

RESOLUTION
2022/2023 AUDIT

WHEREAS, the firm Holman Frenia Allison, PC has prepared an audit for the Wall Township School District from July 1, 2022, through June 30, 2023; and

WHEREAS, the audit has been distributed to each Board member for review; and

WHEREAS, Mr. Matthew Holman of the firm of Holman Frenia Allison, PC was present at the Regular meeting of the Board of Education of the Township of Wall on February 13, 2024, to present the Audit and answer questions of the Board members and public concerning the audit.

NOW, THEREFORE, BE IT RESOLVED, that the Wall Township Board of Education accepts the 2022/2023 audit as presented.

SYNOPSIS OF AUDIT REPORT FOR PUBLIC DISTRIBUTION

**WALL TOWNSHIP BOARD OF EDUCATION
COUNTY OF MONMOUTH**

As required by Title 18A:23-4, the following is a synopsis of the audit of the financial statements and supplementary data of the Governmental Activities for the year ended June 30, 2023.

| | <u>GENERAL</u> <u>FUND</u> | <u>SPECIAL</u> <u>REVENUE</u> <u>FUND</u> | <u>CAPITAL</u> <u>PROJECTS</u> <u>FUND</u> | <u>DEBT</u> <u>SERVICE</u> <u>FUND</u> | <u>TOTAL</u> <u>GOVERNMENTAL</u> <u>FUNDS</u> |
|--|-------------------------------|---|--|--|---|
| ASSETS | | | | | |
| Cash & Cash Equivalents | \$ 4,132,622 | \$ - | \$ - | \$ 8,596 | \$ 4,141,218 |
| Cash Held with Fiscal Agents | 243,420 | - | - | - | 243,420 |
| Receivables, Net: | | | | | |
| Due from Other Governments: | | | | | |
| Federal | - | 580,845 | - | - | 580,845 |
| State | 1,377,433 | - | - | - | 1,377,433 |
| Local | - | 30,454 | - | - | 30,454 |
| Other Receivables | 99,551 | 2,666 | - | - | 102,217 |
| Restricted Cash & Cash Equivalents | 7,917,466 | - | - | - | 7,917,466 |
| Total Assets | \$ 13,770,492 | \$ 613,965 | \$ - | \$ 8,596 | \$ 14,393,053 |
| LIABILITIES & FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Cash Deficit | \$ - | \$ 141,091 | \$ 453,774 | \$ - | \$ 594,865 |
| Accounts Payable | 876,908 | 20,777 | - | - | 897,685 |
| Intergovernmental Payable: | | | | | |
| State | - | 2,666 | - | - | 2,666 |
| Interfund Payable | 4,708 | 66,592 | - | - | 71,300 |
| Unearned Revenue | 70,594 | 27,802 | - | - | 98,396 |
| Other Current Liabilities | 901,956 | - | - | - | 901,956 |
| Payroll Deductions & Withholdings | 1,048 | - | - | - | 1,048 |
| Unemployment Liability | 136,435 | - | - | - | 136,435 |
| Total Liabilities | 1,991,649 | 258,928 | 453,774 | - | 2,704,351 |
| Fund Balances: | | | | | |
| Restricted for: | | | | | |
| Capital Reserve | 5,540,152 | - | - | - | 5,540,152 |
| Maintenance Reserve | 1,709,613 | - | - | - | 1,709,613 |
| Emergency Reserve | 381,933 | - | - | - | 381,933 |
| Unemployment Reserve | 285,768 | - | - | - | 285,768 |
| Scholarship Reserve | - | 38,461 | - | - | 38,461 |
| Student Activities Reserve | - | 316,576 | - | - | 316,576 |
| Capital Projects | - | - | (453,774) | - | (453,774) |
| Debt Service | - | - | - | 8,596 | 8,596 |
| Assigned to: | | | | | |
| Other Purposes | 292,923 | - | - | - | 292,923 |
| Designated for Subsequent Year's Expenditures | 1,604,734 | - | - | - | 1,604,734 |
| Unassigned | 1,963,720 | - | - | - | 1,963,720 |
| Total Fund Balances | 11,778,843 | 355,037 | (453,774) | 8,596 | 11,688,702 |
| Total Liabilities & Fund Balances | \$ 13,770,492 | \$ 613,965 | \$ - | \$ 8,596 | \$ 14,393,053 |

**WALL TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2023**

| | <u>GENERAL FUND</u> | <u>SPECIAL REVENUE FUND</u> | <u>CAPITAL PROJECTS FUND</u> | <u>DEBT SERVICE FUND</u> | <u>TOTAL GOVERNMENTAL FUNDS</u> |
|--|-------------------------|-------------------------------------|--------------------------------------|----------------------------------|---|
| Revenues: | | | | | |
| Local Sources: | | | | | |
| Local Tax Levy | \$ 70,521,283 | \$ - | \$ - | \$ 2,129,824 | \$ 72,651,107 |
| Tuition Charges | 1,114,511 | - | - | - | 1,114,511 |
| Miscellaneous | 240,391 | 749,689 | - | - | 990,080 |
| Total Local Sources | 71,876,185 | 749,689 | - | 2,129,824 | 74,755,698 |
| State Sources | 23,735,073 | 294,005 | - | 728,457 | 24,757,535 |
| Federal Sources | 44,857 | 2,063,475 | - | - | 2,108,332 |
| Total Revenues | 95,656,115 | 3,107,169 | - | 2,858,281 | 101,621,565 |
| Current Expenditures: | | | | | |
| Instruction: | | | | | |
| Regular Instruction | 22,678,982 | 1,576,121 | - | - | 24,255,103 |
| Special Education Instruction | 10,349,643 | - | - | - | 10,349,643 |
| Vocational Education | 594,522 | - | - | - | 594,522 |
| Other Instruction | 996,632 | - | - | - | 996,632 |
| School Sponsored CoCurricular/Athletics | 1,282,891 | - | - | - | 1,282,891 |
| Support Services: | | | | | |
| Attendance & Social Work Services | 676,614 | - | - | - | 676,614 |
| Health Services | 859,600 | - | - | - | 859,600 |
| Student & Instruction Related Services | 6,190,259 | 1,493,752 | - | - | 7,684,011 |
| General Administrative | 1,242,727 | - | - | - | 1,242,727 |
| School Administrative Services | 3,191,646 | - | - | - | 3,191,646 |
| Central Services | 817,382 | - | - | - | 817,382 |
| Administrative Information Technology | 796,581 | - | - | - | 796,581 |
| Plant Operations & Maintenance | 7,315,064 | - | - | - | 7,315,064 |
| Pupil Transportation | 5,411,855 | - | - | - | 5,411,855 |
| Unallocated Benefits | 16,427,279 | - | - | - | 16,427,279 |
| On Behalf TPAF Pension and Social Security Contributions | 17,532,808 | - | - | - | 17,532,808 |
| Transfer to Charter Schools | 521,583 | - | - | - | 521,583 |
| Capital Outlay | 1,464,999 | - | 453,774 | - | 1,918,773 |
| Debt Service: | | | | | |
| Principal | - | - | - | 2,657,224 | 2,657,224 |
| Interest & Other Charges | 7,780 | - | - | 192,461 | 200,241 |
| Total Expenditures | 98,358,847 | 3,069,873 | 453,774 | 2,849,685 | 104,732,179 |
| Excess/(Deficiency) of Revenues Over Expenditures | (2,702,732) | 37,296 | (453,774) | 8,596 | (3,110,614) |
| Net Changes in Fund Balances | (2,702,732) | 37,296 | (453,774) | 8,596 | (3,110,614) |
| Fund Balance, July 1 | 14,481,575 | 317,741 | - | - | 14,799,316 |
| Fund Balance, June 30 | \$ 11,778,843 | \$ 355,037 | \$ (453,774) | \$ 8,596 | \$ 11,688,702 |

**WALL TOWNSHIP BOARD OF EDUCATION
AUDIT RECOMMENDATIONS SUMMARY
YEAR ENDED JUNE 30, 2023**

Recommendations:

1. Administrative Practices and Procedures

None

2. Financial Planning, Accounting and Reporting

Finding 2023-001 (Financial Statement Finding 2023-001): The School District should request approval from the Executive County Superintendent for any transfer from a budgeted appropriation that cumulatively exceeds 10 percent of that amount and maintain documentation of the written approval.

3. School Purchasing Programs

None

4. School Food Service

None

5. Student Body Activities

None

6. Application for State School Aid

None

7. Pupil Transportation

None

8. Facilities and Capital Assets

None

9. Miscellaneous

None

10. Status of Prior Year Audit Findings/Recommendations

None

AUDIT RESPONSE

2022/2023

AUDIT

WHEREAS, the firm Holman Frenia Allison, PC has prepared an audit for the Wall Township Board of Education from July 1, 2022 through June 30, 2023 and;

WHEREAS, the audit has been distributed to each Board member, there has been a presentation and review of the audit, and the audit has been formally accepted by the Wall Township Board of Education and;

WHEREAS, the Business Administrator has prepared a Corrective Action Plan which has been presented to the Board of Education;

NOW, THEREFORE, BE IT RESOLVED that the Wall Township Board of Education approves the Corrective Action Plan as presented.

Corrective Action Plan (CAP)
For the Fiscal Year ended June 30, 2023

School District: Wall Township Public Schools
County: Monmouth
Contact Person: Brian J. Smyth
Type of Audit: Regular
Telephone Number: 732-556-2016
Email Address: bsmyth@wallpublicschools.org
Date of Board Meeting: February 13, 2024

| Recommendation Number | Corrective Action Required by The Board | Method of Implementation | Person Responsible for Implementation | Planned Completion Date of Implementation |
|--------------------------|---|---|---|---|
| 2023-001 | District should request approval from the Executive County Superintendent for any transfer from a budgeted appropriation that cumulatively exceeds 10 percent of that amount and maintain written approval. | Accounting Manager will review monthly transfer reports with Business Administrator, submit requests for approval to the County Superintendent and maintain written approval. | Elaine Harder Brian Smyth | February 29, 2024 |

Chief School Administrator: Dr. Tracy Handerhan

Date:

Board Secretary/School Business Administrator: Brian J. Smyth

Date:

WALL TOWNSHIP BOARD OF EDUCATION

Wall, New Jersey 07719

County of Monmouth

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED JUNE 30, 2023**

ANNUAL COMPREHENSIVE FINANCIAL REPORT
OF THE
WALL TOWNSHIP BOARD OF EDUCATION
WALL, NEW JERSEY 07719



YEAR ENDED JUNE 30, 2023

PREPARED BY THE WALL TOWNSHIP BOARD OF EDUCATION
BUSINESS OFFICE
BRIAN J. SMYTH
SCHOOL BUSINESS ADMINISTRATOR/BOARD SECRETARY

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TABLE OF CONTENTS

PAGE

INTRODUCTORY SECTION

(First Section)

| | |
|---------------------------|----|
| Letter of Transmittal | 1 |
| Organizational Chart | 5 |
| Roster of Officials | 7 |
| Consultants and Advisors | 9 |
| Certificate of Excellence | 11 |

FINANCIAL SECTION

(Second Section)

| | |
|------------------------------|----|
| Independent Auditor's Report | 15 |
|------------------------------|----|

REQUIRED SUPPLEMENTARY INFORMATION – PART I

| | |
|--------------------------------------|----|
| Management's Discussion and Analysis | 21 |
|--------------------------------------|----|

BASIC FINANCIAL STATEMENTS

A. Government-wide Financial Statements:

| | |
|-------------------------------|----|
| A-1 Statement of Net Position | 35 |
| A-2 Statement of Activities | 36 |

B. Fund Financial Statements:

| | |
|---|-----|
| B-1 Balance Sheet | 41 |
| B-2 Statement of Revenues, Expenditures & Changes in Fund Balances | 42 |
| B-3 Reconciliation of the Statement of Revenues, Expenditures & Changes in Fund Balances of Governmental Funds to the Statement of Changes in Net Position | 43 |
| Proprietary Funds: | |
| B-4 Statement of Net Position | 47 |
| B-5 Statement of Revenues, Expenditures & Changes in Fund Net Position | 48 |
| B-6 Statement of Cash Flows | 49 |
| Fiduciary Funds: | |
| B-7 Statement of Fiduciary Net Position | N/A |
| B-8 Statement of Changes in Fiduciary Net Position | N/A |

| | |
|-------------------------------|----|
| Notes to Financial Statements | 55 |
|-------------------------------|----|

REQUIRED SUPPLEMENTARY INFORMATION – PART II

C. Budgetary Comparison Schedules

| | |
|--|-----|
| C-1 Budgetary Comparison Schedule – General Fund | 97 |
| C-2 Budgetary Comparison Schedule – Special Revenue Fund | 106 |

Notes to the Required Supplementary Information - Part II

| | |
|-----------------------------------|-----|
| C-3 Budget-to-GAAP Reconciliation | 109 |
|-----------------------------------|-----|

REQUIRED SUPPLEMENTARY INFORMATION – PART III

L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)

| | |
|---|-----|
| L-1 Schedule of the District's Proportionate Share of the Net Pension Liability - PERS | 115 |
| L-2 Schedule of the District Contributions | 116 |
| L-3 Schedule of the State's Proportionate Share of the Net Pension Liability - TPAF | 117 |

TABLE OF CONTENTS

| | PAGE |
|---|------|
| M. Schedules Related to Accounting and Reporting for Other Post Employment Benefits (GASB 75) | |
| M-1 Schedule of Changes in the Net OPEB Liability and Related Ratios - OPEB | 121 |
| Notes to the Required Supplementary Information - Part III | 125 |

OTHER SUPPLEMENTARY INFORMATION

| | |
|---|-----|
| D. School Based Budget Schedules Fund (if applicable): | |
| D-1 Combining Balance Sheet | N/A |
| D-2 Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual | N/A |
| D-3 Blended Resource Fund - Schedule of Blended Expenditures - Budget and Actual | N/A |
| E. Special Revenue Fund: | |
| E-1 Combining Schedule of Revenues & Expenditures - Special Revenue Fund – Budgetary Basis | 133 |
| E-2 Preschool Education Aid Schedule(s) of Expenditures - Budgetary Basis | N/A |
| F. Capital Projects Fund: | |
| F-1 Summary Schedule of Project Expenditures | 141 |
| F-2 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance – Budgetary Basis | 142 |
| F-2a Schedule of Project Revenues, Expenditures, Project Balance and Project Balance - Budgetary Basis | 143 |
| H. Fiduciary Funds: | |
| H-1 Combining Statement of Fiduciary Net Position | N/A |
| H-2 Combining Statement of Changes in Fiduciary Net Position | N/A |
| H-3 Student Activity Agency Fund - Schedule of Receipts & Disbursements | N/A |
| H-4 Payroll Agency Fund Schedule of Receipts & Disbursements | N/A |

TABLE OF CONTENTS

| | PAGE |
|---|------|
| I. Long-Term Debt: | |
| I-1 Schedule of Serial Bonds | 147 |
| I-2 Schedule of Obligations Under Financed Purchases | 148 |
| I-3 Debt Service Fund - Budgetary Comparison Schedule | 149 |
| I-4 Schedule of Early Retirement Incentive Plan Loans Payable | N/A |

STATISTICAL SECTION (unaudited) (Third Section)

| | |
|--|-----|
| Financial Trends: | |
| J-1 Net Position by Component | 155 |
| J-2 Changes in Net Position | 156 |
| J-3 Fund Balances – Governmental Funds | 158 |
| J-4 Changes in Fund Balances – Governmental Funds | 159 |
| J-5 General Fund - Other Local Revenue by Source | 160 |
| Revenue Capacity: | |
| J-6 Assessed Value & Estimated Actual Value of Taxable Property | 163 |
| J-7 Direct & Overlapping Property Tax Rates | 164 |
| J-8 Principal Property Taxpayers | 165 |
| J-9 Property Tax Levies & Collections | 166 |
| Debt Capacity: | |
| J-10 Ratios of Outstanding Debt by Type | 169 |
| J-11 Ratios of General Bonded Debt Outstanding | 170 |
| J-12 Direct & Overlapping Governmental Activities Debt | 171 |
| J-13 Legal Debt Margin Information | 172 |
| Demographic & Economic Information: | |
| J-14 Demographic & Economic Statistics | 175 |
| J-15 Principal Employers | 176 |
| Operating Information: | |
| J-16 Full-Time Equivalent District Employees by Function/Program | 179 |
| J-17 Operating Statistics | 180 |
| J-18 School Building Information | 181 |
| J-19 Schedule of Required Maintenance | 183 |
| J-20 Insurance Schedule | 184 |

SINGLE AUDIT SECTION

| | |
|--|-----|
| K-1 Independent Auditor's 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 | 187 |
| K-2 Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance in Accordance with Uniform Guidance and New Jersey OMB Circular Letter 15-08 | 189 |
| K-3 Schedule of Expenditures of Federal Awards, Schedule A | 193 |
| K-4 Schedule of Expenditures of State Financial Assistance, Schedule B | 195 |
| K-5 Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance | 197 |
| K-6 Schedule of Findings and Questioned Costs | 199 |
| K-7 Summary Schedule of Prior Year Audit Findings and Questioned Costs as Prepared by Management | 203 |

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INTRODUCTORY SECTION

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**WALL TOWNSHIP PUBLIC SCHOOLS
OFFICE OF THE BUSINESS ADMINISTRATOR/BOARD SECRETARY
PO Box 1199
Wall, New Jersey 07719-1199**

Brian J. Smyth
Business Administrator/Board Secretary

Phone: 732-556-2016
FAX: 732-556-2102

February 2, 2024

Honorable President,
Members of the Wall Board of Education, and
Citizens of the Township of Wall
Wall Township Public School District
County of Monmouth
Wall, NJ 07719

Dear Board Members and Citizens of the Township of Wall:

The Annual Comprehensive Financial Report of the Wall Township Public School District (District) for the fiscal year ended June 30, 2023, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the 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, 2023, 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 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, the list of independent auditors, and advisors. The financial section includes management's discussion and analysis (presented immediately after the report of independent auditors), basic financial statements, required supplementary information, and other 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 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 OMB's Circular 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this Single Audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts, and grants, along with findings and questioned costs, if any, are included in the Single Audit Section of this report

1. Reporting Entity and its Service

The Wall Township Public School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB Statement No. 14, amended by GASB Statements No. 39, 61, and 80. All funds of the District are included in this report. The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular and special education students. In addition, services are provided for pre-school handicapped special needs students. The Wall Township Public School District is comprised of five elementary schools, one middle school and one high school. The District student count at October 15, 2023 was 3,192.

2. Economic Condition and Outlook

The district had an increase in state aid for 2022-23 and it is anticipated that this source of revenue will remain consistent, however, the District continues to rely on reserve accounts to fund the annual budget for capital improvements. Township ratables continue to increase annually, effectively reducing the annual impact on individual taxpayers due to the annual tax levy increase.

3. Long-Term Financial Planning/Major Initiatives

The 2022-23 budget increased by 4% when compared to the prior year's budget with the Operating Budget totaling \$82,200,000. The increase in the overall budget was largely due to appropriations for instructional technology. The 2022-23 budget included capital expenditures in the amount of \$2,100,000 for district wide paving projects, which was slightly up from the prior year.

4. Internal Controls

Management of the District is responsible for establishing and maintaining internal controls that are 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 of America (GAAP) as they pertain to governmental entities. Internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

5. Budgetary Controls and Process

In addition to internal controls, 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 Board 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.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis.

Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as an assignment of fund balance at June 30, 2023.

Beginning with the 2012-2013 budget, the state of New Jersey allowed school districts to elect to eliminate the budget vote and adopt a budget approved by the Board of Education and the New Jersey Department of Education (NJDOE) providing that the tax levy increase does not exceed 2% plus any allowable waivers. The Wall Township Board of Education elected to eliminate the budget vote at that time. In addition to the 2% limit on tax levy increases, there are restrictions on budget transfers during the year that can be made without NJDOE approval.

6. Financial Policies

The intent of the Board of Education is to ensure that the District manages its budget and finance in a fiscally prudent and responsible way by establishing financial policies for budget preparation and fiscal planning. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues except for certain grant revenues, are recognized when susceptible to accrual that is when they become measurable and available. Property taxes, interest and certain General Fund revenues are the significant revenue sources considered susceptible to accrual.

7. Accounting System and Reports

The District's financial statements are presented in conformity with 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. These funds are explained in "Notes to the Basic Financial Statements," Note 1.

8. Debt Administration

Under the provisions of New Jersey statutes, school districts may not incur indebtedness greater than 4% of the average equalized valuation of taxable property. As of June 30, 2023, the District's outstanding debt issues are below the legal debt margin and are summarized in the "Notes to the Basic Financial Statements".

Through long term planning, the District scheduled a bond referendum to fund necessary building maintenance and facility upgrade capital projects for December 13, 2022. The capital improvements will be implemented over the next two, and possibly three, fiscal years. The management of debt and long-term planning allowed for the bond referendum (\$66,599,206) to take place in the 2022-23 fiscal year, the sale of bonds and retiring of all prior existing long-term debt in the 2023-24 fiscal year, and the start of payments against the 2023 General Obligation bonds (\$66,599,000) in the 2024-25 fiscal year. The long-term planning allows for a stable debt service tax levy on a year-to-year basis when transitioning to the new debt.

It is noted that the Wall Township Public School District continued to maintain its Moody's Investors Services Aa3 rating. Additionally, S&P Global Rating assigned its 'AA' long-term and underlying rating to the Districts Series 2023 General Obligation bonds to be sold in the 2023-24 fiscal year after the district approved a bond referendum in the amount of \$66,599,208 on December 13, 2022. The referendum included two questions, the 1st question in the amount of \$53,078,733 for various projects at multiple schools, and a 2nd question in the amount \$13,520,475 for various projects at multiple schools, including athletic complex improvements at Wall High School.

S&P Global Ratings also affirmed it 'AA' rating on the district's existing General Obligation bonds and noted the district's outlook is stable.

9. Other Information

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman Frenia Allison, P.C. was selected by the Board. In addition to meeting the requirements set forth in the State statutes, the audit was also designed to meet 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 OMB's Circular 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". The auditor's report on the basic financial statements and combining individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in The Single Audit section of this report.

