PRINCETON

PUBLIC SCHOOLS

Princeton Public Schools
Princeton, New Jersey

Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2022

Annual Comprehensive Financial Report

of

Princeton Public Schools

Princeton, New Jersey

For the Fiscal Year Ended June 30, 2022

Prepared by

Princeton Public Schools
Board of Education

PRINCETON PUBLIC SCHOOLS
TABLE OF CONTENTS
FISCAL YEAR ENDED JUNE 30, 2022

INTRODUCTORY SECTION (Unaudited)

Letter of Transmittal 1
Organizational Chart 6
Roster of Officials 7
Consultants and Advisors 8

FINANCIAL SECTION 9

Independent Auditors' Report 10

Required Supplementary Information 14
Management's Discussion and Analysis 15

Basic Financial Statements (Sections A. and B.) 23

A. District-Wide Financial Statements 24
A-1 Statement of Net Position 25
A-2 Statement of Activities 26

B. Fund Financial Statements 28
B-1 Balance Sheet – Governmental Funds 29
B-2 Statement of Revenue, Expenditures and Changes in Fund Balance – Governmental Funds 31
B-3 Reconciliation of the Statement of Revenue, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities 32
B-4 Statement of Net Position – Proprietary Funds 34
B-5 Statement of Revenue, Expenses and Changes in Net Position – Proprietary Funds 35
B-6 Statement of Cash Flows – Proprietary Funds 36

Notes to the Basic Financial Statements 37

Required Supplementary Information 79

L Schedules Related to Accounting and Reporting for Pensions and Postemployment Benefits Other than Pensions 80
L-1 Schedule of District's Proportionate Share of the Net Pension Liability - Public Employees Retirement System 80
L-2 Schedule of District Contributions – Public Employees Retirement System 81
L-3 Schedule of State's Proportionate Share of the Net Pension Liability attributable to the District – Teachers' Pension and Annuity Fund 82
L-4 Schedule of State Contributions – Teachers' Pension and Annuity Fund 83
L-5 Schedule of Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District and Related Ratios 84

Notes to Required Supplementary Information 85

PRINCETON PUBLIC SCHOOLS
TABLE OF CONTENTS
FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

FINANCIAL SECTION (Cont'd)

Other Supplementary Schedules (Sections D. to I.)

C. Budgetary Comparison Schedules 87
C-1 Budgetary Comparison Schedule – General Fund 88
C-2 Combining Budgetary Schedule – Special Revenue Fund 101
C-3 Budgetary Comparison Schedule – Notes to Required Supplementary Information 102

D. School Level Schedules (Not Applicable) 104

E. Special Revenue Fund 105
E-1 Combining Schedule of Revenue and Expenditures Special Revenue Fund – Budgetary Basis 106
E-2 Preschool Education Aid Schedule of Expenditures Special Revenue Fund – Budgetary Basis 111

F. Capital Projects Fund 112
F-1 Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance 113
F-1a Schedule of Project Revenues, Expenditures, Project Balance and Project Status - 2019 Bond Referendum Capital Projects 114
F-1b Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Princeton Middle School Pool HVAC 115
F-1c Schedule of Project Revenues, Expenditures, Project Balance and Project Status - 2022 Bond Referendum Project 116
F-1d Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Additional HVAC 117
F-1e Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Partial Roof Replacement at Princeton High School 118
F-1f Schedule of Project Revenues, Expenditures, Project Balance and Project Status - HVAC Controls 119

G. Proprietary Funds 120
Enterprise Fund:
G-1 Statement of Net Position 121
G-2 Statement of Revenue, Expenses and Changes in Net Position. 122
G-3 Statement of Cash Flows 123

H. Fiduciary Activities (Not Applicable) 124

I. Long-Term Debt 125
I-1 Schedule of Serial Bonds 126
I-2 Schedule of Obligations Under Financed Purchases 128
I-3 Schedule of Obligations Under Leases 129
I-4 Debt Service Fund Budgetary Comparison Schedule 130

PRINCETON PUBLIC SCHOOLS
TABLE OF CONTENTS
FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

STATISTICAL SECTION (Unaudited)

J. Statistical Section 131
J-1 Net Position by Component 132
J-2 Changes in Net Position 133
J-3 Fund Balances- Governmental Funds 136
J-4 Changes in Fund Balances- Governmental Funds 137
J-5 General Fund Other Local Revenue by Source 139
J-6 Assessed Value and Actual Value of Taxable Property 140
J-7 Direct and Overlapping Property Tax Rates 141
J-8 Principal Property Taxpayers 142
J-9 Property Tax Levies and Collections 143
J-10 Ratios of Outstanding Debt by Type 144
J-11 Ratios of Net General Bonded Debt Outstanding 145
J-12 Ratios of Overlapping Governmental Activities Debt 146
J-13 Legal Debt Margin Information 147
J-14 Demographic and Economic Statistics 148
J-15 Principal Employers 149
J-16 Full-Time Equivalent District Employees by Function/Program 150
J-17 Operating Statistics 151
J-18 School Building Information 152
J-19 Schedule of Required Maintenance for School Facilities 153
J-20 Insurance Schedule 154

K. SINGLE AUDIT SECTION 155

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* 156
K-2 Independent Auditors' Report on Compliance For Each Major Federal and State Program; Report on Internal Control over Compliance Required by the Uniform Guidance and NJOMB 15-08 158
K-3 Schedule of Expenditures of Federal Awards 161
K-4 Schedule of Expenditures of State Awards 163
K-5 Notes to the Schedules of Expenditures of Federal and State Awards 165
K-6 Schedule of Findings and Questioned Costs 167
K-7 Summary Schedule of Prior Audit Findings 169

INTRODUCTORY SECTION
(UNAUDITED)

Matt Bouldin, Business Administrator/Board Secretary
25 Valley Road, Princeton, New Jersey 08540 t 609-806-4204 f 609-806-4225

January 10, 2023

Honorable President and Members
of the Princeton Board of Education
Princeton Public Schools
County of Mercer
Princeton, New Jersey

Dear Board Members and Constituents:

The Annual Comprehensive Financial Report ("ACFR") of the Princeton Public Schools (hereinafter, the "District") as of and for the year ended June 30, 2022, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education ("Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information at June 30, 2022 and the respective changes in financial position and cash flows, where applicable, for the year then ended. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The ACFR is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter (designed to complement Management's Discussion and Analysis and should be read in conjunction with it), the District's organizational chart, a roster of officials, independent auditors and advisors and the certificate of excellence in financial reporting. The financial section includes Management's Discussion and Analysis, basic financial statements, required supplementary information and supplementary information, as well as the auditors' report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis and is unaudited. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act, the Uniform Guidance and the New Jersey OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid Payments." Information related to this single audit, including the independent auditors' reports on internal control and compliance with applicable laws and regulations and findings and questioned costs, is included in the single audit section of this report.

1. Reporting Entity and Its Services

The Princeton Public Schools is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB). All funds and the government-wide financial statements of the District are included in this report. The Princeton Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PK through 12. These include regular education as well as special education for disabled students. The District sends its vocational students to county vocational schools, which are more suited to provide that form of educational program. The District completed the 2021-2022 fiscal year with an average daily enrollment of 3,701 students, which is 27 or 0.70% more students more than the previous year's average daily enrollment. The following chart details the changes in the average daily student enrollment of the District over the last six years:

Fiscal-Year	Enrollment	% Change
2021-22	3,701	0.70%
2020-21	3,674	-4.35%
2019-20	3,841	2.67%
2018-19	3,741	-0.27%
2017-18	3,751	0.73%
2016-17	3,724	4.81%

2. Economic Condition and Outlook

The economy in the Princeton community and local region is stable and home property values are on the rise. Undeveloped land in Princeton is primarily owned by Princeton University and a few other entities. Avalon Bay Apartment complex, located on Witherspoon Street is complete. The property known as Merwick-Stanworth, Bayard Street has been completed. Residents continue to move into these housing complexes. The District continues to welcome students from these neighborhoods into the six schools. The administration is concerned about enrollment growth. Enrollment was expected to increase again for the Fall of 2021, however Covid-19 has had some effects, with a lot of move-in's but also a lot of students enrolling in private schools. Additionally, the Municipality released the new housing requirements to include affordable housing units, as directed by the courts. Proposed new housing will cause an additional increase in enrollment over the next ten years and into the future. The recent demographic report identifies a growth in enrollment at the high school in the next few years while the middle school will experience overcrowding in the next two years.

The Princeton Charter School ("PCS") opened its doors in 1997 with an initial enrollment of 72 students. Enrollment history of the last ten years is noted:

Fiscal Year	Enrollment
2012-13	342
2013-14	341
2014-15	346
2015-16	348
2016-17	348
2017-18	402
2018-19	412
2019-20	427
2020-21	424
2021-22	424

The Charter School offers education to mostly Princeton residents in grades kindergarten through eighth with most students enrolling at Princeton High School in ninth grade. Princeton Charter School Board received approval from the Commissioner of Education to expand the charter enrollment limit to 424 by 2018-19. The Board of Education petitioned the Commissioner not to approve the expansion. PCS's application ultimately was approved. The Charter School planned to enroll 8 additional students in September 2019 to meet the maximum of 424 students. The students attending the charter school may reduce enrollment at some Princeton Public Schools but not in a manner that allows for an accompanying reduction in Princeton Public Schools' operating expenses. The expansion will divert over $1 million funding from the District's general budget to the tuition expense for PCS. The additional expense has impacted the District's budgeting efforts and will continue to do so as the District deals with rising enrollment.

The school district is located in the County of Mercer, New Jersey with a population of 385,898 (2021) while the Municipality of Princeton itself has a resident population of 30,872 (2021). The Board of Education of Princeton has the legal level of budgetary control.

All Board policies that address financial matters are fully in line with New Jersey Statute 18A:18A, public school district matters.

The district is comprised of six schools. There is one high school originally built in 1927 and since has had multiple additions with the most recent completed in 2005. There is one middle school currently serving grades six through eight built in 1965 and four neighborhood elementary schools. Two elementary schools were built in 1959 while one was built in 1957 and the newest school was built in 1962.

3. Major Initiatives

Facilities Improvement Plan

All school buildings are in relatively good condition in terms of general maintenance. In January of 2022, the community voted in favor of the District's $17,451,000 referendum. The referendum includes roofing upgrades at all schools. The plans to address needs of the entire District as well as the community are in review by the DOE. Representatives of the Board and Municipality are working together to determine solutions to enrollment growth and other community needs, having recently approved a planning consultant who will work with the District and all stakeholders to develop a long range plan for growth.

The District had trailers installed at the high school where teachers' offices and collaboration spaces are housed. These trailers enabled the school to gain back needed classroom space. This project did not require the collection of additional taxes as it was funded through capital reserve funds. The project was approved by the Department of Education and was included in the District's Long Range Facility Plan.

Personnel Management

The Office of Human Resources uses an established protocol to ensure that all candidates are properly credentialed and certified under New Jersey law. To find the best possible candidates, District staff participated in many job fairs in the mid-Atlantic and south-Atlantic regions and performed extension outreach efforts nationally. The Human Resource Administrator made a concerted effort to recruit people of color to match the diverse student population. Recruitment of this type will continue through job fairs and college visitations. Additionally, a software program *Applitrack* is used to successfully manage job applications. Human Resources manuals are used by administrators to provide better oversight of the supervision/evaluation process; for new hires to aid in their orientation to District policies, procedures, and expectations; and for mentors to support new hires to the teaching profession in the District's seven-year mentoring and induction program. In collaboration with the Curriculum and Instruction Office, the Human

Resources Office provided professional development activities so that teachers and support staff could meet District and State requirements. Personnel policies and specified job descriptions were reviewed and revised as necessary in collaboration with the Board's Personnel Committee. The Office of Human Resources continues to revise the faculty and administrator evaluation process to meet the changing State requirements as well as developing innovative methods for enhancing classroom instruction with State approval.

Educational Program

The District's rigorous academic program prepares students for college and career choices, enabling them to compete with high school graduates. Technology and college/career readiness are embedded throughout the curriculum. The general education program includes language arts, mathematics, science, social studies, visual and performing arts, health and physical education, and world languages, reflecting the State of New Jersey's Core Curriculum Content Standards and the values that the Princeton community places on an educational experience that highlights the humanities, mathematics, and the visual and performing arts.

In addition to the District's exemplary academic program, there are several areas in which the program goes beyond what is required by state standards. For example, full day pre-kindergarten as well as a full day kindergarten is offered. There is an enhanced performing arts program from the third to the twelfth grade that involves approximately 50 percent of the total student enrollment. Also, the District offers world language instruction beginning in elementary school and continuing through grade twelve. Spanish is offered in elementary grades; Spanish and French in the sixth through eighth grades; as well as Mandarin in seventh and eighth grades. In the ninth to twelfth grades, instruction in Italian, Japanese, Mandarin and Latin are offered as well as Spanish and French. A Spanish-English dual language immersion program ran for a seventh year at Community Park Elementary School during 2022. The school now has DLI classes in Preschool through grade Eight. All of our elementary schools are fully equipped with science labs, computer labs and/or mobile laptop carts, and school libraries. Eligible high school students may take courses at Princeton University. All high school students may choose from a wide range of rigorous courses and electives.

The District provides resources for continuous professional development of its staff; engages community organizations, businesses, and local government agencies as partners in the educational process, encourages parent and family involvement in school and district activities and committees; and participates with other school districts and higher education institutions in research and programming for closing the achievement gap between students of color as well as economically disadvantaged students and their peers.

The Princeton community values education and fully supports our students and schools as we provide the academic and co-curricular opportunities for all children to reach their greatest potential.

4. Internal Control

District administration is responsible for establishing and maintaining internal control designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States (GAAP). Internal control 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 administration.

As a recipient of federal awards and state financial assistance, the District is also responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs. Internal control is also subject to periodic evaluation by District administration and the State.

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

5. Budgetary Controls

In addition to internal control, the District maintains budgetary controls. The legal level of budgetary control is established at the line item accounts within each fund. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the State Department of Education. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section. The budgetary comparison schedule for the general fund is required to include non-budgeted pension and related payments made by the State of New Jersey on-behalf of the District as revenues and expenditures. Since these amounts are not budgeted, they appear to be excess revenue and expenditures over budget and, as such; **do not** represent over-expenditures in the District's budget.

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

6. Accounting System and Reports

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

7. Other Information

Independent Audit: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia, LLP was selected by the Board of Education to perform auditing services. 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, the related Uniform Guidance and New Jersey OMB Circular 15-08. The auditors' report on the basic financial statements, required supplementary information, and other supplementary information are included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

8. Acknowledgments

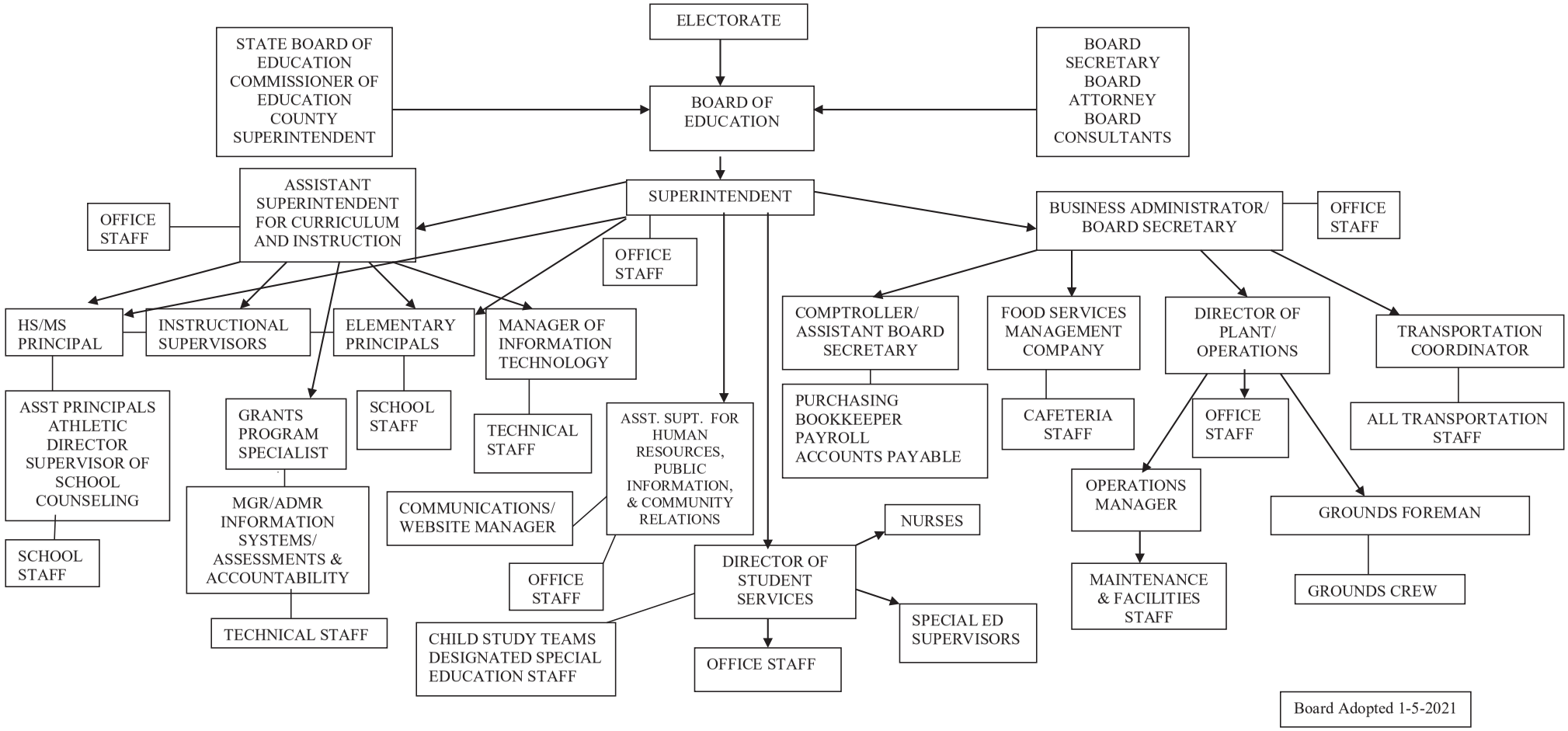
We would like to express our appreciation to the members of the Princeton School Board for its concern in providing fiscal accountability to the citizens and taxpayers of the District and thereby contributing full support to the development and maintenance of our financial operation. The preparation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

Carol L Kelley

Dr. Carol Kelley
Superintendent of Schools

Matt Bouldin
Business Administrator/Board Secretary

PRINCETON PUBLIC SCHOOLS ORGANIZATIONAL CHART



PRINCETON PUBLIC SCHOOLS
PRINCETON, NEW JERSEY

ROSTER OF OFFICIALS
JUNE 30, 2022

Members of the Board of Education	Term Expires
Dafna Kendal, President	2025
Michele Tuck-Ponder, Vice President	2023
Beth Behrend	2023
Debbie Bronfeld	2025
Jean Durbin	2023
Betsy Kalber-Baglio	2024
Susan Kanter	2025
Brian McDonald	2024
Robert Christopher	*

* Appointed Cranbury Representative

Other Officials	Title
Dr. Carol Kelley	Superintendent of Schools
Matthew Bouldin	Business Administrator/Board Secretary
Dr. Kim Tew	Assistant Superintendent of Curriculum and Instruction (Effective 6/1/2022)
Dr. Kathie Foster	Assistant Superintendent of Curriculum and Instruction (Effective 1/3/2022)
Dr. Robert Ginsberg	Assistant Superintendent of Curriculum and Instruction (Through 12/31/2021)
Rebecca Gold	Interim Assistant Superintendent for Human Resources (Effective 1/3/2022)
Michael Volpe	Assistant Superintendent for Human Resources (Through 12/17/2021)
Micki Crisafulli	Director of Student Services
David Harding	Director of Plant and Operations
Anthony Sciarrillo	Assistant Business Administrator/Assistant Board Secretary (Effective 4/4/2022)
John Calavano	Treasurer of School Monies

PRINCETON PUBLIC SCHOOLS

Consultants and Advisors

Audit Firm

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

Lawrence Business Park
11 Lawrence Road
Newton NJ, 07860

1140 Route 22 East, Suite 203
Bridgewater, New Jersey 08807

Architect

Spiezle Group
1395 Yardville Hamilton Square Road, Second Floor
Hamilton, New Jersey 08691

Attorney

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

Parker McCay, P.A.
9000 Midlantic Drive, Suite 300
Mount Laurel, New Jersey 08054

Official Depository

The Bank of Princeton
21 Chambers Street
Princeton, New Jersey 08542

FINANCIAL SECTION

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Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Princeton Public Schools
County of Mercer, New Jersey

Report on the Audit of the Financial Statements

Qualified Opinion

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

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the District, 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 Qualified Opinion

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

Matter Giving Rise to Qualified Opinion

The District's note disclosure on postemployment benefits other than pensions (OPEB) (Note 18) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board ("GASB") Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan ("SHBP") has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey (the "Division"), as of the date of this report. The District is in a "special funding situation" in that the OPEB contributions, expenses and related liability are the sole responsibility of the State of New Jersey, not the District and therefore does not affect the District's net position. An estimated release date for the June 30, 2021 OPEB information has not been announced by the Division. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 19 to the financial statements, the District implemented GASB Statement No. 87, *Leases*, during the fiscal year ended June 30, 2022. Our opinions are not modified with respect to this matter.

Other Matters

The financial statements of the District as of June 30, 2021 were audited by other auditors whose report dated February 9, 2022 expressed an unmodified opinion on those statements.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office, we:

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

- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, which follows this report, the pension and post-retirement schedules in Exhibits L-1 through L-5 and the related notes, and the budgetary comparison information in Exhibits C-1 through C-3 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, are required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The Schedule of Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District and Related Ratios (Exhibit L-5) do not contain the June 30, 2021 OPEB information as the related GASB No. 75 report for SHBP has not been released by the State as of the date of this report. The District is in a "special funding situation" in that the OPEB contributions, expenses and related liability are the sole responsibility of the State of New Jersey, not the District and therefore does not affect the District's net position. An estimated release date for the June 30, 2021 OPEB information has not been announced by the Division. This required supplementary information is required to be presented to supplement the basic financial statements in accordance with accounting principles generally accepted in the United States of America. Such missing information, 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. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information schedules and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

Other Information

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 10, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

Nisivoccia, LLP

Mount Arlington, New Jersey
January 10, 2023

NISIVOCCIA LLP

Kathryn L. Mantell

Kathryn L. Mantell
Licensed Public School Accountant #884
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

PRINCETON PUBLIC SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

This section of Princeton Public Schools' annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending 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.

Overview of the Financial Statements

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

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

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

Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1
Organization of the Board of Education of Princeton Public Schools' Financial Report

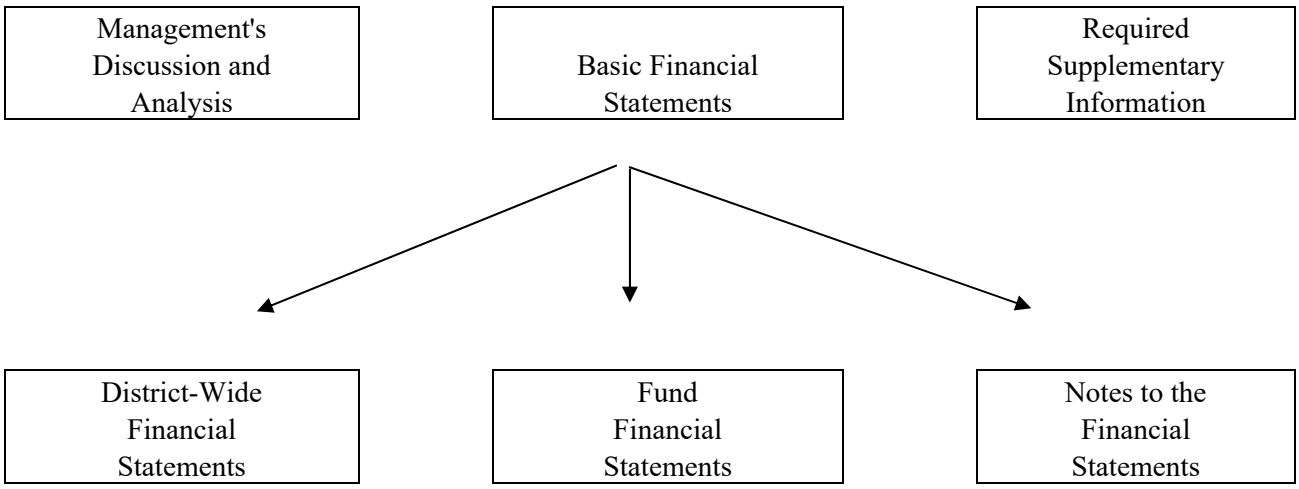

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents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

Figure A-2

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire District	The activities of the District that are not proprietary, such as special education and building maintenance	Activities the District operates similar to private businesses which includes food services
Required Financial Statements	• Statement of net position • Statement of activities	• Balance sheet • Statement of revenue, expenditures, and changes in fund balances	• Statement of net position • Statement of revenue, expenses, and changes in net position • Statement of cash flows
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets, lease assets or long-term liabilities are included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid

District-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The District has two kinds of funds:

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

- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. *Internal service funds* (the other kind of proprietary fund) report activities that provide supplies and services for other programs and activities. The District currently does not maintain any internal service funds.

