	1,125,498	(25,000)	91,226
Net Change in Fund Balances	\$ 886,140	\$ 1,384,330	\$ 1,647,395	\$ (548,982)	\$ (568,227)	\$ 297,061	\$ 103,561	\$ 1,099,265	\$ (1,329,424)	\$ (498,442)
Debt Service as a Percentage of										
Noncapital Expenditures	4.13%	4.31%	4.03%	4.51%	4.43%	4.24%	4.16%	4.04%	3.49%	3.52%

* Noncapital expenditures are total expenditures less capital outlay.

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

Fiscal Year Ended June 30	Tuition	Summer School Fees/Tuition	Interest on Deposits	Extracurricular Activities Fees	Solar Panel Project Escrow	Miscellaneous	Total
2013	\$ 936,982	\$ 179,620	\$ 44,503	\$ 96,356		\$ 309,110	\$ 1,566,571
2014	1,011,177	150,130	43,477	82,583	\$ 152,000	444,176	1,883,543
2015	1,030,447	143,670	32,565	35,500		473,806	1,715,988
2016	1,050,511	161,701	33,236	43,437		446,517	1,735,402
2017	994,660	157,125	33,079	7,172		325,052	1,517,088
2018	979,918	175,830	165,454	7,615		318,443	1,647,260
2019	779,296	197,638	225,549	148,290		427,854	1,778,627
2020	723,362	109,710	189,791	126,264		274,025	1,423,152
2021	725,104		26,852			376,980	1,128,936
2022	768,136	168,728	27,041	10,075		715,643	1,689,623

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

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Valuation	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Valuation	Total Direct School Tax Rate ^a
2013	\$ 32,146,300	\$ 3,537,322,000	\$ 232,377,500	\$ 11,905,100	\$ 36,741,000	\$ 3,850,491,900	\$ 1,272,258	\$ 3,851,764,158	\$ 4,103,014,129	\$ 1.517
2014	34,048,000	3,549,449,900	231,976,200	10,462,000	36,741,000	3,862,677,100	920,920	3,863,598,020	4,348,838,200	1.539
2015	41,311,500	3,563,099,200	229,885,000	10,462,000	36,741,000	3,881,498,700	920,647	3,882,419,347	4,253,872,872	1.567
2016	43,105,700	3,588,686,800	241,749,500	10,462,000	36,741,000	3,920,745,000		3,920,745,000	4,435,733,680	1.600
2017	44,750,300	3,617,030,300	240,984,300	10,462,000	36,741,000	3,949,967,900		3,949,967,900	4,516,313,629	1.628
2018	45,288,300	3,658,491,300	240,386,300	10,462,000	36,741,000	3,991,368,900		3,991,368,900	4,570,330,078	1.647
2019	48,584,100	3,675,015,500	237,100,200	10,462,000	36,660,500	4,007,822,300		4,007,822,300	4,694,527,300	1.678
2020	49,306,000	3,676,744,800	236,376,700	10,462,000	36,660,500	4,009,550,000		4,009,550,000	4,748,365,079	1.704
2021	35,761,800	3,713,630,100	234,031,600	10,462,000	36,660,500	4,030,546,000		4,030,546,000	4,688,125,246	1.728
2022	41,998,800	3,715,851,900	234,659,000	10,462,000	33,400,200	4,036,371,900		4,036,371,900	4,778,532,424	1.763

Source: County Abstract of Ratables

^a Tax rates are per \$100

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

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

Calendar Year	<u>Total</u>	<u>Local School District</u>	<u>Municipality</u> (1)	<u>County</u>	<u>County Open Space</u>
2013	\$ 2.332	\$ 1.517	\$ 0.571	\$ 0.241	\$ 0.003
2014	2.373	1.539	0.580	0.251	0.003
2015	2.418	1.567	0.588	0.260	0.003
2016	2.473	1.600	0.595	0.275	0.003
2017	2.523	1.628	0.605	0.279	0.011
2018	2.532	1.647	0.605	0.269	0.011
2019	2.572	1.678	0.609	0.274	0.011
2020	2.618	1.704	0.621	0.281	0.012
2021	2.657	1.728	0.638	0.279	0.012
2022	2.705	1.763	0.658	0.272	0.012

(1) Includes Municipal Open Space Tax and Library Tax

Source: Tax Duplicate, Borough of Tenafly

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

Taxpayer	2022		2013	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Marlborough Co-Op Corporation	\$ 19,250,000	0.48%	\$ 22,510,300	0.58%
Clinton Lodging, LLC			9,747,700	0.25%
Knickerbocker Country Club	8,227,200	0.20%	7,500,000	0.19%
Tenaflly Shopping Center LP	7,209,400	0.18%	7,209,400	0.19%
Quirk Properties Tenaflly, LLC	6,696,400	0.17%	6,696,400	0.17%
Stonegarth Equities, LLC			6,524,200	0.17%
Knickerbocker Country Club Individual Taxpayer			4,552,500	0.12%
TRC Property LLC	4,485,600	0.11%	4,506,800	0.12%
County Manor Realty			4,485,600	0.12%
A.S.D.D.J LLC	11,830,100	0.29%	4,215,500	0.11%
145 Dean Drive LLC	9,747,700	0.24%		
30 Engle Street-Tenaflly Realty	6,524,200	0.16%		
Individual Taxpayer	4,653,100	0.12%		
Individual Taxpayer	3,997,800	0.10%		
	<u>\$ 82,621,500</u>	<u>2.05%</u>	<u>\$ 77,948,400</u>	<u>2.02%</u>