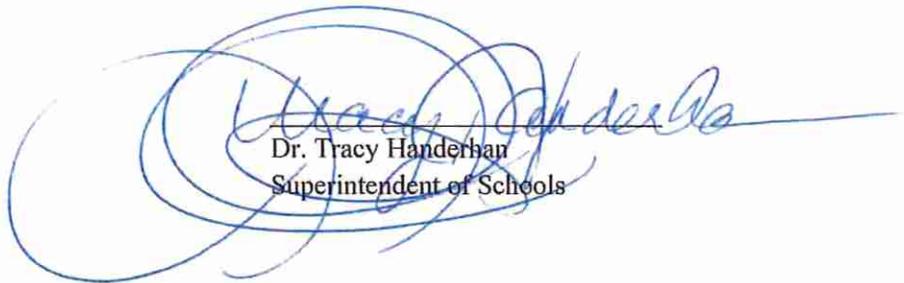
Accounting principles generally accepted in the United States require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

10. Acknowledgments

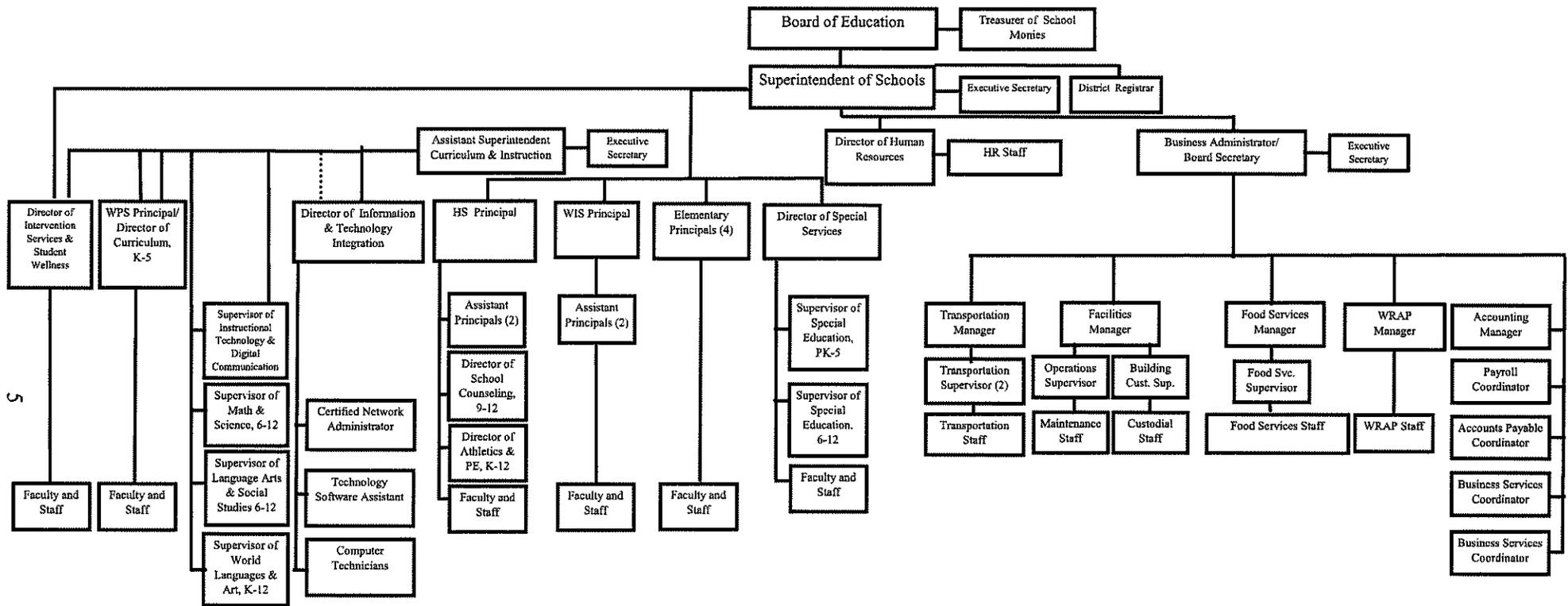
We would like to express our appreciation to the members of the Wall Township Board of Education for their concern in ensuring fiscal responsibility to the citizens and taxpayers of the School District and thereby contributing their full support to the development and maintenance of our financial operation.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



Brian J. Smyth
Business Administrator



Dr. Tracy Handerman
Superintendent of Schools



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**WALL TOWNSHIP BOARD OF EDUCATION
WALL, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2023**

Members of the Board of Education

TERM EXPIRES

| | |
|-----------------------------|---------------|
| Christine Steitz, President | December 2024 |
| Adam Nasr, Vice President | December 2024 |
| James Maliff | December 2025 |
| Kathleen DiGiovanni | December 2025 |
| Kristen Hodnett | December 2023 |
| Christopher San Filippo | December 2023 |
| Thomas Buffa | December 2024 |
| Ralph Addonizio | December 2025 |
| Kenneth Wondrack | December 2023 |

Other Officials

| | |
|--|-----------|
| Dr. Tracy Handerhan, Superintendent of Schools | June 2026 |
| Brian Smyth, School Business Administrator/Board Secretary | |
| Pablo Canela, Treasurer | |
| Cornell, Merlino, McKeever, & Osborne, Board Attorney | |

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**WALL TOWNSHIP BOARD OF EDUCATION
WALL, NEW JERSEY
CONSULTANTS AND ADVISORS
JUNE 30, 2023**

AUDITOR/AUDIT FIRM

Matthew Holman, CPA, PSA
Holman Frenia Allison, P. C.
1985 Cedar Bridge Ave., Suite 3
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ATTORNEY

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OFFICIAL DEPOSITORY

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2015 NJ-35
Wall Township, New Jersey 07719

FINANCIAL ADVISOR

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Bordentown, New Jersey 08505

HEALTH BENEFIT INSURANCE BROKER

Brown & Brown Metro, Inc.
56 Livingston Avenue
P.O. Box 369
Roseland, New Jersey 07068-0369

PROPERTY & CASUALTY INSURANCE BROKER

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**ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**

**The Certificate of Excellence in Financial Reporting
is presented to**

Wall Township Public School District

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2022.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.

A handwritten signature in black ink, reading 'John W. Hutchison'. The signature is written in a cursive style with a horizontal line underneath it.

**John W. Hutchison
President**

A handwritten signature in black ink, reading 'Siobhán McMahon'. The signature is written in a cursive style with a horizontal line underneath it.

**Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director**

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FINANCIAL SECTION

Second Section

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Certified Public Accountants + Advisors

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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Wall Township School District
County of Monmouth
Wall, New Jersey 07719

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Wall Township School District, County of Monmouth, State of New Jersey, as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

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

Basis for Opinions

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

Emphasis of Matter

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal controls 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 School 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 Responsibility

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

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

- Exercise professional 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 School 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 School District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and the schedules related to accounting and reporting for pensions and other post employment benefits, as listed in the table of contents be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory 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 February 2, 2024 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.



Matthew F. Holman

Certified Public Accountant

Public School Accountant, #20CS00260100

Lakewood, New Jersey
February 2, 2024

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REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

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WALL TOWNSHIP BOARD OF EDUCATION

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2023

This section of the Wall Township Board of Education's Annual Comprehensive Financial Report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2023. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements-Management's Discussion and Analysis-for State and Local Governments* issued in June 1999 that is also required by the New Jersey State Department of Education. Certain comparative information between the current fiscal year (2022-2023) and the prior fiscal year (2021-2022) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2023 are as follows:

- In total, net position of governmental activities increased \$2,620,022, which represents an 11.58% increase from fiscal year 2022. Total net position of business-type activities increased \$329,312, which represents a 43,33% increase from fiscal year 2022.
- General revenues accounted for \$79,161,065 in revenue or 80.79% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$18,824,549 or 19.21% of total revenues of \$97,985,614.
- Total assets of governmental activities decreased by \$3,882,936 as cash and cash equivalents and restricted cash decreased by \$3,951,178, receivables increased by \$308,718, and total capital assets decreased by \$240,476.
- Total liabilities of governmental activities increased by \$315,810 as accounts payable decreased by \$612,437 and non-current liabilities increased by \$886,050.
- The District had \$93,313,250 in governmental activity expenses; only \$15,680,141 of these expenses were offset by program specific grants, or contributions. General revenues from governmental activities (primarily property taxes) of \$79,138,620 were adequate to provide for these programs, resulting in an increase in net position for governmental activities of \$2,620,022.
- In the governmental funds, the general fund had \$95,656,115 in revenues, \$98,358,847 in expenditures. The general fund's fund balance decreased by \$2,702,732 over fiscal year 2022.

USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR)

This annual report consists of a series of financial statements and notes to these financial statements. These statements are organized in a way to allow the reader to understand the Wall Township Board of Education as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The Statement of Net Position (A-1) presents information on the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Changes in Net Position (A-2) presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements can be found as Exhibits A-1 and A-2 in this report.

Fund Financial Statements. A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance for the general fund, special revenue fund, capital projects fund, and debt service fund, all of which are considered to be major funds.

The general and special revenue funds utilize a legally adopted annual budget. A budgetary comparison statement has been provided for the general fund and special revenue fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found as Exhibits B-1 through B-3 in this report.

Proprietary Funds

The District maintains one proprietary fund type, an enterprise fund. The enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the District is that the costs of providing goods or services be financed through user charges. The food services enterprise fund provides for the operation of food services in all schools within the District. The proprietary fund has been included within business-type activities in the district-wide financial statements.

The food services fund, Before and After School Programs, and Chromebook Fund detail financial statements can be found as Exhibits B-4 through B-6 in this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are not reflected in the district-wide financial statement because the resources of those funds are not available to support the District's own programs.

Under the guidance of the *Governmental Accounting Standards Board* Statement No. 84, the District has reclassified the Fiduciary Funds maintained in the preceding period and now maintains no fiduciary funds.

Notes to the Financial Statements. The notes provide additional information that is essential for a full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements can be found after the fund financial statements in this report.

Other Information. The combining and individual fund statements referred to earlier in connection with governmental and enterprise funds are presented immediately following the notes to the financial statements.

Government-Wide Financial Analysis

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

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. The following table provides a summary of net position for June 30, 2022 and 2021, respectively:

Net Position
June 30,

| | Governmental Activities | | Business-Type Activities | |
|---------------------------------------|-------------------------|----------------------|--------------------------|-------------------|
| | <u>2023</u> | <u>2022</u> | <u>2023</u> | <u>2022</u> |
| Assets | | | | |
| Current and Other | | | | |
| Assets | \$ 13,798,188 | \$ 17,440,648 | \$ 1,107,868 | \$ 752,395 |
| Capital Assets, Net | 38,324,321 | 38,564,797 | 21,905 | 34,773 |
| Total Assets | <u>52,122,509</u> | <u>56,005,445</u> | <u>1,129,773</u> | <u>787,168</u> |
| Deferred Outflows of Resources | | | | |
| Deferred Outflows | | | | |
| Relating to Pension | 2,635,603 | 2,040,962 | - | - |
| Deferred Charges on Refunding of Debt | 16,050 | 38,972 | - | - |
| Total Deferred Outflows of Resources | <u>2,651,653</u> | <u>2,079,934</u> | <u>-</u> | <u>-</u> |
| Liabilities | | | | |
| Long-Term Liabilities | 22,763,560 | 21,877,510 | - | - |
| Other Liabilities | 3,710,328 | 4,280,568 | 40,488 | 27,195 |
| Total Liabilities | <u>26,473,888</u> | <u>26,158,078</u> | <u>40,488</u> | <u>27,195</u> |
| Deferred Inflows of Resources | | | | |
| Deferred Inflows | | | | |
| Relating to Pension | 3,061,856 | 9,308,905 | - | - |
| Total Deferred Inflows of Resources | <u>3,061,856</u> | <u>9,308,905</u> | <u>-</u> | <u>-</u> |
| Net Position | | | | |
| Net Investment in | | | | |
| Capital Assets | 35,345,032 | 32,742,346 | 21,905 | 34,773 |
| Restricted | 7,827,325 | 8,316,445 | - | - |
| Unrestricted | (17,933,939) | (18,440,395) | 1,067,380 | 725,200 |
| Total Net Position | <u>\$ 25,238,418</u> | <u>\$ 22,618,396</u> | <u>\$ 1,089,285</u> | <u>\$ 759,973</u> |

The District's largest net position component is the Net Investment in Capital Assets portion as shown above. Net Investment in Capital Assets represents resources that are subject to external restrictions on how they may be used. Within this category, the investment amount of \$35,345,032 represents primarily the capital investment. The Net Investment in Capital Assets, also includes the portion of capital assets not yet fully depreciated at June 30, 2023.

Restricted net position decreased \$489,120 from the prior year to \$7,827,325 at June 30, 2023.

Unrestricted net position may be used to meet the District's ongoing operating obligations to vendors, debtors and employees. The unrestricted net position includes the unassigned General Fund balance netted with the amount of long-term obligations that are not invested in capital assets. The (\$17,933,939) is shown as unrestricted net position for Governmental Activities.

The following table provides a summary of revenues and expenses for the District's governmental and business-type activities and the change in net position for June 30, 2023 and 2022. Significant variances in revenues and expenditures from year to year, and explanations thereof, are detailed in the 'Financial Analysis of the District's Funds' section later in this report.

| | <u>June 30, 2023</u> | | |
|------------------------------------|-----------------------------|----------------------|----------------------|
| | <u>Governmental</u> | <u>Business-Type</u> | <u>Total</u> |
| | <u>Activities</u> | <u>Activities</u> | |
| Revenues: | | | |
| Program Revenues: | | | |
| Charges for Services | \$ 1,114,511 | \$ 1,470,814 | \$ 2,585,325 |
| Operating Grants and Contributions | 15,680,141 | 559,083 | 16,239,224 |
| General Revenues: | | | |
| Property Taxes | 72,651,107 | - | 72,651,107 |
| Federal and State Aid | 6,247,122 | - | 6,247,122 |
| Miscellaneous | 240,391 | 22,445 | 262,836 |
| Total Revenues | <u>95,933,272</u> | <u>2,052,342</u> | <u>97,985,614</u> |
| Expenses: | | | |
| Instructional Services | 55,997,773 | - | 55,997,773 |
| Support Services | 37,305,861 | 1,723,030 | 39,028,891 |
| Interest and Other Charges | 9,616 | - | 9,616 |
| Total Expenses | <u>93,313,250</u> | <u>1,723,030</u> | <u>95,036,280</u> |
| Change in Net Position | 2,620,022 | 329,312 | 2,949,334 |
| Net Position, Beginning | 22,618,396 | 759,973 | 23,378,369 |
| Net Position, Ending | <u>\$ 25,238,418</u> | <u>\$ 1,089,285</u> | <u>\$ 26,327,703</u> |

| | <u>June 30, 2022</u> | | |
|------------------------------------|-----------------------------------|------------------------------------|----------------------|
| | Governmental <u>Activities</u> | Business-Type <u>Activities</u> | <u>Total</u> |
| Revenues: | | | |
| Program Revenues: | | | |
| Charges for Services | \$ 989,434 | \$ 816,394 | \$ 1,805,828 |
| Operating Grants and Contributions | 20,648,870 | 1,567,526 | 22,216,396 |
| General Revenues: | | | |
| Property Taxes | 71,461,986 | - | 71,461,986 |
| Federal and State Aid | 5,607,415 | - | 5,607,415 |
| Miscellaneous | 275,423 | 1,682 | 277,105 |
| Total Revenues | 98,983,128 | 2,385,602 | 101,368,730 |
| Expenses: | | | |
| Instructional Services | 56,431,661 | - | 56,431,661 |
| Support Services | 37,296,734 | 1,878,173 | 39,174,907 |
| Interest and Other Charges | 121,253 | - | 121,253 |
| Total Expenses | 93,849,648 | 1,878,173 | 95,727,821 |
| Change in Net Position | 5,133,480 | 507,429 | 5,640,909 |
| Net Position, Beginning | 17,484,916 | 252,544 | 17,737,460 |
| Net Position, Ending | \$ 22,618,396 | \$ 759,973 | \$ 23,378,369 |

Financial Analysis of the District's Funds

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

Governmental Funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. The unassigned fund balance is divided between designated balances and undesignated balances. The capital projects fund is restricted by state law to be spent for the purpose of the fund and is not available for spending at the District's discretion.

Financial Information at Fiscal Year-End

The following schedule presents a summary of the general fund, special revenue fund, and debt service fund revenues for the fiscal year ended June 30, 2023 and 2022 and the amount and percentage of increases and (decreases) in relation to prior year revenues.

| | <u>June 30, 2023</u> | | | |
|-----------------|-----------------------|---------------------|-------------------------------------|--------------------------------------|
| | Amount | Percent Of Total | Increase (Decrease) From 2022 | Percent of Increase (Decrease) |
| Local Tax Levy | \$ 72,651,107 | 71.49% | \$ 1,189,121 | 1.66% |
| Tuition Charges | 1,114,511 | 1.10% | 125,077 | 12.64% |
| Miscellaneous | 990,080 | 0.97% | 243,002 | 32.53% |
| State Sources | 24,757,535 | 24.36% | 945,542 | 3.97% |
| Federal Sources | 2,108,332 | 2.07% | (378,884) | -15.23% |
| Total | \$ 101,621,565 | 100.00% | \$ 2,123,858 | 2.13% |

June 30, 2022

| | Amount | Percent Of Total | Increase (Decrease) From 2021 | Percent of Increase (Decrease) |
|-----------------|----------------------|---------------------|-------------------------------------|--------------------------------------|
| Local Tax Levy | \$ 71,461,986 | 71.82% | \$ 1,323,792 | 1.89% |
| Tuition Charges | 989,434 | 0.99% | 62,263 | 6.72% |
| Miscellaneous | 747,078 | 0.75% | 243,231 | 48.27% |
| State Sources | 23,811,993 | 23.93% | 4,275,215 | 21.88% |
| Federal Sources | 2,487,216 | 2.50% | 847,148 | 51.65% |
| Total | \$ 99,497,707 | 100.00% | \$ 6,751,649 | 7.28% |

The increase in the local tax levy is necessary to support the District's 2022 - 2023 general fund budget. Tuition charges increased in 2022 - 2023 due to an increase in the number of students received from other districts into the District's programs.

The following schedule presents a summary of the general fund, special revenue fund, and debt service fund expenditures for the fiscal year ended June 30, 2023 and 2022 and the amount and percentage of increases and (decreases) in relation to prior year expenditures.

June 30, 2023

| | Amount | Percent Of Total | Increase (Decrease) From 2021 | Percent of Increase (Decrease) |
|-----------------------|-----------------------|---------------------|-------------------------------------|--------------------------------------|
| Current Expenditures: | | | | |
| Instruction | \$ 37,478,791 | 35.79% | \$ 507,164 | 1.37% |
| Undistributed | 62,477,150 | 59.65% | 3,257,256 | 5.50% |
| Capital Outlay | 1,918,773 | 1.83% | (166,911) | -8.00% |
| Debt Service: | | | | |
| Principal | 2,657,224 | 2.54% | (97,776) | -3.55% |
| Interest | 200,241 | 0.19% | (132,497) | -39.82% |
| Total | \$ 104,732,179 | 100.00% | \$ 3,367,236 | 3.32% |

June 30, 2022

| | Amount | Percent Of Total | Increase (Decrease) From 2020 | Percent of Increase (Decrease) |
|-----------------------|-----------------------|---------------------|-------------------------------------|--------------------------------------|
| Current Expenditures: | | | | |
| Instruction | \$ 36,971,627 | 36.47% | \$ 985,936 | 2.74% |
| Undistributed | 59,219,894 | 58.42% | 10,697,735 | 22.05% |
| Capital Outlay | 2,085,684 | 2.06% | 490,342 | 30.74% |
| Debt Service: | | | | |
| Principal | 2,755,000 | 2.72% | 95,000 | 3.57% |
| Interest | 332,738 | 0.33% | (125,320) | -27.36% |
| Total | \$ 101,364,943 | 100.00% | \$ 12,143,693 | 13.61% |

General Fund Budgetary Highlights

Throughout the year, as necessary, budget transfers were effectuated between budget accounts to re-align the 2022-2023 budget. Budget transfers were effectuated based on expected positive and negative budget variances. The budget is continually managed and revised with budget transfers as necessary or practical to do so.

Significant Budget Transfers and Variations:

- TPAF, which is the state's contribution to the pension fund, is an "on-behalf" revenue and expenditure item to the district and is required to be reflected in the financial statements.
- Reallocations were made among the various salary budget accounts to reflect changes in the personnel budget for the 2022-2023 year.
- Transfers were made into purchased services for special education programs to provide funds for required additional services.

Based on the financial results of 2022-2023 unassigned fund balance decreased by \$1,037,508 to \$2,457,270 (2% required per S-1701, net of allowable adjustments).

Proprietary Funds. The District's proprietary fund provides the same type of information found in the district-wide financial statements, but in more detail.

The Food Services Enterprise Fund showed a change in net position of \$257,472 in 2022-2023 as compared to a change in net position of \$426,125 in 2021-2022. Operating revenues increased by 149.48% in 2022-2023 while operating expenses decreased 12.13%. The food service incurred an operating loss of (\$305,049) in 2022-2023, as compared to an operating loss of (\$1,142,676) in 2021-2022. Funding from the State and Federal Government under the State and National Programs decreased \$1,008,443 from 2021-2022 to 2022-2023. The unrestricted net position of the food service program was \$833,688 and the restricted amount of Net Investment in Capital Assets totaled \$21,905 at June 30, 2023. Although the food service operation operating income is still a loss, the district has recognized an increase in Net Position in the current year due to nonoperating revenues. The District continues to consult with a food service advisor and maintains that the operating income will be profitable in the foreseeable future.

The Before and After School Programs Fund showed a change in net position of \$98,804 in 2022-2023 as compared to a change in net position of \$80,833 in 2021-2022. Operating revenues increased by 1.50% in 2022-2023 while operating expenses increased 0.02%. The Before and After School Program incurred an operating income of \$79,933 in 2022-2023, as compared to an operating income of \$80,567 in 2021-2022.

The Chromebook Enterprise Fund showed a change in net position of (\$26,964) in 2022-2023 as compared to a change in net position of \$471 in 2021-2022. Operating revenues increased by 627.27% in 2022-2023 while the fund has incurred operational expenses of \$29,500 compared to \$0 in 2021-2022. The Chromebook Enterprise Fund incurred an operating loss of \$27,100 in 2022-2023, as compared to operating income of \$330 in 2021-2022.

Capital Assets

At June 30, 2023 the District has capital assets of \$38,346,226 net of depreciation, which includes land, construction in progress, land improvements, buildings/construction, machinery and equipment.

| | <u>June 30, 2023</u> | |
|-------------------------|----------------------------|-----------------------------|
| | Governmental Activities | Business-Type Activities |
| Land | \$ 534,652 | \$ - |
| Land Improvements | 34,329,170 | - |
| Buildings/Construction | 201,342 | - |
| Machinery and Equipment | 2,805,383 | 21,905 |
| Total | \$ 38,324,321 | \$ 21,905 |

| | <u>June 30, 2022</u> | |
|-------------------------|----------------------------|-----------------------------|
| | Governmental Activities | Business-Type Activities |
| Land | \$ 534,652 | \$ - |
| Land Improvements | 34,474,751 | - |
| Buildings/Construction | 226,442 | - |
| Machinery and Equipment | 3,328,952 | 34,773 |
| Total | \$ 38,564,797 | \$ 34,773 |

Additional information on the District's capital assets can be found in Note 5 to the basic financial statements.

Debt Administration and Other Obligations

At June 30, 2023, the District's outstanding debt issues included \$2,410,000 respectively of general obligation bonds (2015 refunding bonds), \$109,130 and \$378,578 respectively of financed purchases (2020 School Buses and 2022 School Buses), \$141,777 respectively of unamortized bond premiums and \$1,739,871 in compensated absences payable.

Additional information on the District's debt administration and other obligations can be found in Note 7 to the basic financial statements.

Economic Factors and Subsequent Year's Budgets

- The District anticipates that the approved 2023-2024 budget will be adequate to satisfy all 2023-2024 financial needs, barring any significant unexpected situations or conditions unforeseen at this time.
- At this time it appears that it will be a challenge to sustain the level of surplus utilization the District has used in funding budgets in recent years. The excess surplus available for use in the 2023-2024 budget is \$-0-.
- It is expected the State of New Jersey will again delay the final state aid payments to school districts for 2023-2024.

Requests for Information

This financial report is designed to provide a general overview of the Wall Township School District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Administrator/Board Secretary's Office, Wall Township Board of Education, 1620 18th Avenue, Wall, NJ 07719.