Notes to the Basic Financial Statements

Provide additional information essential to a full understanding of the district-wide and fund financial statements.

Financial Analysis of the District as a Whole

Net Position. The Statement of Net Position provides one perspective of the District as a whole. Figure A-3 provides a summary of the District's net position as of June 30, 2022 and 2021. The District's combined net position was $51,932,812 on June 30, 2022 or 17.97% more than the year before. Net investment in capital assets increased by $5,105,560 primarily due to capital asset additions and the redemption of principal for outstanding debt, offset by current year capital asset depreciation and lease asset amortization. Restricted net position decreased by $2,193,922 primarily due to decreases in the capital reserve and excess surplus, offset by an increase in maintenance reserve. Unrestricted net position increased by $4,999,541 primarily due to a decrease in net pension liability, offset by increases in deferred inflows and decreases in deferred outflows related to pensions.

Figure A-3
Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2021/22	Restated 2020/21	2021/22	2020/21	2021/22	Restated 2020/21	2021/22
Assets:							
Current and Other Assets	$ 33,304,109	$ 23,005,545	$ 864,640	$ 470,928	$ 34,168,749	$ 23,476,473	
Capital Assets, Net	99,021,298	94,708,263	334,129	237,414	99,355,427	94,945,677	
Lease Assets, Net	260,137	351,805			260,137	351,805	
Total Assets	132,585,544	118,065,613	1,198,769	708,342	133,784,313	118,773,955	12.64%
Deferred Outflows of Resources	3,719,679	6,178,323			3,719,679	6,178,323	-39.79%
Liabilities:							
Other Liabilities	5,113,433	5,019,878	85,012	77,310	5,198,445	5,097,188	
Long-Term Liabilities	68,963,838	65,438,753			68,963,838	65,438,753	
Total Liabilities	74,077,271	70,458,631	85,012	77,310	74,162,283	70,535,941	5.14%
Deferred Inflows of Resources	11,408,897	10,394,704			11,408,897	10,394,704	9.76%
Net Position:							
Net Investment in Capital Assets	70,096,785	65,087,940	334,129	237,414	70,430,914	65,325,354	
Restricted	5,309,752	7,503,674			5,309,752	7,503,674	
Unrestricted/(Deficit)	(24,587,482)	(29,201,013)	779,628	393,618	(23,807,854)	(28,807,395)	
Total Net Position	$ 50,819,055	$ 43,390,601	$ 1,113,757	$ 631,032	$ 51,932,812	$ 44,021,633	17.97%

Changes in Net Position

The Changes in Net Position shows the cost of program services and the revenues of the District on a comparative schedule (Figure A-4).

Figure A-4
Changes in Net Position from Operating Results

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2021/22	2020/21	2021/22	2020/21	2021/22	2020/21	2021/22
Revenue:							
Program Revenue:							
Charges for Services	$ 6,551,992	$ 5,844,057	$ 108,013	$ 1,222	$ 6,660,005	$ 5,845,279	
Grants and Contributions:							
Operating	30,844,414	28,299,586	2,147,407	915,211	32,991,821	29,214,797	
General Revenue:							
Property Taxes	86,734,902	86,248,751			86,734,902	86,248,751	
Federal and State Aid							
Not Restricted	926,251	13,897,602			926,251	13,897,602	
Other	829,914	428,302	945	1,207	830,859	429,509	
Total Revenue	125,887,473	134,718,298	2,256,365	917,640	128,143,838	135,635,938	-5.52%
Expenses:							
Instruction	68,331,212	76,555,652			68,331,212	76,555,652	
Pupil and Instruction Services	18,611,434	21,184,326			18,611,434	21,184,326	
Administrative and Business	8,891,019	9,927,359			8,891,019	9,927,359	
Maintenance and Operations	9,736,107	11,454,120			9,736,107	11,454,120	
Transportation	4,542,987	4,447,809			4,542,987	4,447,809	
Other	8,346,260	8,680,403	1,773,640	807,208	10,119,900	9,487,611	
Total Expenses	118,459,019	132,249,669	1,773,640	807,208	120,232,659	133,056,877	-9.64%
Change in Net Position	$ 7,428,454	$ 2,468,629	$ 482,725	$ 110,432	$ 7,911,179	$ 2,579,061	206.75%

Governmental Activities

The financial position of the District increased by $7,428,454 and remains strong. However, maintaining existing programs, developing new programs for regular education pupil enrollment and continued special programs and services for students with special needs places great demands on the District's resources. Limited veteran employee retirements and increased employee health benefit contributions have been surpassed by the increase in health benefits costs and the costs associated with training new teachers.

Careful management of expenses remains essential for the District to sustain its financial health. Many significant cost saving measures have led to superior transportation efficiency and overall fiscal restraint. The District's cost-saving measures included:

- Joint Transportation with surrounding school districts
- Employees contribute towards health and dental benefits
- Group purchasing for electric, gas, insurance and telecommunications
- Efficiency of District bus routes
- Continuation of in-district special education programs

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

Figure A-5
Net Cost of Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2021/22	2020/21	2021/22	2020/21
Instruction	$ 68,331,212	$ 76,555,652	$ 37,071,072	$ 68,415,833
Pupil and Instruction Services	18,611,434	21,184,326	15,438,692	18,726,587
Administrative and Business	8,891,019	9,927,359	7,715,100	9,927,359
Maintenance and Operations	9,736,107	11,454,120	9,254,573	11,454,120
Transportation	4,542,987	4,447,809	3,236,916	4,324,087
Other	8,346,260	8,680,403	8,346,260	8,680,403
	$ 118,459,019	$ 132,249,669	$ 81,062,613	$ 121,528,389

Business-Type Activities

Net position from the District's business-type activity increased by $482,725 (Refer to Figure A-4). This was due primarily to an increase in daily sales and operating grants and contributions.

Financial Analysis of the District's Funds

The District's General Fund financial position decreased $1,053,200 on the GAAP basis primarily due to an increase in expenditures and a transfer to the Capital Projects Fund. The District continues to see a rise in additional student needs and the associated expenditures.

The District anticipates the current economic conditions to continue and create the same climate that has existed for the past several years. The District has had a multi-year practice of utilizing funds from its unassigned fund balance to offset or reduce the tax levy. The District must continue practice sound financial management to maintain a stable financial position.

Ratables in Princeton will be increasing. Commercial building continues, as well as small residential sub-developments also have occurred along with replacing existing homes with larger, more valuable homes.

General Fund Budgetary Highlights

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

- Changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.
- The preparation of the 2021/2022 budget was difficult as a result of rising costs. This resulted in the need for line-item transfers during the fiscal year.

Capital Assets

The District's capital assets increased $4,409,750 or 4.64%, over the course of the fiscal year.

Figure A-6
Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2021/22	2020/21	2021/22	2020/21	2021/22	2020/21	2021/22
Land	$ 195,190	$ 195,190			$ 195,190	$ 195,190	
Construction in Progress	23,008,288	15,879,844	$ 179,488	$ 87,799	23,187,776	15,967,643	
Buildings and Building Improvements	74,942,670	77,548,796			74,942,670	77,548,796	
Machinery and Equipment	875,150	1,084,433	154,641	149,615	1,029,791	1,234,048	
Total Capital Assets (Net of Depreciation)	$ 99,021,298	$ 94,708,263	$ 334,129	$ 237,414	$ 99,355,427	$ 94,945,677	4.64%

Capital asset additions consisted of $7,830,904 of construction in progress from capital projects and $313,419 from budgeted capital outlay from its governmental activities and $91,689 for construction in progress from its business-type activities.

Depreciation expense was $3,831,288 from its governmental activities and $17,922 from its business-type activities.

Long-term Liabilities

The District's long-term liabilities increased $3,525,085, or 5.39% during the fiscal year.

Figure A-7
Outstanding Long-Term Liabilities

	Total School District		Total Percentage Change
	2021/22	(Restated) 2020/21	2021/22
General Obligation Bonds (Financed with Property Taxes)	$ 44,001,000	$ 32,750,000	
Financed Purchases Payable	1,633,792	2,170,038	
Leases Payable	268,622	357,769	
Net Pension Liability	16,988,025	24,018,695	
Other Long - Term Liabilities	6,072,399	6,142,251	
	$ 68,963,838	$ 65,438,753	5.39%

Long-term Liabilities

During the fiscal year, the District issued $17,451,000 of Bonds Payable to finance the 2022 referendum for capital improvements authorized by the voters.

The District retired $6,200,000 of bonds, amortized $135,672 of bond issuance premiums, made lease payments of $89,147 and financed purchases payments of $536,246, and the District's net pension liability decreased by $7,030,670 during the fiscal year.

Factors Bearing on the District's Future Revenue/Expenses

The board and the administration have had discussions on how existing circumstances could affect the future financial health of the District. The following examples may have an impact and affect the financial operation in the future:

- The current economic crisis due to COVID-19 has generated concern in the educational community for public school funding.
- There has been federal relief funding provided to school districts for learning loss, mental health support and improving ventilation/air quality among others. However, these funds are to be expended in a two to three-year timeframe. These programs are meant to be short term solutions and not something to be sustained over years.
- State legislation to modify the school funding law is favorable to the District.
- The district faces challenges for financial planning to continue the expansion and renovation of District buildings to meet curriculum demands and aging facilities.

Contracting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Princeton Public Schools Board of Education Office located at 25 Valley Road, Princeton, New Jersey 08540.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

Exhibit A-1

PRINCETON PUBLIC SCHOOLS
STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	$ 25,583,346	$ 256,205	$ 25,839,551
Internal Balances	(447,805)	447,805	
Receivables from Federal Government	1,006,572	137,192	1,143,764
Receivables from State Government	3,499,022	2,800	3,501,822
Other Receivables	194,172	7,560	201,732
Inventory		13,078	13,078
Restricted Assets:			
Cash and Cash Equivalents	3,468,802		3,468,802
Capital Assets, Net:			
Sites (Land) and Construction in Progress	23,203,478	179,488	23,382,966
Depreciable Buildings and Building Improvements and Machinery and Equipment	75,817,820	154,641	75,972,461
Lease Assets, Net	260,137		260,137
Total Assets	132,585,544	1,198,769	133,784,313
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows Related to Pensions	3,719,679		3,719,679
Total Deferred Outflows of Resources	3,719,679		3,719,679
LIABILITIES			
Current Liabilities:			
Accounts Payable	3,864,814	32,052	3,896,866
Accrued Interest Payable	479,346		479,346
Payable to State Government	174,687		174,687
Unearned Revenue	594,586	52,960	647,546
Noncurrent Liabilities:			
Due Within One Year	3,941,005		3,941,005
Due Beyond One Year	65,022,833		65,022,833
Total Liabilities	74,077,271	85,012	74,162,283
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	11,408,897		11,408,897
Total Deferred Inflows of Resources	11,408,897		11,408,897
NET POSITION			
Net Investment in Capital Assets	70,096,785	334,129	70,430,914
Restricted for:			
Capital Projects	2,609,434		2,609,434
Debt Service	24,876		24,876
Maintenance Reserve	1,111,707		1,111,707
Excess Surplus	524,824		524,824
Unemployment Compensation	664,716		664,716
Scholarships	10,302		10,302
Student Activities	363,893		363,893
Unrestricted/(Deficit)	(24,587,482)	779,628	(23,807,854)
Total Net Position	$ 50,819,055	$ 1,113,757	$ 51,932,812

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

PRINCETON PUBLIC SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

		Program Revenues		Net (Expenses)/Revenues and Changes in Net Position		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:						
Instruction:						
Regular	$ 47,289,017	$ 5,152,878	$ 13,644,252	$ (28,491,887)		$ (28,491,887)
Special Education	14,991,718		11,215,382	(3,776,336)		(3,776,336)
Other Instruction	6,050,477		1,247,628	(4,802,849)		(4,802,849)
Support Services:						
Tuition	2,450,680			(2,450,680)		(2,450,680)
Student & Instruction Related Services	16,160,754	1,231,114	1,941,628	(12,988,012)		(12,988,012)
General Administrative Services	1,688,899		189,569	(1,499,330)		(1,499,330)
School Administrative Services	4,016,034		686,453	(3,329,581)		(3,329,581)
Central Services	1,890,568		207,307	(1,683,261)		(1,683,261)
Administration Information Technology	1,295,518		92,590	(1,202,928)		(1,202,928)
Plant Operations and Maintenance	9,736,107		481,534	(9,254,573)		(9,254,573)
Pupil Transportation	4,542,987	168,000	1,138,071	(3,236,916)		(3,236,916)
Interest on Long-Term Debt	984,113			(984,113)		(984,113)
Capital Outlay	239,765			(239,765)		(239,765)
Transfer to Charter Schools	7,122,382			(7,122,382)		(7,122,382)
Total Governmental Activities	118,459,019	6,551,992	30,844,414	(81,062,613)		(81,062,613)

PRINCETON PUBLIC SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

		Program Revenues		Net (Expenses)/Revenues and Changes in Net Position		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Business-Type Activities:						
Food Service	$ 1,773,640	$ 108,013	$ 2,147,407		$ 481,780	$ 481,780
Total Business-Type Activities	1,773,640	108,013	2,147,407		481,780	481,780
Total Primary Government	$ 120,232,659	$ 6,660,005	$ 32,991,821	$ (81,062,613)	481,780	(80,580,833)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				80,410,007		80,410,007
Taxes Levied for Debt Service				6,324,895		6,324,895
Federal and State Aid Not Restricted				926,251		926,251
Interest and Miscellaneous Income				829,914	945	830,859
Total General Revenues				88,491,067	945	88,492,012
Change in Net Position				7,428,454	482,725	7,911,179
Net Position - Beginning (Restated)				43,390,601	631,032	44,021,633
Net Position - Ending				$ 50,819,055	$ 1,113,757	$ 51,932,812

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

FUND FINANCIAL STATEMENTS

PRINCETON PUBLIC SCHOOLS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	$ 8,858,380		$ 16,724,966		$ 25,583,346
Interfund Receivable	1,406,432		2,756,906	$ 1,161,849	5,325,187
Receivables from Federal Government	8,664	$ 997,908			1,006,572
Receivables from State Government	3,497,586	1,436			3,499,022
Other Receivables	189,724	4,448			194,172
Restricted Cash and Cash Equivalents	3,094,607	374,195			3,468,802
Total Assets	$ 17,055,393	$ 1,377,987	$ 19,481,872	$ 1,161,849	$ 39,077,101
LIABILITIES AND FUND BALANCES					
Liabilities:					
Interfund Payable	$ 3,204,711	$ 269,459	$ 1,161,849	$ 1,136,973	$ 5,772,992
Payable to State Government		174,687			174,687
Accounts Payable	1,791,665	77,484	106,375		1,975,524
Unearned Revenue	4,022	590,564			594,586
Total Liabilities	5,000,398	1,112,194	1,268,224	1,136,973	8,517,789
Fund Balances:					
Restricted:					
Excess Surplus	524,824				524,824
Capital Reserve Account	1,318,184				1,318,184
Maintenance Reserve Account	1,111,707				1,111,707
Unemployment Compensation	664,716				664,716
Capital Projects			18,114,370		18,114,370
Debt Service				24,876	24,876
Scholarships		10,302			10,302
Student Activities		363,893			363,893
Committed - Capital Projects Fund			99,278		99,278
Assigned:					
Encumbrances	830,604				830,604
Designated for Subsequent Year's Expenditures	1,765,949				1,765,949
Unassigned/(Deficit)	5,839,011	(108,402)			5,730,609
Total Fund Balances	12,054,995	265,793	18,213,648	24,876	30,559,312
Total Liabilities and Fund Balances	$ 17,055,393	$ 1,377,987	$ 19,481,872	$ 1,161,849	$ 39,077,101

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

Funds Balances - Governmental Funds (Above)	$ 30,559,312
Capital Assets Used in Governmental Activities are not Financial Resources and therefore are not reported in the Funds.	99,021,298
Leased Assets used in Governmental Activities are not financial resources and therefore are not reported in the Funds.	260,137
Interest on Long-Term Debt is not Accrued in the Governmental Funds, but rather is recognized as an expenditure when due.	(479,346)

PRINCETON PUBLIC SCHOOLS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	Total Governmental Funds
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds.	
Deferred Outflows	$ 1,830,389
Deferred Inflows	(11,408,897)
Long-Term Liabilities, including Bonds Payable, Leases Payable, Financed Purchases Payable and the Net Pension Liability are not due and payable in the current period and therefore are not reported as liabilities in the Funds. Bond Premiums are reported as revenue in the Funds.	(68,963,838)
Net Position of Governmental Activities	$ 50,819,055

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

Exhibit B-2

PRINCETON PUBLIC SCHOOLS
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	$ 80,410,007			$ 6,324,895	$ 86,734,902
Other Local Governmental Units - Unrestricted	168,000				168,000
Tuition From Individuals	316,970				316,970
Tuition From Other LEAs Within the State	4,835,908				4,835,908
Unrestricted Miscellaneous Revenues	786,610		$ 27,980		814,590
Interest Earned on Maintenance Reserve	934				934
Interest Earned on Capital Reserve Funds	12,546				12,546
Other Restricted Miscellaneous Revenues	1,844	$ 1,231,114			1,232,958
Total - Local Sources	86,532,819	1,231,114	27,980	6,324,895	94,116,808
State Sources	27,413,404	2,077,700		447,098	29,938,202
Federal Sources	41,552	4,179,872			4,221,424
Total Revenues	113,987,775	7,488,686	27,980	6,771,993	128,276,434
EXPENDITURES					
Current:					
Regular Instruction	26,311,625	5,403,950			31,715,575
Special Education Instruction	8,309,863	1,400,031			9,709,894
Other Instruction	3,907,256				3,907,256
Support Services and Undistributed Costs:					
Tuition	2,450,680				2,450,680
Student & Instruction Related Services	10,033,791	729,697			10,763,488
General Administrative Services	1,279,165				1,279,165
School Administrative Services	2,597,875				2,597,875
Central Services	1,436,306				1,436,306
Administration Information Technology	997,953				997,953
Plant Operations and Maintenance	7,968,793				7,968,793
Pupil Transportation	3,838,853				3,838,853
Unallocated Benefits	35,789,570				35,789,570
Debt Service:					
Principal				6,200,000	6,200,000
Interest and Other Charges				1,025,413	1,025,413
Capital Outlay	638,203		7,830,904		8,469,107
Transfer of Funds to Charter Schools	7,122,382				7,122,382
Total Expenditures	112,682,315	7,533,678	7,830,904	7,225,413	135,272,310
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	1,305,460	(44,992)	(7,802,924)	(453,420)	(6,995,876)
OTHER FINANCING SOURCES/(USES)					
School Bonds Issued			17,451,000		17,451,000
Transfers	(2,358,660)	68,900	2,261,780	27,980	
Total Other Financing Sources/(Uses)	(2,358,660)	68,900	19,712,780	27,980	17,451,000
Net Change in Fund Balances	(1,053,200)	23,908	11,909,856	(425,440)	10,455,124
Fund Balance — July 1	13,108,195	241,885	6,303,792	450,316	20,104,188
Fund Balance — June 30	$ 12,054,995	$ 265,793	$ 18,213,648	$ 24,876	$ 30,559,312

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

PRINCETON PUBLIC SCHOOLS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Total Net Change in Fund Balances - Governmental Funds (from B-2)		$ 10,455,124
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:		
Capital outlays related to Capital Assets are reported in Governmental Funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays differ from depreciation in the period.		
Depreciation expense	$ (3,831,288)	
Capital Asset Additions	8,144,323	
		4,313,035
Capital outlays related to lease assets are reported in Governmental Funds as expenditures. However, in the Statement of Activities the cost of those assets is allocated over the shorter of their estimated useful lives or lease term as amortization expense. This is the amount by which amortization differs from capital outlays in the period.		
Amortization Expense	(91,668)	
		(91,668)
Proceeds from debt issues are an other financing source in the Governmental Funds. They are not revenue in the Statement of Activities; issuing debt increases Long-Term Liabilities in the Statement of Net Position.		(17,451,000)
Repayment of bond principal is an expenditure in the Governmental Funds, but the repayment reduces long-term liabilities in the Statement of Net Position and is not reported in the Statement of Activities. (+)		6,200,000
Repayment of leases is an expenditure in the Governmental Funds, but the repayment reduces Long-Term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities.		89,147
Repayment of financed purchases is an expenditure in the Governmental Funds, but the repayment reduces Long-Term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities.		536,246

PRINCETON PUBLIC SCHOOLS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Interest on long-term debt in the Statement of Activities is accrued, regardless of when accrued, regardless of when due. In the Governmental Funds, interest is reported when due. When the accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the interest paid exceeds the accrued interest, the difference is an addition to the reconciliation (+).	$ (40,220)
The Governmental Funds report the effect of bond premiums when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities (+)	135,672
The Governmental Funds report the effect of the deferred amount on the refunding when debt is first issued, whereas this amount is deferred and amortized in the Statement of Activities (-)	(54,152)
The Net Pension Liability reported in the Statement of Activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:	
Changes in Net Pension Liability	7,030,670
Change in Deferred Outflows	(2,614,387)
Change in Deferred Inflows	(1,014,193)
In the Statement of Activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the Governmental Funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).	(65,820)
Change in Net Position of Governmental Activities (A-2)	$ 7,428,454

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

Exhibit B-4

PRINCETON PUBLIC SCHOOLS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

	Business-type Activities - Enterprise Funds
	Food Service
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	$ 256,205
Interfund Receivable - General Fund	447,805
Intergovernmental Accounts Receivable:	
State	2,800
Federal	137,192
Other Accounts Receivable	7,560
Inventories	13,078
Total Current Assets	864,640
Non-Current Assets:	
Capital Assets:	
Equipment	1,005,209
Construction in progress	179,488
Less: Accumulated Depreciation	(850,568)
Total Non-Current Assets	334,129
Total Assets	1,198,769
LIABILITIES:	
Current Liabilities:	
Accounts Payable	32,052
Unearned Revenue:	
Prepaid Meals	50,066
Donated Commodities	2,894
Total Liabilities	85,012
NET POSITION:	
Investment in Capital Assets	334,129
Unrestricted	779,628
Total Net Position	$ 1,113,757

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

Exhibit B-5

PRINCETON PUBLIC SCHOOLS
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Business-type Activities - Enterprise Funds
	Food Service
Operating Revenue:	
Local Sources:	
Daily Sales:	
Non-Reimbursable Programs	$ 108,013
Total Operating Revenue	108,013
Operating Expenses:	
Cost of Sales:	
Reimbursable Programs	702,296
Non-Reimbursable Programs	72,368
Salaries	554,606
Benefits and Payroll Taxes	161,387
Supplies, Insurance & Other Costs	183,894
Management Fee	81,167
Depreciation Expense	17,922
Total Operating Expenses	1,773,640
Operating Loss	(1,665,627)
Non-Operating Income:	
Local Sources:	
Interest Income	945
State Sources:	
COVID 19 - Seamless Summer Option	41,815
Federal Sources:	
COVID 19 - Seamless Summer Option - Lunch	1,779,477
COVID 19 - Seamless Summer Option - Breakfast	233,723
COVID 19 - Pandemic Electronic Benefit Transfer (P-EBT)	628
Food Distribution Program	91,764
Total Non-Operating Income	2,148,352
Change in Net Position	482,725
Net Position - Beginning of Year	631,032
Net Position - End of Year	$ 1,113,757

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

Exhibit B-6

PRINCETON PUBLIC SCHOOLS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Business-type Activities - Enterprise Funds
	Food Service
Cash Flows from Operating Activities:	
Receipts from Customers	$ 96,148
Payments to Food Service Contractor	(747,373)
Payment of Salaries - District Employees	(715,993)
Payments to Suppliers	(183,894)
Net Cash Used for Operating Activities	(1,551,112)
Cash Flows from Investing Activities:	
Interest Income	945
Net Cash Provided by Investing Activities	945
Cash Flows from Capital and Related Financing Activities:	
Purchase of Capital Assets	(114,637)
Net Cash Used for Capital and Related Financing Activities	(114,637)
Cash Flows from Noncapital Financing Activities:	
Operating Transfers In/(Out) - General Fund	28,572
Interfund Returned - General Fund	(10,955)
State Sources	34,451
Federal Sources	1,596,509
Net Cash Provided by Noncapital Financing Activities	1,648,577
Net Decrease in Cash and Cash Equivalents	(16,227)
Cash and Cash Equivalents, July 1	272,432
Cash and Cash Equivalents, June 30	$ 256,205
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	$ (1,665,627)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	17,922
Food Distribution Program	91,764
Changes in Assets and Liabilities:	
Increase/(Decrease) in Unearned Revenue - Prepaid Meals	(17,419)
Increase/(Decrease) in Unearned Revenue - Donated Commodities	(152)
Increase in Accounts Payable	25,273
Decrease in Accounts Receivable	5,554
(Increase) in Inventory	(8,427)
Net Cash Used for Operating Activities	$ (1,551,112)

Noncash Investing, Capital and Financing Activities:
The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at $91,612 and utilized U.S.D.A. Commodities valued at $91,764.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function.