Source: Municipal Tax Assessor

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2013	\$ 57,887,796	\$ 57,887,796	100.00%	N/A
2014	58,953,614	58,953,614	100.00%	N/A
2015	59,990,128	59,990,128	100.00%	N/A
2016	61,707,367	61,707,367	100.00%	N/A
2017	63,737,435	63,737,435	100.00%	N/A
2018	64,871,921	64,871,921	100.00%	N/A
2019	66,570,472	66,570,472	100.00%	N/A
2020	67,859,661	67,859,661	100.00%	N/A
2021	68,736,695	68,736,695	100.00%	N/A
2022	70,541,699	70,541,699	100.00%	N/A

N/A = Not Applicable

Source: District records.

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

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income	Population	Per Capita
	General Obligation Bonds	Capital Lease/Lease Purchase Agreements				
2013	\$ 38,256,000		\$ 38,256,000	0.18%	14,703	\$ 2,602
2014	36,871,000		36,871,000	0.19%	14,728	2,503
2015	35,785,000	\$ 2,721,500	38,506,500	0.18%	14,733	2,614
2016	34,360,000	2,171,232	36,531,232	0.20%	14,714	2,483
2017	32,705,000	1,633,228	34,338,228	0.21%	14,688	2,338
2018	30,990,000	1,092,048	32,082,048	0.23%	14,662	2,188
2019	29,215,000	547,652	29,762,652	0.25%	14,585	2,041
2020	27,375,000	1,266,281	28,641,281	0.26%	14,454	1,982
2021	25,465,000	1,723,687	27,188,687	0.27%	14,304	1,901
2022	21,600,000	1,244,797	22,844,797	0.32%	15,232	1,500

Source: District records

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

Fiscal Year Ended June 30,	<u>General Bonded Debt Outstanding</u>		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Valuation of Property	Per Capita
	General Obligation Bonds	Deductions			
2013	\$ 38,256,000		\$ 38,256,000	0.99	\$ 2,602
2014	36,871,000		36,871,000	0.95	2,503
2015	35,785,000		35,785,000	0.92	2,429
2016	34,360,000		34,360,000	0.88	2,335
2017	32,705,000		32,705,000	0.83	2,227
2018	30,990,000		30,990,000	0.78	2,114
2019	29,215,000		29,215,000	0.73	2,003
2020	27,375,000		27,375,000	0.68	1,894
2021	25,465,000		25,465,000	0.63	1,780
2022	21,600,000		21,600,000	0.54	1,418

Source: District records

**TENAFLY BOARD OF EDUCATION
COMPUTATION OF DIRECT AND OVERLAPPING OUTSTANDING BONDED DEBT
FOR THE YEAR ENDED DECEMBER 31, 2021
(Unaudited)**

	<u>Net Debt</u>
Tenafly Board of Education (June 30, 2022)	\$ 21,600,000
Municipal Debt: (1)	
Borough of Tenafly	<u>30,004,146</u>
	51,604,146
Overlapping Debt Apportioned to the Municipality:	
Bergen County: (2) and (3)	
County of Bergen (A)	37,194,953
Bergen County Utilities Authority - Water Pollution (B)	<u>5,557,566</u>
	<u>42,752,519</u>
 Total Direct and Overlapping Debt	 <u><u>\$ 94,356,665</u></u>

(A) The debt for this entity was apportioned to the Borough of Tenafly by dividing the Municipality's 2021 equalized value by the total 2021 equalized value for Bergen County.

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

Sources:

- (1) Borough of Tenafly Annual Debt Statement
- (2) BCUA 2021 audit
- (3) Bergen County Annual Debt Statement

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Debt Limit	\$ 164,148,939	\$ 164,565,255	\$ 166,512,867	\$ 170,655,054	\$ 175,071,218	\$ 178,946,581	\$ 181,432,587	\$ 184,442,075	\$ 186,308,716	\$ 188,794,795
Total Net Debt Applicable to Limit	<u>38,256,000</u>	<u>36,871,000</u>	<u>35,785,000</u>	<u>34,360,000</u>	<u>32,705,000</u>	<u>30,990,000</u>	<u>29,215,000</u>	<u>27,375,000</u>	<u>25,465,000</u>	<u>21,600,000</u>
Legal Debt Margin	<u>\$ 125,892,939</u>	<u>\$ 127,694,255</u>	<u>\$ 130,727,867</u>	<u>\$ 136,295,054</u>	<u>\$ 142,366,218</u>	<u>\$ 147,956,581</u>	<u>\$ 152,217,587</u>	<u>\$ 157,067,075</u>	<u>\$ 160,843,716</u>	<u>\$ 167,194,795</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	23.31%	22.41%	21.49%	20.13%	18.68%	17.32%	16.10%	14.84%	13.67%	11.44%