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BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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WALL TOWNSHIP BOARD OF EDUCATION
STATEMENT OF NET POSITION
JUNE 30, 2023

| | GOVERNMENTAL | BUSINESS-TYPE | |
|--|----------------------|----------------------|----------------------|
| | ACTIVITIES | ACTIVITIES | TOTAL |
| ASSETS: | | | |
| Cash & Cash Equivalents | \$ 3,546,353 | \$ 974,124 | \$ 4,520,477 |
| Receivables, Net (Note 4) | 2,090,949 | 56,659 | 2,147,608 |
| Inventory | - | 5,785 | 5,785 |
| Cash Held with Fiscal Agents | 243,420 | - | 243,420 |
| Restricted Cash & Cash Equivalents | 7,917,466 | - | 7,917,466 |
| Capital Assets, Net (Note 5) | | | |
| Non-Depreciable | 988,426 | - | 988,426 |
| Depreciable | 37,335,895 | 21,905 | 37,357,800 |
| Total Assets | 52,122,509 | 1,058,473 | 53,180,982 |
| DEFERRED OUTFLOWS OF RESOURCES: | | | |
| Related to Pensions (Note 8) | 2,635,603 | - | 2,635,603 |
| Related to Loss on Debt Refunding | 16,050 | - | 16,050 |
| Total Deferred Outflow of Resources | 2,651,653 | - | 2,651,653 |
| LIABILITIES: | | | |
| Accounts Payable | 897,685 | 1,296 | 898,981 |
| Due to Other Governments | 1,542,503 | - | 1,542,503 |
| Unearned Revenue | 98,396 | 39,192 | 137,588 |
| Accrued Interest | 61,005 | - | 61,005 |
| Payroll Deductions & Withholdings | 1,048 | - | 1,048 |
| Unemployment Liability | 136,435 | - | 136,435 |
| Internal Balances | 71,300 | (71,300) | - |
| Other Current Liabilities | 901,956 | - | 901,956 |
| Noncurrent Liabilities (Note 7): | | | |
| Due Within One Year | 2,782,521 | - | 2,782,521 |
| Due in More Than One Year | 19,981,039 | - | 19,981,039 |
| Total Liabilities | 26,473,888 | (30,812) | 26,443,076 |
| DEFERRED INFLOWS OF RESOURCES: | | | |
| Related to Pensions (Note 8) | 3,061,856 | - | 3,061,856 |
| Total Deferred Inflow of Resources | 3,061,856 | - | 3,061,856 |
| NET POSITION: | | | |
| Net Investment in Capital Assets | 35,345,032 | 21,905 | 35,366,937 |
| Restricted for: | | | |
| Capital Projects | 5,086,378 | - | 5,086,378 |
| Debt Service | 8,596 | - | 8,596 |
| Emergency Reserve | 381,933 | - | 381,933 |
| Maintenance Reserve | 1,709,613 | - | 1,709,613 |
| Unemployment Reserves | 285,768 | - | 285,768 |
| Scholarship Reserve | 38,461 | - | 38,461 |
| Student Activities Reserve | 316,576 | - | 316,576 |
| Unrestricted (Deficit) | (17,933,939) | 1,067,380 | (16,866,559) |
| Total Net Position | \$ 25,238,418 | \$ 1,089,285 | \$ 26,327,703 |

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

**WALL TOWNSHIP BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023**

| FUNCTIONS/PROGRAMS | PROGRAM REVENUES | | | NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION | | |
|---|----------------------|----------------------|----------------------------------|---|--------------------------|----------------------|
| | EXPENSES | CHARGES FOR SERVICES | OPERATING GRANTS & CONTRIBUTIONS | GOVERNMENTAL ACTIVITIES | BUSINESS-TYPE ACTIVITIES | TOTAL |
| Governmental Activities: | | | | | | |
| Instruction: | | | | | | |
| Regular Instruction | \$ 36,462,029 | \$ 1,114,511 | \$ 7,970,517 | \$ (27,377,001) | \$ - | \$ (27,377,001) |
| Special Education Instruction | 15,558,333 | - | 2,728,486 | (12,829,847) | - | (12,829,847) |
| Vocational Education | 785,091 | - | 48,096 | (736,995) | - | (736,995) |
| Other Instruction | 1,498,210 | - | 262,743 | (1,235,467) | - | (1,235,467) |
| School Sponsored Cocurricular/Athletics | 1,694,110 | - | 103,785 | (1,590,325) | - | (1,590,325) |
| Support Services: | | | | | | |
| Student & Instruction Related Services | 12,175,683 | - | 745,909 | (11,429,774) | - | (11,429,774) |
| General Administrative | 1,641,072 | - | 100,536 | (1,540,536) | - | (1,540,536) |
| School Administrative Services | 4,214,699 | - | 1,789,250 | (2,425,449) | - | (2,425,449) |
| Central Services | 1,079,387 | - | 66,126 | (1,013,261) | - | (1,013,261) |
| Administrative Info. Technology | 1,051,917 | - | 64,443 | (987,474) | - | (987,474) |
| Plant Operations & Maintenance | 9,307,757 | - | 591,783 | (8,715,974) | - | (8,715,974) |
| Pupil Transportation | 7,146,575 | - | 437,815 | (6,708,760) | - | (6,708,760) |
| Transfer to Charter Schools | 688,772 | - | 42,196 | (646,576) | - | (646,576) |
| Interest & Other Charges | 9,616 | - | 728,457 | 718,841 | - | 718,841 |
| Total Governmental Activities | 93,313,250 | 1,114,511 | 15,680,141 | (76,518,598) | - | (76,518,598) |
| Business-Type Activities: | | | | | | |
| Food Service | 1,384,212 | 1,079,163 | 559,083 | - | 254,034 | 254,034 |
| Before and After School Programs | 309,318 | 389,251 | - | - | 79,933 | 79,933 |
| Chromebooks | 29,500 | 2,400 | - | - | (27,100) | (27,100) |
| Total Business-Type Activities | 1,723,030 | 1,470,814 | 559,083 | - | 306,867 | 306,867 |
| Total Primary Government | \$ 95,036,280 | \$ 2,585,325 | \$ 16,239,224 | (76,518,598) | 306,867 | (76,211,731) |
| General Revenues: | | | | | | |
| Taxes: | | | | | | |
| Property Taxes, Levied for General Purposes | | | | 70,521,283 | - | 70,521,283 |
| Property Taxes, Levied for Debt Service | | | | 2,129,824 | - | 2,129,824 |
| Federal & State Aid Not Restricted | | | | 6,247,122 | - | 6,247,122 |
| Miscellaneous | | | | 240,391 | 22,445 | 262,836 |
| Total General Revenues | | | | 79,138,620 | 22,445 | 79,161,065 |
| Change In Net Position | | | | 2,620,022 | 329,312 | 2,949,334 |
| Net Position - Beginning | | | | 22,618,396 | 759,973 | 23,378,369 |
| Net Position - Ending | | | | \$ 25,238,418 | 1,089,285 | \$ 26,327,703 |

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

B. Fund Financial Statements

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Governmental Funds

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**WALL TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2023**

| | MAJOR FUNDS | | | | TOTAL GOVERNMENTAL FUNDS |
|--|----------------------|----------------------------|-----------------------------|-------------------------|--------------------------------|
| | GENERAL FUND | SPECIAL REVENUE FUND | CAPITAL PROJECTS FUND | DEBT SERVICE FUND | |
| ASSETS | | | | | |
| Cash & Cash Equivalents | \$ 4,132,622 | \$ - | \$ - | \$ 8,596 | \$ 4,141,218 |
| Cash Held with Fiscal Agents | 243,420 | - | - | - | 243,420 |
| Receivables, Net: | | | | | |
| Due from Other Governments: | | | | | |
| Federal | - | 580,845 | - | - | 580,845 |
| State | 1,377,433 | - | - | - | 1,377,433 |
| Local | - | 30,454 | - | - | 30,454 |
| Other Receivables | 99,551 | 2,666 | - | - | 102,217 |
| Restricted Cash & Cash Equivalents | 7,917,466 | - | - | - | 7,917,466 |
| Total Assets | \$ 13,770,492 | \$ 613,965 | \$ - | \$ 8,596 | \$ 14,393,053 |
| LIABILITIES & FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Cash Deficit | \$ - | \$ 141,091 | \$ 453,774 | \$ - | \$ 594,865 |
| Accounts Payable | 876,908 | 20,777 | - | - | 897,685 |
| Intergovernmental Payable: | | | | | |
| State | - | 2,666 | - | - | 2,666 |
| Interfund Payable | 4,708 | 66,592 | - | - | 71,300 |
| Unearned Revenue | 70,594 | 27,802 | - | - | 98,396 |
| Other Current Liabilities | 901,956 | - | - | - | 901,956 |
| Payroll Deductions & Withholdings | 1,048 | - | - | - | 1,048 |
| Unemployment Liability | 136,435 | - | - | - | 136,435 |
| Total Liabilities | 1,991,649 | 258,928 | 453,774 | - | 2,704,351 |
| Fund Balances: | | | | | |
| Restricted for: | | | | | |
| Capital Reserve | 5,540,152 | - | - | - | 5,540,152 |
| Maintenance Reserve | 1,709,613 | - | - | - | 1,709,613 |
| Emergency Reserve | 381,933 | - | - | - | 381,933 |
| Unemployment Reserve | 285,768 | - | - | - | 285,768 |
| Scholarship Reserve | - | 38,461 | - | - | 38,461 |
| Student Activities Reserve | - | 316,576 | - | - | 316,576 |
| Capital Projects | - | - | (453,774) | - | (453,774) |
| Debt Service | - | - | - | 8,596 | 8,596 |
| Assigned to: | | | | | |
| Other Purposes | 292,923 | - | - | - | 292,923 |
| Designated for Subsequent Year's Expenditures | 1,604,734 | - | - | - | 1,604,734 |
| Unassigned | 1,963,720 | - | - | - | 1,963,720 |
| Total Fund Balances | 11,778,843 | 355,037 | (453,774) | 8,596 | 11,688,702 |
| Total Liabilities & Fund Balances | \$ 13,770,492 | \$ 613,965 | \$ - | \$ 8,596 | |

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

| | |
|---|----------------------|
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$74,377,882 and the accumulated depreciation is \$35,564,797. | 38,324,321 |
| Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds. | |
| Deferred Outflows Related to Pensions | 2,635,603 |
| Deferred Inflows Related to Pensions | (3,061,856) |
| Deferred Outflow Related to the Loss on Bond Refunding of Debt | 16,050 |
| Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds. | (61,005) |
| Accrued pension contributions for the June 30, 2023 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position. | (1,539,837) |
| Long-term liabilities, including net pension liability on bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. | (22,763,560) |
| Net Position of Governmental Activities | \$ 25,238,418 |

**WALL TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2023**

| | MAJOR FUNDS | | | | TOTAL GOVERNMENTAL FUNDS |
|--|----------------------|----------------------------|-----------------------------|-------------------------|--------------------------------|
| | GENERAL FUND | SPECIAL REVENUE FUND | CAPITAL PROJECTS FUND | DEBT SERVICE FUND | |
| Revenues: | | | | | |
| Local Sources: | | | | | |
| Local Tax Levy | \$ 70,521,283 | \$ - | \$ - | \$ 2,129,824 | \$ 72,651,107 |
| Tuition Charges | 1,114,511 | - | - | - | 1,114,511 |
| Miscellaneous | 240,391 | 749,689 | - | - | 990,080 |
| Total Local Sources | 71,876,185 | 749,689 | - | 2,129,824 | 74,755,698 |
| State Sources | 23,735,073 | 294,005 | - | 728,457 | 24,757,535 |
| Federal Sources | 44,857 | 2,063,475 | - | - | 2,108,332 |
| Total Revenues | 95,656,115 | 3,107,169 | - | 2,858,281 | 101,621,565 |
| Current Expenditures: | | | | | |
| Instruction: | | | | | |
| Regular Instruction | 22,678,982 | 1,576,121 | - | - | 24,255,103 |
| Special Education Instruction | 10,349,643 | - | - | - | 10,349,643 |
| Vocational Education | 594,522 | - | - | - | 594,522 |
| Other Instruction | 996,632 | - | - | - | 996,632 |
| School Sponsored CoCurricular/Athletics | 1,282,891 | - | - | - | 1,282,891 |
| Support Services: | | | | | |
| Attendance & Social Work Services | 676,614 | - | - | - | 676,614 |
| Health Services | 859,600 | - | - | - | 859,600 |
| Student & Instruction Related Services | 6,190,259 | 1,493,752 | - | - | 7,684,011 |
| General Administrative | 1,242,727 | - | - | - | 1,242,727 |
| School Administrative Services | 3,191,646 | - | - | - | 3,191,646 |
| Central Services | 817,382 | - | - | - | 817,382 |
| Administrative Information Technology | 796,581 | - | - | - | 796,581 |
| Plant Operations & Maintenance | 7,315,064 | - | - | - | 7,315,064 |
| Pupil Transportation | 5,411,855 | - | - | - | 5,411,855 |
| Unallocated Benefits | 16,427,279 | - | - | - | 16,427,279 |
| On Behalf TPAF Pension and Social Security Contributions | 17,532,808 | - | - | - | 17,532,808 |
| Transfer to Charter Schools | 521,583 | - | - | - | 521,583 |
| Capital Outlay | 1,464,999 | - | 453,774 | - | 1,918,773 |
| Debt Service: | | | | | |
| Principal | - | - | - | 2,657,224 | 2,657,224 |
| Interest & Other Charges | 7,780 | - | - | 192,461 | 200,241 |
| Total Expenditures | 98,358,847 | 3,069,873 | 453,774 | 2,849,685 | 104,732,179 |
| Excess/(Deficiency) of Revenues Over Expenditures | (2,702,732) | 37,296 | (453,774) | 8,596 | (3,110,614) |
| Net Changes in Fund Balances | (2,702,732) | 37,296 | (453,774) | 8,596 | (3,110,614) |
| Fund Balance, July 1 | 14,481,575 | 317,741 | - | - | 14,799,316 |
| Fund Balance, June 30 | \$ 11,778,843 | \$ 355,037 | \$ (453,774) | \$ 8,596 | \$ 11,688,702 |

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

**WALL TOWNSHIP BOARD OF EDUCATION
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 YEAR ENDED JUNE 30, 2023**

Total Net Changes in Fund Balances - Governmental Funds (B-2) \$ (3,110,614)

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

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

| | | |
|----------------------|------------------|-----------|
| Depreciation Expense | \$ (2,159,249) | |
| Capital Outlays | <u>1,918,773</u> | (240,476) |

Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period. 3,015,403

Repayment of long-term debt principal and obligation of lease purchase agreements are 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. 3,009,307

Governmental funds report the effect of premiums, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:

| | | |
|--|-----------------|---------|
| Amortization of Premium on Bonds | 141,777 | |
| Amortization of Loss on Bond Refunding | <u>(22,919)</u> | 118,858 |

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation (+). 71,767

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 reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+). (244,223)

Change in Net Position of Governmental Activities \$ 2,620,022

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Proprietary Funds

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**WALL TOWNSHIP BOARD OF EDUCATION
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2023**

| | <u>MAJOR FUND</u> | | | BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS | TOTALS |
|---|-------------------------|---|-------------------------|--|------------------|
| | FOOD SERVICE | BEFORE AND AFTER SCHOOL PROGRAMS | CHROME BOOKS | | |
| ASSETS | | | | | |
| Current Assets: | | | | | |
| Cash & Cash Equivalents | \$ 775,377 | \$ 195,696 | \$ 3,051 | \$ | 974,124 |
| Accounts Receivable: | | | | | |
| Federal | 54,009 | - | - | | 54,009 |
| State | 2,495 | - | - | | 2,495 |
| Allowance for Uncollectible Accounts Receivable | - | 155 | - | | 155 |
| Interfund Receivable | 30,010 | 41,290 | - | | 71,300 |
| Inventories | 5,785 | - | - | | 5,785 |
| Total Current Assets | <u>867,676</u> | <u>237,141</u> | <u>3,051</u> | | <u>1,107,868</u> |
| Noncurrent Assets: | | | | | |
| Capital Assets | 598,277 | - | - | | 598,277 |
| Less: Accumulated Depreciation | (576,372) | - | - | | (576,372) |
| Total Capital Assets, Net | <u>21,905</u> | <u>-</u> | <u>-</u> | | <u>21,905</u> |
| Total Noncurrent Assets | <u>21,905</u> | <u>-</u> | <u>-</u> | | <u>21,905</u> |
| Total Assets | <u>\$ 889,581</u> | <u>\$ 237,141</u> | <u>\$ 3,051</u> | <u>\$</u> | <u>1,129,773</u> |
| LIABILITIES | | | | | |
| Current Liabilities: | | | | | |
| Accounts Payable | \$ 1,296 | \$ - | \$ - | \$ | 1,296 |
| Unearned Revenue | 32,692 | 6,500 | - | | 39,192 |
| Total Current Liabilities | <u>33,988</u> | <u>6,500</u> | <u>-</u> | | <u>40,488</u> |
| NET POSITION | | | | | |
| Net Investment in Capital Assets | 21,905 | - | - | | 21,905 |
| Unrestricted | 833,688 | 230,641 | 3,051 | | 1,067,380 |
| Total Net Position | <u>\$ 855,593</u> | <u>\$ 230,641</u> | <u>\$ 3,051</u> | <u>\$</u> | <u>1,089,285</u> |

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

**WALL TOWNSHIP BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
YEAR ENDED JUNE 30, 2023**

| | <u>MAJOR FUND</u> | | | TOTALS |
|---|--|--|-----------------|---------------------|
| | FOOD SERVICE | BEFORE AND AFTER SCHOOL PROGRAMS | CHROME BOOKS | |
| | BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS | | | |
| Operating Revenues: | | | | |
| Charges for Services: | | | | |
| Daily Sales - Reimbursable Programs | \$ 2,012 | \$ - | \$ - | \$ 2,012 |
| Daily Sales - Non-Reimbursable Programs | 1,056,805 | - | - | 1,056,805 |
| Program Fees | - | 389,251 | - | 389,251 |
| Miscellaneous | 20,346 | - | 2,400 | 22,746 |
| Total Operating Revenues | 1,079,163 | 389,251 | 2,400 | 1,470,814 |
| Operating Expenses: | | | | |
| Cost of Sales - Reimbursable Programs | 335,418 | - | - | 335,418 |
| Cost of Sales - Non Reimbursable | 227,427 | - | - | 227,427 |
| Salaries | 517,614 | 188,126 | - | 705,740 |
| Employee Benefits | 189,044 | 37,682 | - | 226,726 |
| Supplies and Materials | 60,377 | 1,186 | 29,500 | 91,063 |
| Depreciation | 17,418 | - | - | 17,418.00 |
| Purchased Property Services | - | 80,340 | - | 80,340 |
| Other | 36,914 | 1,984 | - | 38,898 |
| Total Operating Expenses | 1,384,212 | 309,318 | 29,500 | 1,723,030 |
| Operating Income/(Loss) | (305,049) | 79,933 | (27,100) | (252,216) |
| Nonoperating Revenues (Expenses): | | | | |
| State Sources: | | | | |
| State School Lunch Program | 13,977 | - | - | 13,977 |
| State School Breakfast Program | 516 | - | - | 516 |
| Federal Sources: | | | | |
| National School Lunch Program | 281,296 | - | - | 281,296 |
| National School Breakfast Program | 27,876 | - | - | 27,876 |
| Food Distribution Program | 78,769 | - | - | 78,769 |
| Supply Chain Assistance Program | 156,649 | - | - | 156,649 |
| Interest Revenue | 3,438 | 18,871 | 136 | 22,445 |
| Total Nonoperating Revenues/(Expenses) | 562,521 | 18,871 | 136 | 581,528 |
| Change in Net Position | 257,472 | 98,804 | (26,964) | 329,312 |
| Total Net Position - Beginning | 598,121 | 131,837 | 30,015 | 759,973 |
| Total Net Position - Ending | \$ 855,593 | \$ 230,641 | \$ 3,051 | \$ 1,089,285 |

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

**WALL TOWNSHIP BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2023**

| | <u>MAJOR FUND</u> | | | <u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u> |
|---|-------------------------|---|-------------------------|--|
| | <u>FOOD SERVICE</u> | <u>BEFORE AND AFTER SCHOOL PROGRAMS</u> | <u>CHROME BOOKS</u> | |
| Cash Flows From Operating Activities: | | | | |
| Receipts from Customers | \$ 1,079,810 | \$ 395,875 | \$ 2,400 | \$ 1,478,085 |
| Payments to Employees | (517,614) | (188,126) | - | (705,740) |
| Payments for Employee Benefits | (189,044) | (37,682) | - | (226,726) |
| Payments to Suppliers | (616,333) | (85,943) | (29,500) | (731,776) |
| Net Cash Provided by/(Used for) Operating Activities | (243,181) | 84,124 | (27,100) | (186,157) |
| Cash Flows From Noncapital Financing Activities: | | | | |
| State Sources | 14,493 | - | - | 14,493 |
| Federal Sources | 465,821 | - | - | 465,821 |
| Net Cash Provided by/(Used for) Noncapital Financing Activities | 480,314 | - | - | 480,314 |
| Cash Flows From Investing Activities: | | | | |
| Capital Assets | (4,550) | - | - | (4,550) |
| Interest | 3,438 | 18,871 | 136 | 22,445 |
| Net Cash Provided by/(Used for) Investing Activities | (1,112) | 18,871 | 136 | 17,895 |
| Net Increase/(Decrease) in Cash & Cash Equivalents | 236,021 | 102,995 | (26,964) | 312,052 |
| Balances - Beginning of Year | 539,356 | 92,701 | 30,015 | 662,072 |
| Balances - End of Year | \$ 775,377 | \$ 195,696 | \$ 3,051 | \$ 974,124 |
| Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities: | | | | |
| Operating Income/(Loss) | \$ (305,049) | \$ 79,933 | \$ (27,100) | \$ (252,216) |
| Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities: | | | | |
| Depreciation | 17,418 | - | - | 17,418 |
| Food Distribution Program | 78,769 | - | - | 78,769 |
| (Increase)/Decrease in Accounts Receivable, Net | 32,669 | 123 | - | 32,792 |
| (Increase)/Decrease in Inventories | (4,914) | - | - | (4,914) |
| (Increase)/Decrease in Allowance for Uncollectible Accounts Receivable | - | 1 | - | 1 |
| (Increase)/Decrease in Interfund Accounts Receivable | (30,010) | - | - | (30,010) |
| Increase/(Decrease) in Unearned Revenue | (2,012) | 6,500 | - | 4,488 |
| Increase/(Decrease) in Accounts Payable | (30,052) | (2,433) | - | (32,485) |
| Total Adjustments | 61,868 | 4,191 | - | 66,059 |
| Net Cash Provided/(Used) by Operating Activities | \$ (243,181) | \$ 84,124 | \$ (27,100) | \$ (186,157) |

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

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Fiduciary Fund
Not Applicable

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WALL TOWNSHIP BOARD OF EDUCATION

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

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**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023**

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

The financial statements of the Wall Township School District (hereafter referred to as the “School District”) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

Reporting Entity

The School District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members’ terms expire each year. The District provides a full range of educational services appropriate to grades levels K through 12. These include regular, vocational, as well as special education for handicapped youngsters. The School District has an approximate enrollment at June 30, 2023 of 3,214 students.

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

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

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Component Units

GASB Statement No.14, *The Financial Reporting Entity*, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnis – an Amendment of GASB Statements No. 14 and No. 34*, GASB Statement No. 80, *Blending Requirements for certain component Units - an Amendment of GASB Statement No. 14* and GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan- an Amendment of GASB Statements No. 14 and No. 84*. The School District had no component units as of for the year ended June 30, 2023.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Basis of Accounting, Measurement Focus and Financial Statement Presentation

The accounts of the School District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

A. Government-Wide Financial Statements

The School District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the School District accompanied by a total column. Fiduciary activities of the School District are not included in these statements.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the School District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

B. Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. The School District has presented all major funds that met those qualifications.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. (The School District’s deferred outflows of resources and deferred inflows of resources are noncurrent.) The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the School District, are property tax and intergovernmental revenues. Expenditures are recorded in the accounting period in which the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Interest on invested funds is recognized when earned. Intergovernmental revenues that are reimbursements for specific purposes or projects are recognized in the period in which the expenditures are recorded. All other revenue items are considered to be measurable and available only when cash is received by the School District. Transfers between governmental funds are recorded when the related liability is incurred. These transfers do not represent revenues (expenditures) to the School District and are, therefore, reported as other financing sources (uses) in the governmental fund financial statements.

Since the fund level statements are presented using a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented on the page following each fund level statement that summarizes the adjustments necessary to convert the fund level statements into the government-wide presentations.

The School District funds outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted resources are available for use, it is the School District’s policy to use restricted resources first, then unrestricted resources as they are needed. In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the School District’s policy to consider restricted fund balance to have been depleted before any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

The School District reports the following major governmental funds:

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

As required by the New Jersey Department of Education the School District includes budgeted capital outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, interest earnings and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment.

Special Revenue Fund - The special revenue fund is used to account for the proceeds of specific revenue from state and federal government, other than major capital projects, debt service or proprietary funds, and local appropriations that are restricted or committed to expenditures for specified purposes.

Capital Projects Fund - The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for the acquisition of construction of major capital facilities, other than those financed by proprietary funds. The financial resources are derived from New Jersey School Development Authority grants, temporary notes, capital leases, or serial bonds that are specially authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

Debt Service Fund - The debt service fund is used to account for the accumulation of financial resources that are restricted, committed, or assigned to an expenditure for the payment of general long-term debt principal, interest and related costs of governmental funds.

C. Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The School District reports the following major proprietary funds:

Food Service Fund – The food service fund accounts for the financial transactions related to the food service operations of the School District.

Before & After School Programs Fund – The before and after school programs fund accounts for the activities of the School District's before and after school program which provides summer classes to students in preparation for the upcoming school year and other before and after school programs.

Chrome Book Fund – The Chrome Book fund accounts for self-insurance on chrome books loaned out to students.

D. Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. The School District's fiduciary funds include Custodial Funds, which are used to report fiduciary activities where the School District controls assets that are collected on behalf of other entities. These assets are not held in a trust and are distributed in accordance with applicable policies. The Custodial Funds are accounted for on a spending or “economic resources” measurement focus and the accrual basis of accounting in accordance with GASBS No. 84, *Fiduciary Activities* .

The School District has no fiduciary funds.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Budgets/Budgetary Control

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

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 legally mandated revenue recognition of the one or more June state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

The budget, as detailed on Exhibit C-1, Exhibit C-2, and Exhibit I-3, includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the general fund budgetary comparison schedules and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

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 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.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Open encumbrances in the special revenue fund for which the School District has received advances are reflected in the balance sheet as a reduction of the accounts receivables or 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.

Cash, Cash Equivalents and Investments

Cash and Cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are considered cash equivalents and stated at cost.

Investments are stated at fair value in accordance with Governmental Accounting Standards Board (GASB). New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. N.J.S.18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

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 public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from loss of funds on deposit with a failed banking institution in New Jersey. 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 at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

For purposes of the statement of cash flows, the School District considers all highly liquid investments (including restricted assets) with a maturity when purchased of three months or less and all local government investment pools to be cash equivalents.

Tuition Receivable/Payable

Tuition rates were established by the receiving School District based on estimated costs. The charges are subject to adjustment when the actual costs are determined.

Inventories

Inventories are valued at cost, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Restricted Assets

Certain assets are classified as restricted on the balance sheet because they are maintained in separate bank accounts held by fiscal agents and their use is limited by Lease-Purchase Agreements and working capital amounts stipulated by health insurance agreements.

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. As previously mentioned, these amounts are eliminated in the governmental and business-type columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are presented as Internal Balances in the Statement of Net Position.

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at acquisition value. All reported capital assets except land and construction in progress are depreciated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The School District does not possess any infrastructure. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

Capital assets of the School District are depreciated or amortized using the straight-line method over the following estimated useful lives:

| Description | Governmental Activities Estimated Lives |
|-------------------------|---|
| Land Improvements | 15-20 Years |
| Buildings | 40 |
| Building Improvements | 20 Years |
| Heavy Equipment | 10-20 Years |
| Furniture and Equipment | 6-10 Years |
| Computer Equipment | 5 Years |

Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the School District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the School District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

The entire compensated absences liability is reported on the government-wide financial statements and proprietary fund financial statements. Compensated absences liability is not recorded in the governmental funds. Instead expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of resignations or retirements.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and is recorded as a liability until the revenue is both measureable and the School District is eligible to realize the revenue.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, government fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumption that affect certain reported amounts reported in the financial statements and accompanying note disclosures. Actual results could differ from those estimates.