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

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

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund.

As required by NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expense by Board resolution.

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

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

B. Basis of Presentation: (Cont'd)

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

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

The District reports the following proprietary fund:

Enterprise (Food Service) Fund: The Enterprise Fund account for all revenue and expenses pertaining to the Board's cafeteria operations. The Enterprise Fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the recipients on a continuing basis are financed or recovered primarily through user charges.

C. Measurement Focus and Basis of Accounting:

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

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. Capital asset or lease asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under financed purchases are reported as other financing sources.

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

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

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

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

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue and Debt Service Funds. The budget for the fiscal year ended June 30, 2022 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line-item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2 (m) 1. All budget amendments/transfers must be made by School Board resolution. All budgeting amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the fiscal year).

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For Governmental Funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the Special Revenue Fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

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

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

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	$ 114,033,231	$ 7,895,307
Difference - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognized Encumbrances as Expenditures and Revenue while the GAAP Basis does not:		
Prior Year Encumbrances		141,071
Current Year Encumbrances		(545,772)
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	319,491	106,482
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(364,947)	(108,402)
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Fund	$ 113,987,775	$ 7,488,686

	General Fund	Special Revenue Fund
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	$ 112,682,315	$ 7,938,379
Differences - Budgetary to GAAP:		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes:		
Prior Year Encumbrances		141,071
Current Year Encumbrances		(545,772)
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	$ 112,682,315	$ 7,533,678

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

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash, cash in banks and short-term investments with original maturities of three months or less. Certificates of deposit with maturities of one year or less when purchased are stated at cost.

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

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

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

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

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

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

H. Encumbrances:

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

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

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

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2022.

K. Capital Assets:

During the fiscal year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost, including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment. The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is $2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the District-wide statements and proprietary funds are as follows:

	Estimated Useful Life
Buildings and Building Improvements	25 to 50 years
Land Improvements	20 years
Machinery and Equipment	5 to 20 years
Computer and Related Technology	5 years
Vehicles	5 to 10 years

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

K. Capital Assets: (Cont'd)

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

L. Lease Assets:

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

M. Long Term Liabilities:

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

N. Accrued Salaries and Wages:

The District allows employees who provide services to the District over a ten-month academic year the option to have their salaries evenly disbursed during the entire twelve-month year. As of June 30, 2022, the amount earned by these employees but not disbursed was $388,468.

O. Compensated Absences:

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

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

Upon retirement, employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee unions.

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

P. Lease Payable:

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

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

Q. Unearned Revenue:

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

R. Fund Balance Appropriated:

General Fund: Of the $12,054,995 General Fund fund balance at June 30, 2022 $830,604 is assigned for encumbrances; $1,765,949 is assigned for subsequent year's expenditures; $1,318,184 and $1,111,707 are restricted in the capital reserve and maintenance reserve accounts, respectively; $664,716 is restricted for unemployment compensation; $524,824 is restricted for current year excess surplus in accordance with N.J.S.A. 18A:7F-7 and will be included as anticipated revenue for the fiscal year ending June 30, 2024; and $5,839,011 is unassigned which is $364,947 less on the GAAP basis than the calculated maximum unassigned fund balance (budgetary basis) due to the June state aid payments which are not recognized until the fiscal year ended June 30, 2023.

Special Revenue Fund: Of the $265,793 Special Revenue Fund fund balance at June 30, 2022, $10,302 is restricted for scholarships; $363,893 is restricted for student activities; and there is a deficit in unassigned fund balance of $108,402 at June 30, 2022 in the Special Revenue Fund on a GAAP basis due to the June state aid payments which are not recognized until the fiscal year ended June 30, 2023.

Capital Projects Fund: Of the $18,213,648 Capital Projects Fund fund balance at June 30, 2022, $18,114,370 is restricted and $99,278 is committed.

Debt Service Fund: The Debt Service Fund fund balance is $24,876 at June 30, 2022 and is restricted.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7 as amended by P.L. 2004, c.73 (S1701), the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent fiscal year's budget. The District has excess surplus at June 30, 2022 as noted above.

N.J.S.A. 18A:22-44.2 provides that in the event one or more state school aid payments are not made until the following school budget year, districts must record the June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the fiscal year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the June state aid payments and not the fund balance reported on the fund statement which excludes the June state aid payments.

The District's unassigned fund balance in the General and Special Revenue Funds is less on a GAAP basis than the budgetary basis by $364,947 and $108,402, respectively, as reported in the fund statements (modified accrual basis) for the non-recognition of the last two state aid payments.

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

R. Fund Balance Appropriated: (Cont'd)

The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

S. Deficit Net Position:

The District has a deficit in unrestricted net position of $24,587,482 in governmental activities, which is primarily due to compensated absences payable, and liabilities and deferred inflows and outflows related to pensions and a deficit in unassigned fund balance of $108,402 in the Special Revenue Fund on a GAAP basis due to the June state aid payments which are not recognized until the fiscal year ended June 30, 2023. These deficits do not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

T. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts has been restricted, committed or assigned.

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

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District has committed resources in the Capital Projects Fund at June 30, 2022.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for fiscal year-end encumbrances and subsequent year's expenditures in the General Fund at June 30, 2022.

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

U. Net Position:

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

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period.

The District had deferred outflows of resources at June 30, 2022 for pensions. The District had deferred inflows of resources for pensions at June 30, 2022.

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

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

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

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

V. Revenue - Exchange and Nonexchange Transactions:

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

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

W. Operating Revenue and Expenses:

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

X. Management Estimates:

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

Y. Pensions:

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

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

Custodial Credit Risk - The District's policy with respect to custodial credit risk requires that the District ensures that District funds are only deposited in financial institutions in which New Jersey school districts are permitted to invest their funds.

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

Deposits:

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

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

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

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

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

Investments:

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

(1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

(2) Government money market mutual funds;

(3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;

(4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.

(5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;

(6) Local government investment pools;

(7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or

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

(8) Agreements for the repurchase of fully collateralized securities if:

(a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.).;

(b) the custody of collateral is transferred to a third party;

(c) the maturity of the agreement is not more than 30 days;

(d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and

(e) a master repurchase agreement providing for the custody and security of collateral is executed; or

(9) Deposit of funds in accordance with the following conditions:

(a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;

(b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;

(c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;

(d) The designated public depository acts as custodian for the school district with respect to these deposits; and

(e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

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

Investments: (Cont'd)

As of June 30, 2022, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents						
	Restricted						
	Capital Reserve	Maintenance Reserve	Unemployment Compensation	Scholarships	Student Activities	Unrestricted	Total
Checking Accounts	$1,318,184	$1,111,707	$ 664,716	$ 10,302	$ 363,893	$25,839,551	$29,308,353

During the period ended June 30, 2022, the District did not hold any investments other than certificates of deposit. The carrying amount of the Board's cash and cash equivalents at June 30, 2022, was $29,308,353 and the bank balance was $32,005,687.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by Board resolution by inclusion of $1,275,000 in June 2002 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long-Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a District 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 fiscal 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 by N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2021 to June 30, 2022 fiscal year is as follows:

Beginning Balance, July 1, 2021	$ 2,885,813
Interest Earnings	12,546
Deposit by Board Resolution - June 2022	600,000
Budgeted Withdrawal	(1,519,413)
Board Approved Transfer to Capital Projects Fund	(660,762)
Ending Balance, June 30, 2022	$ 1,318,184

The June 30, 2022 capital reserve account balance does not exceed the local support costs of uncompleted capital projects in the District's Long-Range Facilities Plan ("LRFP"). The withdrawals from the capital reserve account were for use in facilities projects, consistent with the District's LRFP.

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of $110,684 was established by Board resolution in June 2019. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current fiscal year in the advertised recapitulation of balances of the subsequent fiscal year's budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the fiscal year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan.

Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any fiscal year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at fiscal year-end. At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current fiscal year of the District's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent fiscal year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The activity of the maintenance reserve for the July 1, 2021 to June 30, 2022 fiscal year is as follows:

Beginning Balance, July 1, 2021	$ 710,773
Interest Earnings	934
Deposit by Board Resolution - June 2022	400,000
Ending Balance, June 30, 2022	$ 1,111,707

NOTE 6. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ending June 30, 2022, the District transferred $593,053 to the capital outlay accounts for equipment, which did not require County Superintendent approval.

NOTE 7. CAPITAL ASSETS

Capital asset balances and activity for the fiscal year ended June 30, 2022 were as follows:

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	$ 195,190			$ 195,190
Construction in Progress	15,879,844	$ 7,830,904	$ (702,460)	23,008,288
Total Capital Assets Not Being Depreciated	16,075,034	7,830,904	(702,460)	23,203,478
Capital Assets Being Depreciated:				
Land Improvements	596,300			596,300
Buildings and Building Improvements	125,531,933	7,138	702,460	126,241,531
Machinery and Equipment	8,338,386	306,281		8,644,667
Total Capital Assets Being Depreciated	134,466,619	313,419	702,460	135,482,498
Governmental Activities Capital Assets	150,541,653	8,144,323		158,685,976
Less Accumulated Depreciation for:				
Land Improvements	(596,300)			(596,300)
Buildings and Building Improvements	(47,983,137)	(3,315,724)		(51,298,861)
Machinery and Equipment	(7,253,953)	(515,564)		(7,769,517)
	(55,833,390)	(3,831,288)		(59,664,678)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	$ 94,708,263	$ 4,313,035	$ - 0 -	$ 99,021,298

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Business-Type Activities:				
Capital Assets not Being Depreciated:				
Construction in Progress	$ 87,799	$ 91,689		$ 179,488
Total Capital Assets Not Being Depreciated	87,799	91,689		179,488
Capital Assets Being Depreciated:				
Machinery and Equipment	982,261	22,948		1,005,209
Less Accumulated Depreciation	(832,646)	(17,922)		(850,568)
Business-Type Activities Capital Assets, Net of Accumulated Depreciation	$ 237,414	$ 96,715	$ - 0 -	$ 334,129

The $7,830,904 addition to construction in progress resulted from the District's Capital Projects Fund expenditures during the fiscal year.

The District had various active construction projects as of June 30, 2022. As of June 30, 2022, the District has $18,213,648 in active construction projects including $3,634,921 of encumbrances.

NOTE 7. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	$ 2,349,647
Special Education Instruction	466,596
Other Instruction	65,601
Student & Instruction Related Services	113,837
General Administation	56,831
School Administration	123,910
Central Services	64,258
Administrative Information Technology	47,409
Plant Operations & Maintenance	377,857
Student Transportation	165,342
	$ 3,831,288

NOTE 8. LEASE ASSETS

Lease asset balances and activity for the year ended June 30, 2022 were as follows:

	(Restated) Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Lease Assets Being Amortized:				
Machinery and Equipment	$ 458,339			$ 458,339
Total Lease Assets Being Amortized	458,339			458,339
Governmental Activities Lease Assets	458,339			458,339
Less Accumulated Amortization for:				
Machinery and Equipment	(106,534)	$ (91,668)		(198,202)
	(106,534)	(91,668)		(198,202)
Governmental Activities Lease Assets, Net of Accumulated Amortization	$ 351,805	$ (91,668)	$ -0-	$ 260,137

Amortization expense was charged to governmental functions as follows:

General Administration	$ 30,250
School Administration	30,250
Central Services	31,168
	$ 91,668

NOTE 9. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2022, the following changes occurred in liabilities reported in the District-wide financial statements:

	(Restated) Balance 6/30/2021	Added	Retired	Balance 6/30/2022	Due within One Year
Serial Bonds Payable	$ 32,750,000	$ 17,451,000	$ 6,200,000	$ 44,001,000	$ 3,026,000
Unamortized Bond Issuance Premiums	240,028		135,672	104,356	11,614
Leases Payable	357,769		89,147	268,622	92,015
Financed Purchases Payable	2,170,038		536,246	1,633,792	540,400
Compensated Absences Payab	5,902,223	363,838	298,018	5,968,043	270,976
Net Pension Liability	24,018,695		7,030,670	16,988,025	
	$ 65,438,753	$ 17,814,838	$ 14,289,753	$ 68,963,838	$ 3,941,005

A. Unamortized Bond Premium:

The unamortized bond issuance premium of the governmental fund types is recorded in the noncurrent liabilities. The current portion of the unamortized bond issuance premium balance of the governmental funds is $11,614 and is separated from the long-term liability balance of $92,742.

B. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipalities through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds. The current portion of bonds at June 30, 2022 is $3,026,000 and the long-term portion is $40,975,000. Bonds are liquidated through the debt service fund.

The District had bonds outstanding as of June 30, 2022 as follows:

Purpose	Final Maturity	Interest Rate	Amount
2013 School Bonds	2/1/2023	2.00%	$ 1,225,000
2019 School Bonds	7/15/2038	2.50% - 3.00%	25,325,000
2022 School Bonds	1/15/2042	2.60% - 2.75%	17,451,000
			$ 44,001,000

On March 30, 2022, the District issued school bonds in the amount of $17,451,000 related to the 2022 referendum approved by the taxpayers on November 16, 2022 for improvements to the District's buildings. The bonds are being retired over 20 years with principal and interest payments beginning January 15, 2023 through January 15, 2042 with interest rates ranging from 2.60% to 2.75%. The bonds are callable with the first optional redemption date of January 15, 2029.

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

B. Bonds Payable (Cont'd):

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

Fiscal Year Year Ending June 30,	Principal	Interest	Total
2023	$ 3,026,000	$ 1,133,451	$ 4,159,451
2024	4,200,000	1,146,478	5,346,478
2025	2,850,000	1,031,328	3,881,328
2026	1,990,000	951,153	2,941,153
2027	2,055,000	893,082	2,948,082
Thereafter:			
2028-2032	11,060,000	3,533,742	14,593,742
2033-2037	11,580,000	1,901,237	13,481,237
2038-2042	7,240,000	428,362	7,668,362
	$ 44,001,000	$ 11,018,833	$ 55,019,833

C. Bonds Authorized But Not Issued:

As of June 30, 2022, the Board had no bonds authorized but not issued.

D. Financed Purchases Payable:

The District has a financed purchase agreement for equipment valued at $3,240,000, of which $1,606,208 has matured and been repaid. The finance purchase agreement is for a term of five years.

The following is a schedule of the future minimum financed purchase payments, and the present value of the net minimum financed purchases payments at June 30, 2022.

Fiscal Year	Amount
2023	$ 553,056
2024	553,057
2025	553,056
Total Minimum Financed Purchases Payments	1,659,169
Less: Amount Representing Interest	(25,377)
Present Value Net of Minimum Financed Purchases Payments	$ 1,633,792

The current portion of the financed purchase payable at June 30, 2022 is $540,400 and the long-term portion is $1,093,392. The General Fund will be used to liquidate the financed purchase payable.

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

E. Leases Payable:

The District had leases outstanding as of June 30, 2022 as follows:

Purpose	Frequency of Payment	Final Maturity Date	Interest Rate	Amount
Canon Copiers	Monthly	10/01/24	3.100%	$ 70,786
Canon Copiers	Monthly	01/01/25	3.100%	78,071
Canon Copiers	Monthly	12/01/25	3.300%	119,765
				$ 268,622

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

Fiscal Year Ending June 30,	Governmental Activities	
	Interest	Principal
2023	$ 7,282	$ 92,015
2024	4,321	94,976
2025	1,509	63,664
2026	182	17,967
	$ 13,294	$ 268,622

F. Compensated Absences:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities. The long-term liability balance of compensated absences is $5,697,067. The current portion of this liability is $270,976.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2022, no liability existed for compensated absences in the Food Service Fund.

Compensated absences are liquidated by the related fund, in this case the General Fund.

G. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2022 is $-0- and the long-term portion is $16,988,025. See Note 10 for further information on the PERS.

NOTE 10. PENSION PLANS

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

A. Public Employees' Retirement System (PERS):

Plan Description

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

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service. The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65.

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009.

NOTE 10. PENSION PLANS (Cont'd)

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

Contributions

Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to $1,679,395 for 2022.

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

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

At June 30, 2022, the District's liability was $16,988,025 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020 which was rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2021, the District's proportion was 0.143%, which was a decrease of 0.004% from its proportion measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the District recognized an actual pension benefit in the amount of $1,722,293. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions.

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	5.48		$ 717,918
	2018	5.63		1,345,944
	2019	5.21		1,187,357
	2020	5.16		2,796,628
	2021	5.13	$ 88,473	
			88,473	6,047,847
Changes in Proportion	2017	5.48		82,025
	2018	5.63	275,564	
	2019	5.21	773,448	
	2020	5.16	424,981	
	2021	5.13		682,319
			1,473,993	764,344

NOTE 10. PENSION PLANS (Cont'd)

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

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

Difference Between Expected and Actual Experience	2017	5.48	$ 21,351	
	2018	5.63	90,762	51,255
	2019	5.21		
	2020	5.16	155,810	
	2021	5.13		70,359
			267,923	121,614
District Contribution Subsequent to the Measurement Date	2021	1.00	1,889,290	
			$ 3,719,679	$ 11,408,897

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

Fiscal Year Ending June 30,	Total
2022	$ (4,008,435)
2023	(2,862,012)
2024	(1,951,404)
2025	(1,466,876)
2026	570
	$ (10,288,157)

Actuarial Assumptions

The 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:

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%

NOTE 10. PENSION PLANS (Cont'd)

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

Actuarial Assumptions (Cont'd)

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

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2021 are summarized in the following table:

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

NOTE 10. PENSION PLANS (Cont'd)

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 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 upon 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

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

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2021 calculated using the discount rate as disclosed below, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2021		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	$ 23,147,047	$ 16,988,025	$ 11,778,601

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division).

For additional information about the TPAF, please refer to the Division's annual financial statements which can be found at: www.state.nj.us/treasury/pensions/annual-reports.shtml.

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF)

Benefits Provided

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

The following represents the membership tiers for TPAF:

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

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

Contributions

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

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers.

NOTE 10. PENSION PLANS (Cont'd)

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

Special Funding Situation (Cont'd)

However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2022, the State of New Jersey contributed $13,601,067 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of $3,832,740.

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

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

At June 30, 2022, the State's proportionate share of the net pension liability associated with the District was $162,884,319. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020 which was rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2021, the District's proportion was 0.339%, which was an increase of 0.002% from its proportion measured as of June 30, 2020.

District's Proportionate Share of the Net Pension Liability	$ - 0 -
State's Proportionate Share of the Net Pension Liability Associated with the District	162,884,319
Total	$ 162,884,319

For the fiscal year ended June 30, 2021, the State recognized pension expense on behalf of the District in the amount of $3,832,740 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2022 financial statements.

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

NOTE 10. PENSION PLANS (Cont'd)

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

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

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2014	8.50	$ 153,774,925	
	2015	8.30	926,219,611	
	2016	8.30	3,000,278,784	
	2017	8.30		$ 5,282,196,290
	2018	8.29		3,527,661,165
	2019	8.04		2,510,940,613
	2020	7.99	1,209,286,241	
	2021	7.93		12,903,483,645
			5,289,559,561	24,224,281,713
Difference Between Expected and Actual Experience	2014	8.50		1,464,605.00
	2015	8.30	57,204,429	
	2016	8.30		37,311,034
	2017	8.30	93,981,436	
	2018	8.29	618,845,893	
	2019	8.04		97,553,990
	2020	7.99		6,444,940
	2021	7.93	171,234,070	
			941,265,828	142,774,569
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2018	5.00		96,030,373
	2019	5.00		(72,441,385)
	2020	5.00		(724,186,621)
	2021	5.00		3,554,633,811
				2,854,036,178
			$ 6,230,825,389	$ 27,221,092,460

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

NOTE 10. PENSION PLANS (Cont'd)

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

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

Fiscal Year Ending June 30,	Total
2022	$ (2,914,282,899)
2023	(3,500,098,875)
2024	(4,665,036,366)
2025	(4,192,375,542)
2026	(2,350,648,872)
Thereafter	(3,367,824,517)
	$ (20,990,267,071)

Actuarial Assumptions

The 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	1.55 – 4.45% based on years of service
Thereafter	2.75 – 5.65% based on years of service
Investment Rate of Return	7.00%

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

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

NOTE 10. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2021 are summarized in the following table:

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

Discount Rate – TPAF

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

NOTE 10. PENSION PLANS (Cont'd)

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

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

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2021 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

June 30, 2021	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	$ 192,719,396	$ 162,884,319	$ 137,824,762

Pension Plan Fiduciary Net Position - TPAF

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

C. Defined Contribution Retirement Program (DCRP):

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

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

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

For DCRP, the District recognized pension expense of $38,220 for the fiscal year ended June 30, 2022. Employee contributions to DCRP amounted to $37,866 for the year ended June 30, 2022.

NOTE 11. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors, and omissions; injuries to employees; and natural disasters. Health benefits are provided to employees through Horizon Blue Cross Blue Shield of New Jersey.

New Jersey Unemployment Compensation Insurance

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

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 Unemployment Compensation Restricted Fund Balance in the General Fund for the current year:

Fiscal Year	District Contributions	Interest Earned	Employee Contributions	Amount Reimbursed	Ending Balance
2021-2022	$ - 0 -	$ 1,844	$ 85,628	$ - 0 -	$ 664,716

Property and Liability Insurance

The District is a member of the New Jersey Schools Insurance Group ("NJSIG") and maintains commercial insurance coverage for property, liability, student accident and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report.

NJSIG is a risk-sharing public entity risk management pool that is an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for NJSIG are elected.

As a member of NJSIG, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of NJSIG were to be exhausted, members would become responsible for their respective shares of the liabilities. NJSIG can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

The audit report for the fiscal year ended June 30, 2022 was not available as of the date of this report. Selected, summarized financial information for NJSIG as of June 30, 2021 is as follows:

NOTE 11. RISK MANAGEMENT (Cont'd)

Property and Liability Insurance (Cont'd)

Total Assets	$ 409,725,069
Net Position	$ 171,872,738
Total Revenue	$ 136,646,172
Total Expenses	$ 104,006,539
Change in Net Position	$ 32,639,633
Member Dividends	$ -0-

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

New Jersey Schools Insurance Group
6000 Midlantic Drive, Suite 300 North
Mount Laurel, NJ 08054
(609) 386-6060

NOTE 12. COMMITMENTS AND CONTINGENCIES

Litigation

The Board is periodically involved in lawsuits arising in the normal course of business, including claims regarding special education, disputes over contract awards and performance, and employment matters. The Board does not believe that the ultimate outcome of these cases will have a material negative effect on the District's financial position.

Grant Programs

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

Encumbrances

At June 30, 2022, there were encumbrances as detailed below in the governmental funds all of which are considered to be major funds.

Governmental Funds			
General	Special Revenue	Capital Projects	Total Governmental Funds
$ 830,604	$ 545,772	$ 3,634,921	$ 5,011,297

NOTE 12. COMMITMENTS AND CONTINGENCIES (Cont'd)

Encumbrances (Cont'd)

On the District's Governmental Fund Balance Sheet as of June 30, 2022, $-0- is assigned for year-end encumbrances in the Special Revenue Fund, which is $545,772 less than the actual year-end encumbrances on a budgetary basis. On the GAAP basis, encumbrances are not recognized until paid and this non-recognition of encumbrances on the GAAP basis is also reflected as either a reduction in grants receivable or an increase in unearned revenue in the Special Revenue Fund. In the Capital Projects Fund, $3,557,642 of year-end encumbrances are included in the restricted fund balance and $77,279 are included in the committed fund balance at June 30, 2022.

NOTE 13. INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS

The following interfund balances existed at June 30, 2022:

Fund	Interfund Receivable	Interfund Payable
General Fund	$ 1,406,432	$ 3,204,711
Special Revenue		269,459
Capital Projects Fund	2,756,906	1,161,849
Debt Service	1,161,849	1,136,973
Food Service Fund	447,805	
	$ 5,772,992	$ 5,772,992

The interfunds between the Capital Projects Fund, General Fund and Debt Service Fund represent interest earned on investments in the Capital Projects Fund that was transferred to the General Fund and Debt Service Fund, completed capital projects transferred to the original funding sources, and payments made by the General Fund on behalf of the Capital Projects Fund. The interfund receivable in the General Fund and the interfund payable in the Special Revenue Fund represents funds advanced to the Special Revenue Fund awaiting the collection of grants receivable. The interfund between General Fund and the Food Service Fund represent subsidies received in the General Fund not yet remitted to the Food Service Fund, offset by items purchased by the General Fund on behalf of the Food Service Fund that were not yet reimbursed.

NOTE 14. DEFERRED COMPENSATION

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

AXA-Equitable	Legends	Ameriprise
Aspire	AIG-Valic	Vangaurd
Security Benefit	Lincoln Investment Planning	Primerica

NOTE 15. TAX CALENDAR

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

Taxes are collected by the constituent municipality and are remitted to the District on a predetermined mutually agreed-upon schedule.