Legal Debt Margin Calculation for Fiscal Year 2022

	Equalized Valuation Basis
	2019 \$ 4,739,059,123
	2020 4,656,311,694
	2021 <u>4,764,238,771</u>
	<u>\$ 14,159,609,588</u>
Average Equalized Valuation of Taxable Property	<u>\$ 4,719,869,863</u>
Debt Limit (4 % of Average Equalization Value)	\$ 188,794,795
Total Net Debt Applicable to Limit	<u>21,600,000</u>
Legal Debt Margin	<u>\$ 167,194,795</u>

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

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

<u>Year Ended December 31,</u>	<u>Unemployment Rate</u>	<u>Per Capita Income (1)</u>	<u>Population (2)</u>
2012	8.0 %	\$ 71,773	14,703
2013	7.3	71,286	14,728
2014	4.0	73,883	14,733
2015	3.4	77,323	14,714
2016	3.1	78,836	14,688
2017	2.9	81,024	14,662
2018	2.5	85,191	14,585
2019	2.4	88,241	14,454
2020	6.8	91,972	14,304
2021	4.4	91,972 (E)	15,232

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

(E) Estimated

(1) County of Bergen

(2) Estimated

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

INFORMATION NOT AVAILABLE

TENAFLY BOARD OF EDUCATION
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS
 (Unaudited)

<u>Function/Program</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Instruction										
Regular	177.30	177.90	179.50	179.30	186.20	212.70	260.20	264.00	266.00	284.00
Special Education	37.00	39.30	40.30	43.70	47.20	43.40	42.00	48.00	57.00	45.00
Other Special Education	19.20	19.60	19.80	20.30	25.40					
Other Instruction	101.60	101.00	100.70	105.00	91.70	3.00	3.00	3.00	3.00	3.00
Support Services:										
Student and Instruction Related Services	73.78	86.00	103.30	106.40	103.80	206.60	183.00	183.00	181.00	216.00
General Administration	38.50	39.00	41.00	41.00	34.00	25.00	22.00	20.00	23.00	25.00
School Administrative Services	25.20	25.40	25.40	25.40	29.00	23.00	22.50	19.00	19.00	23.00
Other Administrative Services						15.50	15.00	15.00	15.50	18.50
Plant Operations And Maintenance	<u>36.00</u>	<u>36.00</u>	<u>36.00</u>	<u>36.00</u>	<u>36.00</u>	<u>38.00</u>	<u>39.00</u>	<u>39.00</u>	<u>37.50</u>	<u>39.00</u>
Total	<u>508.58</u>	<u>524.20</u>	<u>546.00</u>	<u>557.10</u>	<u>553.30</u>	<u>567.20</u>	<u>586.70</u>	<u>591.00</u>	<u>602.00</u>	<u>653.50</u>

Source: District Personnel Records

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

Fiscal Year	Enrollment ^a	Operating Expenditures ^b	Cost Per Pupil ^c	Percentage Change	Pupil/Teacher Ratio			Senior High School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
					Teaching Staff	Elementary	Middle School					
2013	3,604	\$ 64,511,930	\$ 17,900	5.76%	278.90	21.50	20.4	18.7	3,612	3,479.00	-0.19%	96.32%
2014	3,587	64,581,764	18,004	0.58%	278.90	21.60	20.6	18.0	3,592	3,508.91	-0.55%	97.69%
2015	3,535	68,151,529	19,279	7.08%	280.20	21.80	20	17.6	3,610	3,484.93	0.50%	96.54%
2016	3,598	71,271,697	19,809	2.75%	284.30	22.00	17	17.8	3,607	3,479.94	-0.08%	96.48%
2017	3,567	72,490,221	20,322	2.59%	277.90	21.75	17.8	19.5	3,633	3,491.38	0.72%	96.10%
2018	3,677	76,113,960	20,700	1.86%	288.00	14.80	10.1	13.3	3,685	3,548.74	1.43%	96.30%
2019	3,648	77,846,702	21,340	3.09%	302.00	11.00	10	10.6	3,687	3,550.00	0.05%	96.28%
2020	3,652	80,555,377	22,058	3.37%	312.00	11.21	10.86	11.4	3,759	3,667.00	1.95%	97.55%
2021	3,673	85,825,572	23,367	5.93%	323.00	10.69	9.86	9.5	3,525	3,459.00	-6.23%	98.13%
2022	3,564	92,381,126	25,921	10.93%	332.00	9.97	9.43	9.8	3,567	3,453.00	1.19%	96.80%