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Deferred Outflows and Deferred Inflows of Resources

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

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

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Deferred Loss on Refunding Debt

Deferred loss on refunding debt arising from the issuance of the refunding bonds is recorded as deferred outflows of resources. It is amortized in a systematic and rational manner over the shorter of the duration of the related debt or the new debt issues as a component of interest expense.

Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements and in the proprietary fund financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when bonds are issued.

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

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 pension plan's fiduciary net position of the Public Employees' Retirement System (PERS) and Teacher's Pension and Annuity Fund (TPAF) and additions to/deductions from the PERS's and TPAF's fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances in the governmental funds financial statements are classified into the following five categories, as defined below:

Non-spendable – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process.

Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the School District's policy to consider restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, it is the School District's policy to consider amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

Net Position

Net position, represents the difference between summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified into the following three components:

Net Investment in Capital Assets – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.

Restricted – This component of net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Unrestricted – This component of net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2023 and February 2, 2024, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

The following GASB Statements became effective for the fiscal year ended June 30, 2023:

- Statement No. 96, *Subscription-Based Information Technology Arrangements*.
- Statement No. 99, *Omnibus 2022*.

Management has determined the implementation these Statements did not have a significant impact on the Districts' financial statements.

Accounting Pronouncements Effective in Future Reporting Periods

The following GASB Statements will become effective in future fiscal periods:

- Statement No. 100, *Accounting Changes and Error Corrections- an amendment of GASB Statement No. 62*. The effective date is for fiscal years beginning after June 15, 2023.
- Statement No. 101, *Compensated Absences*. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023.

Management has not yet determined the the potential impact on the District's financial statements.

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2023, the School District's bank balance of \$16,719,539 was exposed to custodial credit risk as follows:

| | | |
|--------------------------------|----|------------|
| Insured under FDIC and GUDPA | \$ | 13,814,225 |
| Uninsured and Uncollateralized | | 2,905,314 |
| Total | \$ | 16,719,539 |

Investments

The School District had no investments at June 30, 2023.

Note 3. Reserve Accounts

Capital Reserve

A capital reserve account was established by the School District. The accumulation of funds will be used for 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 School District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant *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.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 3. Reserve Accounts (Continued)

The activity of the capital reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

| | | |
|---------------------------------|----|-----------|
| Beginning Balance, July 1, 2022 | \$ | 4,893,128 |
| Increased by: | | |
| Interest Earnings | | 4,000 |
| Deposits Approved by Board | | 2,743,024 |
| | | 7,640,152 |
| Decreased by: | | |
| Budget Withdrawals | | 2,100,000 |
| | | 7,640,152 |
| Ending Balance, June 30, 2023 | \$ | 5,540,152 |

Maintenance Reserve

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

Funds placed in the maintenance reserve account are restricted to required maintenance activities for a school facility as reported in the comprehensive maintenance plan. A School District may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. The balance in the account cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

The activity of the maintenance reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

| | | |
|---------------------------------|----|-----------|
| Beginning Balance, July 1, 2022 | \$ | 2,031,378 |
| Increased by: | | |
| Interest Earnings | | 500 |
| Deposits Approved by Board | | 277,735 |
| | | 2,309,613 |
| Decreased by: | | |
| Budget Withdrawals | | 600,000 |
| | | 600,000 |
| Ending Balance, June 30, 2023 | \$ | 1,709,613 |

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 3. Reserve Accounts (Continued)

Emergency Reserve

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

The activity of the emergency reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

| | | |
|---------------------------------|----|---------|
| Beginning Balance, July 1, 2022 | \$ | 790,400 |
| Increased by: | | |
| Interest Earnings | | 500 |
| Deposits Approved by Board | | 42,285 |
| | | 833,185 |
| Decreased by: | | |
| Budget Withdrawals | | 451,252 |
| Ending Balance, June 30, 2023 | \$ | 381,933 |

Unemployment Claim Reserve

Unemployment Claim Reserve funds are restricted pursuant to N.J.S.A. 43:21-7.3(g), which requires that employer and employee contributions be held in a trust fund maintained by the governmental entity or instrumentality for unemployment benefit cost purposes and any surplus remaining in this trust fund must be retained in reserve for payment of benefit costs in subsequent years.

The activity of the unemployment claim reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

| | | |
|---------------------------------|----|---------|
| Beginning Balance, July 1, 2022 | \$ | 283,798 |
| Increased by: | | |
| Interest Earnings | | 1,970 |
| Ending Balance, June 30, 2023 | \$ | 285,768 |

Note 4. Accounts Receivable

Accounts receivable at June 30, 2023 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state and federal programs, the current fiscal year guarantee of federal funds and the budgetary control of New Jersey governmental entities. Accounts receivable in the School District's governmental and business-type activities as of June 30, 2023, consisted of the following:

| <u>Description</u> | Governmental Funds | | Total Governmental Activities |
|--------------------|---------------------|----------------------------|-------------------------------------|
| | General Fund | Special Revenue Fund | |
| Federal Awards | \$ - | \$ 580,845 | \$ 580,845 |
| State Awards | 1,377,433 | - | 1,377,433 |
| Other | 99,551 | 33,120 | 132,671 |
| Total | \$ 1,476,984 | \$ 613,965 | \$ 2,090,949 |

| <u>Description</u> | Proprietary Funds | | Total Business-Type Activities |
|--------------------|----------------------|---|--------------------------------------|
| | Food Service Fund | Before And After School Programs Fund | |
| Federal Awards | \$ 54,009 | \$ - | \$ 54,009 |
| State Awards | 2,495 | - | 2,495 |
| Other | - | 155 | 155 |
| Total | \$ 56,504 | \$ 155 | \$ 56,659 |

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 5. Capital Assets

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

| | Governmental Activities | | | Balance June 30, 2023 |
|---|----------------------------|---------------------|------------------------------|-----------------------------|
| | Balance July 1, 2022 | Additions | Retirements and Transfers | |
| Governmental Activities: | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 534,652 | \$ - | \$ - | \$ 534,652 |
| Construction in Progress | - | 453,774 | - | 453,774 |
| Total Capital Assets not being depreciated | 534,652 | 453,774 | - | 988,426 |
| Capital Assets being depreciated: | | | | |
| Buildings and Building Improvements | 59,637,070 | 1,347,039 | - | 60,984,109 |
| Improvements Other Than Buildings | 2,280,531 | - | - | 2,280,531 |
| Machinery and Equipment | 11,925,629 | 117,960 | - | 12,043,589 |
| Total Capital Assets being depreciated | 73,843,230 | 1,464,999 | - | 75,308,229 |
| Less: Accumulated Depreciation: | | | | |
| Buildings and Building Improvements | (25,162,319) | (1,492,620) | - | (26,654,939) |
| Improvements Other Than Buildings | (2,054,089) | (25,100) | - | (2,079,189) |
| Machinery and Equipment | (8,596,677) | (641,529) | - | (9,238,206) |
| Total Accumulated Depreciation | (35,813,085) | (2,159,249) | - | (37,972,334) |
| Total Capital Assets being depreciated, net | 38,030,145 | (694,250) | - | 37,335,895 |
| Total Governmental Activities Capital Assets, net | \$ 38,564,797 | \$ (240,476) | \$ - | \$ 38,324,321 |
| Business-Type Activities | | | | |
| | Balance July 1, 2022 | Additions | Retirements and Transfers | Balance June 30, 2023 |
| Business-Type Activities: | | | | |
| Machinery and Equipment | \$ 593,727 | \$ 4,550 | \$ - | \$ 598,277 |
| Total Capital Assets being depreciated | 593,727 | 4,550 | - | 598,277 |
| Less: Accumulated Depreciation: | | | | |
| Machinery and Equipment | (558,954) | (17,418) | - | (576,372) |
| Total Capital Assets being depreciated, net | (558,954) | (17,418) | - | (576,372) |
| Total Business-Type Activities Capital Assets, net | \$ 34,773 | \$ (12,868) | \$ - | \$ 21,905 |

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 5. Capital Assets (Continued)

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

Governmental Activities

Instruction:

| | | |
|---|----|---------|
| Regular Instruction | \$ | 793,577 |
| Special Education Instruction | | 338,619 |
| Vocational Education | | 19,452 |
| Other Instruction | | 32,608 |
| School Sponsored Cocurricular/Athletics | | 41,974 |

Support Services:

| | | |
|--|--|---------|
| Student & Instruction Related Services | | 301,667 |
| General Administrative | | 40,659 |
| School Administrative Services | | 104,424 |
| Central Services | | 26,743 |
| Administrative Info. Technology | | 26,062 |
| Plant Operations & Maintenance | | 239,334 |
| Pupil Transportation | | 177,065 |

| | | |
|--|----|------------------|
| Total Depreciation Expense - Governmental Activities | \$ | <u>2,142,184</u> |
|--|----|------------------|

Business-Type Activities

| | | |
|-------------------|----|---------------|
| Food Service Fund | \$ | <u>12,868</u> |
|-------------------|----|---------------|

| | | |
|---|----|------------------|
| Total Depreciation Expense - Business-Type Activities | \$ | <u>3,071,006</u> |
|---|----|------------------|

Note 6. Interfund Receivables, Payables and Transfers

Individual fund receivables/payables balances at June 30, 2023 are as follows:

| <u>Fund</u> | <u>Interfund Receivables</u> | <u>Interfund Payables</u> |
|----------------------------------|----------------------------------|-------------------------------|
| General Fund | \$ - | \$ 4,708 |
| Special Revenue Fund | - | 66,592 |
| Before and After-School Programs | 41,290 | - |
| Food Service Fund | 30,010 | - |
| | <u>\$ 71,300</u> | <u>\$ 71,300</u> |

The interfund receivables and payables above predominately resulted from payment made by certain funds on behalf of other funds. All interfund balances are expected to be repaid within one year.

There were no interfund transfers for the year ended June 30, 2023.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2023 the following changes occurred in long-term obligations for the governmental and business-type activities:

| | Balance <u>July 1, 2022</u> | <u>Additions</u> | <u>Reductions</u> | Balance <u>June 30, 2023</u> | Balance Due Within <u>One Year</u> |
|---------------------------------|--------------------------------|---------------------|---------------------|---------------------------------|--|
| Governmental Activities: | | | | | |
| Bonds Payable | \$ 5,065,000 | \$ - | \$ 2,655,000 | \$ 2,410,000 | \$ 2,410,000 |
| Financed Purchases Payable | 842,015 | - | 354,307 | 487,708 | 274,890 |
| Unamortized Bond | | | | | |
| Premiums | 239,408 | - | 141,777 | 97,631 | 97,631 |
| Compensated Absences | 1,495,648 | 244,223 | - | 1,739,871 | - |
| Net Pension Liability | 14,235,439 | 8,895,730 | 5,102,819 | 18,028,350 | - |
| | <u>\$ 21,877,510</u> | <u>\$ 9,139,953</u> | <u>\$ 8,253,903</u> | <u>\$ 22,763,560</u> | <u>\$ 2,782,521</u> |

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Compensated absences, finance purchases, unamortized bond premiums and the net pension liability are liquidated by the general fund.

Bonds Payable

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness.

During July 2012, the School District issued \$3,790,000 of Pension Refunding Bonds. The Pension Refunding Bonds were issued at an interest rate of 4.202% and matured on August 18, 2022.

During April 2015, the School District issued \$17,515,000 of School Refunding Bonds. The School Refunding Bonds were issued at interest rates varying from 4.000% to 5.000% and matures on July 15, 2023.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 7. Long-Term Obligations (Continued)

| Fiscal Year Ending <u>June 30,</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|---------------------------------------|------------------|-----------------|--------------|
| 2024 | \$ 2,410,000 | \$ 60,250 | \$ 2,470,250 |

Financed Purchases Payable

The School District has finance purchase agreements for buses and equipment. All finance purchase agreements are for terms of five years. The following is a schedule of the remaining future minimum payments under these finance purchase agreements and the present value of the net minimum payments at June 30, 2023:

| Fiscal Year Ending <u>June 30,</u> | <u>Total</u> |
|---|--------------|
| 2024 | \$ 281,821 |
| 2025 | 170,000 |
| 2026 | 45,708 |
| | <hr/> |
| Total Minimum Lease Payments | 497,529 |
| Less: Amount Representing Interest | (9,821) |
| | <hr/> |
| Present Value of Minimum Lease Payments | \$ 487,708 |

Amortization of the financed equipment and improvements under capital assets is included with depreciation expense.

Bonds Authorized but not Issued

As of June 30, 2023, the School District had no bonds authorized but not issued.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 8. Pension Plans

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 PERS, please refer to Division's Annual Comprehensive Financial Report (ACFR) which can be found at <http://www.nj.gov/treasury/pensions/financial-reports.shtml>.

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

The following represents the membership tiers for PERS:

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

Service retirement benefits of $1/55^{\text{th}}$ of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of $1/60^{\text{th}}$ of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit 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 employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2022, the State's pension contribution was less than the actuarial determined amount.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 8. Pension Plans (Continued)

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2023, the School District reported a liability of \$18,028,350 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2021, to the measurement date of June 30, 2022. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2022. The School District's proportion measured as of June 30, 2022, was 0.119461%, which was a decrease of 0.0007045132% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the School District recognized full accrual pension credit of \$1,486,301 in the government-wide financial statements. This pension credit was based on the pension plans June 30, 2022 measurement date. At June 30, 2022 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|---|--|
| Differences between Expected and Actual Experience | \$ 130,120 | \$ 114,748 |
| Changes of Assumptions | 55,858 | 2,699,558 |
| Net Difference between Projected and Actual Earnings on Pension Plan Investments | 746,177 | - |
| Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions | 163,611 | 247,550 |
| School District contributions subsequent to measurement date | 1,539,837 | - |
| | \$ 2,635,603 | \$ 3,061,856 |

\$1,539,837 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2022-2023 total salaries for PERS employees multiplied by an employer pension contribution rate of 17.11%. The payable is due on April 1, 2024 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 8. Pension Plans (Continued)

| Year Ending June 30, | | |
|---------------------------------|-----------|--------------------|
| 2023 | \$ | (1,563,242) |
| 2024 | | (804,654) |
| 2025 | | (401,015) |
| 2026 | | 821,450 |
| 2027 | | (18,629) |
| | <u>\$</u> | <u>(1,966,090)</u> |

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

Special Funding Situation – Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001.

The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability to report in the financial statements of the local participating employers related to this legislation.

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 collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employers 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.

Additionally, the State has no proportionate share of the PERS net pension liability attributable to the District as of June 30, 2023. At June 30, 2023, the State's proportionate share of the employer pension expense and related revenue, associated with the District, calculated by the plan as of the June 30, 2022 measurement date was \$37,932.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 8. Pension Plans (Continued)

Actuarial Assumptions – The collective total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. This actuarial valuation used the following assumptions:

| | | |
|--|------------------------------|--|
| Inflation Rate | 2.75% | |
| Wage Rate | 3.25% | |
| Salary Increases: | | |
| | 2.75 - 6.55% | |
| | Based on Years of Service | |
| Investment Rate of Return | 7.00% | |
| Mortality Rate of Return | | |
| PERS | | Pub-2010 General Below-Median Income Employee mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 |
| Period of Actuarial Experience | | |
| Study upon which Actuarial Assumptions were Based | July 1, 2018 - June 30, 2021 | |

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

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

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) 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 rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2022 are summarized in the following table:

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 8. Pension Plans (Continued)

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|-----------------------------------|------------------------------|---|
| U.S. Equity | 27.00% | 8.12% |
| Non-U.S. Developed Markets Equity | 13.50% | 8.38% |
| Emerging Markets Equity | 5.50% | 10.33% |
| Private Equity | 13.00% | 11.80% |
| Real Assets | 8.00% | 11.19% |
| Real Estate | 3.00% | 7.60% |
| High Yield | 4.00% | 4.95% |
| Private Credit | 8.00% | 8.10% |
| Investment Grade Credit | 7.00% | 3.38% |
| Cash Equivalents | 4.00% | 1.75% |
| U.S. Treasuries | 4.00% | 1.75% |
| Risk Mitigation Strategies | 3.00% | 4.91% |
| | <u>100.00%</u> | |

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

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the School District's proportionate share of the net pension liability as of June 30, 2022, calculated using the discount rate of 7.00% as well as what the School 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:

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 8. Pension Plans (Continued)

| | At 1% Decrease <u>(6.00%)</u> | At Current Discount Rate <u>(7.00%)</u> | At 1% Increase <u>(8.00%)</u> |
|---|--|--|--|
| School District's Proportionate Share of the Net Pension Liability | \$ 23,357,300 | \$ 18,028,350 | \$ 13,775,819 |

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2023 and 2022:

| | <u>6/30/2023</u> | <u>6/30/2022</u> |
|---|------------------|------------------|
| Collective Deferred Outflows of Resources | \$ 1,660,772,008 | \$ 1,164,738,169 |
| Collective Deferred Inflows of Resources | 3,236,303,935 | 8,339,123,762 |
| Collective Net Pension Liability | 15,219,184,920 | 11,972,782,878 |
| School District's portion | 0.11946% | 0.12017% |

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. TPAF is administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about TPAF, please refer to Division's Annual Comprehensive Financial Report (ACFR) which can be found at www.nj.gov/treasury/pensions/financial-reports.shtml.

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

The following represents the membership tiers for TPAF:

| <u>Tier</u> | <u>Definition</u> |
|-------------|--|
| 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 |

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 8. Pension Plans (Continued)

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 tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a 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 employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.5% in State fiscal year 2018. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2022, the State's pension contribution was less than the actuarial determined amount.

As mentioned previously, 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, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the School District does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers.

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2022 was \$150,067,719. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2022, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.29086039%, which was an increase of 0.0034286472% from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the State of New Jersey recognized a pension expense in the amount of \$4,038,742 for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2022 measurement date.

**WALL TOWNSHIP BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2023 (Continued)**

Note 8. Pension Plans (Continued)

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

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

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and 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, 2022 are summarized in the following table:

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 8. Pension Plans (Continued)

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|-----------------------------------|------------------------------|---|
| U.S. Equity | 27.00% | 8.12% |
| Non-U.S. Developed Markets Equity | 13.50% | 8.38% |
| Emerging Markets Equity | 5.50% | 10.33% |
| Private Credit | 13.00% | 11.80% |
| Real Assets | 8.00% | 11.19% |
| Real Estate | 3.00% | 7.60% |
| High Yield | 4.00% | 4.95% |
| Private Credit | 8.00% | 8.10% |
| Investment Grade Credit | 7.00% | 3.38% |
| Cash Equivalents | 4.00% | 1.75% |
| U.S. Treasuries | 4.00% | 1.75% |
| Risk Mitigation Strategies | 3.00% | 4.91% |
| | <u>100.00%</u> | |

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

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 7.00% as well as what the State's proportionate share of the net pension liability, attributable to the School District's 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:

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 8. Pension Plans (Continued)

| | At 1% Decrease <u>(6.00%)</u> | At Current Discount Rate <u>(7.00%)</u> | At 1% Increase <u>(8.00%)</u> |
|--|--|--|--|
| State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District | <u>\$ 175,957,590</u> | <u>\$ 150,067,719</u> | <u>\$ 128,258,756</u> |

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

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2023 and 2022:

| | <u>6/30/2023</u> | <u>6/30/2022</u> |
|--|------------------|------------------|
| Collective Deferred Outflows of Resources | \$ 5,004,259,312 | \$ 6,373,530,834 |
| Collective Deferred Inflows of Resources | 19,682,774,794 | 27,363,797,906 |
| Collective Net Pension Liability | 51,676,587,303 | 48,165,991,182 |
| State's Proportionate Share associated with the District | 0.29086% | 0.28823% |

C. Defined Contribution Retirement Plan (DCRP)

Plan Description - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of N.J.S.A. 43:15C-1 et seq. The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits;
- Employees enrolled in the Police and Firemen's Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2020 is \$8,400 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 8. Pension Plans (Continued)

Contributions - The contribution policy is set by N.J.S.A. 43:15C-3 and requires active members and contribution employers. When enrolled in the DCRP, members are required to contribute 5.5% of their base salary to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pension and Benefits. Member contributions are matched by a 3% contribution from the School District.

For the year ended June 30, 2023, employee contributions totaled \$36,251, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$26,733.

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

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

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

Basis of Presentation

The Schedule presents the State of New Jersey's obligation under NJSA 52:14-17.32f. The Schedule does not purport to be a complete presentation of the financial position or changes in financial position of the State Health Benefit Local Education Retired Employees Plan or the State of New Jersey. The accompanying Schedule was prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of the State of New Jersey to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2022 was determined by an actuarial valuation as of June 30, 2021, which was rolled forward to June 30, 2022. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

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

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

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

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2022 was \$166,894,424. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2022, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2022, the State proportionate share of the OPEB Obligation attributable to the School District was 0.3295282913%, which was an increase of 0.0002535841% from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2022, the State of New Jersey recognized an OPEB expense in the amount of \$5,339,014 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2022 measurement date.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long-term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increasing to 15.19% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

The discount rate used to measure the total OPEB liability was 3.54%, respectively. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate:

The following presents the total nonemployer OPEB liability as of June 30, 2022, respectively, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

| | June 30, 2022 | | |
|--|-----------------------------------|-------------------------------------|-----------------------------------|
| | At 1% Decrease (2.54%) | At Discount Rate (3.54%) | At 1% Increase (4.54%) |
| State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District | \$ 196,166,840 | \$ 166,894,424 | \$ 143,434,046 |
| State of New Jersey's Total Nonemployer OPEB Liability | \$ 59,529,589,697 | \$ 50,646,462,966 | \$ 43,527,080,995 |

Sensitivity of Total Nonemployer OPEB Liability to changes in the healthcare trend rate:

The following presents the total nonemployer OPEB liability as of June 30, 2022, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

| | June 30, 2022 | | |
|--|-------------------|---------------------------------|-------------------|
| | 1% Decrease | Healthcare Cost Trend Rate * | 1% Increase |
| State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District | \$ 137,948,442 | \$ 166,894,424 | \$ 204,916,728 |
| State of New Jersey's Total Nonemployer OPEB | \$ 41,862,397,291 | \$ 50,646,462,966 | \$ 62,184,866,635 |

* See Healthcare Cost Trend Assumptions for details of rates.

Additional Information

Collective balances of the Local Group at June 30, 2022 are as follows:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|-----------------------------------|----------------------------------|
| Differences between Expected & Actual Experience | \$ 9,042,402,619 | \$ 15,462,950,679 |
| Change in Assumptions | 8,765,620,577 | 17,237,289,230 |
| Contributions Made in Fiscal Year Year Ending 2023 After June 30, 2022 Measurement Date ** | TBD | N/A |
| | \$ 17,808,023,196 | \$ 32,700,239,909 |

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, | |
|--------------------------------|---------------------|
| 2023 | \$ (2,517,151,602) |
| 2024 | (2,517,151,602) |
| 2025 | (2,517,151,602) |
| 2026 | (2,517,151,602) |
| 2027 | (1,243,951,140) |
| Thereafter | (3,921,361,006) |
| | \$ (15,233,918,554) |

** Employer Contributions made after June 30, 2022 are reported as a deferred outflow of resources, but are not amortized in expense.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Plan Membership

At June 30, 2020, the Program membership consisted of the following:

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

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2023 (measurement date June 30, 2022) is as follows:

| | |
|---|--------------------------|
| Total OPEB Liability | |
| Service Cost | \$ 2,770,618,025 |
| Interest Cost | 1,342,187,139 |
| Difference Between Expected & Actual Experience | 1,399,200,736 |
| Changes of Assumptions | (13,586,368,097) |
| Contributions: Member | 42,650,252 |
| Gross Benefit Payments | <u>(1,329,476,059)</u> |
| Net Change in Total OPEB Liability | (9,361,188,004) |
| Total OPEB Liability (Beginning) | <u>60,007,650,970</u> |
| Total OPEB Liability (Ending) | <u>\$ 50,646,462,966</u> |
| Total Covered Employee Payroll | \$ 14,753,355,408 |
| Net OPEB Liability as a Percentage of Payroll | 343% |

Note 10. On-Behalf Payments for Fringe Benefits and Salaries

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2023, the on-behalf payments for normal costs, post-retirement medical costs, and long-term disability were \$11,931,637, \$3,134,412 and \$4,032, respectively.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 11. Risk Management

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

Self Health Insurance – The School District has established a health and prescription plan for its employees. The plan was established during the fiscal year ended June 30, 2011. Transactions related to the plan are accounted for in the General Fund. The School District funds the entire cost of the plan. Claims are paid directly by the plan.