NOTE 16. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2022:

	Governmental Funds				District Contribution Subsequent to		Business-Type Activities
	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds	Measurement Date	Total Governmental Activities	Proprietary Funds
Vendors	$ 679,462	$ 77,484	$ 106,375	$ 863,321		$ 863,321	$ 32,052
Payroll Deductions and Withholdings	723,735			723,735		723,735	
Accrued Salaries and Wages	388,468			388,468		388,468	
Due to:							
State of New Jersey					$ 1,889,290	1,889,290	
	$ 1,791,665	$ 77,484	$ 106,375	$ 1,975,524	$ 1,889,290	$ 3,864,814	$ 32,052

NOTE 17. ECONOMIC DEPENDENCY

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

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund)
General Information about the OPEB Plan

Plan Description and Benefits Provided

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

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefits for the State Health Benefit Local Education Retired Education Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in GASB Codification Section P50. The State Health Benefits Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

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

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

Employees Covered by Benefit Terms

At June 30, 2019, the plan membership consisted of the following:

Inactive Plan Members or Beneficiaries Currently Receiving Benefit Payments	149,304
Active Plan Members	216,804
Total	366,108

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund)
General Information about the OPEB Plan (Cont'd)

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2020 was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020.

Actuarial Assumptions and Other Inputs

The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.50%	
	TPAF/ABP	PERS
Salary Increases:		
Through 2026	1.55 - 4.45% based on service years	2.00 - 6.00% based on service years
Thereafter	1.55 - 4.45% based on service years	3.00 - 7.00% based on service years

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 - June 30, 2018 and July 1, 2014 – June 30, 2018 for TPAF and PERS, respectively.

Mortality Rates

Pre-retirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP) and "General" (PERS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020. Post-retirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020. 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-2020.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 5.6% and decreases to a 4.5% long term trend rate after seven years. For post-65 medical benefits, the actual fully insured Medicare Advantage trend rate for fiscal year 2021 through 2022 are reflected. The assumed post-65 medical trend rate is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.0% and decreases to a 4.5% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund)
General Information about the OPEB Plan (Cont'd)

Discount Rate

The discount rate for June 30, 2020 was 2.21%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. The source is the Bond Buyer Go 20-Bond Municipal bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Changes in the State's Proportionate Share of the Total OPEB Liability Attributable to the District

	Total OPEB Liability
Balance at June 30, 2019	$ 118,961,755
Changes for Year:	
Service Cost	5,436,077
Interest on the Total OPEB Liability	4,296,548
Changes of Assumptions	35,783,969
Differences between Expected and Actual Experience	34,727,464
Gross Benefit Payments by the State	(3,410,436)
Contributions from Members	103,370
Net Changes	76,936,992
Balance at June 30, 2020	$ 195,898,747

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2020, calculated using the discount rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

June 30, 2020			
	At 1% Decrease (1.21%)	At Discount Rate (2.21%)	At 1% Increase (3.21%)
Total OPEB Liability Attributable to the District	$ 236,166,051	$ 195,898,747	$ 164,413,593

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund)
General Information about the OPEB Plan (Cont'd)

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2020, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

June 30, 2020	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	$ 158,136,075	$ 195,898,747	$ 240,865,697

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

For the fiscal year ended June 30, 2022 the District recognized OPEB expense of $10,601,959 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		$ 11,888,783
	2018	9.51		10,464,373
	2019	9.29	$ 1,410,486	
	2020	9.24	31,911,245	
			33,321,731	22,353,156
Differences between Expected and Actual Experience	2018	9.51		9,892,089
	2019	9.29		16,601,501
	2020	9.24	29,742,533	
			29,742,533	26,493,590
Changes in Proportion	N/A	N/A	5,154,623	
			$ 68,218,887	$ 48,846,746

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is $-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources. At June 30, 2020 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund)
General Information about the OPEB Plan (Cont'd)

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

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

Fiscal Year Ending June 30,	Total
2021	$ 125,497
2022	125,497
2023	125,497
2024	125,497
2025	125,497
Thereafter	13,590,033
	$ 14,217,518

NOTE 19. PRIOR YEAR ADJUSTMENT

The District made a prior year adjustment in the district-wide financial statements to record an intangible right-to-use asset and a lease liability as of June 30, 2021 as a result of implementing GASB 87, *Leases*:

	Balance June 30, 2021 as Previously Reported	Retroactive Adjustments	Balance June 30, 2021 as Restated
Statement of Net Position - Governmental Activities:			
Assets:			
Lease Assets, Net	$ -0-	$ 351,805	$ 351,805
Total Assets	117,713,808	351,805	118,065,613
Noncurrent Liabilities:			
Due Within One Year	7,201,612	28,584	7,230,196
Due Beyond One Year	57,879,372	329,185	58,208,557
Total Liabilities	70,100,862	357,769	70,458,631
Net Position:			
Net Investment in Capital Assets	65,093,904	(5,964)	65,087,940
Total Net Position	43,396,565	(5,964)	43,390,601

NOTE 20. TAX ABATEMENTS

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

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

The Municipality of Princeton provides for long-term tax exemptions, as authorized by New Jersey State Statutes. N.J.S.A. 40A:20-1 et seq. sets forth the criteria and mechanism by which property taxes can and are abated. The exemptions provided by the Municipality of Princeton are for affordable housing projects and other permitted purposes. Taxes abated include municipal, local school and county taxes.

The Municipality of Princeton recognized revenue in the amount of $1,252,980 from payment in lieu of taxes ("PILOT") agreements. The taxes which would have been paid on these properties for 2021 without the abatement would have been $6,188,353 of which $3,044,670 would have been for the school tax.

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

PRINCETON PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
District's Proportion of the Net Pension Liability	0.1200403097%	0.1224672619%	0.1362304658%	0.1319352300%	0.1361551600%	0.1442049101%	0.1472872292%	0.1434012239%
District's Proportionate Share of the Net Pension Liability	$ 22,474,829	$ 27,491,446	$ 40,347,557	$ 30,712,413	$ 26,808,273	$ 25,983,537	$ 24,018,695	$ 16,988,025
District's Covered Employee Payroll	7,927,404	8,239,488	9,157,896	8,864,968	9,192,234	9,860,178	10,279,776	10,255,387
District's proportionate Share of the Net Pension Liability as a percentage of its Covered Employee Payroll	283.51%	333.65%	440.58%	346.45%	291.64%	263.52%	233.65%	165.65%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

PRINCETON PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
Contractually Required Contribution	$ 1,052,890	$ 1,185,410	$ 1,222,239	$ 1,210,252	$ 1,354,304	$ 1,402,695	$ 1,611,249	$ 1,679,395
Contributions in relation to the Contractually Required Contribution	(1,052,890)	(1,185,410)	(1,222,239)	(1,210,252)	(1,354,304)	(1,402,695)	(1,611,249)	(1,679,395)
Contribution Deficiency/(Excess)	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -
District's Covered Employee Payroll	$ 8,239,488	$ 9,157,896	$ 8,864,968	$ 9,192,234	$ 9,860,178	$ 10,279,776	$ 10,255,387	$ 10,839,617
Contributions as a percentage of Covered Employee Payroll	12.78%	12.94%	13.79%	13.17%	13.74%	13.65%	15.71%	15.49%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

PRINCETON PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ATTRIBUTABLE TO THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
State's Proportion of the Net Pension Liability attributable to the District	0.3126860786%	0.3194868784%	0.3175550101%	0.3114428785%	0.3256115443%	0.3241116554%	0.3368444450%	0.3388116074%
State's Proportionate Share of the Net Pension Liability attributable to the District	$ 167,120,532	$ 201,929,350	$ 249,808,990	$ 209,986,019	$ 207,147,070	$ 198,910,382	$ 221,808,014	$ 162,884,319
District's covered employee payroll	$ 32,680,756	$ 33,347,710	$ 34,028,275	$ 34,722,730	$ 35,431,357	$ 36,154,446	$ 36,892,292	$ 37,645,196
State's Proportionate Share of the Net Pension Liability attributable to the District as a percentage of its Covered Employee Payroll	511.4%	605.53%	734.12%	604.75%	584.64%	550.17%	601.23%	432.68%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.59%	35.52%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

PRINCETON PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending June 30,							
	2015	2016	2017	2018	2019	2020	2021	2022
Contractually Required Contribution	$ 8,992,654	$ 12,329,605	$ 18,769,670	$ 14,546,768	$ 12,075,950	$ 11,732,266	$ 13,792,967	$ 3,832,740
Contributions in relation to the Contractually Required Contribution	(1,611,335)	(2,421,829)	(3,390,631)	(4,795,109)	(6,374,492)	(7,388,289)	(9,848,843)	(13,601,067)
Contribution Deficiency/(Excess)	$ 7,381,319	$ 9,907,776	$ 15,379,039	$ 9,751,659	$ 5,701,458	$ 4,343,977	$ 3,944,124	$ (9,768,327)
District's Covered Employee Payroll	$ 33,347,710	$ 34,028,275	$ 34,722,730	$ 35,431,357	$ 36,154,446	$ 36,892,292	$ 37,645,196	$ 38,413,465
Contributions as a percentage of Covered Employee Payroll	26.97%	7.12%	9.76%	13.53%	17.63%	20.03%	26.16%	35.41%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

PRINCETON PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF CHANGES IN THE STATE'S TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST FOUR FISCAL YEARS

	Fiscal Years Ending			
	2017	2018	2019	2020
Total OPEB Liability				
Service Cost	$ 6,829,938	$ 5,681,946	$ 5,221,756	$ 5,436,077
Interest on the Total OPEB Liability	4,729,081	5,504,216	5,140,801	4,296,548
Changes of Assumptions	(19,257,642)	(14,845,903)	1,773,730	35,783,969
Differences between Expected and Actual Experience		(13,352,374)	(19,001,431)	34,727,464
Gross Benefit Payments by the State	(3,467,886)	(3,459,319)	(3,651,771)	(3,410,436)
Contributions from Members	127,696	119,560	108,249	103,370
Net Change in Total OPEB Liability	(11,038,813)	(20,351,874)	(10,408,666)	76,936,992
Total OPEB Liability - Beginning	160,761,108	149,722,295	129,370,421	118,961,755
Total OPEB Liability - Ending	$ 149,722,295	$ 129,370,421	$ 118,961,755	$ 195,898,747
District's Covered Employee Payroll *	$ 43,587,698	$ 44,623,591	$ 46,014,624	$ 47,172,068
Total OPEB Liability as a Percentage of Covered Employee Payroll	343%	290%	259%	415%

* - Covered payroll for the fiscal years ending June 30, 2017, 2018, 2019 and 2020 are based on the payroll on the June 30, 2016, 2017, 2018 and 2019 census data.

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

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

In the July 1, 2019 actuarial valuation the mortality improvement was based on Scale MP-2020 while in the July 1, 2020 actuarial valuation the mortality improvement was based on Scale MP-2021.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate changed from 5.40% as of June 30, 2020 to 7.00% as of June 30, 2021.

In the July 1, 2019 actuarial valuation the mortality improvement was based on Scale MP-2020 while in the July 1, 2020 actuarial valuation the mortality improvement was based on Scale MP-2021.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2020 was 2.21%. The discount rate for June 30, 2019 was 3.50%, a change of -1.29%.

The mortality rates in the valuation as of June 30, 2020 were based on the following:

Pre-retirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP) and "General" (PERS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020. Post-retirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020. 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-2020.

The mortality rates in the valuation as of June 30, 2019 were based on the following:

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN (Cont'd)

Changes of Actuarial Assumptions (Cont'd)

Pre-retirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Post-retirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. 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-2019.

The health care trend rates in the valuation as of June 30, 2020 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 5.6% and decreases to a 4.5% long term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rate for fiscal year 2021 through 2022 are reflected. The assumed post-65 medical trend rate is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.0% and decreases to a 4.5% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

The health care trend rates in the valuation as of June 30, 2019 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 5.7% and decreases to a 4.5% long term trend rate after eight years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rate for fiscal year 2020 is reflected. The assumed post-65 medical trend rate is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.5% and decreases to a 4.5% long term rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

BUDGETARY COMPARISON SCHEDULES

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	$ 80,410,007		$ 80,410,007	$ 80,410,007	
Other Local Governmental Units - Unrestricted	168,000		168,000	168,000	
Tuition From Individuals	275,000		275,000	316,970	$ 41,970
Tuition From Other LEAs Within the State	4,835,908		4,835,908	4,835,908	
Unrestricted Miscellaneous Revenues	532,000		532,000	786,610	254,610
Interest Earned on Maintenance Reserve	50		50	934	884
Interest Earned on Capital Reserve Funds	200		200	12,546	12,346
Other Restricted Miscellaneous Revenues				1,844	1,844
Total Revenues from Local Sources	86,221,165		86,221,165	86,532,819	311,654
Revenues from State Sources:					
Categorical Transportation Aid	869,413		869,413	869,413	
Extraordinary Aid	750,000		750,000	3,074,305	2,324,305
Categorical Special Education Aid	3,171,906		3,171,906	3,171,906	
Categorical Security Aid	371,547		371,547	371,547	
Adjustment Aid	107,606		107,606	107,606	
Non Public Transportation				69,786	69,786
TPAF Post Retirement Contributions (Non-Budgeted)				3,222,593	3,222,593
TPAF Pension Contributions (Non-Budgeted)				13,601,067	13,601,067
TPAF Non-Contributory Insurance (Non-Budgeted)				191,892	191,892
TPAF Long-Term Disability Insurance (Non-Budgeted)				4,476	4,476
Reimbursed TPAF Social Security Contributions				2,774,269	2,774,269
Total Revenues from State Sources	5,270,472		5,270,472	27,458,860	22,188,388
Revenues from Federal Sources:					
Medicaid Reimbursement	64,818		64,818	41,552	(23,266)
Total Revenues from Federal Sources	64,818		64,818	41,552	(23,266)
TOTAL REVENUE	91,556,455		91,556,455	114,033,231	22,476,776

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	$ 1,035,251	$ (6,282)	$ 1,028,969	$ 1,025,504	$ 3,465
Grades 1-5 - Salaries of Teachers	7,832,675	45,528	7,878,203	7,846,710	31,493
Grades 6-8 - Salaries of Teachers	4,447,619	171,719	4,619,338	4,618,492	846
Grades 9-12 - Salaries of Teachers	9,659,189	26,290	9,685,479	9,685,452	27
Regular Programs - Home Instruction:					
Salaries of Teachers	61,998	(51,332)	10,666	4,962	5,704
Purchased Professional-Educational Services	54,810	9,007	63,817	58,784	5,033
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	935,144	(492,644)	442,500	441,097	1,403
Purchased Professional-Educational Services	325,328	(79,917)	245,411	190,100	55,311
Purchased Technical Services	15,660	(15,660)			
Other Purchased Services (400-500 series)	970,726	(254,556)	716,170	665,125	51,045
General Supplies	634,228	1,039,764	1,673,992	1,530,003	143,989
Textbooks	208,148	(52,621)	155,527	148,905	6,622
Other Objects	178,721	(52,406)	126,315	96,491	29,824
Total Regular Programs - Instruction	26,359,497	286,890	26,646,387	26,311,625	334,762
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	284,930	(33,000)	251,930	251,930	
Other Salaries for Instruction	260,281	(73,590)	186,691	186,689	2
General Supplies	2,000	(2,000)			
Other Objects	15,000	(6,448)	8,552	8,552	
Total Learning and/or Language Disabilities	562,211	(115,038)	447,173	447,171	2

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Behavioral Disabilities:					
Salaries of Teachers	$ 66,359	$ 21,933	$ 88,292	$ 88,292	
Other Salaries for Instruction	23,458	(23,458)			
Total Behavioral Disabilities	89,817	(1,525)	88,292	88,292	
Multiple Disabilities:					
Salaries of Teachers	89,799	94,864	184,663	179,938	$ 4,725
Other Salaries for Instruction	383,673	13,417	397,090	387,060	10,030
General Supplies	7,000	3,200	10,200	9,253	947
Total Multiple Disabilities	480,472	111,481	591,953	576,251	15,702
Resource Room/Resource Center:					
Salaries of Teachers	4,049,382	(248,478)	3,800,904	3,800,413	491
Other Salaries for Instruction	1,702,213	179,800	1,882,013	1,769,500	112,513
General Supplies	13,205	(1,900)	11,305	5,471	5,834
Total Resource Room/Resource Center	5,764,800	(70,578)	5,694,222	5,575,384	118,838
Autism:					
Salaries of Teachers	621,835	(123,923)	497,912	497,905	7
Other Salaries for Instruction	909,919	(175,267)	734,652	695,321	39,331
General Supplies	7,500		7,500	4,685	2,815
Textbooks					
Other Objects	4,000	(538)	3,462		3,462
Total Autism	1,543,254	(299,728)	1,243,526	1,197,911	45,615
Preschool Disabilities - Full-Time:					
Salaries of Teachers	363,203	(78,784)	284,419	284,418	1
Other Salaries for Instruction	199,748	(61,204)	138,544	138,447	97
General Supplies	3,000	(987)	2,013	1,989	24
Total Preschool Disabilities - Full-Time	565,951	(140,975)	424,976	424,854	122
TOTAL SPECIAL EDUCATION - INSTRUCTION	9,006,505	(516,363)	8,490,142	8,309,863	180,279

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	$ 957,194	$ 29,857	$ 987,051	$ 987,049	$ 2
Other Salaries for Instruction	94,830	(47,913)	46,917	46,916	1
Total Basic Skills/Remedial - Instruction	1,052,024	(18,056)	1,033,968	1,033,965	3
Bilingual Education - Instruction:					
Salaries of Teachers	746,267	60,671	806,938	806,936	2
Other Salaries for Instruction	257,509	16,719	274,228	274,225	3
General Supplies	3,347	(2,189)	1,158	1,158	
Total Bilingual Education - Instruction	1,007,123	75,201	1,082,324	1,082,319	5
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	317,261	4,345	321,606	312,682	8,924
Purchased Services (300-500 series)	6,000		6,000	3,990	2,010
Supplies and Materials	15,717		15,717	15,426	291
Other Objects	3,940		3,940	3,285	655
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	342,918	4,345	347,263	335,383	11,880
School-Sponsored Athletics - Instruction:					
Salaries	1,008,363	48,492	1,056,855	1,056,174	681
Purchased Services (300-500 series)	206,127	(28,456)	177,671	164,653	13,018
Supplies and Materials	63,131	54,023	117,154	99,347	17,807
Other Objects	37,171	7,492	44,663	42,861	1,802
Total School-Sponsored Athletics - Instruction	1,314,792	81,551	1,396,343	1,363,035	33,308
Other Supplemental/At Risk Programs - Instruction:					
Salaries of Reading Specialists	92,554		92,554	92,554	
Total Other Suppl/at-risk Prog - Instruction	92,554		92,554	92,554	
TOTAL INSTRUCTION	39,175,413	(86,432)	39,088,981	38,528,744	560,237

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Special	$ 139,330	$ (33,121)	$ 106,209	$ 106,209	
Tuition to County Voc. School Dist.-Regular	234,954	(115,567)	119,387	119,387	
Tuition to CSSD & Reg. Day Schools	734,430	93,036	827,466	827,466	
Tuition to Priv. Sch. for the Handicap. W/I State	1,189,571	(348,598)	840,973	840,972	$ 1
Tuition to Priv Sch Handicap & Oth LEAs-Spl,O/S St	146,520	69,186	215,706	211,226	4,480
Tuition - State Facilities	43,860	(38,990)	4,870		4,870
Tuition - Other	641,682	(294,474)	347,208	345,420	1,788
Total Undistributed Expenditures - Instruction	3,130,347	(668,528)	2,461,819	2,450,680	11,139
Undistributed Expend. - Attend. & Social Work:					
Salaries	146,166	21	146,187	146,187	
Salaries of Family Liaisons/Comm. Parent Inv. Spec.	109,834	(3,270)	106,564	106,564	
Other Purchased Services (400-500 series)	1,300		1,300	67	1,233
Total Undist. Expend. - Attendance and Social Work	257,300	(3,249)	254,051	252,818	1,233
Undistributed Expenditures - Health Services:					
Salaries	897,555	(10,206)	887,349	864,210	23,139
Purchased Professional and Technical Services	70,000	(5,151)	64,849	56,759	8,090
Supplies and Materials	41,139	(3,161)	37,978	34,896	3,082
Total Undist. Expenditures - Health Services	1,008,694	(18,518)	990,176	955,865	34,311
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	1,280,186	54,955	1,335,141	1,328,862	6,279
Purchased Professional - Educational Services	31,500	(2,850)	28,650	28,650	
Supplies and Materials	8,640	50	8,690	8,659	31
Total Undist. Expend. - Speech, OT, PT, Related Svcs	1,320,326	52,155	1,372,481	1,366,171	6,310
Undist.Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries	59,779	(2,300)	57,479	57,479	
Total Undist. Expend. - Other Supp. Srvs. Students - Extra. Serv.	59,779	(2,300)	57,479	57,479	

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist.Expend.-Guidance:					
Salaries of Other Professional Staff	$ 1,720,379	$ 46,952	$ 1,767,331	$ 1,766,285	$ 1,046
Salaries of Secretarial and Clerical Assistants	210,050	15,629	225,679	225,636	43
Other Salaries	29,950	439	30,389	30,389	
Other Purchased Services (400-500 series)	2,675	(439)	2,236	1,512	724
Supplies and Materials	22,731	21,194	43,925	43,202	723
Other Objects	1,105		1,105	729	376
Total Undist Expend. - Guidance	1,986,890	83,900	2,070,790	2,067,877	2,913
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	2,471,131	(220,531)	2,250,600	2,249,694	906
Salaries of Secretarial and Clerical Assistants	222,699	(9,612)	213,087	183,512	29,575
Other Salaries	252,690	(128,000)	124,690	24,439	100,251
Purchased Professional - Educational Services	782,715	(135,583)	647,132	561,798	85,334
Other Purchased Services (400-500 series)	45,500		45,500	16,833	28,667
Supplies and Materials	60,150	(3,430)	56,720	52,059	4,661
Other Objects	2,900		2,900		2,900
Total Undist Expend. - Child Study Team	3,837,785	(497,156)	3,340,629	3,088,335	252,294
Undist. Expend.-Improv. of Inst. Serv.:					
Salaries of Secretarial and Clerical Assistants	118,598	9,450	128,048	127,841	207
Sal of Facilitators, Math Coaches & Literacy Coaches	180,580		180,580	180,580	
Purchased Professional - Educational Services		598	598	598	
Other Purchased Services (400-500 series)	5,812	5,402	11,214	4,855	6,359
Supplies and Materials	5,610	5,037	10,647	8,321	2,326
Other Objects	24,189	(1,592)	22,597	13,399	9,198
Total Undist. Expend.-Improv. of Inst. Serv.	334,789	18,895	353,684	335,594	18,090
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	891,315	(36,957)	854,358	853,930	428
Supplies and Materials	109,491	(4,300)	105,191	83,508	21,683
Total Undist Expend-Edu. Media Serv./Sch. Library	1,000,806	(41,257)	959,549	937,438	22,111

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist.Expend.-Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	$ 863,546	$ (80,631)	$ 782,915	$ 781,306	$ 1,609
Salaries of Other Professional Staff	130,009	(65,319)	64,690	64,689	1
Salaries of Secretarial and Clerical Assistants	100,851	2,749	103,600	103,599	1
Unused Vacation Payment to Terminated/Retired Staff		22,620	22,620	22,620	
Purchased Professional - Educational Service	19,000	(19,000)			
Other Purchased Services (400-500 series)	500		500		500
Total Undist.Expend.-Instructional Staff Training Services	1,113,906	(139,581)	974,325	972,214	2,111
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	543,924	(241)	543,683	543,433	250
Unused Vacation Payment to Terminated/Retired Staff		59,665	59,665	59,665	
Legal Services	253,086	11,372	264,458	251,540	12,918
Audit Fees	84,456		84,456	84,456	
Other Purchased Professional Services	11,000	1,600	12,600	12,600	
Communications / Telephone	129,131	9,980	139,111	129,739	9,372
BOE Other Purchased Services	1,000	(1,000)			
Other Purch. Serv. (400-500 series other than 530 & 585)	11,245	2,535	13,780	10,575	3,205
General Supplies	22,257	(1,600)	20,657	18,283	2,374
Miscellaneous Expenditures	18,800	185,602	204,402	138,721	65,681
BOE Membership Dues and Fees	35,400	(5,247)	30,153	30,153	
Total Undist. Expend.-Support Serv.-Gen. Admin.	1,110,299	262,666	1,372,965	1,279,165	93,800
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	1,655,995	641	1,656,636	1,656,245	391
Salaries of Secretarial and Clerical Assistants	777,296	14,057	791,353	790,603	750
Other Salaries	6,020	4,239	10,259	9,042	1,217
Unused Vacation Payment to Terminated/Retired Staff		62,271	62,271	62,271	
Other Purchased Services (400-500 series)	43,756	(5,831)	37,925	10,503	27,422
Supplies and Materials	45,355	(3,834)	41,521	30,537	10,984
Other Objects	42,118	1,840	43,958	38,674	5,284
Total Undist. Expend.-Support Serv.-School Adm.	2,570,540	73,383	2,643,923	2,597,875	46,048