Sources: District records

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

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
District Building										
Elementary										
Mackay										
Square Feet	36,344	36,344	36,344	36,344	36,344	36,344	36,344	36,344	36,344	36,344
Capacity (students)	351	351	351	351	351	351	351	351	351	351
Enrollment	385	393	409	400	394	392	396	378	348	346
Maugham										
Square Feet	41,450	41,450	41,450	41,450	41,450	41,450	41,450	41,450	41,450	41,450
Capacity (students)	319	319	319	319	319	319	319	319	319	319
Enrollment	405	409	402	403	397	412	410	376	363	365
Smith										
Square Feet	38,125	38,125	38,125	38,125	38,125	38,125	38,125	38,125	38,125	38,125
Capacity (students)	312	312	312	312	312	312	312	312	312	312
Enrollment	371	376	391	380	375	374	376	384	349	355
Stillman										
Square Feet	40,780	40,780	40,780	40,780	40,780	40,780	40,780	40,780	40,780	40,780
Capacity (students)	338	338	338	338	338	338	338	338	338	338
Enrollment	408	409	414	392	356	372	376	373	341	340
Middle School										
Square Feet	182,258	182,258	182,258	182,258	182,258	182,258	182,258	182,258	182,258	182,258
Capacity (students)	950	950	950	950	950	950	950	950	950	950
Enrollment	831	852	842	891	917	904	907	899	889	849
High School										
Square Feet	260,715	260,715	260,715	260,715	260,715	260,715	260,715	260,715	260,715	260,715
Capacity (students)	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170	1,170
Enrollment	1,212	1,152	1,151	1,142	1,164	1,223	1,222	1,242	1,236	1,230
Administration Building										
Square Feet	9,280	9,280	9,280	9,280	9,280	9,280	9,280	9,280	9,280	9,280

Number of Schools at June 30, 2022
 Elementary = 4
 Middle School = 1
 Senior High School = 1
 Administration = 1

Source: District Records

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
School Facilities										
Mackay Elementary School	\$ 86,162	\$ 43,752	\$ 52,353	\$ 48,508	\$ 51,969	\$ 51,609	\$ 49,068	\$ 51,460	\$ 76,913	\$ 60,663
Maugham Elementary School	109,351	50,050	59,719	54,976	56,745	58,860	55,972	58,702	88,339	68,437
Smith Elementary School	145,899	46,036	54,896	50,933	52,243	54,138	51,451	53,960	80,898	62,751
Stillman Elementary School	49,136	49,241	58,754	54,167	55,645	57,909	55,068	57,753	86,840	66,067
Middle School	149,793	220,074	262,465	241,731	244,990	258,811	245,996	257,990	398,417	293,326
High School	<u>216,102</u>	<u>314,810</u>	<u>375,413</u>	<u>346,022</u>	<u>350,432</u>	<u>370,221</u>	<u>351,858</u>	<u>369,013</u>	<u>570,198</u>	<u>428,728</u>
Total School Facilities	756,443	723,963	863,600	796,337	812,024	851,548	809,413	848,878	1,301,605	979,972
Other Facilities										
Administration Building	<u>11,343</u>	<u>11,206</u>	<u>13,329</u>	<u>2,702</u>	<u>12,442</u>	<u>13,178</u>	<u>12,493</u>	<u>13,101</u>	<u>18,142</u>	<u>13,221</u>
Grand Total	<u>\$ 767,786</u>	<u>\$ 735,169</u>	<u>\$ 876,929</u>	<u>\$ 799,039</u>	<u>\$ 824,466</u>	<u>\$ 864,726</u>	<u>\$ 821,906</u>	<u>\$ 861,979</u>	<u>\$ 1,319,747</u>	<u>\$ 993,193</u>

Source: School District's records

**TENAFLY BOARD OF EDUCATION
INSURANCE SCHEDULE
JUNE 30, 2022
(Unaudited)**

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy		
Property-Blanket Building/Contents	\$ 112,078,984	\$ 5,000
Comprehensive General Liability	1,000,000	2,500
Auto Liability	1,000,000	
Public Employee Dishonesty	\$100,000 / employee	5,000
Public Employee Dishonesty (per loss)	500,000	100,000
Forgery Alteration	250,000	5,000
Boiler and Machinery/Equipment	Blanket Limit Up to \$1,500,000	5,000
Umbrella Liability - Great American Insurance Co.	9,000,000	
Excess Umbrella Liability - Starstone/Markel	30,000,000	
Excess Liability - Fireman's Fund	25,000,000	N/A
Educator's Professional Liability - Greenwich Ins. Co	1,000,000	20,000
Pollution Coverage - Markel	2,000,000	25,000
Aggregate Sublimit per Named Insured Mold	4,000,000	50,000
Public Officials Bonds		
Treasurer of School Monies	350,000	
School Business Administrator/Board Secretary	50,000	

Source: School Insurance Records

SINGLE AUDIT SECTION



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

INDEPENDENT AUDITOR'S REPORT

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Tenafly Board of Education as of and for the fiscal year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the Tenafly Board of Education's basic financial statements and have issued our report thereon dated January 31, 2023.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

However, we noted certain matters that are not required to be reported under Government Auditing Standards that we reported to management of the Tenafly Board of Education in a separate report entitled, "Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance" dated January 31, 2023.