Estimates of claims payable and of claims incurred, but not reported (IBNR) at June 30, 2023, are reported as claims and judgments payable and accrued liability for insurance claims, respectively. These estimates were determined based on claim information supplied by the claims administrator and actuary. The unpaid claims liability of \$997,400 reported at June 30, 2023 is based on the requirements of the *Governmental Accounting Standards* Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the balances of claims liabilities for the health insurance plan for the fiscal year ended June 30, 2023 is as follows:

| <u>Governmental Activities</u> | <u>Fiscal Year Ended June 30, 2023</u> |
|------------------------------------|--|
| Unpaid Claims, Beginning of Year | \$ 828,600 |
| Incurred Claims (including IBNR's) | 168,800 |
| Unpaid Claims, End of Fiscal Year | <u>\$ 997,400</u> |
| General Fund | |
| Other Current Liabilities | <u>\$ 997,400</u> |

Joint Insurance Pool – The School District is a member of the School Excess Liability Joint Insurance Fund (SEL) and Diploma Joint Insurance Fund. The Funds are risk sharing public entity pools, established for the purpose of insuring against worker's compensation claims and various other types of coverage.

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

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

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

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 11. Risk Management (Continued)

New Jersey Unemployment Compensation Insurance – The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the School 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 School District is billed quarterly for amounts due to the State. The following is a summary of School District contributions, employee contributions, reimbursements to the State for benefits paid and the ending unemployment claims fund balance and/or unemployment trust liability of the School District for the current year and previous two years.

| Fiscal Year | Interest | Contributions | Amount Reimbursed | Ending Balance | |
|-------------|----------|---------------|-------------------|--------------------------------------|------------------------------|
| | | | | Restricted Unemployment Fund Balance | Unemployment Trust Liability |
| 2022 | \$ 1,970 | \$ 87,241 | \$ 108,102 | \$ 285,768 | \$ 136,435 |
| 2022 | 1,909 | 55,684 | 1,548 | 283,798 | 157,296 |
| 2021 | - | 107,013 | 1,615 | 281,889 | 103,160 |

Note 12. Contingencies

State and Federal Grantor Agencies - The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2023 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

Litigation – The School District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the School Districts’ attorney that resolution of these matters will not have a material adverse effect on the financial condition of the School District.

Economic Dependency – The School District 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, could have an effect on the School District’s programs and activities.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 13. Deferred Compensation

The School District 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, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

| | | |
|-----------------------------------|---------------------------------|----------|
| AXA Equitable Security Benefit | Lincoln Financial Life Valic | Met Life |
|-----------------------------------|---------------------------------|----------|

Note 14. Compensated Absences

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2023, the liability for compensated absences reported was \$1,739,871.

Note 15. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB) Statement No. 77, 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.

**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (Continued)**

Note 15. Tax Abatements (Continued)

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.

Note 16. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2023 was \$-0-.

Note 17. Fund Balances

General Fund – Of the \$11,778,843 General Fund fund balance at June 30, 2023, \$5,540,152 has been restricted for the Capital Reserve Account; \$1,709,613 has been restricted for the Maintenance Reserve Account; \$381,933 has been restricted for the Emergency Reserve Account; \$285,768 has been restricted for Unemployment Claims; \$292,923 has been assigned to other purposes; \$1,604,734 has been assigned for subsequent year's expenditures and \$1,963,720 has been unassigned.

Special Revenue Fund – Of the \$355,037 Special Revenue Fund fund balance at June 30, 2023, \$316,576 is restricted for Student Activities and \$38,461 is restricted for Scholarships.

Note 18. Deficit Fund Balance

The District has an accumulated deficit of \$453,774 in the Capital Projects Fund as of June 30, 2023. This deficit is the result of the School District utilizing temporary financing to fund expenditures for certain capital projects. As the District permanently finances these appropriations the District will realize as revenues the proceeds of the financing. This deficit does not indicate that the District is facing financial difficulties and is a permitted practice under generally accepted accounting principles.

Note 19. Deficit in Net Position

Unrestricted Net Position – The School District governmental activities had a deficit in unrestricted net position in the amount of \$17,933,939 at June 30, 2023. The primary causes of this deficit is the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employee's Retirement System (PERS) as of June 30, 2023. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

Note 20. Commitments

The District has contractual commitments as June 30, 2023 to various vendors, which are recorded in the General Fund as Fund Balance Assigned to Other Purposes in the amount of \$292,923.

Note 21. Subsequent Events

On July 18, 2023, the School District issued School Bonds in the amount of \$66,599,208 to fund various capital improvements throughout the district.

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REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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WALL TOWNSHIP BOARD OF EDUCATION
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2023

| ACCOUNT NUMBERS | JUNE 30, 2023 | | | | VARIANCE FINAL TO ACTUAL | |
|--|-----------------|-------------------|--------------|-------------------|--------------------------|-------------------|
| | ORIGINAL BUDGET | BUDGET TRANSFERS | FINAL BUDGET | ACTUAL | | |
| Revenues: | | | | | | |
| Local Sources: | | | | | | |
| Local Tax Levy | 10-1210 | \$ 70,521,283 | \$ - | \$ 70,521,283 | \$ 70,521,283 | \$ - |
| Tuition From Individuals | 10-1510 | 315,000 | - | 315,000 | 255,542 | (59,458) |
| Tuition From LEAs Within State | 10-1320 | 750,000 | - | 750,000 | 858,969 | 108,969 |
| Interest on Capital Reserve Fund | 10-1511 | 4,000 | - | 4,000 | - | (4,000) |
| Interest on Maintenance Reserve | 10-1512 | 500 | - | 500 | - | (500) |
| Interest on Unemployment Reserve | 10-1513 | 500 | - | 500 | - | (500) |
| Rents and Royalties | 10-1910 | 120,000 | - | 120,000 | 95,895 | (24,105) |
| Miscellaneous | 10-1950 | 311,057 | - | 311,057 | 144,496 | (166,561) |
| Total Local Sources | | 72,022,340 | - | 72,022,340 | 71,876,185 | (146,155) |
| State Sources: | | | | | | |
| Categorical Transportation Aid | 10-3121 | 1,385,702 | - | 1,385,702 | 1,385,702 | - |
| Extraordinary Aid | 10-3131 | 400,000 | - | 400,000 | 1,197,230 | 797,230 |
| Categorical Special Education Aid | 10-3132 | 3,271,093 | - | 3,271,093 | 3,271,093 | - |
| Categorical Security Aid | 10-3177 | 341,937 | - | 341,937 | 341,937 | - |
| Other Unrestricted State Aid | 10-3190 | 15,061 | - | 15,061 | 58,580 | 43,519 |
| Nonbudgeted: | | | | | | |
| TPAF - Post Retirement Medical (Noncash Assistance) | | - | - | - | 3,134,412 | 3,134,412 |
| TPAF - Pension Contributions (Noncash Assistance) | | - | - | - | 11,931,637 | 11,931,637 |
| TPAF - Long-Term Disability Insurance (Noncash Assistance) | | - | - | - | 4,032 | 4,032 |
| Reimbursed TPAF Social Security Contributions | | - | - | - | 2,462,727 | 2,462,727 |
| Total State Sources | | 5,413,793 | - | 5,413,793 | 23,787,350 | 18,373,557 |
| Federal Sources: | | | | | | |
| Medicaid Reimbursement | 10-4200 | 54,518 | - | 54,518 | 40,344 | (14,174) |
| ARRA/SEMI Revenue | 10-4210 | - | - | - | 4,513 | 4,513 |
| Total Federal Sources | | 54,518 | - | 54,518 | 44,857 | (9,661) |
| Total Revenues | | 77,490,651 | - | 77,490,651 | 95,708,392 | 18,217,741 |

WALL TOWNSHIP BOARD OF EDUCATION
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2023

| ACCOUNT NUMBERS | JUNE 30, 2023 | | | | VARIANCE FINAL TO ACTUAL | |
|--|-----------------|-------------------|------------------|-------------------|--------------------------|----------------|
| | ORIGINAL BUDGET | BUDGET TRANSFERS | FINAL BUDGET | ACTUAL | | |
| Current Expense: | | | | | | |
| Regular Programs - Instruction: | | | | | | |
| Kindergarten - Salaries of Teachers | 11-110-100-101 | 962,050 | (52,274) | 909,776 | 909,776 | - |
| Grades 1-5 - Salaries of Teachers | 11-120-100-101 | 6,850,560 | 152,593 | 7,003,153 | 7,002,906 | 247 |
| Grades 6-8 - Salaries of Teachers | 11-130-100-101 | 4,645,782 | 167,187 | 4,812,969 | 4,812,969 | - |
| Grades 9-12 - Salaries of Teachers | 11-140-100-101 | 7,504,437 | (299,617) | 7,204,820 | 7,204,820 | - |
| Regular Programs - Home Instruction: | | | | | | |
| Salaries of Teachers | 11-150-100-101 | 145,000 | (44,380) | 100,620 | 100,620 | - |
| Purchased Professional - Educational Services | 11-150-100-320 | 60,000 | (12,000) | 48,000 | 35,819 | 12,181 |
| Regular Programs - Undistributed Instruction: | | | | | | |
| Other Salaries for Instruction | 11-190-100-106 | 46,042 | 74,269 | 120,311 | 120,311 | - |
| Purchased Professional - Educational Services | 11-190-100-320 | 375,085 | (73,655) | 301,430 | 301,092 | 338 |
| Purchased Technical Services | 11-190-100-340 | 250,409 | - | 250,409 | 213,240 | 37,169 |
| Other Purchased Services | 11-190-100-500 | 116,900 | - | 116,900 | 92,935 | 23,965 |
| General Supplies | 11-190-100-610 | 2,281,278 | (780,931) | 1,500,347 | 1,288,953 | 211,394 |
| Textbooks | 11-190-100-640 | 117,800 | 364,919 | 482,719 | 482,057 | 662 |
| Other Objects | 11-190-100-800 | 1,000 | 5 | 1,005 | 1,005 | - |
| Total Regular Programs - Instruction | | 23,356,343 | (503,884) | 22,852,459 | 22,566,503 | 285,956 |
| Special Education - Instruction: | | | | | | |
| Learning and/or Language Disabilities: | | | | | | |
| Salaries of Teachers | 11-204-100-101 | 612,190 | (154,721) | 457,469 | 453,493 | 3,976 |
| Other Salaries for Instruction | 11-204-100-106 | 140,632 | (41,276) | 99,356 | 99,355 | 1 |
| General Supplies | 11-204-100-610 | 35,199 | (22,916) | 12,283 | 6,482 | 5,801 |
| Total Learning and/or Language Disabilities | | 788,021 | (218,913) | 569,108 | 559,330 | 9,778 |
| Behavioral Disabilities: | | | | | | |
| Salaries of Teachers | 11-209-100-101 | 149,250 | 7,550 | 156,800 | 156,800 | - |
| Other Salaries for Instruction | 11-209-100-106 | 81,927 | 9,523 | 91,450 | 91,450 | - |
| General Supplies | 11-209-100-610 | 10,000 | (9,580) | 420 | 420 | - |
| Total Behavioral Disabilities | | 241,177 | 7,493 | 248,670 | 248,670 | - |
| Multiple Disabilities: | | | | | | |
| Salaries of Teachers | 11-212-100-101 | 422,843 | 88,082 | 510,925 | 508,994 | 1,931 |
| Other Salaries for Instruction | 11-212-100-106 | 155,989 | (71,392) | 84,597 | 84,596 | 1 |
| General Supplies | 11-212-100-610 | 26,000 | (1,473) | 24,527 | 21,013 | 3,514 |
| Other Purchased Services | 11-212-100-500 | 700 | - | 700 | 272 | 428 |
| Total Multiple Disabilities | | 605,532 | 15,217 | 620,749 | 614,875 | 5,874 |
| Resource Room/Resource Center: | | | | | | |
| Salaries of Teachers | 11-213-100-101 | 6,110,918 | (386,743) | 5,724,175 | 5,723,624 | 551 |
| Other Salaries | 11-213-100-106 | 654,014 | 77,925 | 731,939 | 731,737 | 202 |
| General Supplies | 11-213-100-610 | 36,000 | (6,964) | 29,036 | 28,891 | 145 |
| Total Resource Room/Resource Center | | 6,800,932 | (315,782) | 6,485,150 | 6,484,252 | 898 |

WALL TOWNSHIP BOARD OF EDUCATION
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2023

| | ACCOUNT NUMBERS | JUNE 30, 2023 | | | VARIANCE FINAL TO ACTUAL | |
|--|-----------------|------------------|------------------|------------------|--------------------------|----------------|
| | | ORIGINAL BUDGET | BUDGET TRANSFERS | FINAL BUDGET | | ACTUAL |
| Preschool Disabilities - Part-Time: | | | | | | |
| Salaries of Teachers | 11-215-100-101 | 273,400 | (787) | 272,613 | 272,613 | - |
| Other Salaries for Instruction | 11-215-100-106 | 165,604 | (9,395) | 156,209 | 155,424 | 785 |
| General Supplies | 11-215-100-610 | 5,500 | - | 5,500 | 4,967 | 533 |
| Total Preschool Disabilities - Part-Time | | 444,504 | (10,182) | 434,322 | 433,004 | 1,318 |
| Total Special Education - Instruction | | 8,880,166 | (522,167) | 8,357,999 | 8,340,131 | 17,868 |
| Basic Skills/Remedial-Instruction | | | | | | |
| Salaries of Teachers | 11-230-100-101 | 766,175 | 46,628 | 812,803 | 812,802 | 1 |
| Total Basic Skills/Remedial-Instruction | | 766,175 | 46,628 | 812,803 | 812,802 | 1 |
| Bilingual Education-Instruction: | | | | | | |
| Salaries of Teachers | 11-240-100-101 | 197,325 | (13,706) | 183,619 | 183,618 | 1 |
| General Supplies | 11-240-100-610 | 2,000 | (1,788) | 212 | 212 | - |
| Total Bilingual Education-Instruction | | 199,325 | (15,494) | 183,831 | 183,830 | 1 |
| School-Sponsored Cocurricular/Extra Curricular Activities - Instruction: | | | | | | |
| Salaries | 11-401-100-100 | 333,842 | (5,332) | 328,510 | 327,768 | 742 |
| Total School-Sponsored Cocurricular/Extra Curricular Activities - Instruction | | 333,842 | (5,332) | 328,510 | 327,768 | 742 |
| School-Sponsored Athletics - Instruction: | | | | | | |
| Salaries | 11-402-100-100 | 674,554 | (1,921) | 672,633 | 672,633 | - |
| Purchased Services | 11-402-100-500 | 201,593 | (19,879) | 181,714 | 181,599 | 115 |
| Supplies and Materials | 11-402-100-600 | 103,629 | 1,872 | 105,501 | 100,891 | 4,610 |
| Total School-Sponsored Athletics - Instruction | | 979,776 | (19,928) | 959,848 | 955,123 | 4,725 |
| Undistributed Expenditures - Instruction (Tuition): | | | | | | |
| Tuition to Other LEAs Within State - Regular | 11-000-100-561 | 43,547 | 33,640 | 77,187 | 72,209 | 4,978 |
| Tuition to Other LEAs Within State - Special | 11-000-100-562 | 465,163 | (14,140) | 451,023 | 367,719 | 83,304 |
| Tuition to County Vocational School - Regular | 11-000-100-563 | 477,433 | (1,775) | 475,658 | 472,803 | 2,855 |
| Tuition to County Vocational School - Special | 11-000-100-564 | 119,946 | 1,775 | 121,721 | 121,719 | 2 |
| Tuition to Private School Disabled Within State | 11-000-100-566 | 1,872,408 | (205,267) | 1,667,141 | 1,641,793 | 25,348 |
| Tuition - State Facilities | 11-000-100-568 | 40,270 | - | 40,270 | 40,270 | - |
| Total Undistributed Expenditures - Instruction (Tuition) | | 3,018,767 | (185,767) | 2,833,000 | 2,716,513 | 116,487 |
| Undistributed Expenditures Attendance and Social Work: | | | | | | |
| Salaries | 11-000-211-100 | 40,020 | 1,910 | 41,930 | 41,930 | - |
| Salary of Family Liaisons | 11-000-211-173 | 636,225 | (1,541) | 634,684 | 634,684 | - |
| Total Undistributed Expenditures Attendance and Social Work | | 676,245 | 369 | 676,614 | 676,614 | - |

WALL TOWNSHIP BOARD OF EDUCATION
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2023

| | ACCOUNT NUMBERS | JUNE 30, 2023 | | | VARIANCE FINAL TO ACTUAL | |
|---|-----------------|------------------|------------------|------------------|--------------------------|---------------|
| | | ORIGINAL BUDGET | BUDGET TRANSFERS | FINAL BUDGET | | ACTUAL |
| Undistributed Expenditures - Health Services: | | | | | | |
| Salaries | 11-000-213-100 | 667,025 | 156,517 | 823,542 | 823,204 | 338 |
| Purchased Professional & Technical Services | 11-000-213-300 | 15,000 | - | 15,000 | 1,775 | 13,225 |
| Other Purchased Services | 11-000-213-500 | 5,000 | - | 5,000 | 928 | 4,072 |
| Supplies and Materials | 11-000-213-600 | 25,183 | 12,000 | 37,183 | 33,693 | 3,490 |
| Total Undistributed Expenditures - Health Services | | 712,208 | 168,517 | 880,725 | 859,600 | 21,125 |
| Undistributed Expenditures - Speech, OT, PT and Related Services: | | | | | | |
| Salaries | 11-000-216-100 | 861,425 | 124,985 | 986,410 | 984,889 | 1,521 |
| Purchased Professional - Educational Services | 11-000-216-320 | 217,410 | 59,286 | 276,696 | 257,938 | 18,758 |
| Supplies and Materials | 11-000-216-600 | 3,775 | - | 3,775 | 2,474 | 1,301 |
| Total Undistributed Expenditures - Speech, OT, PT and Related Services | | 1,082,610 | 184,271 | 1,266,881 | 1,245,301 | 21,580 |
| Other Support Services - Students - Extra Services: | | | | | | |
| Salaries | 11-000-217-100 | 1,131,929 | (148,316) | 983,613 | 981,657 | 1,956 |
| Purchased Professional Educational Services | 11-000-217-320 | 152,925 | - | 152,925 | 119,091 | 33,834 |
| Supplies and Materials | 11-000-217-600 | 18,800 | - | 18,800 | 8,306 | 10,494 |
| Other Objects | 11-000-217-800 | 37,000 | (14,403) | 22,597 | 17,585 | 5,012 |
| Total Other Support Services - Students - Extra Services | | 1,340,654 | (162,719) | 1,177,935 | 1,126,639 | 51,296 |
| Undistributed Expenditures - Guidance: | | | | | | |
| Salaries of Other Professional Staff | 11-000-218-104 | 726,855 | (3,585) | 723,270 | 723,270 | - |
| Salaries of Secretaries & Clerical Assistants | 11-000-218-105 | 222,900 | (44,780) | 178,120 | 178,119 | 1 |
| Supplies and Materials | 11-000-218-600 | 28,800 | 2,298 | 31,098 | 24,786 | 6,312 |
| Total Undistributed Expenditures - Guidance | | 978,555 | (46,067) | 932,488 | 926,175 | 6,313 |
| Undistributed Expenditures - Child Study Teams: | | | | | | |
| Salaries of Other Professional Staff | 11-000-219-104 | 1,591,730 | (128,245) | 1,463,485 | 1,462,515 | 970 |
| Salaries of Secretaries & Clerical Assistants | 11-000-219-105 | 149,260 | (36,170) | 113,090 | 113,090 | - |
| Other Purchased Professional & Technical Services | 11-000-219-390 | 141,901 | 1 | 141,902 | 89,287 | 52,615 |
| Other Purchased Services | 11-000-219-500 | 7,075 | - | 7,075 | 3,344 | 3,731 |
| Supplies and Materials | 11-000-219-600 | 33,433 | - | 33,433 | 31,850 | 1,583 |
| Total Undistributed Expenditures - Child Study Teams | | 1,923,399 | (164,414) | 1,758,985 | 1,700,086 | 58,899 |
| Undistributed Expenditures - Improvement of Instruction Services: | | | | | | |
| Salaries of Supervisors of Instruction | 11-000-221-102 | 920,362 | (192,929) | 727,433 | 727,431 | 2 |
| Other Purchased Services | 11-000-221-500 | - | 7,515 | 7,515 | 4,020 | 3,495 |
| Supplies and Materials | 11-000-221-600 | 3,000 | - | 3,000 | 1,467 | 1,533 |
| Other Objects | 11-000-221-800 | 3,000 | 845 | 3,845 | 3,830 | 15 |
| Total Undistributed Expenditures - Improvement of Instruction Services | | 926,362 | (184,569) | 741,793 | 736,748 | 5,045 |

WALL TOWNSHIP BOARD OF EDUCATION
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2023

| ACCOUNT NUMBERS | JUNE 30, 2023 | | | | VARIANCE FINAL TO ACTUAL | |
|---|-----------------|------------------|--------------|-----------|--------------------------|---------|
| | ORIGINAL BUDGET | BUDGET TRANSFERS | FINAL BUDGET | ACTUAL | | |
| Undistributed Expenditures - Educational Media Services/Library: | | | | | | |
| Salaries | 11-000-222-100 | 316,323 | 43,835 | 360,158 | 360,156 | 2 |
| Other Purchased Services | 11-000-222-500 | 8,500 | - | 8,500 | 7,678 | 822 |
| Supplies and Materials | 11-000-222-600 | 83,089 | (576) | 82,513 | 71,973 | 10,540 |
| Total Undistributed Expenditures - Educational Media Services/Library | | | | | | |
| | | 407,912 | 43,259 | 451,171 | 439,807 | 11,364 |
| Undistributed Expenditures - Instructional Staff Training Services: | | | | | | |
| Other Salaries | 11-000-223-110 | 5,600 | (3,752) | 1,848 | 1,848 | - |
| Other Purchased Services | 11-000-223-500 | 51,900 | (38,245) | 13,655 | 13,655 | - |
| Purchased Professional - Educational Services | 11-000-223-600 | 2,500 | - | 2,500 | - | 2,500 |
| Total Undistributed Expenditures - Instructional Staff Training Services | | | | | | |
| | | 60,000 | (41,997) | 18,003 | 15,503 | 2,500 |
| Undistributed Expenditures - Support Services - General Administration: | | | | | | |
| Salaries | 11-000-230-100 | 610,092 | 22,396 | 632,488 | 632,200 | 288 |
| Legal Services | 11-000-230-331 | 256,164 | 11,898 | 268,062 | 193,004 | 75,058 |
| Audit Fees | 11-000-230-332 | 69,000 | - | 69,000 | 57,333 | 11,667 |
| Architectural/Engineering Services | 11-000-230-334 | 20,000 | (20,000) | - | - | - |
| Other Purchased Professional Services | 11-000-230-339 | 84,480 | 17,103 | 101,583 | 58,747 | 42,836 |
| Communications/Telephone | 11-000-230-530 | 163,800 | (82,110) | 81,690 | 23,890 | 57,800 |
| Travel | 11-000-230-580 | - | 6,580 | 6,580 | 5,397 | 1,183 |
| BOE Other Purchased Professional Services | 11-000-230-585 | 4,500 | - | 4,500 | 1,876 | 2,624 |
| Other Purchased Services | 11-000-230-590 | 181,000 | 31,394 | 212,394 | 209,112 | 3,282 |
| General Supplies | 11-000-230-610 | 14,110 | 12,637 | 26,747 | 10,147 | 16,600 |
| Judgements Against School District | 11-000-230-820 | 50,000 | (22,894) | 27,106 | 16,000 | 11,106 |
| Miscellaneous Expenditures | 11-000-230-890 | 5,000 | 1,520 | 6,520 | 6,258 | 262 |
| BOE Membership Dues and Fees | 11-000-230-895 | 27,000 | 1,763 | 28,763 | 28,763 | - |
| Total Undistributed Expenditures - Support Services - General Administration | | | | | | |
| | | 1,485,146 | (19,713) | 1,465,433 | 1,242,727 | 222,706 |
| Undistributed Expenditures - Support Services - School Administration: | | | | | | |
| Salaries of Principals/Assistant Principals | 11-000-240-103 | 1,676,691 | 54,221 | 1,730,912 | 1,730,911 | 1 |
| Salaries of Other Professional Staff | 11-000-240-104 | 646,033 | 65,775 | 711,808 | 711,806 | 2 |
| Salaries of Secretaries & Clerical Assistants | 11-000-240-105 | 631,429 | 41,364 | 672,793 | 671,780 | 1,013 |
| Other Purchased Services | 11-000-240-500 | 24,300 | 3,035 | 27,335 | 18,165 | 9,170 |
| Supplies and Materials | 11-000-240-600 | 80,389 | (15,239) | 65,150 | 58,424 | 6,726 |
| Other Objects | 11-000-240-800 | 1,650 | - | 1,650 | 560 | 1,090 |
| Total Undistributed Expenditures - Support Services - School Administration | | | | | | |
| | | 3,060,492 | 149,156 | 3,209,648 | 3,191,646 | 18,002 |