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Central Services:					
Salaries	$ 1,091,798	$ (62,298)	$ 1,029,500	$ 1,029,003	$ 497
Unused Vacation Payment to Terminated/Retired Staff		6,681	6,681	6,681	
Purchased Professional Services	41,300	(2,708)	38,592	37,846	746
Purchased Professional Services-Public Relations cost	72,000	155,700	227,700	212,700	15,000
Purchased Technical Services	58,000	4,489	62,489	62,489	
Miscellaneous Purchased Services (400-500 series other than 594)	56,591	(7,049)	49,542	40,329	9,213
Supplies and Materials	34,965	(5,854)	29,111	28,346	765
Other Objects	4,000	17,991	21,991	18,912	3,079
Total Undist. Expend. - Central Services	1,358,654	106,952	1,465,606	1,436,306	29,300
Undist. Expend. - Admin. Info. Technology:					
Salaries	723,922	(42,219)	681,703	681,174	529
Unused Vacation Payment to Terminated/Retired Staff		8,251	8,251	8,251	
Purchased Professional Services	50,432	(18,729)	31,703	13,265	18,438
Other Purchased Services (400-500 series)	47,935	(36,259)	11,676	1,133	10,543
Supplies and Materials	294,648	27,022	321,670	294,130	27,540
Total Undist. Expend. - Admin. Info. Technology	1,116,937	(61,934)	1,055,003	997,953	57,050
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	594,536	(92,115)	502,421	480,682	21,739
Cleaning, Repair, and Maintenance Services	1,074,386	917,665	1,992,051	1,807,562	184,489
General Supplies	163,475	40,134	203,609	183,645	19,964
Other Objects	10,395	4,668	15,063	14,943	120
Total Undist. Expend.- Required Maint. for School Facilities	1,842,792	870,352	2,713,144	2,486,832	226,312

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Custodial Services:					
Salaries	$ 2,184,550	$ 57,495	$ 2,242,045	$ 2,226,100	$ 15,945
Salaries of Non-Instructional Aides	135,823	16,181	152,004	135,885	16,119
Unused Vacation Payment to Terminated/Retired Staff		10,408	10,408	10,407	1
Purchased Professional and Technical Services	45,959	13,754	59,713	55,186	4,527
Cleaning, Repair, and Maintenance Services	91,316	(15,747)	75,569	71,666	3,903
Rental of Land & Bldg. Oth. than Lease Pur. Agrmt.	49,668	10,159	59,827	59,827	
Lease Purchase Pymts - Energy Savings Impr Prog	47,811		47,811	47,810	1
Other Purchased Property Services	114,097	(13,029)	101,068	101,068	
Insurance	395,000	75,235	470,235	470,234	1
Miscellaneous Purchased Services	275	820	1,095	1,095	
General Supplies	169,419	(29,347)	140,072	98,956	41,116
Energy (Natural Gas)	440,000	35,451	475,451	460,946	14,505
Energy (Electricity)	1,007,041	(73,843)	933,198	884,972	48,226
Energy (Gasoline)	12,048	5,537	17,585	15,981	1,604
Total Undist. Expend.-Custodial Services	4,693,007	93,074	4,786,081	4,640,133	145,948
Care and Upkeep of Grounds:					
Salaries	319,709	(4,145)	315,564	314,564	1,000
Unused Vacation Payment to Terminated/Retired Staff		126	126	125	1
Cleaning, Repair, and Maintenance Services	7,263	42,884	50,147	47,274	2,873
General Supplies	30,248	8,861	39,109	28,728	10,381
Total Care And Upkeep Of Grounds	357,220	47,726	404,946	390,691	14,255
Security:					
Salaries	359,494	46,891	406,385	385,353	21,032
Purchased Professional and Technical Services	25,500		25,500	22,893	2,607
Cleaning, Repair, and Maintenance Services	4,231	4,000	8,231	8,231	
General Supplies	11,220	29,055	40,275	34,660	5,615
Total Security	400,445	79,946	480,391	451,137	29,254
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	7,293,464	1,091,098	8,384,562	7,968,793	415,769

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Student Transportation Serv.:					
Salaries of Non-Instructional Aides	$ 255,728	$ (27,118)	$ 228,610	$ 228,609	$ 1
Sal. for Pupil Trans. (Bet. Home and Sch)-Reg.	669,743	60,010	729,753	729,717	36
Sal. for Pupil Trans. (Bet. Home and Sch)-Spl. Ed.	487,429	(6,528)	480,901	480,900	1
Sal. for Pupil Trans. (Oth. than Bet. Home & Sch)	64,405	(10,000)	54,405	23,849	30,556
Cleaning, Repair, and Maint. Services	143,000	(18,500)	124,500	123,721	779
Lease Purchase Payments - School Buses	29,478	(13,700)	15,778	15,778	
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studts	108,000	(1,200)	106,800	105,655	1,145
Contract. Serv.(Bet. Home & Sch.)-Vendors	1,573,617	(166,855)	1,406,762	1,406,762	
Contract. Serv.(Oth. than Bet. Home & Sch.)-Vend.	289,538	(61,106)	228,432	213,667	14,765
Contract. Serv.(Spl. Ed. Students)-Vendors	184,620	61,797	246,417	246,416	1
Contract. Serv.(Spl. Ed. Students)-Joint Agrmnts	50,000	(50,000)			
Misc. Purchased Serv. - Transportation	95,000	19,836	114,836	114,836	
General Supplies	101,381	53,674	155,055	138,731	16,324
Transportation Supplies	11,000	(6,000)	5,000	2,449	2,551
Other Objects	10,900	(1,400)	9,500	7,763	1,737
Total Undist. Expend.-Student Trans. Serv.	4,073,839	(167,090)	3,906,749	3,838,853	67,896
UNALLOCATED BENEFITS					
Group Insurance	2,500		2,500	2,435	65
Social Security Contributions	1,375,000	(102,355)	1,272,645	1,272,645	
Other Retirement Contributions - PERS	1,731,811	(49,299)	1,682,512	1,679,395	3,117
Other Retirement Contributions - Regular		38,220	38,220	38,220	
Workers Compensation	575,000	(87,131)	487,869	485,869	2,000
Health Benefits	12,038,179	(242,308)	11,795,871	11,631,363	164,508
Tuition Reimbursement	107,051	(36,823)	70,228	35,311	34,917
Other Employee Benefits	705,000	(17,630)	687,370	618,292	69,078
Unused Sick Payment to Terminated/Retired Staff	530,316	(222,008)	308,308	231,743	76,565
TOTAL UNALLOCATED BENEFITS	17,064,857	(719,334)	16,345,523	15,995,273	350,250

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				$ 3,222,593	$ (3,222,593)
TPAF Pension Contributions (Non-Budgeted)				13,601,067	(13,601,067)
TPAF Non-Contributory Insurance (Non-Budgeted)				191,892	(191,892)
TPAF Long-Term Disability Insurance (Non-Budgeted)				4,476	(4,476)
Reimbursed TPAF Social Security Contributions				2,774,269	(2,774,269)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				19,794,297	(19,794,297)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	$ 17,064,857	$ (719,334)	$ 16,345,523	35,789,570	(19,444,047)
TOTAL UNDISTRIBUTED EXPENDITURES	48,639,212	(629,898)	48,009,314	66,392,986	(18,383,672)
TOTAL GENERAL CURRENT EXPENSE	87,814,625	(716,330)	87,098,295	104,921,730	(17,823,435)
CAPITAL OUTLAY					
Equipment					
Grades 1-5	3,000	(3,000)			
Grades 6-8		12,462	12,462		12,462
Grades 9-12		22,405	22,405	14,960	7,445
Vocational Programs:					
School-Sponsored and Other Instructional Programs	5,000	22,982	27,982	3,532	24,450
Undistributed:					
Undistributed Expenditures - Instruction	7,855	2,299	10,154	10,153	1
Undist. Expend. - Supp Serv. - Related & Extraord.	10,000	(10,000)			
Undist. Expend. Support Serv. Child Study Teams	10,000	1,847	11,847	11,847	
Undistributed Expenditures - School Admin.		4,567	4,567	4,567	
Undistributed Expenditures - Central Services		2,674	2,674	2,674	
Undistributed Expenditures - Admin. Info. Tech.		3,559	3,559	3,559	
Undist. Expend. - Required Maint for School Fac.		19,222	19,222	12,134	7,088
Undist. Expend. - Custodial Services		387,519	387,519	208,495	179,024
Undist. Expend. - Care and Upkeep of Grounds		2,408	2,408	2,408	
School Buses - Regular		124,109	124,109	124,109	
Total Equipment	35,855	593,053	628,908	398,438	230,470

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Facilities Acquisition and Construction Serv.:					
Assessment for Debt Service on SDA Funding	$ 239,765		$ 239,765	$ 239,765	
Total Facilities Acquisition and Const. Serv.	239,765		239,765	239,765	
TOTAL CAPITAL OUTLAY	275,620	$ 593,053	868,673	638,203	$ 230,470
Transfer of Funds to Charter Schools	7,155,590	(33,208)	7,122,382	7,122,382	
Total Transfer of Funds to Charter Schools	7,155,590	(33,208)	7,122,382	7,122,382	
TOTAL EXPENDITURES	95,245,835	(156,485)	95,089,350	112,682,315	(17,592,965)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(3,689,380)	156,485	(3,532,895)	1,350,916	4,883,811
Other Financing Sources/(Uses):					
Transfer to Special Revenue Fund - PreK - Inclusion	(22,000)	(46,900)	(68,900)	(68,900)	
Capital Outlay - Transfer to Capital Projects		(109,585)	(109,585)	(109,585)	
Capital Reserve - Transfer to Capital Projects	(1,519,413)	(660,762)	(2,180,175)	(2,180,175)	
Total Other Dinancing Sources/(Uses)	(1,541,413)	(817,247)	(2,358,660)	(2,358,660)	
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(5,230,793)	(660,762)	(5,891,555)	(1,007,744)	4,883,811
Fund Balance, July 1	13,427,686		13,427,686	13,427,686	
Fund Balance, June 30	$ 8,196,893	$ (660,762)	$ 7,536,131	$ 12,419,942	$ 4,883,811

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Recapitulation:					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2023-2024				$ 524,824	
Capital Reserve				1,318,184	
Maintenance Reserve				1,111,707	
Unemployment Compensation				664,716	
Assigned Fund Balance:					
Year End Encumbrances				830,604	
Designated for Subsequent Year's Expenditures				1,765,949	
Unassigned Fund Balance				6,203,958	
				12,419,942	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis				(364,947)	
Fund Balance per Governmental Funds (GAAP)				$ 12,054,995	

Exhibit C-2

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources		$ 755,525	$ 755,525	$ 1,240,483	$ 484,958
State Sources	$ 2,300,183	300,397	2,600,580	2,360,609	(239,971)
Federal Sources	1,321,560	4,731,546	6,053,106	4,294,215	(1,758,891)
Total Revenues	3,621,743	5,787,468	9,409,211	7,895,307	(1,513,904)
Other Finanncing Sources:					
Transfer In - Board Contribution - General Fund	22,000	46,900	68,900	68,900	
Total Revenues and Other Financing Sources	3,643,743	5,834,368	9,478,111	7,964,207	(1,513,904)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	178,995	1,342,873	1,521,868	962,857	559,011
Salaries of Other Professional Staff	68,295	623,698	691,993	635,127	56,866
Purchased Professional - Educational Services	152,759	33,092	185,851	156,308	29,543
Tuition	1,000,000	744,041	1,744,041	1,744,041	
General Supplies	268,465	389,703	658,168	517,556	140,612
Textbooks	120,211	20,415	140,626	119,706	20,920
Other Objects		191,739	191,739	177,544	14,195
Total Instruction	1,788,725	3,345,561	5,134,286	4,313,139	821,147
Support Services:					
Salaries		108,566	108,566	108,566	
Salaries of Other Professional Staff	203,309	60,019	263,328	188,587	74,741
Personal Services - Employee Benefits	168,819	69,228	238,047	198,321	39,726
Purchased Professional - Educational Services	1,041,771	864,799	1,906,570	1,737,289	169,281
Other Purchased Services	24,518	253,675	278,193	208,841	69,352
Transportation		103,920	103,920	103,920	
Supplies and Materials	30,000	411,211	441,211	342,514	98,697
Other Objects	386,601	(138,136)	248,465	7,505	240,960
Student Activities		728,697	728,697	728,697	
Scholarships Awarded		1,000	1,000	1,000	
Total Support Services	1,855,018	2,462,979	4,317,997	3,625,240	692,757
Total Expenditures	$ 3,643,743	$ 5,808,540	$ 9,452,283	$ 7,938,379	$ 1,513,904
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ - 0 -	$ 25,828	$ 25,828	$ 25,828	$ - 0 -

PRINCETON PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTES TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Note A - Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	$ 114,033,231	$ 7,895,307
Difference - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue while the GAAP Basis does not:		
Prior Year Encumbrances		141,071
Current Year Encumbrances		(545,772)
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	319,491	106,482
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(364,947)	(108,402)
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	$ 113,987,775	$ 7,488,686
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	$ 112,682,315	$ 7,938,379
Differences - Budgetary to GAAP:		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes:		
Prior Year Encumbrances		141,071
Current Year Encumbrances		(545,772)
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	$ 112,682,315	$ 7,533,678

PRINCETON PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTES TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue and Debt Service Funds. The budget was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in NJAC 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For Governmental Funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the Special Revenue Fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the Governmental Fund types. Unencumbered appropriations lapse at fiscal year end.

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

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

SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)

SPECIAL REVENUE FUND

PRINCETON PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Elementary and Secondary Education Act					
	Title I	Title II - Part A	Title III	Title III Immigrant	Title IV	ACSERS
REVENUES						
Local Sources						
State Sources						
Federal Sources	$ 271,618	$ 59,608	$ 39,084	$ 13,788	$ 14,094	$ 565,439
Total Revenues	271,618	59,608	39,084	13,788	14,094	565,439
Other Financing Sources:						
Transfer In - Board Contribution - General Fund						
Total Revenues and Other Financing Sources		59,608	39,084	13,788	14,094	565,439
EXPENDITURES						
Instruction:						
Salaries of Teachers	197,540		20,387	3,429	5,750	
Salaries of Other Professional Staff	5,875		8,140			
Purchased Professional - Educational Services		40,004		8,897		
Tuition						461,519
General Supplies	38,833	11,293	8,375	1,200	7,570	
Textbooks						
Other Objects						
Total Instruction	242,248	51,297	36,902	13,526	13,320	461,519
Support Services:						
Salaries						
Salaries of Other Professional Staff	12,827					
Personal Services - Employee Benefits	16,543		2,182	262	440	
Purchased Professional - Educational Services						
Other Purchased Services		1,311			334	
Transportation						103,920
Supplies and Materials						
Other Objects		7,000				
Student Activities						
Scholarships Awarded						
Total Support Services	29,370	8,311	2,182	262	774	103,920
Total Expenditures	$ 271,618	$ 59,608	$ 39,084	$ 13,788	$ 14,094	$ 565,439

PRINCETON PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	I.D.E.A.					CARES
	Basic			Preschool		Emergency
	FY21	FY22	FY22 - ARP	FY22	FY22 - ARP	Relief
REVENUES						
Local Sources						
State Sources						
Federal Sources	$ 41,383	$ 1,161,220	$ 244,786	$ 40,379	$ 23,159	$ 6,636
Total Revenues	41,383	1,161,220	244,786	40,379	23,159	6,636
Other Financing Sources:						
Transfer In - Board Contribution - General Fund						
Total Revenues and Other Financing Sources	41,383	1,161,220	244,786	40,379	23,159	6,636
EXPENDITURES						
Instruction:						
Salaries of Teachers						
Salaries of Other Professional Staff						
Purchased Professional - Educational Services						
Tuition		1,037,736	244,786			
General Supplies						3,003
Textbooks						
Other Objects						
Total Instruction		1,037,736	244,786			3,003
Support Services:						
Salaries						
Salaries of Other Professional Staff						
Personal Services - Employee Benefits						
Purchased Professional - Educational Services	41,383	123,484		40,379	23,159	
Other Purchased Services						607
Transportation						
Supplies and Materials						3,026
Other Objects						
Student Activities						
Scholarships Awarded						
Total Support Services	41,383	123,484		40,379	23,159	3,633
Total Expenditures	$ 41,383	$ 1,161,220	$ 244,786	$ 40,379	$ 23,159	$ 6,636

PRINCETON PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	CRRSA			ARP			
	ESSER II	Mental Health	Learning Acceleration	ESSER III	Accelerated Learning Coach/Educator Support	Student Activities	Scholarships
REVENUES							
Local Sources						$ 755,492	$ 33
State Sources							
Federal Sources	$ 436,681	$ 34,750	$ 37,753	$ 1,301,096	$ 2,741		
Total Revenues	436,681	34,750	37,753	1,301,096	2,741	755,492	33
Other Financing Sources:							
Transfer In - Board Contribution - General Fund							
Total Revenues and Other Financing Sources	436,681	34,750	37,753	1,301,096	2,741	755,492	33
EXPENDITURES							
Instruction:							
Salaries of Teachers	146,867		24,849	242,727	1,333		
Salaries of Other Professional Staff	253,719		6,362	286,334			
Purchased Professional - Educational Services							
Tuition							
General Supplies	4,842			332,497			
Textbooks							
Other Objects							
Total Instruction	405,428		31,211	861,558	1,333		
Support Services:							
Salaries			3,859	34,532			
Salaries of Other Professional Staff							
Personal Services - Employee Benefits	30,645		2,683	43,115	102		
Purchased Professional - Educational Services		34,750		45,911	1,306		
Other Purchased Services							
Transportation							
Supplies and Materials	608			315,980			
Other Objects							
Student Activities						728,697	
Scholarships Awarded							1,000
Total Support Services	31,253	34,750	6,542	439,538	1,408	728,697	1,000
Total Expenditures	$ 436,681	$ 34,750	$ 37,753	$ 1,301,096	$ 2,741	$ 728,697	$ 1,000

PRINCETON PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Nonpublic				Nonpublic Auxiliary Services		
	Textbooks	Nursing	Technolgy Initiative	Security Aid	Compensatory Education	Home Instruction	Transportation
REVENUES							
Local Sources							
State Sources	$ 119,706	$ 256,706	$ 84,211	$ 364,540	$ 31,563	$ 1,436	$ 9,436
Federal Sources							
Total Revenues	119,706	256,706	84,211	364,540	31,563	1,436	9,436
Other Financing Sources:							
Transfer In - Board Contribution - General Fund							
Total Revenues and Other Financing Sources	119,706	256,706	84,211	364,540	31,563	1,436	9,436
EXPENDITURES							
Instruction:							
Salaries of Teachers							
Salaries of Other Professional Staff							
Purchased Professional - Educational Services					31,563	1,436	9,436
Tuition							
General Supplies							
Textbooks	119,706						
Other Objects			84,211				
Total Instruction	119,706		84,211		31,563	1,436	9,436
Support Services:							
Salaries							
Salaries of Other Professional Staff							
Personal Services - Employee Benefits							
Purchased Professional - Educational Services		256,706		364,540			
Other Purchased Services							
Transportation							
Supplies and Materials							
Other Objects							
Student Activities							
Scholarships Awarded							
Total Support Services		256,706		364,540			
Total Expenditures	$ 119,706	$ 256,706	$ 84,211	$ 364,540	$ 31,563	$ 1,436	$ 9,436

PRINCETON PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Nonpublic Handicapped Services			SDA Emergent and Capital	Preschool		
	Examination & Classification	Supplementary Instruction	Corrective Speech	Maintenance Needs	Education Aid	Private Donations	Total
REVENUES							
Local Sources						$ 484,958	$ 1,240,483
State Sources	$ 57,250	$ 30,562	$ 34,410	$ 93,333	$ 1,277,456		2,360,609
Federal Sources							4,294,215
Total Revenues	57,250	30,562	34,410	93,333	1,277,456	484,958	7,895,307
Other Financing Sources:							
Transfer In - Board Contribution - General Fund					68,900		68,900
Total Revenues and Other Financing Sources	57,250	30,562	34,410	93,333	1,346,356	484,958	7,964,207
EXPENDITURES							
Instruction:							
Salaries of Teachers					178,995	140,980	962,857
Salaries of Other Professional Staff					74,697		635,127
Purchased Professional - Educational Services		30,562	34,410				156,308
Tuition							1,744,041
General Supplies					5,443	104,500	517,556
Textbooks							119,706
Other Objects				93,333			177,544
Total Instruction		30,562	34,410	93,333	259,135	245,480	4,313,139
Support Services:							
Salaries					70,175		108,566
Salaries of Other Professional Staff					174,084	1,676	188,587
Personal Services - Employee Benefits					91,436	10,913	198,321
Purchased Professional - Educational Services	57,250				748,421		1,737,289
Other Purchased Services						206,589	208,841
Transportation							103,920
Supplies and Materials					3,105	19,795	342,514
Other Objects						505	7,505
Student Activities							728,697
Scholarships Awarded							1,000
Total Support Services	57,250				1,087,221	239,478	3,625,240
Total Expenditures	$ 57,250	$ 30,562	$ 34,410	$ 93,333	$ 1,346,356	$ 484,958	$ 7,938,379

Exhibit E-2

PRINCETON PUBLIC SCHOOLS
SPECIAL REVENUE FUND
PRESCHOOL EDUCATION AID SCHEDULE OF EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

District-Wide Total

	Budgeted	Actual	Variance
EXPENDITURES:			
Instruction:			
Salaries of Teachers	$ 225,895	$ 178,995	$ 46,900
Other Salaries for Instruction	74,697	74,697	
General Supplies	41,231	5,443	35,788
Total Instruction	341,823	259,135	82,688
Support Services:			
Salaries of Other Professional Staff	251,036	244,259	6,777
Personal Services – Employee Benefits	91,436	91,436	
Purchased Professional - Educational Services	748,635	748,421	214
Other Purchased Services	500		500
Supplies and Materials	7,485	3,105	4,380
Total Support Services	1,099,092	1,087,221	11,871
Total Expenditures	$ 1,440,915	$ 1,346,356	$ 94,559

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2021-2022 Preschool Education Aid Allocation	$ 1,342,740
Actual Preschool Expansion Aid Carryover (June 30, 2021)	29,275
Add: Budgeted Transfer from General Fund 2021-22	68,900
Add: Budgeted Tuition 2021-22	
Total Preschool Education Aid Funds Available for 2021-22	1,440,915
Less: 2021-2022 Budgeted Preschool Education Expansion Aid Funds	(1,440,915)
Available & Unbudgeted Preschool Education Expansion Aid Funds as of June 30, 2022	- 0 -
Add: June 30, 2022 Unexpended Preschool Education Expansion Aid	94,559
Add: Cancellation of Prior Year Accounts Payable and Encumbrances	
Less: 2021-2022 Commissioner Approved Transfer to the General Fund	- 0 -
2021-2022 Carryover - Preschool Education Expansion Aid	$ 94,559
2021-2022 Carryover - Preschool Education Expansion Aid Budgeted for Preschool Programs in 2022-2023	$ - 0 -

CAPITAL PROJECTS FUND

Exhibit F-1

PRINCETON PUBLIC SCHOOLS
SUMMARY SCHEDULE OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Revenue and Other Financing Sources:	
Bond Proceeds	$ 17,451,000
Transfer from Capital Reserve	2,180,175
Transfer from Capital Outlay	109,585
Interest Revenue	27,980
Total Revenue and Other Financing Sources	19,768,740
Expenditures and Other Financing Uses:	
Purchased Professional and Technical Services	792,346
Construction Services	7,038,558
Transfers Out:	
Debt Service Fund - Interest	27,980
Total Expenditures and Other Financing Uses	7,858,884
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	11,909,856
Fund Balance - Beginning	6,303,792
Fund Balance - Ending	$ 18,213,648
Recapitulation:	
Committed Fund Balance	$ 21,999
Committed Fund Balance - Year-End Encumbrances	77,279
Restricted Fund Balance	14,556,728
Restricted Fund Balance Year-End Encumbrances	3,557,642
	$ 18,213,648

Exhibit F-1a

PRINCETON PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
2019 BOND REFERENDUM CAPITAL PROJECTS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Prior Periods	Current Year	Totals	Revised Project Authorization
Revenue and Other Financing Sources:				
Bond Proceeds and Transfers	$ 26,928,000		$ 26,928,000	$ 26,928,000
Premium on Bonds	123,657		123,657	123,657
Transfer from Capital Reserve		$ 1,500,000	1,500,000	1,500,000
Total Revenue and Other Financing Sources	27,051,657	1,500,000	28,551,657	28,551,657
Expenditures:				
Purchased Professional and Technical Services	2,728,067	370,266	3,098,333	3,500,000
Construction Services	18,708,378	5,330,039	24,038,417	24,928,000
Costs of Issuance	123,657		123,657	123,657
Total Expenditures	21,560,102	5,700,305	27,260,407	28,551,657
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	$ 5,491,555	$ (4,200,305)	$ 1,291,250	$ - 0 -

Additional Project Information:	
Project Number(s)	N/A
Grant Date	N/A
Bond Authorization Date	01/09/19
Bonds Authorized	$ 26,928,000
Bonds Issued	$ 26,928,000
Original Authorized Cost	$ 26,928,000
Change Orders	$ 1,623,657
Revised Authorized Cost	$ 28,551,657
Change Order Percentage	6.03%
Percentage Completion	95.48%
Original Target Completion Date	09/30/21
Revised Target Completion Date	06/30/23