Purpose of this Report

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


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


Gary J. Vinci
Public School Accountant
PSA Number CS00829

Fair Lawn, New Jersey
January 31, 2023



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

INDEPENDENT AUDITOR'S REPORT

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

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Tenafly Board of Education's compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) Compliance Supplement and the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Tenafly Board of Education's major federal and state programs for the fiscal year ended June 30, 2022. The Tenafly Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Tenafly Board of Education complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2022.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and audit requirements of New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Our responsibilities under those standards, U.S. Uniform Guidance and New Jersey OMB Circular are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

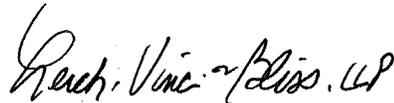
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated January 31, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards as required by the U.S. Uniform Guidance and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.



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



Gary J. Vinci
Public School Accountant
PSA Number CS00829

Fair Lawn, New Jersey
January 31, 2023

TENAFLY BOARD OF EDUCATION
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance at July 1, 2021		Unearned Revenue Carryover Amount	Accounts Receivable Carryover Amount	Cash Received	Budgetary Expenditures	Refund of Prior Year Balances	Adjustments	Balance at June 30, 2022			Memo		
					Unearned Revenue/ (Account Receivable)	Due to Grantor							(Account Receivable)	Unearned Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditure	
U.S. Department of Education Passed-through State Department of Education																		
General Fund:																		
Medical Assistance Program	93.778	2005NJ5MAP	7/1/21-6/30/22	\$ 2,857	-	-	-	-	\$ 2,857	\$ 2,857	-	-	-	-	-	-	-	\$ 2,857
Total General Fund					-	-	-	-	2,857	2,857	-	-	-	-	-	-	-	2,857
Special Revenue Fund:																		
L.D.E.A. Part B, Basic	84.027	H027A210100	7/1/21-9/30/22	760,635			\$ 14,970	\$ (14,970)	606,643	758,197			\$ (168,962)	\$ 17,408			\$ (151,554)	758,197
L.D.E.A. Part B, Basic	84.027	H027A200100	7/1/20-9/30/21	821,100	\$ (70,738)		(14,970)	14,970	71,612			(874)						-
L.D.E.A. Part B, Preschool	84.173	H173A210114	7/1/21-9/30/22	39,172			39,295	(39,295)	3,316	78,467			(75,151)	-			(75,151)	78,467
L.D.E.A. Part B, Preschool	84.173	H173A200114	7/1/20-9/30/21	39,295			(39,295)	39,295										-
ARP IDEA Basic	84.027X	H027X210100	7/1/21-9/30/22	174,004			-	-	119,387	162,458			(54,617)	11,546			(43,071)	162,458
ARP IDEA Preschool	84.173X	H173X210114	7/1/21-9/30/22	14,861			-	-	-	14,861			(14,861)	-			(14,861)	14,861
Total Special Education Cluster (IDEA)					(70,738)	-	-	-	800,958	1,013,983	-	(874)	(313,591)	28,954	-		(284,637)	1,013,983
Title I, Part A	84.010A	S010A210030	7/1/21-9/30/22	151,913			11	(11)	18,790	38,598			(133,134)	113,326			(19,808)	38,598
Title I, Part A	84.010A	S010A200030	7/1/20-9/30/21	179,131	(134,172)		(11)	11	179,120	44,948							-	44,948
Title II, Part A	84.367	S367A210029	7/1/21-9/30/22	46,891			85,411	(85,411)	40,771	116,418			(91,531)	15,884			(72,647)	116,418
Title II, Part A	84.367	S367A200029	7/1/20-9/30/21	56,676	(10,136)		(85,411)	85,411	10,136								-	-
Title III-Immigrant	84.365	S365A210030	7/1/21-9/30/22				45,045	(45,045)		9,493			(45,045)	35,552			(7,240)	9,493
Title III-Immigrant	84.365	S365A200030	7/1/20-9/30/21	23,527	(11,378)		(45,045)	45,045	11,378								-	-
Title III	84.365	S365A210030	7/1/21-9/30/22	68,058			22,227	(22,227)	41,758	45,541			(48,527)	44,744			(3,783)	45,541
Title III	84.365	S365A200030	7/1/20-9/30/21	48,479	(115,282)		(22,227)	22,227	115,282								-	-
Total Title III Cluster					(126,660)	-	-	-	168,418	55,034	-	-	(93,572)	80,296	-		(11,023)	55,034
Title IV	84.424	S424A210031	7/1/21-9/30/22	13,075			13,359	(13,359)	9,135	13,326			(17,299)	13,108			(4,191)	13,326
Title IV	84.424	S424A200031	7/1/20-9/30/21	13,155	(14,217)		(13,359)	13,359	14,217								-	-
Perkins Secondary Grant	84.048A	V048A200030	7/1/20-6/30/21	16,582	(10,870)				10,472			398					-	-
Education Stabilization Fund (ESF)																		
ESSER I	84.425D	S425D200027	3/13/20-9/30/20	165,180	(34,520)				35,793	1,461			(1,061)	873			(188)	1,461
CRRSA - ESSER II	84.425D	S425D210027	3/13/20-9/30/23	587,155					44,294	580,354			(542,861)	6,801			(99,786)	580,354
Learning Acceleration	84.425D	S425D210027	3/13/20-9/30/23	37,681					28,261	28,261			(9,420)	9,420			-	28,261
Mental Health	84.425D	S425D210027	3/13/20-9/30/23	45,000					40,500	40,500			(4,500)	4,500			-	40,500
ARP ESSER	84.425U	S425U210027	3/13/2020-9/30/2024	1,319,593									(1,319,593)	1,319,593			-	-
Accelerated Learning Coach and Educator	84.425U	S425U210027	3/13/2020-9/30/2024	290,808									(290,808)	290,808			-	-
Evidence Based Summer Learning	84.425U	S425U210027	3/13/2020-9/30/2024	40,000									(40,000)	40,000			-	-
Beyond the School Day	84.425U	S425U210027	3/13/2020-9/30/2024	40,000									(40,000)	40,000			-	-
Mental Health Support Staffing	84.425U	S425U210027	3/13/2020-9/30/2024	45,000									(45,000)	45,000			-	-
Total ESF Cluster					(34,520)	-	-	-	148,848	650,376	-	-	(2,293,243)	1,756,995	-		(99,974)	650,376
Total U.S. Department of Education					(401,313)	-	-	-	1,400,865	1,932,883	-	(476)	(2,942,370)	2,008,563	-		(492,280)	1,932,883