WALL TOWNSHIP BOARD OF EDUCATION
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2023

| | ACCOUNT NUMBERS | JUNE 30, 2023 | | | VARIANCE FINAL TO ACTUAL | |
|--|-----------------|------------------|------------------|------------------|--------------------------|----------------|
| | | ORIGINAL BUDGET | BUDGET TRANSFERS | FINAL BUDGET | | ACTUAL |
| Undistributed Expenditures - Central Services: | | | | | | |
| Salaries | 11-000-251-100 | 655,825 | (56,440) | 599,385 | 599,385 | - |
| Purchased Professional Services | 11-000-251-330 | 70,147 | 42,720 | 112,867 | 110,066 | 2,801 |
| Purchased Technical Services | 11-000-251-340 | 71,700 | 15,075 | 86,775 | 74,424 | 12,351 |
| Miscellaneous Purchased Services | 11-000-251-592 | 32,055 | (5,810) | 26,245 | 13,276 | 12,969 |
| Supplies and Materials | 11-000-251-600 | 24,000 | - | 24,000 | 18,985 | 5,015 |
| Other Objects | 11-000-251-890 | 1,500 | - | 1,500 | 1,246 | 254 |
| Total Undistributed Expenditures - Central Services | | 855,227 | (4,455) | 850,772 | 817,382 | 33,390 |
| Undistributed Expenditures - Administrative Information Technology: | | | | | | |
| Salaries | 11-000-252-100 | 556,850 | (10,244) | 546,606 | 545,902 | 704 |
| Purchased Technical Services | 11-000-252-340 | 247,192 | - | 247,192 | 227,110 | 20,082 |
| Other Purchased Services | 11-000-252-500 | 4,375 | 3,600 | 7,975 | 7,001 | 974 |
| Supplies and Materials | 11-000-252-600 | 16,851 | - | 16,851 | 16,568 | 283 |
| Total Undistributed Expenditures - Administrative Information Technology | | 825,268 | (6,644) | 818,624 | 796,581 | 22,043 |
| Undistributed Expenditures - Required Maintenance for School Facilities: | | | | | | |
| Cleaning, Repair & Maintenance Services | 11-000-261-420 | 569,649 | (233,301) | 336,348 | 231,322 | 105,026 |
| General Supplies | 11-000-261-610 | 245,963 | (5,736) | 240,227 | 213,340 | 26,887 |
| Total Undistributed Expenditures - Required Maintenance for School Facilities | | 815,612 | (239,037) | 576,575 | 444,662 | 131,913 |
| Undistributed Expenditures - Custodial Services: | | | | | | |
| Salaries | 11-000-262-100 | 3,137,872 | (191,063) | 2,946,809 | 2,945,878 | 931 |
| Salaries of Non-Instructional Aids | 11-000-262-107 | 407,971 | (15,562) | 392,409 | 391,441 | 968 |
| Purchased Professional & Technical Services | 11-000-262-300 | 97,466 | 479 | 97,945 | 45,710 | 52,235 |
| Cleaning, Repair & Maintenance Services | 11-000-262-420 | 176,948 | (51,459) | 125,489 | 115,789 | 9,700 |
| Rental of Land & Buildings, Other Than Lease | 11-000-262-441 | 55,000 | 19,175 | 74,175 | 68,653 | 5,522 |
| Other Purchased Property Services | 11-000-262-490 | 186,000 | 14,000 | 200,000 | 185,789 | 14,211 |
| Insurance | 11-000-262-520 | 601,270 | 79,523 | 680,793 | 680,793 | - |
| Travel | 11-000-262-580 | - | 1,000 | 1,000 | - | 1,000 |
| Miscellaneous Purchased Services | 11-000-262-590 | 4,300 | (1,000) | 3,300 | - | 3,300 |
| General Supplies | 11-000-262-610 | 230,629 | 15,000 | 245,629 | 196,321 | 49,308 |
| Energy (Natural Gas) | 11-000-262-621 | 386,000 | 204,616 | 590,616 | 590,608 | 8 |
| Energy (Electricity) | 11-000-262-622 | 675,000 | (12,780) | 662,220 | 656,081 | 6,139 |
| Other Objects | 11-000-262-800 | 3,000 | - | 3,000 | 500 | 2,500 |
| Total Undistributed Expenditures - Custodial Services | | 5,961,456 | 61,929 | 6,023,385 | 5,877,563 | 145,822 |

WALL TOWNSHIP BOARD OF EDUCATION
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2023

| ACCOUNT NUMBERS | JUNE 30, 2023 | | | | VARIANCE FINAL TO ACTUAL | |
|---|-----------------|------------------|--------------|------------|--------------------------|---------|
| | ORIGINAL BUDGET | BUDGET TRANSFERS | FINAL BUDGET | ACTUAL | | |
| Undistributed Expenditures - | | | | | | |
| Care and Upkeep of Grounds: | | | | | | |
| Cleaning, Repair & Maintenance Services | 11-000-263-420 | 204,350 | 5,000 | 209,350 | 199,183 | 10,167 |
| General Supplies | 11-000-263-610 | 56,825 | (18,955) | 37,870 | 35,281 | 2,589 |
| Total Undistributed Expenditures - Care and Upkeep of Grounds | | | | | | |
| | | 261,175 | (13,955) | 247,220 | 234,464 | 12,756 |
| Security: | | | | | | |
| Salaries | 11-000-266-100 | 711,537 | (13,233) | 698,304 | 697,936 | 368 |
| Purchased Professional & Technical Services | 11-000-266-300 | 45,000 | 9,100 | 54,100 | 48,150 | 5,950 |
| Cleaning, Repair & Maintenance | 11-000-266-420 | 29,076 | (22,000) | 7,076 | 6,580 | 496 |
| General Supplies | 11-000-266-610 | 8,500 | - | 8,500 | 5,709 | 2,791 |
| Total Security | | | | | | |
| | | 794,113 | (26,133) | 767,980 | 758,375 | 9,605 |
| Undistributed Expenditures - Student Transportation Services: | | | | | | |
| Salaries of Non-Instructional Aides | 11-000-270-107 | 229,160 | (67,747) | 161,413 | 158,536 | 2,877 |
| Salaries of Pupil Transportation (Between Home & School) - Regular | 11-000-270-160 | 1,576,490 | (58,367) | 1,518,123 | 1,512,948 | 5,175 |
| Salaries of Pupil Transportation (Between Home & School) - Special Education | 11-000-270-161 | 451,325 | (168,838) | 282,487 | 282,487 | - |
| Salaries of Pupil Transportation (Other Than Between Home & School) - Regular | 11-000-270-162 | 65,000 | 16,900 | 81,900 | 81,758 | 142 |
| Salaries of Pupil Transportation (Between Home & School) - Nonpublic | 11-000-270-163 | 53,154 | (27,797) | 25,357 | 25,287 | 70 |
| Other Purchased Professional & Technical Services | 11-000-270-390 | 50,500 | 4,000 | 54,500 | 46,293 | 8,207 |
| Cleaning, Repair & Maintenance Services | 11-000-270-420 | 80,173 | - | 80,173 | 61,647 | 18,526 |
| Lease Purchase Payments - School Buses | 11-000-270-443 | 425,000 | (62,819) | 362,181 | 362,181 | - |
| Contract Services (Aide in Lieu) - Non Public Schools | 11-000-270-503 | 98,351 | 126,000 | 224,351 | 176,276 | 48,075 |
| Contract Services (Other Than Between Home & School) - Vendors | 11-000-270-512 | 10,000 | 20,000 | 30,000 | 19,103 | 10,897 |
| Contract Services (Special Education) - Vendors | 11-000-270-514 | 63,868 | 12,696 | 76,564 | 62,208 | 14,356 |
| Contract Services (Special Education) - Joint Agreements | 11-000-270-515 | 103,567 | (50,165) | 53,402 | 53,402 | - |
| Contract Services (Regular) ESC's | 11-000-270-517 | 1,058,027 | 63,269 | 1,121,296 | 1,121,295 | 1 |
| Contract Services (Special Education) - ESC's | 11-000-270-518 | 1,043,025 | (12,696) | 1,030,329 | 966,224 | 64,105 |
| Miscellaneous Purchased Services - Transportation | 11-000-270-593 | 75,500 | 17,867 | 93,367 | 93,193 | 174 |
| General Supplies | 11-000-270-610 | 14,040 | - | 14,040 | 11,929 | 2,111 |
| Transportation Supplies | 11-000-270-615 | 363,926 | 36,998 | 400,924 | 376,928 | 23,996 |
| Miscellaneous Expenditures | 11-000-270-800 | 500 | - | 500 | 160 | 340 |
| Total Undistributed Expenditures - Student Transportation Services | | | | | | |
| | | 5,761,606 | (150,699) | 5,610,907 | 5,411,855 | 199,052 |
| Unallocated Benefits: | | | | | | |
| Group Insurance | 11-000-291-210 | 15,000 | - | 15,000 | 13,997 | 1,003 |
| Social Security Contributions | 11-000-291-220 | 1,100,000 | (1,255) | 1,098,745 | 1,091,082 | 7,663 |
| Other Retirement Contributions - PERS | 11-000-291-241 | 1,450,000 | 16,405 | 1,466,405 | 1,466,405 | - |
| Other Retirement Contributions - Regular | 11-000-291-249 | 50,000 | (1,000) | 49,000 | 18,630 | 30,370 |
| Workmen's Compensation | 11-000-291-260 | 610,000 | (120,752) | 489,248 | 489,248 | - |
| Health Benefits | 11-000-291-270 | 11,872,573 | 1,191,830 | 13,064,403 | 13,022,118 | 42,285 |
| Tuition Reimbursement | 11-000-291-280 | 12,000 | (326) | 11,674 | 11,674 | - |
| Other Employee Benefits | 11-000-291-290 | 58,526 | 142,639 | 201,165 | 201,165 | - |
| Unused Sick Payment to Staff | 11-000-291-299 | 50,000 | 62,960 | 112,960 | 112,960 | - |
| Total Unallocated Benefits | | | | | | |
| | | 15,218,099 | 1,290,501 | 16,508,600 | 16,427,279 | 81,321 |

WALL TOWNSHIP BOARD OF EDUCATION
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2023

| ACCOUNT NUMBERS | JUNE 30, 2023 | | | | VARIANCE FINAL TO ACTUAL | |
|---|-------------------|--------------------|-------------------|--------------------|--------------------------|---------------------|
| | ORIGINAL BUDGET | BUDGET TRANSFERS | FINAL BUDGET | ACTUAL | | |
| Nonbudgeted: | | | | | | |
| TPAF - Post Retirement Medical (Noncash Assistance) | - | - | - | 3,134,412 | (3,134,412) | |
| TPAF - Pension Contributions (Noncash Assistance) | - | - | - | 11,931,637 | (11,931,637) | |
| TPAF - Long-Term Disability Insurance (Noncash Assistance) | - | - | - | 4,032 | (4,032) | |
| Reimbursed TPAF Social Security Contributions | - | - | - | 2,462,727 | (2,462,727) | |
| Total Undistributed Expenditures | 46,164,906 | 651,833 | 46,816,739 | 63,178,328 | (16,361,589) | |
| Total Expenditures - Current Expense | 80,680,533 | (368,344) | 80,312,189 | 96,364,485 | (16,052,296) | |
| Equipment: | | | | | | |
| Grades 9-12 | 12-140-100-730 | 5,017 | 8,673 | 13,690 | 13,689 | 1 |
| School-Sponsored & Other Instructional Programs | 12-400-100-730 | 2,532 | 3,904 | 6,436 | 6,436 | - |
| Undistributed Expenditures: | | | | | | |
| Undist. Expend. - Required Maint for School Fac. | 12-000-261-730 | 30,000 | (30,000) | - | - | - |
| Undist. Expend. = Custodial Services | 12-000-262-730 | 113,000 | (113,000) | - | - | - |
| Non-Instructional Services | 12-000-300-730 | 4,894 | 143,000 | 147,894 | 97,835 | 50,059 |
| Total Equipment | | 155,443 | 12,577 | 168,020 | 117,960 | 50,060 |
| Facilities Acquisition & Construction Services: | | | | | | |
| Architectural/Engineering Services | 12-000-400-334 | 120,540 | - | 120,540 | 26,325 | 94,215 |
| Construction Services | 12-000-400-450 | 2,743,762 | - | 2,743,762 | 1,128,319 | 1,615,443 |
| Buildings | 12-000-400-720 | 192,395 | - | 192,395 | 192,395 | - |
| Assessment for Debt Service on SDA Funding | 12-000-400-896 | 7,780 | - | 7,780 | 7,780 | - |
| Total Facilities Acquisition & Construction Services | | 3,064,477 | - | 3,064,477 | 1,354,819 | 1,709,658 |
| Total Capital Outlay | | 3,219,920 | 12,577 | 3,232,497 | 1,472,779 | 1,759,718 |
| Transfer of Funds to Charter Schools | 10-000-100-560 | 165,816 | 355,767 | 521,583 | 521,583 | - |
| Total Expenditures | | 84,066,269 | - | 84,066,269 | 98,358,847 | (14,292,578) |
| Excess/(Deficiency) of Revenues Over/ (Under) Expenditures | | (6,575,618) | - | (6,575,618) | (2,650,455) | 3,925,163 |

WALL TOWNSHIP BOARD OF EDUCATION
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2023

| ACCOUNT NUMBERS | JUNE 30, 2023 | | | | VARIANCE FINAL TO ACTUAL |
|---|-----------------|------------------|--------------|---------------|--------------------------|
| | ORIGINAL BUDGET | BUDGET TRANSFERS | FINAL BUDGET | ACTUAL | |
| Excess/(Deficiency) of Revenues Over/ (Under) Expenditures After Other Financing Sources/(Uses) | (6,575,618) | - | (6,575,618) | (2,650,455) | 3,925,163 |
| Fund Balances, July 1 | 14,922,848 | - | 14,922,848 | 14,922,848 | - |
| Fund Balances, June 30 | \$ 8,347,230 | \$ - | \$ 8,347,230 | \$ 12,272,393 | \$ 3,925,163 |

RECAPITULATION OF FUND BALANCE

| | |
|---|----------------------|
| Restricted Fund Balance: | |
| Capital Reserve | \$ 5,540,152 |
| Maintenance Reserve | 1,709,613 |
| Emergency Reserve | 381,933 |
| Reserve for Unemployment Claims | 285,768 |
| Assigned Fund Balance: | |
| Year-End Encumbrances | 292,923 |
| Designated for Subsequent Year's Expenditures | 1,604,734 |
| Unassigned Fund Balance | <u>2,457,270</u> |
| Subtotal | 12,272,393 |
| Reconciliation to Governmental Funds Statements (GAAP): | |
| Last State Aid Payments not recognized on GAAP basis | <u>(493,550)</u> |
| Fund Balance per Governmental Funds (GAAP) | <u>\$ 11,778,843</u> |

**WALL TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2023**

| | JUNE 30, 2023 | | | | VARIANCE FINAL TO ACTUAL (OVER)/ UNDER |
|---|--------------------|---------------------|-------------------|-------------------|--|
| | ORIGINAL BUDGET | BUDGET TRANSFERS | FINAL BUDGET | ACTUAL | |
| Revenues: | | | | | |
| Local Sources | \$ - | \$ 2,923,763 | \$ 2,923,763 | \$ 749,689 | \$ 2,174,074 |
| State Sources | 97,000 | 232,121 | 329,121 | 308,244 | 20,877 |
| Federal Sources | 1,133,000 | 609,075 | 1,742,075 | 1,993,262 | (251,187) |
| Total Revenues | 1,230,000 | 3,764,959 | 4,994,959 | 3,051,195 | 1,943,764 |
| Expenditures: | | | | | |
| Instruction: | | | | | |
| Salaries of Teachers | 210,000 | 1,067,029 | 1,277,029 | 383,417 | 893,612 |
| Purchased Professional - Educational Services | - | 13,060 | 13,060 | 13,000 | 60 |
| Tuition | - | 954,038 | 954,038 | 754,038 | 200,000 |
| General Supplies | 872,000 | (424,618) | 447,382 | 385,353 | 62,029 |
| Other Objects | - | 2,473 | 2,473 | 450 | 2,023 |
| Total Instruction | 1,082,000 | 1,611,982 | 2,693,982 | 1,536,258 | 1,157,724 |
| Support Services: | | | | | |
| Salaries of Other Professional Staff | - | 365,846 | 365,846 | 151,774 | 214,072 |
| Personal Services - Employee Benefits | 31,000 | 86,844 | 117,844 | 38,460 | 79,384 |
| Purchased Educational Services | 88,000 | 870,810 | 958,810 | 580,808 | 378,002 |
| Other Purchased Services (400-500 Series) | - | 272,755 | 272,755 | 194,643 | 78,112 |
| Supplies and Materials | 29,000 | 41,561 | 70,561 | 34,091 | 36,470 |
| Scholarships Awarded | - | 5,091 | 5,091 | 5,091 | - |
| Student Activities | - | 478,773 | 478,773 | 472,774 | 5,999 |
| Total Support Services | 148,000 | 2,121,680 | 2,269,680 | 1,477,641 | 792,039 |
| Total Expenditures | 1,230,000 | 3,733,662 | 4,963,662 | 3,013,899 | 1,949,763 |
| Total Outflows | 1,230,000 | 3,733,662 | 4,963,662 | 3,013,899 | 1,949,763 |
| Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses) | \$ - | \$ 31,297 | \$ 31,297 | \$ 37,296 | \$ (5,999) |
| Fund Balance, July 1 | 317,741 | - | 317,741 | 317,741 | - |
| Fund Balance, June 30 | \$ 317,741 | \$ 31,297 | \$ 349,038 | \$ 355,037 | \$ (5,999) |

RECAPITULATION OF FUND BALANCE

| | | |
|---------------------------|-------------------|--|
| Restricted: | | |
| Scholarships | \$ 38,461 | |
| Student Activities | 316,576 | |
| Total Fund Balance | \$ 355,037 | |

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

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**WALL TOWNSHIP BOARD OF EDUCATION
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGET TO GAAP RECONCILIATION
YEAR ENDED JUNE 30, 2023**

**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 (C-Series) | \$ 95,708,392 | \$ 3,051,195 |
| Difference - Budget to GAAP: | | |
| Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized. | | |
| Current Year | - | (23,448) |
| Prior Year | - | 79,422 |
| The last state aid payments are recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the state recognizes the related expense (GASB 33). | | |
| Current Year | (493,550) | - |
| Prior Year | 441,273 | - |
| Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2) | | |
| | \$ 95,656,115 | \$ 3,107,169 |
| Uses/outflows of resources: | | |
| Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule. (C-1, C-2) | \$ 98,358,847 | \$ 3,013,899 |
| Differences - budget to GAAP | | |
| Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes. | | |
| | - | 55,974 |
| Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2) | | |
| | \$ 98,358,847 | \$ 3,069,873 |

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR PENSIONS (GASB 68)

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**WALL TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST TEN FISCAL YEARS***

| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| School District's proportion of the net pension liability | 0.1194612714% | 0.1201657846% | 0.1199820398% | 0.1185054547% | 0.1193099000% | 0.1231854896% | 0.1262608098% | 0.1178796684% | 0.1181117181% | 0.1121304449% |
| School District's proportionate share of the net pension liability | \$ 18,028,350 | \$ 14,235,439 | \$ 19,565,933 | \$ 21,352,885 | \$ 23,491,524 | \$ 28,675,613 | \$ 37,394,830 | \$ 26,461,623 | \$ 22,114,767 | \$ 21,430,356 |
| School District's covered payroll | \$ 8,514,253 | \$ 8,700,699 | \$ 8,621,065 | \$ 8,153,611 | \$ 8,226,051 | \$ 8,549,704 | \$ 8,383,906 | \$ 8,019,520 | \$ 8,070,828 | \$ - |
| School District's proportionate share of the net pension liability as a percentage of its covered payroll | 211.74% | 163.61% | 226.95% | 261.88% | 285.57% | 335.40% | 446.03% | 329.97% | 274.01% | #DIV/0! |
| Plan fiduciary net position as a percentage of the total pension liability | 62.91% | 70.33% | 58.32% | 56.27% | 53.60% | 48.10% | 40.14% | 47.93% | 52.08% | 48.72% |

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

WALL TOWNSHIP BOARD OF EDUCATION
 SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
 LAST TEN FISCAL YEARS

| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|--------------|--------------|
| School District's contractually required contribution | \$ 1,506,464 | \$ 1,407,281 | \$ 1,312,543 | \$ 1,152,709 | \$ 1,186,748 | \$ 1,141,182 | \$ 1,121,683 | \$ 1,013,449 | \$ 973,741 | \$ 844,880 |
| Contributions in relation to the contractually required contribution | \$ (1,506,464) | \$ (1,407,281) | \$ (1,312,543) | \$ (1,152,709) | \$ (1,186,748) | \$ (1,141,182) | \$ (1,121,683) | \$ (1,013,449) | \$ (973,741) | \$ (844,880) |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| School District's covered payroll | \$ 9,158,420 | \$ 8,514,253 | \$ 8,700,699 | \$ 8,621,065 | \$ 8,153,611 | \$ 8,226,051 | \$ 8,549,704 | \$ 8,383,906 | \$ 8,019,520 | \$ 8,070,828 |
| Contributions as a percentage of covered payroll | 16.45% | 16.53% | 15.09% | 13.37% | 14.55% | 13.87% | 13.12% | 12.09% | 12.14% | 10.47% |

**WALL TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS***

| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| School District's proportion of the net pension liability | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| School District's proportionate share of the net pension liability | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| State's proportionate share of the net pension liability associated with the School District | 150,067,719 | 138,183,353 | 189,793,410 | 174,625,526 | 185,600,663 | 199,684,015 | 222,510,730 | 177,241,722 | 141,063,164 | 137,997,158 |
| | <u>\$ 150,067,719</u> | <u>\$ 138,183,353</u> | <u>\$ 189,793,410</u> | <u>\$ 174,625,526</u> | <u>\$ 185,600,663</u> | <u>\$ 199,684,015</u> | <u>\$ 222,510,730</u> | <u>\$ 177,241,722</u> | <u>\$ 141,063,164</u> | <u>\$ 137,997,158</u> |
| School District's covered payroll | \$ 34,304,221 | \$ 33,598,961 | \$ 32,954,670 | \$ 29,014,898 | \$ 30,807,887 | \$ 29,422,617 | \$ 29,685,953 | \$ 29,563,236 | \$ 28,637,933 | \$ 27,789,670 |
| School District's proportionate share of the net pension liability as a percentage of its covered payroll | 0.00% | 0.00% | 100.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Plan fiduciary net position as a percentage of the total pension liability | 32.29% | 35.52% | 24.60% | 26.95% | 26.49% | 25.41% | 22.33% | 28.71% | 33.64% | 33.76% |

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

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**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OTHER POST EMPLOYMENT
BENEFITS (GASB 75)**

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WALL TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST SIX FISCAL YEARS*

| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| District's Total OPEB Liability | | | | | | |
| Service Cost | \$ 8,910,818 | \$ 10,317,562 | \$ 5,808,886 | \$ 5,796,526 | \$ 6,532,628 | \$ 7,828,298 |
| Interest Cost | 4,422,886 | 5,125,693 | 4,852,170 | 5,980,651 | 6,394,505 | 5,525,917 |
| Change in Benefit Terms | - | (210,311) | - | - | - | - |
| Difference between Expected & Actual Differences | 4,982,085 | (34,509,005) | 38,678,008 | (25,832,267) | (15,023,438) | - |
| Changes of Assumptions | (44,770,927) | 194,938 | 40,291,968 | 2,007,946 | (17,296,901) | (22,989,673) |
| Contributions: Member | 140,545 | 131,039 | 116,393 | 122,543 | 139,298 | 168,117 |
| Gross Benefit Payments | (4,381,000) | (4,037,611) | (3,840,076) | (4,133,979) | (4,030,438) | (4,565,617) |
| Net Change in District's Total OPEB Liability | (30,695,593) | (22,987,695) | 85,907,349 | (16,058,580) | (23,284,346) | (14,032,958) |
| District's Total OPEB Liability (Beginning) | 197,590,017 | 220,577,712 | 134,670,363 | 150,728,943 | 174,013,289 | 188,046,247 |
| District's Total OPEB Liability (Ending) | <u>\$ 166,894,424</u> | <u>\$ 197,590,017</u> | <u>\$ 220,577,712</u> | <u>\$ 134,670,363</u> | <u>\$ 150,728,943</u> | <u>\$ 174,013,289</u> |
| District's Covered Employee Payroll | \$ 42,818,474 | \$ 42,299,660 | \$ 41,575,735 | \$ 37,168,509 | \$ 38,961,498 | \$ 37,648,668 |
| District's Net OPEB Liability as a Percentage of Payroll | 390% | 467% | 531% | 362% | 387% | 462% |

Note - The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

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**WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
YEAR ENDED JUNE 30, 2023**

Public Employees' Retirement System (PERS)

Changes in Benefit Terms

The June 30, 2022 measurement date includes three changes to the plan provisions, only one of which had an impact on the Total Pension Liability. Chapter 226, P.L. 2021 reopened the Prosecutors Part of PERS and made membership in the Prosecutors Part of PERS mandatory for all prosecutors.