Exhibit F-1b

PRINCETON PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PRINCETON MIDDLE SCHOOL POOL HVAC
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	$ 839,238		$ 839,238	$ 839,238
Total Revenue and Other Financing Sources	839,238		839,238	839,238
Expenditures:				
Construction Services	49,000	$ 744,874	793,874	839,238
Total Expenditures	49,000	744,874	793,874	839,238
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	$ 790,238	$ (744,874)	$ 45,364	$ - 0 -

Additional Project Information:	
Project Number(s)	N/A
Original Authorized Cost	$ 839,238
Percentage Completion	94.59%
Original Target Completion Date	06/30/22
Revised Target Completion Date	06/30/23

Exhibit F-1c

PRINCETON PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
2022 BOND REFERENDUM PROJECT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
Bond Proceeds		$ 17,451,000	$ 17,451,000	$ 17,451,000
Total Revenue and Other Financing Sources		17,451,000	17,451,000	17,451,000
Expenditures:				
Purchased Professional and Technical Services		422,080	422,080	1,585,998
Construction Services		205,800	205,800	15,865,002
Total Expenditures		627,880	627,880	17,451,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	$ - 0 -	$ 16,823,120	$ 16,823,120	$ - 0 -

Additional Project Information:	
Project Number(s)	N/A
Grant Date	N/A
Bond Authorization Date	11/16/2021
Bonds Authorized	$ 17,451,000
Bonds Issued	$ 17,451,000
Original Authorized Cost	$ 17,451,000
Change Orders	$ - 0 -
Revised Authorized Cost	$ 17,451,000
Change Order Percentage	0.00%
Percentage Completion	3.60%
Original Target Completion Date	06/30/24

Exhibit F-1d

PRINCETON PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
ADDITIONAL HVAC
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		$ 531,200	$ 531,200	$ 531,200
Transfer from Capital Outlay		109,585	109,585	109,585
Total Revenue and Other Financing Sources		640,785	640,785	640,785
Expenditures:				
Construction Services		640,785	640,785	640,785
Total Expenditures		640,785	640,785	640,785
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -

Additional Project Information:	
Project Number(s)	N/A
Grant Date	N/A
Original Authorized Cost	$ 640,785
Percentage Completion	100.00%
Original Target Completion Date	06/30/22

Exhibit F-1e

PRINCETON PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PARTIAL ROOF REPLACEMENT AT PRINCETON HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		$ 61,675	$ 61,675	$ 61,675
Total Revenue and Other Financing Sources		61,675	61,675	61,675
Expenditures:				
Construction Services		61,675	61,675	61,675
Total Expenditures		61,675	61,675	61,675
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -

Additional Project Information:

Project Number(s)	N/A
Grant Date	N/A
Original Authorized Cost	$ 61,675
Percentage Completion	100.00%
Original Target Completion Date	06/30/22

Exhibit F-1f

PRINCETON PUBLIC SCHOOLS
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
HVAC CONTROLS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		$ 87,300	$ 87,300	$ 87,300
Total Revenue and Other Financing Sources		87,300	87,300	87,300
Expenditures:				
Construction Services		55,385	55,385	87,300
Total Expenditures		55,385	55,385	87,300
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	$ - 0 -	$ 31,915	$ 31,915	$ - 0 -

Additional Project Information:

Project Number(s)	N/A
Grant Date	N/A
Original Authorized Cost	$ 87,300
Percentage Completion	63.44%
Original Target Completion Date	06/30/23

PROPRIETARY FUNDS

Exhibit G-1

PRINCETON PUBLIC SCHOOLS
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF NET POSITION
JUNE 30, 2022

ASSETS:	
Current Assets:	
Cash and Cash Equivalents	$ 256,205
Interfund Receivable - General Fund	447,805
Intergovernmental Accounts Receivable:	
State	2,800
Federal	137,192
Other Accounts Receivable	7,560
Inventories	13,078
Total Current Assets	864,640
Non-Current Assets:	
Capital Assets:	
Equipment	1,005,209
Construction in progress	179,488
Less: Accumulated Depreciation	(850,568)
Total Non-Current Assets	334,129
Total Assets	1,198,769
LIABILITIES:	
Current Liabilities:	
Accounts Payable	32,052
Unearned Revenue:	
Prepaid Meals	50,066
Donated Commodities	2,894
Total Liabilities	85,012
NET POSITION:	
Investment in Capital Assets	334,129
Unrestricted	779,628
Total Net Position	$ 1,113,757

Exhibit G-2

PRINCETON PUBLIC SCHOOLS
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Operating Revenue:	
Local Sources:	
Daily Sales:	
Non-Reimbursable Programs	$ 108,013
Total Operating Revenue	108,013
Operating Expenses:	
Cost of Sales:	
Reimbursable Programs	702,296
Non-Reimbursable Programs	72,368
Salaries	554,606
Benefits and Payroll Taxes	161,387
Supplies, Insurance and Other Costs	183,894
Management Fee	81,167
Depreciation Expense	17,922
Total Operating Expenses	1,773,640
Operating Loss	(1,665,627)
Non-Operating Income:	
Local Sources:	
Interest Income	945
State Sources:	
COVID 19 - Seamless Summer Option	41,815
Federal Sources:	
COVID 19 - Seamless Summer Option - Lunch	1,779,477
COVID 19 - Seamless Summer Option - Breakfast	233,723
COVID 19 - Pandemic Electronic Benefit Transfer (P-EBT)	628
Food Distribution Program	91,764
Total Non-Operating Income	2,148,352
Change in Net Position	482,725
Net Position - Beginning of Year	631,032
Net Position - End of Year	$ 1,113,757

Exhibit G-3

PRINCETON PUBLIC SCHOOLS
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Cash Flows from Operating Activities:	
Receipts from Customers	$ 96,148
Payments to Food Service Contractor	(747,373)
Payment of Salaries - District Employees	(715,993)
Payments to Suppliers	(183,894)
Net Cash Used for Operating Activities	(1,551,112)
Cash Flows from Investing Activities:	
Interest Income	945
Net Cash Provided by Investing Activities	945
Cash Flows from Capital and Related Financing Activities:	
Purchase of Capital Assets	(114,637)
Net Cash Used for Capital and Related Financing Activities	(114,637)
Cash Flows from Noncapital Financing Activities:	
Operating Transfers In/(Out) - General Fund	28,572
Interfund Returned - General Fund	(10,955)
State Sources	34,451
Federal Sources	1,596,509
Net Cash Provided by Noncapital Financing Activities	1,648,577
Net Decrease in Cash and Cash Equivalents	(16,227)
Cash and Cash Equivalents, July 1	272,432
Cash and Cash Equivalents, June 30	$ 256,205
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	$ (1,665,627)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	17,922
Food Distribution Program	91,764
Changes in Assets and Liabilities:	
Increase/(Decrease) in Unearned Revenue - Prepaid Meals	(17,419)
Increase/(Decrease) in Unearned Revenue - Donated Commodities	(152)
Increase in Accounts Payable	25,273
Decrease in Accounts Receivable	5,554
(Increase) in Inventory	(8,427)
Net Cash Used for Operating Activities	$ (1,551,112)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at $91,612 and utilized U.S.D.A. Commodities valued at $91,764.

FIDUCIARY ACTIVITIES
(NOT APPLICABLE)

LONG-TERM DEBT

PRINCETON PUBLIC SCHOOLS
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding June 30, 2022 Date	Amount	Interest Rate	Balance July 1, 2021	Issued	Retired/ Matured	Balance June 30, 2022
School Bonds	1/29/2013	$ 10,980,000	2/1/2023	$ 1,225,000	2.000%	$ 2,420,000		$ 1,195,000	$ 1,225,000
Refunding Bonds	10/30/2018	12,155,000				4,205,000		4,205,000	
School Bonds	1/9/2019	26,928,000	7/15/2022	800,000	2.500%				
			7/15/2023	1,300,000	3.000%				
			7/15/2024	1,350,000	3.000%				
			7/15/2025	1,395,000	3.000%				
			7/15/2026	1,445,000	3.000%				
			7/15/2027	1,495,000	3.000%				
			7/15/2028	1,545,000	3.000%				
			7/15/2029	1,595,000	3.000%				
			7/15/2030	1,600,000	3.000%				
			7/15/2031	1,600,000	3.000%				
			7/15/2032	1,600,000	3.000%				
			7/15/2033	1,600,000	3.000%				
			7/15/2034	1,600,000	3.000%				
			7/15/2035	1,600,000	3.000%				
			7/15/2036	1,600,000	3.000%				
			7/15/2037	1,600,000	3.000%				
			7/15/2038	1,600,000	3.000%	26,125,000		800,000	25,325,000

PRINCETON PUBLIC SCHOOLS
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding June 30, 2022 Date	Amount	Interest Rate	Balance July 1, 2021	Issued	Retired/ Matured	Balance June 30, 2022
School Bonds	3/30/2022	$ 17,451,000	1/15/2023	$ 1,001,000	2.600%				
			1/15/2024	2,900,000	2.600%				
			1/15/2025	1,500,000	2.600%				
			1/15/2026	595,000	2.600%				
			1/15/2027	610,000	2.600%				
			1/15/2028	620,000	2.600%				
			1/15/2029	630,000	2.600%				
			1/15/2030	645,000	2.600%				
			1/15/2031	660,000	2.600%				
			1/15/2032	670,000	2.600%				
			1/15/2033	685,000	2.600%				
			1/15/2034	700,000	2.600%				
			1/15/2035	715,000	2.600%				
			1/15/2036	730,000	2.600%				
			1/15/2037	750,000	2.600%				
			1/15/2038	765,000	2.600%				
			1/15/2039	785,000	2.600%				
			1/15/2040	805,000	2.600%				
			1/15/2041	830,000	2.750%				
			1/15/2042	855,000	2.750%		$ 17,451,000		$ 17,451,000
						$ 32,750,000	$ 17,451,000	$ 6,200,000	$ 44,001,000

Exhibit I-2

PRINCETON PUBLIC SCHOOLS
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES

Item	Interest Rate	Original Issue	Balance July 1, 2021	Retired/ Matured	Balance June 30, 2022
TD Equipment Finance	0.77%	$ 3,240,000	$ 2,170,038	$ 536,246	$ 1,633,792
			$ 2,170,038	$ 536,246	$ 1,633,792

Exhibit I-3

PRINCETON PUBLIC SCHOOLS
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER LEASES

Item	Interest Rate	Original Issue	(Restated) Balance July 1, 2021	Retired/ Matured	Balance June 30, 2022
Canon Copiers	3.10%	$ 145,664	$ 99,592	$ 28,806	$ 70,786
Canon Copiers	3.10%	145,664	106,655	28,584	78,071
Canon Copiers	3.30%	167,012	151,522	31,757	119,765
			$ 357,769	$ 89,147	$ 268,622

Exhibit I-4

PRINCETON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 6,324,895		$ 6,324,895	$ 6,324,895	
State Sources:					
Debt Service Aid	447,098		447,098	447,098	
Total Revenues	6,771,993		6,771,993	6,771,993	
EXPENDITURES:					
Regular Debt Service:					
Interest	1,025,413		1,025,413	1,025,413	
Redemption of Principal	6,200,000		6,200,000	6,200,000	
Total Regular Debt Service	7,225,413		7,225,413	7,225,413	
Total Expenditures	7,225,413		7,225,413	7,225,413	
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(453,420)		(453,420)	(453,420)	
Other Financing Sources:					
Transfers In:					
Capital Projects Fund - Interest Earned				27,980	$ 27,980
Total Other Financing Sources				27,980	27,980
Excess/(Deficit) of Revenues Over/(Under) Expenditures and Other Financing Sources	(453,420)		(453,420)	(425,440)	27,980
Fund Balance, July 1	450,316		450,316	450,316	
Fund Balance, June 30	$ (3,104)	$ - 0 -	$ (3,104)	$ 24,876	$ 27,980
Fund Balance - Restricted				$ 24,876	

STATISTICAL SECTION
(UNAUDITED)

This part of the District's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District's overall financial health.

Contents

	Exhibit
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 thru J-5
Revenue Capacity	
These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.	J-6 thru J-9
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 thru 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 and to help make comparisons over time and with other governments.	J-14 thru J-15
Operating Information	
These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	J-16 thru J-20

Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Report for the relevant year.

Exhibit J-1

PRINCETON PUBLIC SCHOOLS
NET POSITION BY COMPONENT,
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
UNAUDITED

	June 30,				
				(Restated)	
	2018	2019	2020	2021	2022
Governmental Activities:					
Net Investment in Capital Assets	$ 61,422,775	$ 62,887,801	$ 64,325,475	$ 65,087,940	$ 70,096,785
Restricted	2,970,723	2,414,531	5,318,260	7,503,674	5,309,752
Unrestricted/(Deficit)	(28,944,458)	(28,961,168)	(29,545,893)	(29,201,013)	(24,587,482)
Total Governmental Activities Net Position	$ 35,449,040	$ 36,341,164	$ 40,097,842	$ 43,390,601	$ 50,819,055
Business-type Activities:					
Investment in Capital Assets	$ 159,217	$ 164,861	$ 167,832	$ 237,414	$ 334,129
Unrestricted	307,979	324,329	352,769	393,618	779,628
Total Business-Type Activities Net Position	$ 467,196	$ 489,190	$ 520,601	$ 631,032	$ 1,113,757
District-wide:					
Net Investment in Capital Assets	$ 61,581,992	$ 63,052,662	$ 64,493,307	$ 65,325,354	$ 70,430,914
Restricted	2,970,723	2,414,531	5,318,260	7,503,674	5,309,752
Unrestricted/(Deficit)	(28,636,479)	(28,636,839)	(29,193,124)	(28,807,395)	(23,807,854)
Total District Net Position	$ 35,916,236	$ 36,830,354	$ 40,618,443	$ 44,021,633	$ 51,932,812

	June 30,				
	2013	2014	2015	2016	2017
Governmental Activities:					
Net Investment in Capital Assets	$ 51,035,776	$ 53,120,132	$ 55,851,942	$ 57,046,654	$ 59,712,054
Restricted	4,375,260	6,298,244	4,390,950	5,034,581	4,335,342
Unrestricted/(Deficit)	(659,191)	(1,433,689)	(23,004,966)	(24,033,470)	(26,952,773)
Total Governmental Activities Net Position/(Deficit)	$ 54,751,845	$ 57,984,687	$ 37,237,926	$ 38,047,765	$ 37,094,623
Business-type Activities:					
Investment in Capital Assets	$ 269,498	$ 248,729	$ 212,054	$ 171,210	$ 150,303
Unrestricted	171,504	188,844	235,566	247,842	307,995
Total Business-Type Activities Net Position	$ 441,002	$ 437,573	$ 447,620	$ 419,052	$ 458,298
District-wide:					
Net Investment in Capital Assets	$ 51,305,274	$ 53,368,861	$ 56,063,996	$ 57,217,864	$ 59,862,357
Restricted	4,375,260	6,298,244	4,390,950	5,034,581	4,335,342
Unrestricted/(Deficit)	(487,687)	(1,244,845)	(22,769,400)	(23,785,628)	(26,644,778)
Total District Net Position	$ 55,192,847	$ 58,422,260	$ 37,685,546	$ 38,466,817	$ 37,552,921

Source: Princeton Public School District Financial Reports.

PRINCETON PUBLIC SCHOOLS
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(UNAUDITED)

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental Activities:										
Instruction:										
Regular	$ 48,282,148	$ 49,651,043	$ 56,321,975	$ 60,336,519	$ 66,875,881	$ 70,334,757	$ 68,332,193	$ 65,933,225	$ 76,555,652	$ 47,289,017
Special Education										14,991,718
Other Instruction										6,050,477
Support Services:										
Tuition										2,450,680
Student & Instruction Related Services	14,068,892	13,574,754	16,155,686	17,321,869	19,926,571	19,665,453	19,511,772	19,169,566	21,184,326	16,160,754
General Administrative Services	1,273,071	1,325,591	1,161,267	1,127,016	1,354,304	1,386,700	1,338,894	1,438,226	1,618,674	1,688,899
School Administrative Services	3,404,202	3,792,256	4,436,198	4,653,951	4,926,312	4,818,743	4,635,840	4,364,530	4,542,590	4,016,034
Central Services	1,543,105	1,529,225	1,650,029	1,721,539	2,059,619	2,222,864	2,172,176	1,918,751	2,213,697	1,890,568
Administration Information Technology	133,677	137,343	157,028	169,930	191,128	1,322,921	1,050,273	958,739	1,552,398	1,295,518
Plant Operations and Maintenance	7,421,220	7,932,255	8,477,571	8,686,617	9,078,030	9,882,650	9,229,050	8,903,100	11,454,120	9,736,107
Pupil Transportation	3,109,247	3,075,375	3,460,304	3,420,892	3,794,242	4,205,926	4,559,556	4,000,703	4,447,809	4,542,987
Interest on Long-term Debt	1,358,899	1,621,814	1,224,530	1,357,596	1,241,805	866,111	864,673	1,222,994	2,076,449	984,113
Capital Outlay										239,765
Transfer to Charter Schools	4,628,664	4,729,512	4,899,659	4,907,407	4,745,777	5,539,621	6,161,680	6,544,147	6,603,954	7,122,382
Total Governmental Activities Expenses	85,223,125	87,369,168	97,944,247	103,703,336	114,193,669	120,245,746	117,856,107	114,453,981	132,249,669	118,459,019
Business-type Activities:										
Food Service	931,533	852,358	906,162	965,528	1,029,485	1,103,582	1,040,449	1,025,928	807,208	1,773,640
Total Business-type Activities Expenses	931,533	852,358	906,162	965,528	1,029,485	1,103,582	1,040,449	1,025,928	807,208	1,773,640

PRINCETON PUBLIC SCHOOLS
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(UNAUDITED)

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Total District Expenses	$ 86,154,658	$ 88,221,526	$ 98,850,409	$ 104,668,864	$ 115,223,154	$ 121,349,328	$ 118,896,556	$ 115,479,909	$ 133,056,877	$ 120,232,659
Program Revenues										
Governmental Activities:										
Charges for Services:										
Student & Instruction Related Services										1,231,114
Instruction (Tuition)	4,493,214	4,996,346	5,001,131	5,376,277	5,150,332	5,228,140	5,565,909	5,405,652	5,720,335	5,152,878
Pupil Transportation	187,508	182,323	170,062	194,682	170,061	168,768	170,000	144,500	123,722	168,000
Operating Grants and Contributions	2,279,201	2,166,140	2,193,352	2,216,199	2,436,682	2,427,599	2,761,618	3,329,870	28,299,586	30,844,414
Capital Grants and Contributions	446,483	422,286	392,479	21,749	458,968					
Total Governmental Activities Program Revenues	7,406,406	7,767,095	7,757,024	7,808,907	8,216,043	7,824,507	8,497,527	8,880,022	34,143,643	37,396,406
Program Revenues										
Business-Type Activities:										
Charges for Services:										
Food Service	640,290	577,235	618,599	635,162	754,998	787,213	738,705	614,450	1,222	108,013
Operating Grants and Contributions	242,110	270,288	296,420	300,296	312,002	323,289	321,573	440,444	915,211	2,147,407
Total Business-Type Activities Revenues	882,400	847,523	915,019	935,458	1,067,000	1,110,502	1,060,278	1,054,894	916,433	2,255,420
Total District Program Revenues	8,288,806	8,614,618	8,672,043	8,744,365	9,283,043	8,935,009	9,557,805	9,934,916	35,060,076	39,651,826
Net (Expense)/Revenue										
Governmental Activities	(77,816,719)	(79,602,073)	(90,187,223)	(95,894,429)	(105,977,626)	(112,421,239)	(109,358,580)	(105,573,959)	(98,106,026)	(81,062,613)
Business-Type Activities	(49,133)	(4,835)	8,857	(30,070)	37,515	6,920	19,829	28,966	109,225	481,780
Total District-Wide Net (Expense)/Revenue	(77,865,852)	(79,606,908)	(90,178,366)	(95,924,499)	(105,940,111)	(112,414,319)	(109,338,751)	(105,544,993)	(97,996,801)	(80,580,833)

PRINCETON PUBLIC SCHOOLS
CHANGES IN NET ASSETS, LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(UNAUDITED)

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	$ 63,434,112	$ 64,702,790	$ 65,996,845	$ 68,227,892	$ 70,148,719	$ 73,055,295	$ 76,246,634	$ 78,244,587	$ 79,613,869	$ 80,410,007
Taxes Levied for Debt Service	4,492,690	5,617,264	5,632,588	5,184,676	5,447,926	5,512,273	5,168,761	5,754,598	6,634,882	6,324,895
Unrestricted Grants and Contributions	11,137,912	10,457,672	18,952,008	22,530,148	28,887,329	31,697,530	27,462,239	24,315,955	13,897,602	926,251
Investment Earnings	94,570	98,717	86,592	87,684	83,404	83,202	423,997	526,089	79,822	47,691
Miscellaneous Income	405,447	508,472	404,436	673,868	457,106	427,356	949,073	489,408	348,480	782,223
Special Item		1,450,000								
Total Governmental Activities	79,564,731	82,834,915	91,072,469	96,704,268	105,024,484	110,775,656	110,250,704	109,330,637	100,574,655	88,491,067
Business-Type Activities:										
Investment Earnings	1,443	1,406	1,190	1,502	1,731	1,978	2,165	2,445	1,207	945
Total Business-Type Activities	1,443	1,406	1,190	1,502	1,731	1,978	2,165	2,445	1,207	945
Total District-Wide	79,566,174	82,836,321	91,073,659	96,705,770	105,026,215	110,777,634	110,252,869	109,333,082	100,575,862	88,492,012
Change in Net Position										
Governmental Activities	1,748,012	3,232,842	885,246	809,839	(953,142)	(1,645,583)	892,124	3,756,678	2,468,629	7,428,454
Business-Type Activities	(47,690)	(3,429)	10,047	(28,568)	39,246	8,898	21,994	31,411	110,432	482,725
Total District	$ 1,700,322	$ 3,229,413	$ 895,293	$ 781,271	$ (913,896)	$ (1,636,685)	$ 914,118	$ 3,788,089	$ 2,579,061	$ 7,911,179

Source: Princeton Public School District Financial Reports.

Exhibit J-3

PRINCETON PUBLIC SCHOOLS
FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Mdified Accrual Basis of Accounting)
UNAUDITED

	June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund:										
Restricted	$ 3,581,968	$ 4,221,440	$ 2,980,007	$ 3,082,576	$ 3,179,518	$ 2,436,059	$ 2,414,531	$ 5,674,217	$ 6,343,070	$ 3,727,833
Assigned	3,376,199	2,564,496	2,767,686	2,497,562	3,147,073	3,223,468	2,636,370	3,088,774	1,463,510	2,596,553
Unassigned	1,782,705	2,089,412	2,416,510	2,227,902	2,159,598	1,708,174	3,244,594	2,604,101	5,301,615	5,730,609
Total General Fund	$ 8,740,872	$ 8,875,348	$ 8,164,203	$ 7,808,040	$ 8,486,189	$ 7,367,701	$ 8,295,495	$ 11,367,092	$ 13,108,195	$ 12,054,995
All Other Governmental Funds:										
Restricted:										
Student Activities									$ 337,098	$ 363,893
Scholarships									11,269	10,302
Capital Projects Fund	$ 8,672,752	$ 2,638,335	$ 2,076,811	$ 2,331,483	$ 1,360,096	$ 622,496	$ 25,647,721	$ 15,914,234	6,303,792	18,114,370
Debt Service Fund	33,271	51,740	39,218	26,702		134,683	362,964	606,701	450,316	24,876
Committed:										
Capital Projects Fund	960,000	640,000								99,278
Unassigned/(Deficit)	(4,950)	(4,950)	(4,950)	(4,950)	(4,950)	(4,950)	(4,950)	(31,362)	(106,482)	(108,402)
Total All Other Governmental Funds	$ 9,661,073	$ 3,325,125	$ 2,111,079	$ 2,353,235	$ 1,355,146	$ 752,229	$ 26,005,735	$ 16,489,573	$ 6,995,993	$ 18,504,317
Total Governmental Funds:										
Restricted	$ 12,287,991	$ 6,911,515	$ 5,096,036	$ 5,440,761	$ 4,539,614	$ 3,193,238	$ 28,425,216	$ 22,195,152	$ 13,445,545	$ 22,241,274
Committed	960,000	640,000								99,278
Assigned	3,376,199	2,564,496	2,767,686	2,497,562	3,147,073	3,223,468	2,636,370	3,088,774	1,463,510	2,596,553
Unassigned	1,777,755	2,084,462	2,411,560	2,222,952	2,154,648	1,703,224	3,239,644	2,572,739	5,195,133	5,622,207
Total Governmental Funds	$ 18,401,945	$ 12,200,473	$ 10,275,282	$ 10,161,275	$ 9,841,335	$ 8,119,930	$ 34,301,230	$ 27,856,665	$ 20,104,188	$ 30,559,312

Source: Princeton Public School District Financial Reports.