TENAFLY BOARD OF EDUCATION
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance at	Unearned	Accounts	Balance at June 30, 2022					Memo					
					July 1, 2021	Revenue	Receivable	(Account Receivable)	Unearned Revenue	Due to Grantor	Cash Received	Budgetary Expenditures	Refund of Prior Year Balances	Adjustments	(Account Receivable)	Unearned Revenue	Due to Grantor	GAAP Receivable
ACSERS	21.027	SLFRFDOE1SES	7/1/21-6/30/22	517,020				258,510	494,172					(258,510)	22,848		(235,662)	494,172
Coronavirus Relief Fund Grant	21.019	C8220COVID19	3/1/20-12/31/20	95,153		6,349					6,349			(20,266)			(20,266)	
NonPublic Digital Divide Grant	21.019	C8220COVID19	7/16/20-10/31/20	21,925	(20,266)									(20,266)			(20,266)	
Total Coronavirus Relief Cluster					(20,266)	6,349					6,349			(20,266)			(20,266)	
Total U.S. Department of Treasury					(20,266)	6,349		258,510	494,172		6,349			(278,776)	22,848		(255,928)	494,172
The TEACH Coalition (SAMSHA)	93.276	SP021565	9/30/17-9/30/18	125,000		\$ 44,858										\$ 44,858		
Total U.S. Department of Health and Human Services						44,858										44,858		
Total Special Revenue Fund					(421,579)	51,207		1,659,375	2,427,055		6,349	(476)		(3,221,146)	2,031,411	44,858	(748,208)	2,427,055
Total Federal Financial Awards					\$ (421,579)	\$ 51,207	\$ -	\$ 1,662,232	\$ 2,429,912	\$ 6,349	\$ (476)	\$ (3,221,146)	\$ 2,031,411	\$ 44,858	\$ (748,208)	\$ 2,429,912		