Changes in Assumptions

The discount rate used as of June 30, measurement date is as follows:

| <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 2022 | 7.00% | 2019 | 6.28% | 2016 | 3.98% |
| 2021 | 7.00% | 2018 | 5.66% | 2015 | 4.90% |
| 2020 | 7.00% | 2017 | 5.00% | 2014 | 5.39% |

The long-term expected rate of return used as of June 30, measurement date is as follows:

| <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 2022 | 7.00% | 2019 | 7.00% | 2016 | 7.65% |
| 2021 | 7.00% | 2018 | 7.00% | 2015 | 7.90% |
| 2020 | 7.00% | 2017 | 7.00% | 2014 | 7.90% |

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms

None.

Changes in Assumptions

The discount rate used as of June 30, measurement date is as follows:

| <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 2022 | 7.00% | 2019 | 5.60% | 2016 | 3.22% |
| 2021 | 7.00% | 2018 | 4.86% | 2015 | 4.13% |
| 2020 | 5.40% | 2017 | 4.25% | 2014 | 4.68% |

The long-term expected rate of return used as of June 30, measurement date is as follows:

| <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 2022 | 7.00% | 2019 | 7.00% | 2016 | 7.65% |
| 2021 | 7.00% | 2018 | 7.00% | 2015 | 7.90% |
| 2020 | 7.30% | 2017 | 7.00% | 2014 | 7.90% |

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms

The increase in benefit terms from June 30, 2021 to June 30, 2022 was a result of employers adopting and or changing Chapter 48 provisions which provide different levels of subsidy than in the prior year.

Differences Between Expected and Actual Experiences

The increase in differences between expected and actual experiences from June 30, 2021 to June 30, 2022 was a result of changes to the census, claims and premiums experience.

Changes in Assumptions

The increase in changes in assumptions from June 30, 2021 to June 30, 2022 is a result of a change in the discount rate, trend update and the mortality projection scale update.

The discount rate used as of June 30, measurement date is as follows:

| <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 2022 | 3.54% | 2019 | 3.50% | 2016 | 2.85% |
| 2021 | 2.16% | 2018 | 3.87% | | |
| 2020 | 2.21% | 2017 | 3.58% | | |

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

OTHER SUPPLEMENTARY INFORMATION

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D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

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**WALL TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023**

| | Title I | Title IIA | Title III | Title IV | I.D.E.A. - Basic | I.D.E.A. - Preschool |
|---|-------------------|------------------|------------------|------------------|-------------------|-------------------------|
| Revenues: | | | | | | |
| Local Sources | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| State Sources | - | - | - | - | - | - |
| Federal Sources | 124,207 | 75,543 | 22,461 | 12,602 | 862,037 | 45,542 |
| Total Revenues | \$ 124,207 | \$ 75,543 | \$ 22,461 | \$ 12,602 | \$ 862,037 | \$ 45,542 |
| Expenditures: | | | | | | |
| Instruction: | | | | | | |
| Salaries of Teachers | \$ 84,200 | \$ - | \$ 21,961 | \$ - | \$ - | \$ - |
| Purchased Professional - Educational Services | - | - | - | - | - | - |
| Other Purchased Services (400-500 Series) | - | - | - | - | 754,038 | - |
| General Supplies | 144 | - | - | - | 17,647 | 5,046 |
| Other Objects | - | - | - | - | - | - |
| Total Instruction | 84,344 | - | 21,961 | - | 771,685 | 5,046 |
| Support Services: | | | | | | |
| Salaries of Other Professional Staff | 24,420 | - | - | - | - | - |
| Personal Services - Employee Benefits | 7,769 | - | - | - | - | - |
| Purchased Educational Services | - | 75,543 | - | 12,602 | 82,405 | 40,496 |
| Other Purchased Services (400-500 Series) | - | - | - | - | 7,947 | - |
| Supplies and Materials | 7,674 | - | 500 | - | - | - |
| Scholarships Awarded | - | - | - | - | - | - |
| Student Activities | - | - | - | - | - | - |
| Total Support Services | 39,863 | 75,543 | 500 | 12,602 | 90,352 | 40,496 |
| Total Expenditures | \$ 124,207 | \$ 75,543 | \$ 22,461 | \$ 12,602 | \$ 862,037 | \$ 45,542 |
| Excess/(Deficiency) of Revenues Over/ (Under) Expenditures | - | - | - | - | - | - |
| Fund Balance, July 1 | - | - | - | - | - | - |
| Fund Balance, June 30 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

**WALL TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023**

| | ARP I.D.E.A. - Basic | ARP I.D.E.A. - Preschool | CARES Emergency Relief Grant | CRRSA - ESSER II | CRRSA - ESSER II Learning Acceleration | CRRSA - ESSER II Mental Health |
|---|----------------------|-----------------------------|---------------------------------|---------------------|--|-----------------------------------|
| Revenues: | | | | | | |
| Local Sources | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| State Sources | - | - | - | - | - | - |
| Federal Sources | 35,469 | 450 | 36,146 | 212,727 | 13,111 | 10,576 |
| Total Revenues | \$ 35,469 | \$ 450 | \$ 36,146 | \$ 212,727 | \$ 13,111 | \$ 10,576 |
| Expenditures: | | | | | | |
| Instruction: | | | | | | |
| Salaries of Teachers | \$ 20,872 | \$ - | \$ 24,040 | \$ 133,755 | \$ - | \$ - |
| Purchased Professional - Educational Services | 13,000 | - | - | - | - | - |
| Other Purchased Services (400-500 Series) | - | - | - | - | - | - |
| General Supplies | - | - | 39 | 15,285 | - | - |
| Other Objects | - | 450 | - | - | - | - |
| Total Instruction | 33,872 | 450 | 24,079 | 149,040 | - | - |
| Support Services: | | | | | | |
| Salaries of Other Professional Staff | - | - | 9,480 | 49,656 | - | - |
| Personal Services - Employee Benefits | 1,597 | - | 2,587 | 14,031 | - | - |
| Purchased Educational Services | - | - | - | - | 13,111 | 10,300 |
| Other Purchased Services (400-500 Series) | - | - | - | - | - | - |
| Supplies and Materials | - | - | - | - | - | 276 |
| Scholarships Awarded | - | - | - | - | - | - |
| Student Activities | - | - | - | - | - | - |
| Total Support Services | 1,597 | - | 12,067 | 63,687 | 13,111 | 10,576 |
| Total Expenditures | \$ 35,469 | \$ 450 | \$ 36,146 | \$ 212,727 | \$ 13,111 | \$ 10,576 |
| Excess/(Deficiency) of Revenues Over/ (Under) Expenditures | - | - | - | - | - | - |
| Fund Balance, July 1 | - | - | - | - | - | - |
| Fund Balance, June 30 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

**WALL TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023**

| | ARP - ESSER III | ARP - ESSER III Learning Acceleration | ARP - ESSER III Mental Health | ACSERS | SDA Emergent Program | Non Public Ch. 192 Auxiliary |
|---|-------------------|---|----------------------------------|------------------|-------------------------|---------------------------------|
| Revenues: | | | | | | |
| Local Sources | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| State Sources | - | - | - | - | 162,683 | 52,776 |
| Federal Sources | 345,337 | 154,687 | 327 | 42,040 | - | - |
| Total Revenues | \$ 345,337 | \$ 154,687 | \$ 327 | \$ 42,040 | \$ 162,683 | \$ 52,776 |
| Expenditures: | | | | | | |
| Instruction: | | | | | | |
| Salaries of Teachers | \$ 98,589 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Other Salaries for Instruction | - | - | - | - | - | - |
| Purchased Professional - Educational Services | - | - | - | - | - | - |
| Other Purchased Services (400-500 Series) | - | - | - | - | - | - |
| General Supplies | 93,176 | - | - | - | - | - |
| Other Objects | - | - | - | - | - | - |
| Total Instruction | 191,765 | - | - | - | - | - |
| Support Services: | | | | | | |
| Salaries of Other Professional Staff | 68,218 | - | - | - | - | - |
| Personal Services - Employee Benefits | 12,476 | - | - | - | - | - |
| Purchased Educational Services | 45,692 | 136,657 | 327 | 42,040 | - | 52,776 |
| Other Purchased Services (400-500 Series) | 20,775 | - | - | - | 162,683 | - |
| Supplies and Materials | 6,411 | 18,030 | - | - | - | - |
| Scholarships Awarded | - | - | - | - | - | - |
| Student Activities | - | - | - | - | - | - |
| Total Support Services | 153,572 | 154,687 | 327 | 42,040 | 162,683 | 52,776 |
| Total Expenditures | \$ 345,337 | \$ 154,687 | \$ 327 | \$ 42,040 | \$ 162,683 | \$ 52,776 |
| Excess/(Deficiency) of Revenues Over/ (Under) Expenditures | - | - | - | - | - | - |
| Fund Balance, July 1 | - | - | - | - | - | - |
| Fund Balance, June 30 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

**WALL TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023**

| | Non Public Ch. 193 | | | | Non Public |
|---|--------------------|--------------------|---------------------|---------------------|-----------------|
| | Handicapped | Non Public Nursing | Non Public Textbook | Non Public Security | Technology |
| Revenues: | | | | | |
| Local Sources | \$ - | \$ - | \$ - | \$ - | \$ - |
| State Sources | 60,428 | 8,431 | 4,903 | 15,785 | 3,238 |
| Federal Sources | - | - | - | - | - |
| Total Revenues | \$ 60,428 | \$ 8,431 | \$ 4,903 | \$ 15,785 | \$ 3,238 |
| Expenditures: | | | | | |
| Instruction: | | | | | |
| Salaries of Teachers | \$ - | \$ - | \$ - | \$ - | \$ - |
| Other Salaries for Instruction | - | - | - | - | - |
| Purchased Professional - Educational Services | - | - | - | - | - |
| Other Purchased Services (400-500 Series) | - | - | - | - | - |
| General Supplies | - | - | 4,903 | 15,785 | - |
| Other Objects | - | - | - | - | - |
| Total Instruction | - | - | 4,903 | 15,785 | - |
| Support Services: | | | | | |
| Salaries of Other Professional Staff | - | - | - | - | - |
| Personal Services - Employee Benefits | - | - | - | - | - |
| Purchased Educational Services | 60,428 | 8,431 | - | - | - |
| Other Purchased Services (400-500 Series) | - | - | - | - | 3,238 |
| Supplies and Materials | - | - | - | - | - |
| Scholarships Awarded | - | - | - | - | - |
| Student Activities | - | - | - | - | - |
| Total Support Services | 60,428 | 8,431 | - | - | 3,238 |
| Total Expenditures | \$ 60,428 | \$ 8,431 | \$ 4,903 | \$ 15,785 | \$ 3,238 |
| Excess/(Deficiency) of Revenues Over/ (Under) Expenditures | - | - | - | - | - |
| Fund Balance, July 1 | - | - | - | - | - |
| Fund Balance, June 30 | \$ - | \$ - | \$ - | \$ - | \$ - |

**WALL TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023**

| | Local Grants | Student Activities | Scholarship | Totals |
|---|-------------------|--------------------|------------------|---------------------|
| Revenues: | | | | |
| Local Sources | \$ 234,528 | \$ 502,434 | \$ 12,727 | \$ 749,689 |
| State Sources | - | - | - | 308,244 |
| Federal Sources | - | - | - | 1,993,262 |
| Total Revenues | \$ 234,528 | \$ 502,434 | \$ 12,727 | \$ 3,051,195 |
| Expenditures: | | | | |
| Instruction: | | | | |
| Salaries of Teachers | \$ - | \$ - | \$ - | \$ 383,417 |
| Purchased Professional - Educational Services | - | - | - | 13,000.00 |
| Other Purchased Services (400-500 Series) | - | - | - | 754,038.00 |
| General Supplies | 233,328 | - | - | 385,353 |
| Other Objects | - | - | - | 450 |
| Total Instruction | 233,328 | - | - | 1,536,258 |
| Support Services: | | | | |
| Salaries of Other Professional Staff | - | - | - | 151,774 |
| Personal Services - Employee Benefits | - | - | - | 38,460 |
| Purchased Educational Services | - | - | - | 580,808 |
| Other Purchased Services (400-500 Series) | - | - | - | 194,643 |
| Supplies and Materials | 1,200 | - | - | 34,091 |
| Scholarships Awarded | - | - | 5,091 | 5,091 |
| Student Activities | - | 472,774 | - | 472,774 |
| Total Support Services | 1,200 | 472,774 | 5,091 | 1,477,641 |
| Total Expenditures | \$ 234,528 | \$ 472,774 | \$ 5,091 | \$ 3,013,899 |
| Excess/(Deficiency) of Revenues Over/ (Under) Expenditures | - | 29,660 | 7,636 | 37,296 |
| Fund Balance, July 1 | - | 286,916 | 30,825 | 317,741 |
| Fund Balance, June 30 | \$ - | \$ 316,576 | \$ 38,461 | \$ 355,037 |

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F. Capital Projects Fund

Not Applicable

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**WALL TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
YEAR ENDED JUNE 30, 2023**

| <u>Year</u> | <u>Project Title / Issue</u> | <u>Original Appropriations</u> | <u>Expenditures to Date</u> | | <u>Unexpended Balance 2023</u> |
|-------------|--|------------------------------------|-----------------------------|-------------------------|--|
| | | | <u>Prior Years</u> | <u>Current Year</u> | |
| 2023 | Renovations, Alterations and Improvements at Various Schools - Referendum 2022 | \$ 66,599,208 | \$ - | \$ 2,774,974 | \$ 63,824,234 |
| | Total | <u>\$ 66,599,208</u> | <u>\$ -</u> | <u>\$ 2,774,974</u> | <u>\$ 63,824,234</u> |

Reconciliation of Fund Balance, June 30, 2023

| | |
|--|----------------------|
| Unexpended Project Balances, June 30, 2023 | <u>\$ 63,824,234</u> |
| Total Fund Balance (Budgetary Basis) - June 30, 2023 | <u>63,824,234</u> |
| Add: Reserve for Encumbrances | 2,321,200 |
| Less: Bond Proceeds Anticipated in Subsequent Year | <u>(66,599,208)</u> |
| Total Fund Balance (GAAP Basis) - June 30, 2023 | <u>\$ (453,774)</u> |

**WALL TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2023**

| | |
|---|-----------------------|
| Expenditures and Other Financing Uses: | |
| Purchase Professional and Technical Services | \$ 1,990,774 |
| Construction Services | <u>784,200</u> |
| Total Expenditures and Other Financing Uses | <u>2,774,974</u> |
| Excess (Deficiency) of Revenues and Other Financing Sources | |
| Over (Under) Expenditures and Other Financing Uses | <u>(2,774,974)</u> |
| Fund Balance, July 1 | <u>-</u> |
| Fund Balance, June 30 | <u>\$ (2,774,974)</u> |

**WALL TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
RENOVATIONS, ALTERATIONS AND IMPROVEMENTS AT VARIOUS SCHOOLS - REFERENDUM 2022
YEAR ENDED JUNE 30, 2023**

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|---|--------------------|---------------------|----------------|--|
| Revenues and Other Financing Sources: | | | | |
| Debt Issuance | \$ - | \$ - | \$ - | \$ 66,599,208 |
| Total Revenues and Other Financing Sources | - | - | - | 66,599,208 |
| Expenditures and Other Financing Uses: | | | | |
| Purchased Professional and Technical Service | - | 1,990,774 | 1,990,774 | 7,684,525 |
| Construction Services | - | 784,200 | 784,200 | 58,914,683 |
| Total Expenditures and Other Financing Uses | - | 2,774,974 | 2,774,974 | 66,599,208 |
| Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | \$ - | \$ (2,774,974) | \$ (2,774,974) | \$ - |

Additional Project Information:

| | |
|---|---------------|
| Project Number | N/A |
| Bond Authorization Date | 7/18/2023 |
| Bonds Authorized | \$ 66,599,208 |
| Bonds Issued | 66,599,208 |
| Original Authorized Cost | 66,599,208 |
| Additional Authorized Cost | - |
| Revised Authorized Cost | 66,599,208 |
| Percentage Increase over Original Authorized Cost | 0.00% |
| Percentage Completion | 4.17% |
| Revised Target Completion Date | 9/1/2026 |

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I. Long-Term Debt

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**WALL TOWNSHIP BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS PAYABLE
YEAR ENDED JUNE 30, 2023**

| ISSUE | DATE OF ISSUE | AMOUNT OF ISSUE | ANNUAL MATURITIES | | INTEREST RATE | BALANCE | RETIRED | BALANCE |
|-------------------------|---------------|-----------------|-------------------|--------------|---------------|---------------|--------------|---------------|
| | | | DATE | AMOUNT | | JUNE 30, 2022 | | JUNE 30, 2023 |
| Pension Refunding Bonds | 7/3/2012 | \$ 3,790,000 | | | | \$ 285,000 | \$ 285,000 | \$ - |
| School Refunding Bonds | 4/22/2015 | 17,515,000 | 7/15/2023 | \$ 2,410,000 | 5.000% | 4,780,000 | 2,370,000 | 2,410,000 |
| Total | | | | | | \$ 5,065,000 | \$ 2,655,000 | \$ 2,410,000 |

**WALL TOWNSHIP BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES
YEAR ENDED JUNE 30, 2023**

| PURPOSE | AMOUNT OF LEASE | INTEREST RATE | AMOUNT OUTSTANDING | | AMOUNT |
|-----------------------|--------------------|------------------|-----------------------|------------|---------------------------------|
| | | | JUNE 30, 2022 | RETIRE | OUTSTANDING JUNE 30, 2023 |
| 2019 School Buses (5) | \$ 405,000 | 2.980% | \$ 83,880 | \$ 83,880 | \$ - |
| 2020 School Buses (7) | 530,000 | 2.466% | 215,633 | 106,503 | 109,130 |
| 2022 School Buses (7) | 816,002 | 1.120% | 542,502 | 163,924 | 378,578 |
| | | Total | \$ 842,015 | \$ 354,307 | \$ 487,708 |

**WALL TOWNSHIP BOARD OF EDUCATION
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2023**

| | June 30, 2023 | | | | VARIANCE FINAL TO ACTUAL |
|--|--------------------|---------------------|------------------|------------------|--------------------------------|
| | ORIGINAL BUDGET | BUDGET TRANSFERS | FINAL BUDGET | ACTUAL | |
| Revenues: | | | | | |
| Local Sources: | | | | | |
| Local Tax Levy | \$ 2,129,824 | \$ - | \$ 2,129,824 | \$ 2,129,824 | \$ - |
| State Sources: | | | | | |
| Debt Service Aid Type II | 728,457 | - | 728,457 | 728,457 | - |
| Total Revenues | 2,858,281 | - | 2,858,281 | 2,858,281 | - |
| Expenditures: | | | | | |
| Regular Debt Service: | | | | | |
| Interest | 203,281 | (2,224) | 201,057 | 192,461 | 8,596 |
| Redemption of Principal | 2,655,000 | 2,224 | 2,657,224 | 2,657,224 | - |
| Total Regular Debt Service | 2,858,281 | - | 2,858,281 | 2,849,685 | 8,596 |
| Total Expenditures | 2,858,281 | - | 2,858,281 | 2,849,685 | 8,596 |
| Excess/(Deficiency) of Revenues Over/(Under) | | | | | |
| Expenditures | - | - | - | 8,596 | 8,596 |
| Fund Balance, July 1, | - | - | - | - | - |
| Fund Balance, June 30, | \$ - | \$ - | \$ - | \$ 8,596 | \$ 8,596 |

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STATISTICAL SECTION (Unaudited)

Third Section

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Financial Trends Information

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance. The Exhibits are presented for the last ten fiscal years.

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**WALL TOWNSHIP BOARD OF EDUCATION
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(UNAUDITED)**

| | FISCAL YEAR ENDING JUNE 30, | | | | | | | | | | |
|---|-----------------------------|----------------------|----------------------|----------------------|---------------------|---------------------|-----------------------|-----------------------|-----------------------|-----------------------|----------------------|
| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
| Governmental Activities: | | | | | | | | | | | |
| Net Investment in Capital Assets | \$ 35,345,032 | \$ 32,742,346 | \$ 29,941,361 | \$ 27,294,108 | \$ 23,668,548 | \$ 22,614,140 | \$ 20,341,432 | \$ 17,202,958 | \$ 16,176,888 | \$ 13,242,009 | \$ 12,332,608 |
| Restricted | 7,827,325 | 8,316,445 | 8,988,536 | 7,339,725 | 7,007,106 | 7,879,125 | 6,045,607 | 5,712,617 | 4,409,297 | 4,312,842 | 4,452,232 |
| Unrestricted (Deficit) | (17,933,939) | (18,440,395) | (21,444,981) | (24,734,199) | (26,374,370) | (28,363,547) | (28,205,105) | (25,626,679) | (24,643,354) | (23,633,552) | (2,778,148) |
| Total Governmental Activities Net Position | \$ 25,238,418 | \$ 22,618,396 | \$ 17,484,916 | \$ 9,899,634 | \$ 4,301,284 | \$ 2,129,718 | \$ (1,818,066) | \$ (2,711,104) | \$ (4,057,169) | \$ (6,078,701) | \$ 14,006,692 |
| Business-Type Activities: | | | | | | | | | | | |
| Net Investment in Capital Assets | \$ 21,905 | \$ 34,773 | \$ 51,888 | \$ 66,949 | \$ 82,010 | \$ 94,376 | \$ 109,259 | \$ 96,696 | \$ 110,091 | \$ 124,473 | \$ 136,138 |
| Unrestricted (Deficit) | 1,067,380 | 725,200 | 200,656 | 71,283 | 275,281 | 210,122 | 181,057 | 96,832 | 22,394 | 28,543 | 74,313 |
| Total Business-Type Activities Net Assets | \$ 1,089,285 | \$ 759,973 | \$ 252,544 | \$ 138,232 | \$ 357,291 | \$ 304,498 | \$ 290,316 | \$ 193,528 | \$ 132,485 | \$ 153,016 | \$ 210,451 |
| District-Wide: | | | | | | | | | | | |
| Net Investment in Capital Assets | \$ 35,366,937 | \$ 32,777,119 | \$ 29,993,249 | \$ 27,361,057 | \$ 23,750,558 | \$ 22,708,516 | \$ 20,450,691 | \$ 17,299,654 | \$ 16,286,979 | \$ 13,366,482 | \$ 12,468,746 |
| Restricted | 7,827,325 | 8,316,445 | 8,988,536 | 7,339,725 | 7,007,106 | 7,879,125 | 6,045,607 | 5,712,617 | 4,409,297 | 4,312,842 | 4,452,232 |
| Unrestricted (Deficit) | (16,866,559) | (17,715,195) | (21,244,325) | (24,662,916) | (26,099,089) | (28,153,425) | (28,024,048) | (25,529,847) | (24,620,960) | (23,605,009) | (2,703,835) |
| Total District Net Position | \$ 26,327,703 | \$ 23,378,369 | \$ 17,737,460 | \$ 10,037,866 | \$ 4,658,575 | \$ 2,434,216 | \$ (1,527,750) | \$ (2,517,576) | \$ (3,924,684) | \$ (5,925,685) | \$ 14,217,143 |