PRINCETON PUBLIC SCHOOLS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
UNAUDITED

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Tax Levy	$ 67,926,802	$ 70,320,054	$ 71,629,433	$ 73,412,568	$ 75,596,645	$ 78,567,568	$ 81,415,395	$ 83,999,185	$ 86,248,751	$ 86,734,902
Tuition Charges	4,493,214	4,996,346	5,001,131	5,376,277	5,150,332	5,228,140	5,565,909	5,405,652	5,720,335	5,152,878
Interest Earnings	94,570	98,717	86,592	87,684	83,404	83,202	423,997	526,089	79,822	13,480
Miscellaneous	808,735	739,153	680,741	713,882	674,754	657,681	1,163,363	753,323	1,324,439	2,215,548
State Sources	12,147,092	11,366,225	12,742,581	13,452,835	14,882,094	16,509,223	19,569,673	20,954,833	25,643,260	29,938,202
Federal Sources	1,500,724	1,631,515	1,423,624	1,432,793	1,586,747	1,529,965	1,753,037	1,529,078	2,355,974	4,221,424
Total Revenues	86,971,137	89,152,010	91,564,102	94,476,039	97,973,976	102,575,779	109,891,374	113,168,160	121,372,581	128,276,434
Expenditures										
Instruction:										
Regular Instruction	35,042,191	35,896,808	36,841,020	37,514,063	38,166,287	40,512,992	41,757,056	40,880,589	45,858,388	31,715,575
Special Education Instruction										9,709,894
Other Instruction										3,907,256
Support Services:										
Tuition										2,450,680
Student & Instruction Related Services	10,238,166	11,070,882	10,490,076	10,723,379	11,510,633	10,988,212	11,738,423	11,811,470	12,839,801	10,763,488
General Administrative Services	970,444	975,957	852,728	785,218	925,642	942,831	939,515	1,055,497	1,129,495	1,279,165
School Administrative Services	2,303,379	2,525,401	2,751,712	2,736,859	2,695,930	2,517,971	2,595,530	2,444,746	2,462,695	2,597,875
Central Services	1,120,455	1,100,916	1,052,953	1,103,190	1,177,230	1,303,813	1,351,836	1,154,097	1,277,128	1,436,306
Administration Information Technology	91,776	93,841	96,093	98,495	100,957	1,180,271	922,913	843,185	942,244	997,953
Plant Operations and Maintenance	6,065,312	6,454,576	6,389,093	6,310,727	6,194,070	6,870,708	6,529,375	6,364,128	7,311,781	7,968,793
Pupil Transportation	2,749,349	2,713,308	2,934,994	2,837,918	2,928,654	3,296,172	3,698,554	3,214,314	3,255,572	3,838,853
Unallocated Benefits	17,581,892	17,392,609	19,338,090	21,262,303	22,696,745	25,156,558	27,504,081	29,169,845	32,489,144	35,789,570

PRINCETON PUBLIC SCHOOLS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
UNAUDITED

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenditures										
Capital Outlay	$ 2,517,837	$ 8,226,703	$ 2,182,722	$ 381,872	$ 1,322,626	$ 116,620	$ 1,534,848	$ 9,478,916	$ 10,471,679	$ 8,469,107
Transfer of Funds to Charter Schools	4,628,664	4,729,512	4,899,659	4,907,407	4,745,777	5,539,621	6,161,680	6,544,147	6,603,954	7,122,382
Debt Service:										
Principal	3,307,754	4,245,000	4,365,000	4,734,765	4,874,765	5,009,765	5,511,120	5,209,765	7,067,962	6,200,000
Interest and Other Charges	1,342,325	1,377,969	1,295,153	1,193,850	1,079,600	961,650	649,497	1,442,026	1,485,309	1,025,413
Total Expenditures	87,959,544	96,803,482	93,489,293	94,590,046	98,418,916	104,397,184	110,894,428	119,612,725	133,195,152	135,272,310
Excess (Deficiency) of Revenues Over (Under) Expenditures	(988,407)	(7,651,472)	(1,925,191)	(114,007)	(444,940)	(1,821,405)	(1,003,054)	(6,444,565)	(11,822,571)	(6,995,876)
Other Financing Sources (Uses)										
Bond Proceeds	10,980,000						26,928,000			17,451,000
Refunding Bonds Issued							12,155,000			
Premium on Bonds Issued	81,330						847,672			
Special Items		1,450,000			125,000	100,000	25,000			
Payment to REscrow Agent							(12,771,318)			
Financed Purchases									3,240,000	
Total Other Financing Sources (Uses)	11,061,330	1,450,000	- 0 -	- 0 -	125,000	100,000	27,184,354	- 0 -	3,240,000	17,451,000
Net Change in Fund Balances	$ 10,072,923	$ (6,201,472)	$ (1,925,191)	$ (114,007)	$ (319,940)	$ (1,721,405)	$ 26,181,300	$ (6,444,565)	$ (8,582,571)	$ 10,455,124
Debt Service as a Percentage of Noncapital Expenditures	5.76%	6.78%	6.61%	6.72%	6.53%	6.07%	3.50%	6.43%	7.49%	6.04%

Source: Princeton Public School District Financial Reports.

Exhibit J-5

PRINCETON PUBLIC SCHOOLS
GENERAL FUND - OTHER LOCAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
UNAUDITED

Fiscal Year Ending June 30,	Interest on Investments	Transportation Hazardous Routes	Tuition	Rentals	Other	Total
2013	$ 67,005	$ 187,508	$ 4,493,214	$ 210,999	$ 194,448	$ 5,153,174
2014	74,543	182,323	4,996,346	235,034	273,438	5,761,684
2015	69,803	170,062	5,001,131	224,080	180,356	5,645,432
2016	70,790	194,682	5,376,277	237,393	186,475	6,065,617
2017	72,275	170,061	5,150,332	238,380	218,726	5,849,774
2018	73,807	168,768	5,228,140	238,800	188,556	5,898,071
2019	73,011	170,000	5,565,909	270,979	670,557	6,750,456
2020	102,006	144,500	5,405,652	233,459	255,949	6,141,566
2021	60,919	123,722	5,720,335	37,981	310,499	6,253,456
2022	47,691	168,000	5,152,878	167,932	586,311	6,122,812

Source: Princeton Public School District records.

PRINCETON PUBLIC SCHOOLS
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
UNAUDITED

Year Ended December 31,	Vacant Land	Residential	Farm Regular	Qualified Farm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Add: Public Utilities [a]	Net Valuation Taxable	Total Direct School Tax Rate [b]	Estimated Actual (County Equalized Value)
2012	$ 127,050,200	$5,566,105,984	$ 55,138,500	$ 344,710	$ 791,514,350	$ 8,981,700	$ 212,721,500	$6,761,856,944	$2,380,360,500	$ 11,080,562	$6,772,937,506	$ 0.96	$7,200,549,221
2013	97,017,800	5,525,385,000	53,415,200	341,610	810,620,450	8,981,700	229,839,100	6,725,600,860	2,272,162,500	9,976,866	6,735,577,726	1.03	7,136,657,900
2014	90,710,900	5,572,589,600	46,939,300	341,110	788,160,750	8,981,700	261,905,400	6,769,628,760	2,264,409,000	8,619,869	6,778,248,629	1.05	7,275,140,742
2015	92,656,100	5,619,263,400	49,064,500	338,910	772,598,550	8,981,700	270,198,500	6,813,101,660	2,306,295,900	8,545,211	6,821,646,871	1.06	7,477,416,279
2016	88,842,500	5,700,180,500	37,814,600	335,600	778,304,700	11,759,700	274,387,200	6,891,624,800	2,354,194,900	8,698,857	6,900,323,657	1.08	7,700,394,662
2017	87,865,000	5,779,425,700	36,620,900	326,700	779,781,900	11,759,700	295,171,800	6,990,951,700	2,364,002,700	8,823,569	6,999,775,269	1.10	7,901,500,303
2018	95,025,100	5,861,854,100	32,065,000	321,800	811,414,900	11,759,700	326,774,000	7,139,214,600	2,374,220,400	8,583,276	7,147,797,876	1.12	8,201,774,339
2019	91,957,500	5,912,086,600	32,081,600	324,000	800,016,900	11,759,700	326,475,100	7,174,701,400	2,384,256,400	8,602,343	7,183,303,743	1.15	8,336,727,558
2020	89,572,800	5,936,592,800	31,595,500	293,000	794,814,300	11,759,700	328,748,000	7,193,376,100	2,391,273,200	8,343,297	7,201,719,397	1.18	8,680,953,950
2021	84,122,000	5,951,440,700	31,519,000	284,900	791,287,800	11,759,700	331,428,752	7,201,842,852	2,391,984,900	8,343,297	7,210,186,149	1.20	8,747,531,704

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

b - Tax rates are per $100 of assessed valuation.

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation. Reassessment occurs when ordered by the County Board of Taxation.

Source: Municipal Tax Assessor.

Exhibit J-7

PRINCETON PUBLIC SCHOOLS
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
UNAUDITED
(Rate per $100 of Assessed Value)

	Princeton Public Schools Direct Rate			Overlapping Rates		
Year Ended December 31,	Basic Rate [a]	General Obligation Debt Service [b]	Total Direct	Borough of Princeton	Mercer County	Total Direct and Overlapping Tax Rate
2012	$ 0.915	0.065	$ 0.980	$ 0.490	$ 0.575	$ 2.045
2013	0.951	0.075	1.026	0.469	0.634	2.129
2014	0.964	0.083	1.047	0.470	0.668	2.185
2015	0.979	0.084	1.063	0.486	0.663	2.212
2016	1.004	0.076	1.080	0.494	0.689	2.263
2017	1.024	0.077	1.101	0.502	0.697	2.300
2018	1.041	0.078	1.119	0.502	0.711	2.332
2019	1.075	0.076	1.151	0.511	0.711	2.373
2020	1.102	0.078	1.180	0.510	0.727	2.417
2021	1.115	0.088	1.203	0.511	0.728	2.442

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when components of the district's net budget may not exceed the prebudget year net budget by more than the spen limitation calculation.

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

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

Source: Municipal Tax Collector and School Business Administrator.

Exhibit J-8

PRINCETON PUBLIC SCHOOLS
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

	2021				2012		
Taxpayer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Trustees of Princeton University	$ 397,137,233	1	5.51%	Trustees of Princeton University	$ 394,689,400	1	5.48%
PSN Partners	81,753,200	2	1.14%	Jasna Polana Golf Club	34,780,900	2	0.48%
Avalon Bay	65,212,000	3	0.91%	PSN Partners	33,800,000	3	0.47%
Princeton (Edens) LLC	52,917,400	4	0.73%	Palmer Square Ltd. Partners	33,310,000	4	0.46%
Palmer Square Ltd. Partners	35,310,000	5	0.49%	Princeton Shopping Center	30,741,400	5	0.43%
Institute for Advanced Study	31,789,100	6	0.44%	Nassau Inn	26,000,000	6	0.36%
Jasna Polana Golf Club	31,500,000	7	0.44%	Church & Dwight Co.	14,612,000	7	0.20%
Fountain Ridge	28,170,100	8	0.39%	Princeton International Prop.	13,964,000	8	0.19%
NILP (Nassau Inn)	26,030,000	9	0.36%	Thanet Road Assoc. LLC	13,563,000	9	0.19%
Princeton Theological Seminary	18,551,000	10	0.26%	Goldman Sachs	12,344,900	10	0.17%
Total	$ 768,370,033		10.67%	Total	$ 607,805,600		8.44%

Source: Municipal Tax Assessor.

Exhibit J-9

PRINCETON PUBLIC SCHOOLS
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[a]		Collections in Subsequent Years
		Amount	Percentage of Levy	
2013	$ 67,926,802	$ 67,926,802	100.00%	$ - 0 -
2014	70,320,054	70,320,054	100.00%	- 0 -
2015	71,629,433	71,629,433	100.00%	- 0 -
2016	73,412,568	73,412,568	100.00%	- 0 -
2017	75,596,645	75,596,645	100.00%	- 0 -
2018	78,567,568	78,567,568	100.00%	- 0 -
2019	81,415,395	81,415,395	100.00%	- 0 -
2020	83,999,185	83,999,185	100.00%	- 0 -
2021	86,248,751	86,248,751	100.00%	- 0 -
2022	86,734,902	86,734,902	100.00%	- 0 -

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

Source: Princeton Public Schools records, including the Certificate and Report of Report of School Taxes (A4F form).

Exhibit J-10

PRINCETON PUBLIC SCHOOLS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

	Governmental Activities							
Fiscal Year Ended June 30,	General Obligation Bonds	Certificates of Participation	Bond Issuance Premiums	Leases and Financed Purchases	Bond Anticipation Notes (BANs)	Total District	Percentage of Personal Income [a]	Per Capita [a]
2013	$ 44,740,000	$ - 0 -	$ 1,867,934	$ - 0 -	$ - 0 -	$ 46,607,934	0.06%	1,624
2014	40,495,000	- 0 -	1,661,830	- 0 -	- 0 -	42,156,830	2.55%	1,450
2015	36,130,000	- 0 -	1,455,726	- 0 -	- 0 -	37,585,726	2.16%	1,291
2016	31,635,000	- 0 -	1,249,622	- 0 -	- 0 -	32,884,622	1.76%	1,111
2017	27,000,000	- 0 -	1,043,518	- 0 -	- 0 -	28,043,518	1.33%	897
2018	22,230,000	- 0 -	837,414	- 0 -	- 0 -	23,067,414	1.09%	725
2019	43,718,000	- 0 -	752,712	- 0 -	- 0 -	44,470,712	2.04%	1,417
2020	38,748,000	- 0 -	496,370	- 0 -	- 0 -	39,244,370	1.79%	1,255
2021	32,750,000	- 0 -	240,028	2,527,780	- 0 -	35,517,808	1.59%	1,139
2022	44,001,000	- 0 -	104,356	1,902,414	- 0 -	46,007,770	2.01%	1,490

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

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

Source: School District Financial Reports.

Exhibit J-11

PRINCETON PUBLIC SCHOOLS
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	General Bonded Debt Outstanding: Deductions	General Bonded Debt Outstanding: Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2013	$ 44,740,000	$ - 0 -	$ 44,740,000	0.661%	$ 1,559
2014	40,495,000	- 0 -	40,495,000	0.601%	1,393
2015	36,130,000	- 0 -	36,130,000	0.533%	1,241
2016	31,635,000	- 0 -	31,635,000	0.464%	1,069
2017	27,000,000	- 0 -	27,000,000	0.391%	864
2018	22,230,000	- 0 -	22,230,000	0.318%	699
2019	43,718,000	- 0 -	43,718,000	0.612%	1,393
2020	38,748,000	- 0 -	38,748,000	0.539%	1,239
2021	32,750,000	- 0 -	32,750,000	0.455%	1,050
2022	44,001,000	- 0 -	44,001,000	0.610%	1,425

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

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

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

Source: School District Financial Reports.

Exhibit J-12

PRINCETON PUBLIC SCHOOLS
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2021
UNAUDITED

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [a]	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes:			
Municipality of Princeton	$ 3,352,002	100.00%	$ 3,352,002
M.C.I.A.	12,511,130	16.93%	2,117,683
County of Mercer	19,261,943	16.93%	3,260,352
Subtotal, Overlapping Debt			8,730,037
Princeton Public Schools Direct Debt			31,950,000
Total Direct and Overlapping Debt			$ 40,680,037

Note: Overlapping governments are those that coincide, at least, in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Princeton. This process recognizes that, when considering the District's ability to issue and repay long-term, the entire debt burden borne by the residents and businesses should be taken into account. However, this does no imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping unit.

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

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

Exhibit J-13

PRINCETON PUBLIC SCHOOLS
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

	Fiscal Year				
	2013	2014	2015	2016	2017
Debt Limit	$ 319,468,403	$ 352,546,182	$ 291,856,199	$ 299,372,689	$ 307,724,150
Total Net Debt Applicable to Limit	44,740,000	40,495,000	36,130,000	31,635,000	27,000,000
Legal Debt Margin	$ 274,728,403	$ 312,051,182	$ 255,726,199	$ 267,737,689	$ 280,724,150
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	14.00%	11.49%	12.38%	10.57%	8.77%

	Fiscal Year				
	2018	2019	2020	2021	2022
Debt Limit	$ 317,382,257	$ 325,866,696	$ 336,259,411	$ 343,536,176	$ 343,536,176
Total Net Debt Applicable to Limit	22,230,000	43,718,000	38,748,000	32,750,000	44,001,000
Legal Debt Margin	$ 295,152,257	$ 282,148,696	$ 297,511,411	$ 310,786,176	$ 299,535,176
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	7.00%	13.42%	11.52%	9.53%	12.81%

Legal Debt Margin Calculation for Fiscal Year 2022	
Year Ended December 31,	Equalized Valuation Basis
2019	$ 8,336,727,558
2020	8,680,953,950
2021	8,747,531,704
	$25,765,213,212
Average Equalized Valuation of Taxable Property	$ 8,588,404,404
Debt Limit (4% of Average Equalization Value) [a]	$ 343,536,176
Debt Extension	
Net Bonded School Debt	44,001,000
Legal Debt Margin	$ 299,535,176

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

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

PRINCETON PUBLIC SCHOOLS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

PRINCETON

Year	Population [a]	Personal Income (thousands of dollars) [b]	Mercer County Per Capita Personal Income [c]	Unemployment Rate [d]
2013	$ 29,076	$1,654,598,856	$ 56,906	3.90%
2014	29,103	1,742,542,125	59,875	3.70%
2015	29,603	1,872,300,941	63,247	3.10%
2016	31,249	2,114,307,340	67,660	2.80%
2017	31,822	2,111,166,946	66,343	2.60%
2018	31,386	2,176,430,784	69,344	2.20%
2019	31,270	2,189,681,750	70,025	1.90%
2020	31,187	2,229,839,313	74,218	3.10%
2021	30,872	2,291,258,096 ***	74,218 **	3.80%
2022	30,872 **	2,291,258,096 ***	74,218 **	N/A

* - Latest Mercer County per capita personal income available (2020) was used for calculation purpose
** - Latest municipal population data available (2021) was used for calcualtion purposes.
*** - Latest Mercer County per capita personal income available (2020) and municipal population data available (2021) was used for calculation purposes.
N/A - Information Not Available

Source:
a - Population information provided by the US Department of Census - Population Division.
b - Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.
c - Per Capita Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.
d - Unemployment data provided by the NJ Department of Labor and Workforce Development.

Exhibit J-15

PRINCETON PUBLIC SCHOOLS
PRINCIPAL EMPLOYERS - BOROUGH OF PRINCETON
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

2021			2012		
Employer	Employees	Percentage of Total Employment	Employer	Employees	Percentage of Total Employment
Princeton University	7,032	41.25%	This Information is not Available		
Princeton Public Schools	754	4.42%			
Princeton House Behavioral	365	2.14%			
Princeton Theological Seminary	295	1.73%			
Princeton Day School	267	1.57%			
Institute for Advanced Study	248	1.45%			
Hun School	219	1.28%			
Princeton Township	148	0.87%			
YMCA	109	0.64%			
Stuart/Academy of Sacred Heart	98	0.57%			
	9,535	55.93%			
Total Employment	17,047		Total Employment	14,431	

Source: Princeton Chamber of Commerce. Employment data provided by the NJ Department of Labor and Workforce Development.

Exhibit J-16

PRINCETON PUBLIC SCHOOLS
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
UNAUDITED

Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Instruction:										
Regular	282	277	287	290	294	293	287	280	279	280
Special Education	49	51	52	54	54	56	60	59	59	63
Other Special Instruction	53	50	52	52	50	52	121	107	106	107
Other Instruction	89	74	81	81	97	99	40	43	44	43
Support Services:										
Student & Instruction Related Services	48	51	53	56	69	72	75	72	72	74
General Administrative Services	5	5	5	5	5	5	5	5	5	6
School Administrative Services	48	55	50	49	49	51	50	45	45	44
Business Administrative Services	13	12	12	12	12	12	11	10	10	9
Plant Operations and Maintenance	60	62	68	72	70	76	75	79	76	75
Pupil Transportation	25	25	25	22	32	42	46	45	46	45
Total	672	662	685	693	732	758	770	745	742	746

Source: Princeton Public School District Personnel Records.

Exhibit J-17

PRINCETON PUBLIC SCHOOLS
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures [a]	Cost Per Pupil [d]	Percent Change	Teaching Staff [b]	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) [c]	Average Daily Attendance (ADA) [c]	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2013	3,415	$ 80,791,628	$ 23,658	1.63%	331	1:8	1:10	1:11	3,415	3,247	1.10%	95.08%
2014	3,422	82,953,810	24,241	2.47%	328	1:9	1:11	1:12	3,422	3,236	0.20%	94.56%
2015	3,563	85,646,418	24,038	-0.84%	339	1:9	1:10	1:11	3,563	3,353	4.12%	94.11%
2016	3,553	88,279,559	24,846	3.36%	344	1:10	1:10	1:11	3,553	3,365	-0.28%	94.71%
2017	3,751	91,141,925	24,298	-2.21%	349	1:10	1:10	1:11	3,724	3,469	4.81%	93.15%
2018	3,827	98,309,149	25,688	5.72%	308	1:10	1:10	1:11	3,751	3,535	0.73%	94.24%
2019	3,773	103,198,963	27,352	6.48%	332	1:10	1:10	1:11	3,741	3,479	-0.27%	93.00%
2020	3,856	106,416,787	27,598	0.90%	329	1:10	1:10	1:11	3,841	3,600	2.67%	93.73%
2021	3,639	115,241,883	31,669	14.75%	327	1:10	1:10	1:11	3,674	3,461	-4.35%	94.20%
2022	3,716	119,577,790	32,179	1.61%	331	1:10	1:10	1:11	3,701	3,483	0.69%	94.11%

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

a - Operating expenditures equal total expenditures less debt service and capital outlay.

b - Teaching staff includes only full-time equivalents of certificated staff.

c - Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

d - Cost per pupil is calculated based upon enrollment and operating expenditures as presented and may not be the same as other (State) cost per pupil calculations.

Source: Princeton Public Schools records.

Exhibit J-18

PRINCETON PUBLIC SCHOOLS
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

District Building	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Elementary School										
Community Park School (1962)										
Square Feet	59,097	59,097	59,097	59,097	59,097	59,097	59,097	59,097	59,097	59,097
* Capacity (students)	446	446	446	446	446	446	446	446	446	446
Enrollment	284	302	324	320	371	380	375	409	317	285
Johnson Park School (1959)										
Square Feet	62,455	62,455	62,455	62,455	62,455	62,455	62,455	62,455	62,455	62,455
* Capacity (students)	393	393	393	393	393	393	393	393	393	393
Enrollment	351	350	376	346	388	389	374	374	336	412
Littlebrook School (1957)										
Square Feet	54,629	54,629	54,629	54,629	54,629	54,629	54,629	54,629	54,629	54,629
* Capacity (students)	416	416	416	416	416	416	416	416	416	416
Enrollment	342	342	356	333	337	371	380	408	352	387
Riverside School (1959)										
Square Feet	60,094	60,094	60,094	60,094	60,094	60,094	60,094	60,094	60,094	60,994
* Capacity (students)	409	409	409	409	409	409	409	409	409	409
Enrollment	265	281	271	261	283	298	317	316	281	293
Middle School										
Princeton Middle School (1965)										
Square Feet	148,531	148,531	148,531	148,531	148,531	148,531	148,531	148,531	148,531	162,000
* Capacity (students)	560	560	560	560	560	560	560	560	560	746
Enrollment	742	691	713	723	788	788	752	777	830	813
High School										
Princeton High School										
Square Feet	293,020	293,020	293,020	293,020	293,020	293,020	293,020	293,020	293,020	303,020
* Capacity (students)	1,221	1,221	1,221	1,221	1,221	1,221	1,221	1,221	1,221	1,591
Enrollment	1,430	1,456	1,523	1,570	1,584	1,601	1,575	1,572	1,549	1,526
Other										
Administration Building										
Square Feet (Occupied space)	30,850	30,850	30,850	30,850	30,850	30,850	30,850	30,850	30,850	30,850

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

* Based on Functional Capacity in District's LRFP

Note: Year of original construction is shown in parentheses. Enrollment is based on the annual October District count.

Source: Princeton Public Schools Facilities Office.

Exhibit J-19

PRINCETON PUBLIC SCHOOLS
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

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

School Facilities*	Fiscal Year Ended June 30, 2018	2019	2020	2021	2022
Princeton High School	$ 396,099	$ 626,349	$ 418,501	$ 1,035,406	$ 994,815
Princeton Middle School	502,436	370,262	349,210	653,251	637,247
Community Park Elementary	123,467	139,052	131,747	241,945	170,286
Johnson Park Elementary	181,817	91,122	211,594	163,766	237,748
Littlebrook Elementary	141,697	175,456	161,029	196,851	222,838
Riverside Elementary	168,027	164,845	186,243	294,546	223,898
Total School Facilities	$ 1,513,543	$ 1,567,086	$ 1,458,324	$ 2,585,765	$ 2,486,832

School Facilities*	Fiscal Year Ended June 30, 2013	2014	2015	2016	2017
Princeton High School	$ 385,851	$ 312,746	$ 340,318	$ 455,054	$ 374,250
Princeton Middle School	195,511	264,244	248,577	276,127	265,878
Community Park Elementary	119,870	132,429	127,857	136,973	135,525
Johnson Park Elementary	117,786	196,006	141,025	148,948	141,076
Littlebrook Elementary	113,770	111,547	156,703	139,448	143,672
Riverside Elementary	88,533	107,473	138,925	141,106	149,084
Total School Facilities	$ 1,021,321	$ 1,124,445	$ 1,153,405	$ 1,297,656	$ 1,209,485

* - School facilities as defined under EFCFA (N.J.A.C. 6A:26-1.2 and N.J.A.C. 6A:26A-1.3).