TENAFLY BOARD OF EDUCATION
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance July 1, 2021		Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Prior Year Encumbrances Cancelled	Balance June 30, 2022			MEMO	
				Unearned Revenue/ (Accts Rec)	Due to Grantor					(Accounts Receivable)	Unearned Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditures
State Department of Education														
General Fund:														
Special Education Aid	22-495-034-5120-089	7/1/21-6/30/22	\$ 2,559,048			\$ 2,559,048	\$ 2,559,048							\$ 2,559,048
Special Education Aid	21-495-034-5120-089	7/1/20-6/30/21	1,959,624	(151,937)		151,937								
Security Aid	22-495-034-5120-084	7/1/21-6/30/22	285,644			285,644	285,644							285,644
Security Aid	21-495-034-5120-084	7/1/20-6/30/21	285,644	(22,147)		22,147								
Total State Aid- Public Cluster				(174,084)		3,018,776	2,844,692							2,844,692
Transportation Aid	22-495-034-5120-014	7/1/21-6/30/22	353,878			353,878	353,878							353,878
Transportation Aid	21-495-034-5120-014	7/1/20-6/30/21	353,878	(27,437)		27,437								
Non Public Transportation	22-495-034-5120-014	7/1/21-6/30/22	51,330				51,330			(51,330)			\$ (51,330)	51,330
Non Public Transportation	21-495-034-5120-014	7/1/20-6/30/21	31,320	(31,320)		31,320								
Total Transportation Aid				(58,757)		412,635	405,208			(51,330)			(51,330)	405,208
Extraordinary Aid	22-100-034-5120-044	7/1/21-6/30/22	1,550,646				1,550,646			(1,550,646)				1,550,646
Extraordinary Aid	21-100-034-5120-044	7/1/20-6/30/21	1,492,270	(1,492,270)		1,492,270								
School Security Grant (Alyssa's Law)	N/A	7/1/20-6/30/21	211,375			211,375	211,375							211,375
TPAF On-Behalf Contributions														
Pension Contribution-Normal Costs	22-495-034-5094-002	7/1/21-6/30/22	11,817,135			11,817,135	11,817,135							11,817,135
Pension Contribution -NCGI	22-495-034-5094-004	7/1/21-6/30/22	166,723			166,723	166,723							166,723
Pension Contribution- Long Term Disability Insurance	22-495-034-5094-004	7/1/21-6/30/22	3,650			3,650	3,650							3,650
Pension Contribution - Post Retirement Cost	22-495-034-5094-001	7/1/21-6/30/22	2,799,914			2,799,914	2,799,914							2,799,914
Total On-Behalf TPAF Contribution Cluster						14,787,422	14,787,422							14,787,422
Social Security Reimbursements	22-495-034-5094-003	7/1/21-6/30/22	2,437,445			2,316,128	2,437,445			(121,317)			(121,317)	2,437,445
Total General Fund				(1,725,111)		22,238,606	22,236,788			(1,723,293)			(1,723,293)	22,236,788
Special Revenue Fund:														
New Jersey Nonpublic Aid														
Textbook Aid	22-100-034-5120-064	7/1/21-6/30/22	36,732			36,732	33,632					\$ 3,100		33,632
Textbook Aid	21-100-034-5120-064	7/1/20-6/30/21	30,790		\$ 1,748			\$ 1,748						
Auxiliary Services														
Compensatory Education	22-100-034-5120-067	7/1/21-6/30/22	112,871			112,871	70,455					42,416		70,455
Compensatory Education	21-100-034-5120-067	7/1/20-6/30/21	703,521		645,712			645,712						
English as a Second Language	22-100-034-5120-067	7/1/21-6/30/22	22,838			22,838	15,712					7,126		15,712
English as a Second Language	21-100-034-5120-067	7/1/20-6/30/21	332,694		320,527			320,527						
Total Nonpublic Auxiliary Services Aid (Chap. 192) Cluster					966,239	135,709	86,167	966,239				49,542		86,167
Handicapped Services														
Examination and Classification	22-100-034-5120-066	7/1/21-6/30/22	102,370			102,370	60,088					42,282		60,088
Examination and Classification	21-100-034-5120-066	7/1/20-6/30/21	1,883,635		1,824,582			1,824,582						
Corrective Speech	22-100-034-5120-066	7/1/21-6/30/22	43,059			43,059	35,712					7,347		35,712
Corrective Speech	21-100-034-5120-066	7/1/20-6/30/21	371,669		333,572			333,572						
Supplemental Instruction	22-100-034-5120-066	7/1/21-6/30/22	59,472			59,472	42,423					17,049		42,423
Supplemental Instruction	21-100-034-5120-066	7/1/20-6/30/21	300,156		267,371			267,371						
Total Nonpublic Handicapped Services Aid (Chap. 193) Cluster					2,425,525	204,901	138,223	2,425,525				66,678		138,223
Technology	22-100-034-5120-373	7/1/21-6/30/22	25,704			25,704	18,295					7,409		18,295
Nursing	22-100-034-5120-070	7/1/21-6/30/22	75,264			75,264	55,510					19,754		55,510
Nursing	21-100-034-5120-070	7/1/20-6/30/21	54,672		13,721				13,721					
Security Aid	22-100-034-5120-509	7/1/21-6/30/22	94,325			94,325	84,518					9,807		84,518
Security Aid	21-100-034-5120-509	7/1/20-6/30/21	73,150		5,386			5,386	1,091			1,091		
SDA Emergent Capital Needs	N/A	N/A	90,500			90,500	90,500							90,500
Total Special Revenue Fund					3,412,619	663,135	506,845	3,412,619	1,091			157,381		506,845
Debt Service Fund:														
Debt Service State Aid	22-495-034-5120-075	7/1/21-6/30/22	\$ 403,130			\$ 403,130	\$ 403,130							\$ 403,130
Total State Department of Education				(1,725,111)	\$ 3,412,619	23,304,871	23,146,763	\$ 3,412,619	1,091	\$ (1,723,293)		\$ 157,381	\$ (1,723,293)	23,146,763