Source: Princeton Public Schools District records.

PRINCETON PUBLIC SCHOOLS
INSURANCE SCHEDULE
JUNE 30, 2022
UNAUDITED

	Coverage	Deductible
New Jersey Schools Insurance Fund (NJSIG):		
Section I - Property:		
Blanket Building and Contents	$ 500,000,000	$ 5,000
Extra Expense	50,000,000	5,000
Flood/Earthquake		5,000
Valuable Papers		5,000
Computer Equipment:		1,000
Hardware		1,000
Software		1,000
Musical Instruments		1,000
Energy Systems - Boiler And Machinery		5,000
Section II - General Liability:		
Bodily Injury & Property Damage	31,000,000	1,000
Section III - Automobile Liability:		
Bodily Injury & Property Damage	31,000,000	1,000
Section IV - School Board Legal Liability Policy:		
Aggregate Limit of Liability	16,000,000	None
Section V - Crime:		
Blanket Employee Dishonesty	1,000,000	1,000
Money & Securities	100,000	1,000
Faithful Performance	1,000,000	1,000
Depositors Forgery	50,000	1,000
Workers Compensation:		
Section A	Statutory	None
Section B - Employers Liability Limit	3,000,000	
Automobile:	Comprehensive	1,000
Physical Damage	Collision	1,000
Environmental Pollution Legal Liability:		
Aggregate Limit of Liability	11,000,000	50,000
Cyber Liability		
Limits of Liability	10,000,000	Various
Fidelity Bonds:		
Selective Insurance Company		
Treasurer of School Monies	450,000	
Business Administrator/Board Secretary	375,000	
Comptroller/Asst. Board Secretary	375,000	
Foreign Travel		
Liability Student & Adult Chaperones	1,000,000	None
Excess Liability ~ Umbrella Coverage	25,000,000	

Source: Princeton Public Schools Financial Reports.

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 Auditors' Report

The Honorable President and Members
of the Board of Education
Princeton Public Schools
County of Mercer, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Princeton Public Schools (the "District"), in the County of Mercer, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 10, 2023. That report included a qualified opinion on the financial statements as the District's note disclosure on postemployment benefits other than pensions (OPEB) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board ("GASB") Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan ("SHBP") has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey, as of the date of this report. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Nisivoccia, LLP

Mount Arlington, New Jersey
January 10, 2023

NISIVOCCIA LLP

Kathryn L. Mantell

Kathryn L. Mantell
Licensed Public School Accountant #884
Certified Public Accountant

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

The Honorable President and Members
of the Board of Education
Princeton Public Schools
County of Mercer, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Princeton Public Schools (the District's) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2022. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Our responsibilities under those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

Nisivoccia, LLP

Mount Arlington, New Jersey
January 10, 2023

NISIVOCCIA LLP

Kathryn L. Mantell

Kathryn L. Mantell
Licensed Public School Accountant #884
Certified Public Accountant

PRINCETON PUBLIC SCHOOLS
SCHEDULE OF OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass Through Grantor/ Program/Cluster Title	Assistance Listing Number	Grant or State Project No.	Grant Period	Award Amount	Balance at June 30, 2021 Budgetary Accounts Receivable	Balance at June 30, 2021 Budgetary Unearned Revenue	Cash Received	Budgetary Expendi-tures	Adjust-ments	Balance at June 30, 2022 Budgetary Accounts Receivable	Balance at June 30, 2022 Budgetary Unearned Revenue	Amounts Provided to Subrecipients
U.S. Department of Education:												
Special Revenue Fund:												
Passed-through State Department of Education:												
Elementary and Secondary Education Act:												
Title I	84.010	ESEA425522	7/1/21-9/30/22	$ 351,202			$ 235,703	$ (271,618)		$ (35,915)		
Title I	84.010	ESEA425521	7/1/20-9/30/21	333,621	$ (19,226)		19,226					
Total Title I					(19,226)		254,929	(271,618)		(35,915)		
Title IIA	84.367	ESEA425522	7/1/21-9/30/22	87,162			29,270	(59,608)		(30,338)		
Title IIA	84.367	ESEA425521	7/1/20-9/30/21	69,449	(22,336)		22,335		$ 1			
Total Title II					(22,336)		51,605	(59,608)	1	(30,338)		
Title III	84.365	ESEA425522	7/1/21-9/30/22	52,920			34,707	(39,084)		(4,377)		
Title III	84.365	ESEA425521	7/1/20-9/30/21	41,585	(2,720)		2,720					
Total Title III					(2,720)		37,427	(39,084)		(4,377)		
Title III - Immigrant	84.365	ESEA425522	7/1/21-9/30/22	28,845				(13,788)		(13,788)		
Title III - Immigrant	84.365	ESEA425521	7/1/20-9/30/21	45,378	(2,091)		2,090		1			
Total Title III - Immigrant					(2,091)		2,090	(13,788)	1	(13,788)		
Title IV	84.424	ESEA425522	7/1/21-9/30/22	26,718			8,243	(14,094)		(5,851)		
Title IV	84.424	ESEA425521	7/1/20-9/30/21	23,407	(5,714)		5,714					
Total Title IV					(5,714)		13,957	(14,094)		(5,851)		
Special Education Cluster (IDEA):												
COVID 19 - ARP - I.D.E.A. Part B, Basic	84.027X	IDEA425522	7/1/21-9/30/22	271,402			226,341	(244,786)		(18,445)		
I.D.E.A. Part B, Basic	84.027	IDEA425522	7/1/21-9/30/22	1,202,602			880,865	(1,161,220)		(280,355)		
I.D.E.A. Part B, Basic	84.027	IDEA425521	7/1/20-9/30/21	1,235,739	(360,604)		401,987	(41,383)				
COVID 19 - ARP - I.D.E.A. Preschool	84.173X	IDEA425522	7/1/21-9/30/22	23,159			23,159	(23,159)				
I.D.E.A. Preschool	84.173	IDEA425522	7/1/21-9/30/22	40,379			35,754	(40,379)		(4,625)		
I.D.E.A. Preschool	84.173	IDEA425521	7/1/20-9/30/21	45,212	(14,640)		14,640					
Total Special Education Cluster (IDEA)					(375,244)		1,582,746	(1,510,927)		(303,425)		
Education Stabilization Fund:												
COVID-19 - CARES Emergency Relief	84.425D	CARES425522	3/13/20-9/30/22	283,902	(3,055)		6,665	(6,636)		(3,026)		
COVID 19 - CRRSA:												
ESSER II	84.425D	S425D210027	3/13/20-9/30/23	803,705	(278,408)		694,785	(436,681)		(20,304)		
Learning Acceleration	84.425D	S425D210027	3/13/20-9/30/23	51,577	(449)		38,201	(37,753)		(1)		
Mental Health	84.425D	S425D210027	3/13/20-9/30/23	45,000				(34,750)		(34,750)		
COVID 19 - ARP:												
ESSER III	84.425U	S425U210027	3/13/20-9/30/24	1,806,276			1,208,141	(1,301,096)		(92,955)		
Learning Acceleration	84.425U	S425U210027	3/13/20-9/30/24	287,818			638	(2,741)		(2,103)		
Total Education Stabilization Fund					(281,912)		1,948,430	(1,819,657)		(153,139)		
Total U.S. Department of Education					(709,243)		3,891,184	(3,728,776)	2	(546,833)		

PRINCETON PUBLIC SCHOOLS
SCHEDULE OF OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass Through Grantor/ Program/Cluster Title	Assistance Listing Number	Grant or State Project No.	Grant Period	Award Amount	Balance at June 30, 2021 Budgetary Accounts Receivable	Balance at June 30, 2021 Budgetary Unearned Revenue	Cash Received	Budgetary Expendi-tures	Adjust-ments	Balance at June 30, 2022 Budgetary Accounts Receivable	Balance at June 30, 2022 Budgetary Unearned Revenue	Amounts Provided to Subrecipients
U.S. Department of Health and Human Services:												
Medicaid Cluster:												
Medicaid Assistance Program	93.778	N/A	7/1/21-6/30/22	$ 41,552			$ 32,888	$ (41,552)		$ (8,664)		
Total U.S. Department of Health and Human Services/Total Medicaid Cluster							32,888	(41,552)		(8,664)		
U.S. Department of Agriculture:												
Passed-through State Department of Agriculture:												
Child Nutrition Cluster:												
Food Distribution Program	10.555	N/A	7/1/21-6/30/22	91,612			91,612	(88,718)			$ 2,894	
Food Distribution Program	10.555	N/A	7/1/20-6/30/21	40,901		$ 3,046		(3,046)				
National School Lunch Program	10.555	N/A	7/1/20-6/30/21	467,395	$ (116,779)		116,779					
School Breakfast Program	10.553	N/A	7/1/20-6/30/21	246,753	(30,934)		30,934					
COVID-19 - Seamless Summer Option - Lunch	10.555	N/A	7/1/21-6/30/22	1,779,477			1,657,819	(1,779,477)		(121,658)		
COVID-19 - Seamless Summer Option - Breakfast	10.553	N/A	7/1/21-6/30/22	233,723			218,189	(233,723)		(15,534)		
COVID 19 - Emergency Operational Cost Reimbursement Program	10.555	N/A	7/1/20-6/30/21	2,467	(2,467)		2,467					
Total Child Nutrition Cluster					(150,180)	3,046	2,117,800	(2,104,964)		(137,192)	2,894	
COVID 19 - Pandemic Electronic Benefit Transfer (P-EBT)	10.649	N/A	7/1/20-6/30/22	1,242	(614)		1,242	(628)				
Total U.S. Department of Agriculture					(150,794)	3,046	2,119,042	(2,105,592)		(137,192)	2,894	
U.S. Department of Treasury:												
Passed-through State Department of Education:												
Special Revenue Fund:												
COVID 19 - Nonpublic Technology Funds	21.019	N/A	7/16/20-10/31/20	99,939	(99,939)				$ 99,939			
COVID 19 - Additional or Compensatory Special Education and Related Services (ACSERS)	21.027	SLFRFDOEISES	7/1/21-6/30/22	565,439				(565,439)		(565,439)		
Total U.S. Department of Treasury					(99,939)			(565,439)	99,939	(565,439)		
Total Federal Awards					$ (959,976)	$ 3,046	$ 6,043,114	$ (6,441,359)	$ 99,941	$ (1,258,128)	$ 2,894	$ - 0 -

N/A - Not Available/Applicable

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

PRINCETON PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

State Grantor/Program Title	Grant or State Project Number	Grant Period From	Grant Period To	Program or Award Amount	Balance at June 30, 2021 Budgetary (Accounts Receivable)	Balance at June 30, 2021 Budgetary Unearned Revenue	Balance at June 30, 2021 Due to Grantor	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2022 GAAP (Accounts Receivable)	Balance at June 30, 2022 Budgetary Unearned Revenue	Balance at June 30, 2022 Due to Grantor	MEMO (Budgetary Receivable)	MEMO Cumulative Total Expenditures
State Department of Education:															
General Fund:															
Special Education Categorical Aid	22-495-034-5120-089	7/1/21	6/30/22	$ 3,171,906				$ 2,915,831	$ (3,171,906)					$ (256,075)	$ 3,171,906
Special Education Categorical Aid	21-495-034-5120-089	7/1/20	6/30/21	2,875,889	$ (217,500)			217,500							2,875,889
Security Aid	22-495-034-5120-084	7/1/21	6/30/22	371,547				341,551	(371,547)					(29,996)	371,547
Security Aid	21-495-034-5120-084	7/1/20	6/30/21	371,547	(28,100)			28,100							371,547
Adjustment Aid	22-495-034-5120-084	7/1/21	6/30/22	107,606				98,919	(107,606)					(8,687)	107,606
Adjustment Aid	21-495-034-5120-085	7/1/20	6/30/21	107,606	(8,138)			8,138							107,606
Transportation Aid	22-495-034-5120-014	7/1/21	6/30/22	869,413				799,224	(869,413)					(70,189)	869,413
Transportation Aid	21-495-034-5120-014	7/1/20	6/30/21	869,413	(65,753)			65,753							869,413
Securing Our Children's Future Bond Act	20E00395	4/1/21	3/31/23	217,982	(216,494)						$ (216,494)			(216,494)	216,494
Extraordinary Special Education Costs Aid	22-495-034-5120-044	7/1/21	6/30/22	3,074,305					(3,074,305)		(3,074,305)			(3,074,305)	3,074,305
Extraordinary Special Education Costs Aid	21-495-034-5120-044	7/1/20	6/30/21	3,067,905	(3,067,905)			3,067,905							3,067,905
Nonpublic Transportation Aid	22-495-034-5120-014	7/1/21	6/30/22	69,786					(69,786)		(69,786)			(69,786)	69,786
Nonpublic Transportation Aid	21-495-034-5120-014	7/1/20	6/30/21	66,134	(66,134)			66,134							66,134
Reimbursed TPAF Social Security Contributions	22-495-034-5094-003	7/1/21	6/30/22	2,774,269				2,637,268	(2,774,269)		(137,001)			(137,001)	2,774,269
Reimbursed TPAF Social Security Contributions	21-495-034-5094-003	7/1/20	6/30/21	2,660,865	(131,715)			131,715							2,660,865
On-Behalf TPAF Post Retirement Contributions	22-495-034-5094-001	7/1/21	6/30/22	3,222,593				3,222,593	(3,222,593)						3,222,593
On-Behalf TPAF Pension Contributions	22-495-034-5094-002	7/1/21	6/30/22	13,601,067				13,601,067	(13,601,067)						13,601,067
On-Behalf TPAF Non-Contributory Insurance	22-495-034-5094-004	7/1/21	6/30/22	191,892				191,892	(191,892)						191,892
On-Behalf TPAF Long-Term Disability Insurance	22-495-034-5094-004	7/1/21	6/30/22	4,476				4,476	(4,476)						4,476
Total General Fund State Aid					(3,801,739)			27,398,066	(27,458,860)		(3,497,586)			(3,862,533)	37,694,713
Special Revenue Fund:															
Preschool Education and Expansion Aid	22-495-034-5120-086	7/1/21	6/30/22	1,342,740				1,234,338	(1,277,456)			$ 65,284		(108,402)	1,277,456
Preschool Education and Expansion Aid	21-495-034-5120-086	7/1/20	6/30/21	1,064,823	(106,482)			106,482							1,064,823
Preschool Education and Expansion Aid	20-495-034-5120-086	7/1/19	6/30/20	770,939		$ 29,275						29,275			741,664
NJ Nonpublic Aid:															
Auxiliary Services (Chapter 192):															
Transportation	22-100-034-5120-067	7/1/21	6/30/22	9,436				9,436	(9,436)						9,436
Compensatory Education	22-100-034-5120-067	7/1/21	6/30/22	36,011				36,011	(31,563)				$ 4,448		31,563
Compensatory Education	21-100-034-5120-067	7/1/20	6/30/21	40,062			$ 24,386			$ (24,386)					15,676
Home Instruction	22-100-034-5120-067	7/1/21	6/30/22	1,436					(1,436)		(1,436)			(1,436)	1,436
Home Instruction	21-100-034-5120-067	7/1/20	6/30/21	2,745	(2,745)			2,745							2,745
English as a Second Language	22-100-034-5120-067	7/1/21	6/30/22	1,827				1,827					1,827		
English as a Second Language	21-100-034-5120-067	7/1/20	6/30/21	7,105			7,105			(7,105)					
Handicapped Services (Chapter 193):															
Examination and Classification	22-100-034-5120-066	7/1/21	6/30/22	59,336				59,336	(57,250)				2,086		57,250
Examination and Classification	21-100-034-5120-066	7/1/20	6/30/21	63,158			4,644			(4,644)					58,514
Supplementary Instruction	22-100-034-5120-066	7/1/21	6/30/22	31,388				31,388	(30,562)				826		30,562
Supplementary Instruction	21-100-034-5120-066	7/1/20	6/30/21	29,303			809			(809)					28,494
Corrective Speech	22-100-034-5120-066	7/1/21	6/30/22	41,850				41,850	(34,410)				7,440		34,410
Corrective Speech	21-100-034-5120-066	7/1/20	6/30/21	39,190			5,468			(5,468)					33,722
Textbook Aid (Chapter 194)	22-100-034-5120-064	7/1/21	6/30/22	140,626				140,626	(119,706)				20,920		119,706
Textbook Aid (Chapter 194)	21-100-034-5120-064	7/1/20	6/30/21	141,425			9,322			(9,322)					132,103
Nursing Services (Chapter 226)	22-100-034-5120-064	7/1/21	6/30/22	290,416				290,416	(256,706)				33,710		256,706
Nursing Services (Chapter 226)	21-100-034-5120-064	7/1/20	6/30/21	265,098			35,733			(35,733)					229,365
Technology Initiative	22-100-034-5120-373	7/1/21	6/30/22	98,406				98,406	(84,211)				14,195		84,211
Security Aid	22-100-034-5120-509	7/1/21	6/30/22	453,775				453,775	(364,540)				89,235		364,540
Security Aid	21-100-034-5120-509	7/1/20	6/30/21	454,825			82,801			(82,801)					372,024
School Development Authority:															
Emergent and Capital Maintenance Needs	N/A	7/1/21	6/30/22	93,333				93,333	(93,333)						93,333
Total Special Revenue Fund					(109,227)	29,275	170,268	2,599,969	(2,360,609)	(170,268)	(1,436)	94,559	174,687	(109,838)	5,039,739
Total State Department of Education					(3,910,966)	29,275	170,268	29,998,035	(29,819,469)	(170,268)	(3,499,022)	94,559	174,687	(3,972,371)	42,734,452

PRINCETON PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

State Grantor/Program Title	Grant or State Project Number	Grant Period From	Grant Period To	Program or Award Amount	Balance at June 30, 2021 Budgetary (Accounts Receivable)	Balance at June 30, 2021 Budgetary Unearned Revenue	Balance at June 30, 2021 Due to Grantor	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2022 GAAP (Accounts Receivable)	Balance at June 30, 2022 Budgetary Unearned Revenue	Balance at June 30, 2022 Due to Grantor	MEMO (Budgetary Receivable)	MEMO Cumulative Total Expenditures
Debt Service Fund:															
Type II Aid	22-100-034-5120-075	7/1/21	6/30/22	$ 447,098				$ 447,098	$ (447,098)						$ 447,098
Total Debt Service Fund								447,098	(447,098)						447,098
State Department of Agriculture:															
Food Service Fund:															
COVID 19 - Seamless Summer Option	22-100-010-3350-023	7/1/21	6/30/22	41,815				39,015	(41,815)		$ (2,800)			$ (2,800)	41,815
COVID 19 - Seamless Summer Option	21-100-010-3350-023	7/1/20	6/30/21	23,998	$ (4,174)			4,174							23,998
Total Food Service Fund					(4,174)			43,189	(41,815)		(2,800)			(2,800)	65,813
Total State Awards Subject to Single Audit Determination					$ (3,915,140)	$ 29,275	$170,268	$ 30,488,322	$ (30,308,382)	$ (170,268)	$ (3,501,822)	$ 94,559	$ 174,687	$ (3,975,171)	$ 43,247,363
Less: State Awards Not Subject to Single Audit Major Program Determination															
On-Behalf TPAF Pension System Contributions:															
On-Behalf TPAF Post Retirement Contribution	22-495-034-5094-001	7/1/21	6/30/22	(3,222,593)					$ 3,222,593						
On-Behalf TPAF Pension Contributions	22-495-034-5094-002	7/1/21	6/30/22	(13,601,067)					13,601,067						
On-Behalf TPAF Non-Contributory Insurance	22-495-034-5094-004	7/1/21	6/30/22	(191,892)					191,892						
On-Behalf TPAF Long-Term Disability Insurar	22-495-034-5094-004	7/1/21	6/30/22	(4,476)					4,476						
Subtotal - On-Behalf TPAF Pension System Contribution									17,020,028						
Total State Awards Subject to Single Audit Major Program Determination									$ (13,288,354)						

N/A - Not Available

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

PRINCETON PUBLIC SCHOOLS
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards include federal and state awards activity of the Board of Education, Princeton Public Schools under programs of the federal and state governments for the fiscal year ended June 30, 2022. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The General Fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes these payments are not recognized until the subsequent budget year due to the state deferral and recording of the June state aid payments in the subsequent year. The Special Revenue Fund is presented in the accompanying schedules on the grant accounting budgetary basis with the exception of the revenue recognition of the June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. The budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Grant revenue in the Capital Projects Fund is recognized on the budgetary basis in the fiscal year of award but is not recognized on the GAAP basis until expended and submitted for reimbursement.

PRINCETON PUBLIC SCHOOLS
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is ($45,456) for the General Fund and ($406,621) for the Special Revenue Fund (of which $9,369 is for local grants). See Note 1D 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 revenue are reported on the Board's basic financial statements on a GAAP basis as presented below:

	Federal	State	Total
General Fund	$ 41,552	$ 27,413,404	$ 27,454,956
Special Revenue Fund	4,179,872	2,077,700	6,257,572
Debt Service Fund		447,098	447,098
Food Service Fund	2,105,592	41,815	2,147,407
Total Financial Assistance	$ 6,327,016	$ 29,980,017	$ 36,307,033

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

TPAF Social Security contributions represent the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2022.

PRINCETON PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Summary of Auditors' Results:

- The Independent Auditors' Report expresses a qualified opinion on the financial statements as the District's note disclosure on postemployment benefits other than pensions (OPEB) contains the June 30, 2020 information and not the June 30, 2021 information as the report for Governmental Accounting Standards Board ("GASB") Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the State of New Jersey State Health Benefits Local Education Retired Employees Plan ("SHBP") has not been released by the Division of Pensions and Benefits, Department of the Treasury, State of New Jersey, as of the date of this report. In our opinion, disclosure of this information is required by accounting principles generally accepted in the United States of America.

- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *Independent Auditors' 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 Standard*s.

- No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standard*s, were disclosed during the audit.

- There were no material weaknesses or significant deficiencies in internal control over major federal or state programs disclosed during the audit as reported in the *Independent Auditors' Report on Compliance For Each Major Federal and State Program; Report on Internal Control Over Compliance* Required by the Uniform Guidance and NJ OMB 15-08.

- The auditor's report on compliance for the major federal and state programs for the District expresses an unmodified opinion on all major federal and state programs.

- The audit did not disclose any audit findings which are required to be reported in accordance with New Jersey's OMB Circular 15-08 or 2 CFR 200.516(a) of the Uniform Guidance.

- The District's programs tested as major federal and state programs for the current fiscal year consisted of the following:

	Assistance Listing / State Grant Number	Grant Period	Award Amount	Budgetary Expenditures
Federal:				
Education Stabilization Fund:				
COVID 19 - CARES Emergency Rel	84.425D	3/13/20-9/30/22	$ 283,902	$ 6,636
COVID 19 - CRRSA:				
ESSER II	84.425D	3/13/20-9/30/23	803,705	436,681
Learning Acceleration	84.425D	3/13/20-9/30/23	51,577	37,753
Mental Health	84.425D	3/13/20-9/30/23	45,000	34,750
COVID 19 - ARP:				
ESSER III	84.425U	3/13/20-9/30/24	1,806,276	1,301,096
Learning Acceleration	84.425U	3/13/20-9/30/24	287,818	2,741

PRINCETON PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(Continued)

Summary of Auditors' Results: (Cont'd)

	Assistance Listing / State Grant Number	Grant Period	Award Amount	Budgetary Expenditures
State:				
Special Education Categorical Aid	22-495-034-5120-089	7/1/21-6/30/22	$ 3,171,906	$ 3,171,906
Security Aid	22-495-034-5120-084	7/1/21-6/30/22	371,547	371,547
Adjustment Aid	22-495-034-5120-084	7/1/21-6/30/22	107,606	107,606

- The threshold used for distinguishing between federal and state Type A and Type B programs was $750,000.

- The single audit threshold identified in the Uniform Guidance and New Jersey's OMB Circular 15-08 was $750,000.

- The District was determined to be a "low-risk" auditee for state programs and federal programs.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

- The audit did not disclose any findings required to be reported under Generally Accepted Government Auditing Standards.

Findings and Questioned Costs for Federal Awards:

- The audit did not disclose any findings or questioned costs for federal awards as defined in 2 CFR 200.516(a) of the Uniform Guidance.

Findings and Questioned Costs for State Awards:

- The audit did not disclose any findings or questioned costs for state awards as defined in 2 CFR 200.516(a) of the Uniform Guidance and New Jersey's OMB Circular 15-08.

PRINCETON PUBLIC SCHOOLS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2022

Status of Prior Fiscal Year Findings:

The District had no prior fiscal year audit findings.