TENAFLY BOARD OF EDUCATION
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance July 1, 2021		Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Prior Year Encumbrances Cancelled	Balance June 30, 2022			MEMO	
				Unearned Revenue/ (Accts Rec)	Due to Grantor					(Accounts Receivable)	Unearned Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditures
Total State Financial Assistance Subject to Single Audit Determination				<u>(1,725,111)</u>	<u>3,412,619</u>	<u>23,304,871</u>	<u>23,146,763</u>	<u>3,412,619</u>	<u>1,091</u>	<u>(1,723,293)</u>	<u>-</u>	<u>157,381</u>	<u>(172,647)</u>	<u>23,146,763</u>
State Financial Assistance														
Not Subject to Major Program Determination														
General Fund														
TPAF On-Behalf Pension Contributions														
Normal Costs and NCGI	21-495-034-5094-002/004	7/1/20-6/30/21	11,983,858			(11,983,858)	(11,983,858)							(11,983,858)
Long Term Disability Insurance	21-495-034-5094-004	7/1/20-6/30/21	3,650			(3,650)	(3,650)							(3,650)
Post Retirement Cost	21-495-034-5094-001	7/1/20-6/30/21	2,437,445	-	-	(2,799,914)	(2,799,914)	-	-	-	-	-	-	(2,799,914)
Total State Financial Assistance for Major Program Determination				<u>\$ (1,725,111)</u>	<u>\$ 3,412,619</u>	<u>\$ 8,517,449</u>	<u>\$ 8,359,341</u>	<u>\$ 3,412,619</u>	<u>\$ 1,091</u>	<u>\$ (1,723,293)</u>	<u>\$ -</u>	<u>\$ 157,381</u>	<u>\$ (172,647)</u>	<u>\$ 8,359,341</u>

**TENAFLY BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 1 GENERAL

The accompanying schedules present the activity of all federal and state financial assistance programs of the Tenafly Board of Education. The Board of Education is defined in Note 1(A) to the Board's financial statements. All federal financial assistance received directly from federal agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2 BASIS OF ACCOUNTING

The accompanying schedules are prepared and presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These basis of accounting are described in Notes 1(C) to the Board's financial statements. 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 (U.S. Uniform Guidance) and New Jersey OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid". Therefore, some amounts presented in these schedules may differ from the amounts presented in, or used in the preparation of, the financial statements.

NOTE 3 RELATIONSHIP TO FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is an increase of \$143,145 for the general fund and a decrease of \$436,299 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 2,857	\$ 22,379,933	\$ 22,382,790
Special Revenue Fund	1,994,046	500,865	2,494,911
Debt Service Fund	-	403,130	403,130
	<u> </u>	<u> </u>	<u> </u>
Total Financial Assistance	<u>\$ 1,996,903</u>	<u>\$ 23,283,928</u>	<u>\$ 25,280,831</u>

**TENAFLY BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5 OTHER INFORMATION

TPAF Social Security contributions in the amount of \$2,437,445 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2022. The amount reported as TPAF Pension System Contributions in the amount of \$11,983,858 , TPAF Post-Retirement Medical Benefits Contributions in the amount of \$2,799,914 and TPAF Long-Term Disability Insurance in the amount of \$3,650 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2022.

NOTE 6 ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT

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

NOTE 7 DE MINIMIS INDIRECT COST RATE

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

**TENAFLY BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Part I – Summary of Auditor’s Results

Financial Statement Section

Type of auditor's report issued on financial statements Unmodified

Internal control over financial reporting:

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

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

Noncompliance material to basic financial statements noted? yes X no

Federal Awards Section

Internal control over compliance:

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

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

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

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

Identification of major federal programs:

<u>AL Number(s)</u>	<u>FAIN Number (s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.425D</u>	<u>S425D200027</u>	<u>CARES Emergency Relief Grant</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CRRSA - ESSER II</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CR Learning Acceleration</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CR Mental Health</u>

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

Auditee qualified as low-risk auditee? X yes no

**TENAFLY BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Part 2 – Schedule of Financial Statement Findings

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

There are none.

TENAFLY BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Part 3 – Schedule of Federal and State Award Findings and Questioned Costs

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

CURRENT YEAR FEDERAL AWARDS

There are none.

CURRENT YEAR STATE AWARDS

There are none.

**TENAFLY BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

STATUS OF PRIOR YEAR FINDINGS

Finding 2021-001:

Our audit of the general ledger account balances revealed certain adjusting journal entries were required to reconcile the Boards accounting records to agree with subsidiary ledgers, records and supporting documentation.

Current Status

Corrective action was taken.

Finding 2021-002:

Our audit of the District's Application for State School Aid (ASSA) noted the following:

- The On-Roll workpapers reported fifty-six (56) more students than the ASSA. In addition, we verified ten (10) fewer students to the class registers.
- The Private School for the Disabled workpapers reported five (5) fewer student than the ASSA. In addition we could not verify two (2) students.
- The Low Income workpapers reported six (6) fewer students than the ASSA. In addition, twelve (12) applications were not provided for audit.
- Certain special education students did not have an IEP on file or a valid IEP of October 15, 2020.
- The LEP-Low Income workpapers noted one (1) more student than the ASSA.

Current Status

Corrective action was taken.