Source: ACFR Schedule A-1

**WALL TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
(UNAUDITED)**

| | FISCAL YEAR ENDING JUNE 30, | | | | | | | | | |
|--|-----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| Expenses: | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Instruction: | | | | | | | | | | |
| Regular | \$ 36,462,029 | \$ 36,105,223 | \$ 40,948,829 | \$ 36,131,686 | \$ 36,508,007 | \$ 39,377,966 | \$ 37,630,745 | \$ 33,698,651 | \$ 31,427,530 | \$ 26,886,838 |
| Special Education | 15,558,333 | 16,199,835 | 19,057,565 | 17,029,615 | 16,858,330 | 18,001,939 | 17,072,291 | 15,035,647 | 13,806,763 | 11,694,226 |
| Vocational Education | 785,091 | 783,627 | 950,667 | 805,995 | 620,206 | 631,973 | 593,542 | 590,722 | 600,106 | 654,740 |
| Other Instruction | 1,498,210 | 1,648,927 | 1,956,606 | 1,741,541 | 1,777,481 | 1,804,832 | 1,651,386 | 1,609,390 | 1,393,728 | 1,141,619 |
| School Sponsored Cocurricular/Athletics | 1,694,110 | 1,694,050 | 1,651,602 | 1,515,024 | 2,024,421 | 2,157,394 | 2,036,227 | 1,788,657 | 1,601,878 | 1,279,499 |
| Support Services: | | | | | | | | | | |
| Student & Instruction Related Services | 12,175,683 | 11,650,811 | 10,471,758 | 9,639,655 | 11,362,762 | 11,454,012 | 11,073,493 | 9,982,279 | 9,205,306 | 8,809,469 |
| General Administration | 1,641,072 | 1,658,063 | 1,324,784 | 1,157,589 | 2,986,703 | 2,367,353 | 2,374,618 | 2,199,742 | 2,368,038 | 2,045,764 |
| School Administration | 4,214,699 | 4,358,621 | 4,322,841 | 4,002,342 | 4,775,129 | 5,383,818 | 5,172,594 | 4,729,551 | 4,530,340 | 3,913,365 |
| Plant Operations & Maintenance | 9,307,757 | 9,815,648 | 1,049,595 | 7,921,174 | 8,635,521 | 8,213,055 | 8,476,832 | 7,452,065 | 7,079,295 | 7,207,497 |
| Student Transportation | 7,146,575 | 7,733,009 | 1,055,400 | 5,681,202 | 5,819,040 | 5,869,426 | 5,644,337 | 5,036,208 | 4,904,733 | 4,999,220 |
| Business/Central and Other Support Services | 2,131,303 | 2,080,582 | 9,138,571 | 1,794,254 | 1,858,143 | 1,857,613 | 1,428,365 | 1,582,559 | 1,642,036 | 1,620,047 |
| Charter Schools | 688,772 | - | 5,012,307 | - | - | - | - | - | - | - |
| Interest and Charges on Long-Term Debt | 9,616 | 121,253 | 204,409 | 303,090 | 364,205 | 418,974 | 413,056 | 866,935 | 913,993 | 1,075,778 |
| Total Governmental Activities Expenses | 93,313,250 | 93,849,648 | 97,144,934 | 87,723,167 | 93,589,948 | 97,538,355 | 93,567,486 | 84,572,406 | 79,473,746 | 71,328,062 |
| Business-Type Activities: | | | | | | | | | | |
| Food Service | 1,384,212 | 1,575,238 | 1,132,465 | 1,350,848 | 1,494,552 | 1,507,486 | 1,489,665 | 1,484,453 | 1,469,775 | 1,483,915 |
| Before and After School Programs | 309,318 | 302,935 | 288,259 | 440,693 | 473,708 | 416,661 | 383,074 | 303,791 | 14,002 | 8,636 |
| Chromebooks | 29,500 | - | - | - | - | - | - | - | - | - |
| Total Business-Type Activities Expense | 1,723,030 | 1,878,173 | 1,420,724 | 1,791,541 | 1,968,260 | 1,924,147 | 1,872,739 | 1,788,244 | 1,483,777 | 1,492,551 |
| Total District Expenses | \$ 95,036,280 | \$ 95,727,821 | \$ 98,565,658 | \$ 89,514,708 | \$ 95,558,208 | \$ 99,462,502 | \$ 95,440,225 | \$ 86,360,650 | \$ 80,957,523 | \$ 72,820,613 |
| Program Revenues: | | | | | | | | | | |
| Charges for Services | | | | | | | | | | |
| Instruction (Tuition) | \$ 1,114,511 | \$ 989,434 | \$ 927,171 | \$ 1,135,336 | \$ 879,340 | \$ 620,035 | \$ 534,055 | \$ 411,075 | \$ 411,303 | \$ 348,355 |
| Pupil Transportation | - | - | 500 | 350 | 4,419 | - | - | - | - | - |
| Rentals | - | - | 20,800 | 33,560 | 120,333 | 109,346 | 111,727 | 44,570 | 25,552 | 20,300 |
| Operating Grants & Contributions | 15,680,141 | 20,648,870 | 26,958,831 | 17,534,226 | 26,352,905 | 32,776,510 | 27,095,553 | 21,150,066 | 17,563,405 | 10,619,298 |
| Capital Grants & Contributions | - | - | - | - | 54,872 | 138,688 | 817,496 | 35,109 | 766,032 | - |
| Total Governmental Activities Program Revenues | 16,794,652 | 21,638,304 | 27,907,302 | 18,703,472 | 27,411,869 | 33,644,579 | 28,558,831 | 21,640,820 | 18,766,292 | 10,987,953 |
| Business-Type Activities: | | | | | | | | | | |
| Charges for Services: | | | | | | | | | | |
| Food Service | 1,079,163 | 432,562 | 38,001 | 845,023 | 1,268,380 | 1,226,757 | 1,258,939 | 1,243,504 | 1,213,004 | 1,176,974 |
| Before and After School Programs | 389,251 | 383,502 | 238,971 | 354,511 | 457,439 | 448,023 | 404,372 | 334,296 | 19,080 | 15,100 |
| Chromebooks | 2,400 | 330 | 531 | 28,830 | - | - | - | - | - | - |
| Operating Grants & Contributions | 559,083 | 1,567,526 | 1,207,553 | 288,796 | 295,234 | 263,549 | 282,717 | 271,487 | 231,162 | 243,042 |
| Total Business Type Activities Program Revenues | 2,029,897 | 2,383,920 | 1,485,056 | 1,517,160 | 2,021,053 | 1,938,329 | 1,946,028 | 1,849,287 | 1,463,246 | 1,435,116 |
| Total District Program Revenues | \$ 18,824,549 | \$ 24,022,224 | \$ 29,392,358 | \$ 20,220,632 | \$ 29,432,922 | \$ 35,582,908 | \$ 30,504,859 | \$ 23,490,107 | \$ 20,229,538 | \$ 12,423,069 |

**WALL TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
(UNAUDITED)**

| | FISCAL YEAR ENDING JUNE 30, | | | | | | | | | |
|--|-----------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| Net (Expense)/Revenue: | | | | | | | | | | |
| Governmental Activities | \$ (76,518,598) | \$ (72,211,344) | \$ (69,237,632) | \$ (69,019,695) | \$ (66,178,079) | \$ (63,893,776) | \$ (65,008,655) | \$ (62,931,586) | \$ (60,707,454) | \$ (60,340,109) |
| Business-Type Activities | 306,867 | 505,747 | 64,332 | (274,381) | 52,793 | 14,182 | 73,289 | 61,043 | (20,531) | (57,435) |
| Total District-Wide Net Expense | \$ (76,211,731) | \$ (71,705,597) | \$ (69,173,300) | \$ (69,294,076) | \$ (66,125,286) | \$ (63,879,594) | \$ (64,935,366) | \$ (62,870,543) | \$ (60,727,985) | \$ (60,397,544) |
| General Revenues & Other Changes in Net Position: | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Property Taxes Levied for General Purposes, Net | \$ 70,521,283 | \$ 69,138,513 | \$ 67,782,856 | \$ 65,973,388 | \$ 65,330,579 | \$ 64,053,498 | \$ 62,797,547 | \$ 60,945,106 | \$ 59,750,104 | \$ 58,578,533 |
| Taxes Levied for Debt Service | 2,129,824 | 2,323,473 | 2,355,338 | 2,340,889 | 2,330,571 | 2,324,431 | 2,319,371 | 2,471,421 | 2,406,906 | 2,450,941 |
| State/Federal Aid Sources | 6,247,122 | 5,607,415 | 5,985,810 | 5,972,460 | 449,440 | 461,720 | 460,086 | 497,916 | 496,096 | 491,611 |
| Investment Earnings | - | - | 117,492 | 95,963 | 88,398 | 41,107 | 7,995 | - | - | - |
| Miscellaneous Income | 240,391 | 275,423 | 31,786 | 235,345 | 150,657 | 960,804 | 265,021 | 363,208 | 75,880 | 163,987 |
| Total Governmental Activities | 79,138,620 | 77,344,824 | 76,273,282 | 74,618,045 | 68,349,645 | 67,841,560 | 65,850,020 | 64,277,651 | 62,728,986 | 61,685,072 |
| Business-Type Activities: | | | | | | | | | | |
| Investment Earnings | - | - | 890 | 322 | - | - | - | - | - | - |
| Board Contributions | 22,445 | - | 49,090 | - | - | - | - | - | - | - |
| Miscellaneous | - | 1,682 | - | 55,000 | - | - | - | - | - | - |
| Total Business-Type Activities | 22,445 | 1,682 | 49,980 | 55,322 | - | - | - | - | - | - |
| Total District-Wide | \$ 79,161,065 | \$ 77,346,506 | \$ 76,323,262 | \$ 74,673,367 | \$ 68,349,645 | \$ 67,841,560 | \$ 65,850,020 | \$ 64,277,651 | \$ 62,728,986 | \$ 61,685,072 |
| Change in Net Position: | | | | | | | | | | |
| Governmental Activities | \$ 2,949,334 | \$ 5,640,909 | \$ 7,149,962 | \$ 5,379,291 | \$ 2,224,359 | \$ 3,961,966 | \$ 914,654 | \$ 1,407,108 | \$ 2,001,001 | \$ 1,287,528 |
| Total District | \$ 2,949,334 | \$ 5,640,909 | \$ 7,149,962 | \$ 5,379,291 | \$ 2,224,359 | \$ 3,961,966 | \$ 914,654 | \$ 1,407,108 | \$ 2,001,001 | \$ 1,287,528 |

Source: ACFR Schedule A-2

**WALL TOWNSHIP BOARD OF EDUCATION
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(UNAUDITED)**

| | FISCAL YEAR ENDING JUNE 30, | | | | | | | | | |
|---|-----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|---------------------|---------------------|---------------------|---------------------|
| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| General Fund: | | | | | | | | | | |
| Restricted | \$ 7,917,466 | \$ 7,998,704 | \$ 8,731,545 | \$ 7,088,522 | \$ 8,034,903 | \$ 8,377,795 | \$ 5,688,945 | \$ 4,349,605 | \$ 4,777,176 | \$ 5,581,124 |
| Committed | - | - | - | - | 1,679,277 | 412,131 | 554,785 | 473,561 | - | - |
| Assigned | 1,897,657 | 3,429,366 | 3,943,874 | 3,161,694 | 810,283 | 465,916 | 113,521 | 250,573 | 380,336 | 481,259 |
| Unassigned | 1,963,720 | 3,053,505 | 2,918,140 | 1,323,780 | 600,499 | 854,228 | 851,602 | 838,479 | 756,726 | 777,632 |
| Total General Fund | \$ 11,778,843 | \$ 14,481,575 | \$ 15,593,559 | \$ 11,573,996 | \$ 11,124,962 | \$ 10,110,070 | \$ 7,208,853 | \$ 5,912,218 | \$ 5,914,238 | \$ 6,840,015 |
| All Other Governmental Funds: | | | | | | | | | | |
| Restricted | \$ (90,141) | \$ 317,741 | \$ 256,991 | \$ 251,203 | \$ 251,203 | \$ 196,330 | \$ 388,575 | \$ 1,618,425 | \$ 230,621 | \$ 614,029 |
| Total All Other Governmental Funds | \$ (90,141) | \$ 317,741 | \$ 256,991 | \$ 251,203 | \$ 251,203 | \$ 196,330 | \$ 388,575 | \$ 1,618,425 | \$ 230,621 | \$ 614,029 |

Source: ACFR Schedule B-1

**WALL TOWNSHIP BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---|-----------------------|-----------------------|---------------------|-------------------|---------------------|---------------------|-------------------|---------------------|-----------------------|-------------------|
| Revenues | | | | | | | | | | |
| Tax Levy | \$ 72,651,107 | \$ 71,461,986 | \$ 70,138,194 | \$ 68,314,277 | \$ 67,661,150 | \$ 66,377,929 | \$ 65,116,918 | \$ 63,416,527 | \$ 62,157,010 | \$ 61,029,474 |
| Tuition Charges | 1,114,511 | 989,434 | 927,171 | 1,135,336 | 879,340 | 620,035 | 534,055 | 411,075 | 411,303 | 348,355 |
| Interest Earnings | 75,395 | 92,497 | 117,492 | 95,963 | 88,398 | 41,107 | 7,995 | - | - | - |
| Transportation | - | 44,409 | 500 | 350 | 4,419 | - | - | - | - | - |
| Rental Fees | 95,895 | 96,842 | 20,800 | 33,560 | 120,333 | 109,346 | 111,727 | 44,570 | 25,552 | 20,300 |
| Miscellaneous | 818,790 | 513,330 | 365,055 | 249,510 | 192,912 | 992,999 | 275,944 | 386,498 | 95,127 | 164,451 |
| State Sources | 24,757,535 | 23,811,993 | 19,536,778 | 17,104,359 | 15,807,660 | 14,474,825 | 13,704,580 | 11,781,724 | 11,437,055 | 9,658,196 |
| Federal Sources | 2,108,332 | 2,487,216 | 1,640,068 | 1,602,578 | 1,369,401 | 1,335,270 | 1,270,302 | 1,320,511 | 1,294,798 | 1,452,249 |
| Total Revenues | 101,621,565 | 99,497,707 | 92,746,058 | 88,535,933 | 86,123,613 | 83,951,511 | 81,021,521 | 77,360,905 | 75,420,845 | 72,673,025 |
| Expenditures | | | | | | | | | | |
| Instruction: | | | | | | | | | | |
| Regular Instruction | 24,255,103 | 23,532,978 | 22,553,602 | 21,625,099 | 31,437,318 | 29,999,268 | 29,244,160 | 28,330,042 | 27,611,387 | 26,785,953 |
| Special Education Instruction | 10,349,643 | 10,558,869 | 10,496,436 | 10,192,358 | 14,777,835 | 14,233,956 | 13,786,105 | 12,971,052 | 12,393,841 | 11,689,276 |
| Vocational Education - Tuition | 594,522 | 570,885 | 678,770 | 626,879 | 620,206 | 631,973 | 590,722 | 593,542 | 600,106 | 654,740 |
| Other Instruction | 996,632 | 1,074,752 | 1,077,650 | 1,042,326 | 1,518,521 | 1,360,592 | 1,266,809 | 1,341,752 | 1,215,187 | 1,140,986 |
| School Sponsored Activities & Athletics | 1,282,891 | 1,234,143 | 1,179,233 | 1,178,340 | 1,767,414 | 1,686,985 | 1,621,365 | 1,535,470 | 1,430,623 | 1,278,933 |
| Support Services: | | | | | | | | | | |
| Attendance & Social Work Services | 676,614 | 720,518 | 703,405 | 649,565 | - | - | - | - | - | - |
| Health Services | 859,600 | 670,474 | 702,531 | 603,941 | - | - | - | - | - | - |
| Student & Instruction Related Services | 7,684,011 | 7,096,816 | 6,070,828 | 6,243,924 | 10,225,448 | 9,415,559 | 9,390,598 | 9,224,273 | 8,780,042 | 8,666,001 |
| General Administration | 1,242,727 | 1,207,926 | 945,887 | 900,338 | 1,068,454 | 1,074,753 | 1,090,756 | 1,010,506 | 1,229,571 | 1,041,049 |
| School Administration | 3,191,646 | 3,175,327 | 3,086,479 | 3,112,900 | 4,433,677 | 4,250,464 | 4,208,259 | 4,193,626 | 4,158,822 | 3,911,335 |
| Plant Operations & Maintenance | 7,315,064 | 7,462,499 | 6,696,250 | 6,400,031 | 8,158,857 | 7,249,392 | 7,634,816 | 7,212,942 | 6,985,188 | 7,191,146 |
| Student Transportation | 5,411,855 | 5,633,625 | 3,578,753 | 4,418,666 | 5,213,044 | 5,008,659 | 4,914,773 | 4,647,740 | 4,616,572 | 4,788,364 |
| Business/Central & Other Support Services | 1,613,963 | 1,515,738 | 1,502,951 | 1,395,517 | 1,742,002 | 1,597,477 | 1,351,770 | 1,520,373 | 1,619,747 | 1,619,340 |
| Unallocated Benefits | 16,427,279 | 14,326,352 | 11,690,076 | 11,438,723 | - | - | - | - | - | - |
| On Behalf TPAF Pension and Social Security Contributions | 17,532,808 | 17,410,619 | 13,544,999 | 11,176,786 | - | - | - | - | - | - |
| Charter Schools | 521,583 | - | - | - | - | - | - | - | - | - |
| Capital Outlay | 1,918,773 | 2,085,684 | 1,595,342 | 3,970,890 | 1,686,432 | 1,700,822 | 2,531,137 | 310,619 | 2,894,328 | 913,464 |
| Debt Service: | | | | | | | | | | |
| Principal | 2,657,224 | 2,755,000 | 2,660,000 | 2,525,000 | 2,665,816 | 2,578,656 | 2,494,964 | 2,730,213 | 2,391,273 | 2,289,989 |
| Interest & Other Charges | 200,241 | 332,738 | 458,058 | 573,757 | 673,824 | 753,983 | 825,682 | 692,791 | 1,008,707 | 1,083,524 |
| Bond Issuance Costs | - | - | - | - | - | - | - | - | 188,580 | - |
| Payments to Escrow Agent | - | - | - | - | - | - | - | - | 387,316 | - |
| Total Expenditures | 104,732,179 | 101,364,943 | 89,221,250 | 88,075,040 | 85,988,848 | 81,542,539 | 80,954,736 | 76,312,121 | 77,511,290 | 73,054,100 |
| Other Financing Sources/(Uses): | | | | | | | | | | |
| Cancellation of Payable | - | - | - | 43,141 | - | - | - | - | - | - |
| Financed Purchases (Non-Budgeted) | - | 816,002 | - | - | 935,000 | 300,000 | - | 337,000 | 205,364 | 440,628 |
| Proceeds From Refunding | - | - | - | - | - | - | - | - | 17,515,000 | - |
| Payments to Escrow Agent | - | - | - | - | - | - | - | - | (19,335,000) | - |
| Original Issue Premiums | - | - | - | - | - | - | - | - | 2,395,896 | - |
| Transfers in | - | - | 251,202 | - | - | - | - | 1,434,780 | 826,800 | 592,789 |
| Transfers Out | - | - | (300,292) | (55,000) | - | - | - | (1,434,780) | (826,800) | (592,789) |
| Total Other Financing Sources/(Uses) | - | 816,002 | (49,090) | (11,859) | 935,000 | 300,000 | - | 337,000 | 781,260 | 440,628 |
| Net Change in Fund Balances | \$ (3,110,614) | \$ (1,051,234) | \$ 3,475,718 | \$ 449,034 | \$ 1,069,765 | \$ 2,708,972 | \$ 66,785 | \$ 1,385,784 | \$ (1,309,185) | \$ 59,553 |
| Debt Service as a Percentage of Noncapital Expenditures | 2.78% | 3.11% | 3.56% | 3.68% | 3.96% | 4.17% | 4.23% | 4.50% | 4.59% | 4.68% |

Source: ACFR Schedule B-2

WALL TOWNSHIP BOARD OF EDUCATION
 GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
 LAST TEN FISCAL YEARS
 (Modified Accrual Basis of Accounting)
 (UNAUDITED)

| FISCAL YEAR ENDING JUNE 30, | INTEREST ON INVESTMENTS | REIMBURSEMENTS | TUITION | DEMAND RESPONSE | PRIOR YEAR PAYABLES CANCELLED | TRANSPORTATION | E-RATE | RENTALS | GRANT PROCEEDS FOR PRIOR YEAR CAPITAL PROJECTS | INSURANCE PROCEEDS | MISCELLANEOUS | TOTAL |
|-----------------------------|-------------------------|------------------|---------------------|------------------|-------------------------------|------------------|------------------|-------------------|--|--------------------|---------------------|----------------------|
| 2023 | \$ 75,395 | \$ - | \$ 1,114,511 | \$ - | \$ - | \$ - | \$ - | \$ 95,895 | \$ - | \$ - | \$ 69,101 | \$ 1,354,902 |
| 2022 | 92,497 | - | 989,434 | - | - | 44,409 | - | 96,842 | - | - | 41,674 | 1,264,856 |
| 2021 | 117,492 | - | 927,171 | - | - | 500 | - | 20,800 | - | - | 80,876 | 1,146,839 |
| 2020 | 95,963 | - | 1,135,336 | - | 43,141 | 350 | - | 33,560 | - | - | 247,204 | 1,555,554 |
| 2019 | 88,398 | - | 879,340 | 21,135 | 11,575 | 4,419 | - | 120,333 | - | - | 117,947 | 1,243,147 |
| 2018 | 41,107 | - | 620,035 | 16,164 | 759,106 | - | - | 109,346 | - | - | 185,534 | 1,731,292 |
| 2017 | 7,995 | - | 534,055 | 23,246 | 74,708 | - | - | 111,727 | 114,212 | - | 52,855 | 1,886,927 |
| 2016 | - | 77,647 | 411,075 | - | - | - | 49,790 | 44,570 | - | 174,767 | 61,004 | 1,382,412 |
| 2015 | - | - | 411,303 | - | - | - | - | 25,552 | - | - | 75,880 | 1,030,953 |
| 2014 | - | - | 348,355 | - | - | - | - | 20,300 | - | - | 163,987 | 1,854,067 |
| Total | \$ 518,847 | \$ 77,647 | \$ 7,370,615 | \$ 60,545 | \$ 888,530 | \$ 49,678 | \$ 49,790 | \$ 678,925 | \$ 114,212 | \$ 174,767 | \$ 1,096,062 | \$ 14,450,949 |

Source: District Records

Revenue Capacity Information

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

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WALL TOWNSHIP BOARD OF EDUCATION
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
 LAST TEN FISCAL YEARS

| FISCAL YEAR ENDED JUNE 30. | VACANT LAND | RESIDENTIAL | FARM REC. | QFARM | COMMERCIAL | INDUSTRIAL | APARTMENT | TOTAL ASSESSED VALUE | LESS: TAX EXEMPT PROPERTY | PUBLIC UTILITIES | NET VALUATION TAXABLE | TOTAL DIRECT SCHOOL TAX RATE | ACTUAL (COUNTY EQUALIZED) VALUE |
|----------------------------|---------------|------------------|---------------|------------|----------------|----------------|---------------|----------------------|---------------------------|------------------|-----------------------|------------------------------|---------------------------------|
| 2014 | \$ 67,764,300 | \$ 2,819,263,000 | \$ 31,125,700 | \$ 859,900 | \$ 609,691,300 | \$ 141,331,000 | \$ 21,839,600 | \$ 3,691,874,800 | \$ - | \$ 5,325,309 | \$ 3,697,200,109 | 1.666 | \$ 5,614,372,406 |
| 2015 | 65,185,400 | 2,817,681,600 | 32,138,900 | 806,500 | 607,903,100 | 139,006,100 | 24,981,100 | 3,687,702,700 | - | 5,150,110 | 3,692,852,810 | 1.700 | 5,602,708,447 |
| 2016 | 85,540,500 | 4,505,855,990 | 46,534,000 | 765,200 | 1,014,262,500 | 240,969,300 | 46,891,700 | 5,940,819,190 | - | 7,953,969 | 5,948,773,159 | 1.080 | 5,924,070,513 |
| 2017 | 86,395,800 | 4,498,740,990 | 44,629,300 | 764,900 | 1,014,418,800 | 240,639,200 | 46,891,700 | 5,932,480,690 | - | 8,063,235 | 5,940,543,925 | 1.107 | 6,128,451,633 |
| 2018 | 87,939,400 | 4,505,584,900 | 41,343,000 | 760,300 | 1,056,984,200 | 256,938,000 | 46,891,700 | 5,996,441,500 | - | 7,824,535 | 6,004,266,035 | 1.123 | 6,156,959,538 |
| 2019 | 84,756,900 | 4,519,487,200 | 39,430,000 | 719,600 | 1,059,098,600 | 228,680,700 | 46,309,200 | 5,978,482,200 | - | - | 5,978,482,200 | 1.138 | 6,348,046,083 |
| 2020 | 86,233,800 | 4,539,928,100 | 36,714,700 | 708,500 | 1,093,421,500 | 228,986,100 | 45,533,400 | 6,031,526,100 | - | - | 6,031,526,100 | 1.148 | 6,661,082,532 |
| 2021 | 77,878,000 | 4,558,054,400 | 39,002,700 | 679,200 | 1,097,421,600 | 240,484,600 | 45,533,400 | 6,059,053,900 | - | - | 6,059,053,900 | 1.168 | 6,726,555,593 |
| 2022 | 100,665,700 | 4,588,338,100 | 35,583,300 | 661,000 | 1,107,103,700 | 267,263,800 | 45,533,400 | 6,145,149,000 | - | - | 6,145,149,000 | 1.173 | 8,085,722,368 |
| 2023 | 100,727,800 | 4,647,184,800 | 36,873,300 | 669,600 | 1,131,701,400 | 268,571,000 | 45,533,400 | 6,231,261,300 | - | - | 6,231,261,300 | 1.186 | 9,130,053,187 |

Source: Monmouth County Board of Taxation
 Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.
 Reassessment occurs when ordered by the County Board of Taxation
 a. Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies
 b. Tax rates are per \$100

**WALL TOWNSHIP BOARD OF EDUCATION
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

| FISCAL YEAR ENDED JUNE 30, | <u>TOTAL</u> | <u>SCHOOL DISTRICT</u> | <u>MUNICIPAL</u> | <u>COUNTY</u> | <u>OTHER</u> |
|---|---------------------|-------------------------------|-------------------------|----------------------|---------------------|
| 2014 | 2.825 | 1.666 | 0.708 | 0.403 | 0.048 |
| 2015 | 2.888 | 1.700 | 0.722 | 0.416 | 0.050 |
| 2016 | 1.813 | 1.080 | 0.448 | 0.253 | 0.032 |
| 2017 | 1.847 | 1.107 | 0.453 | 0.254 | 0.033 |
| 2018 | 1.884 | 1.123 | 0.459 | 0.256 | 0.046 |
| 2019 | 1.947 | 1.138 | 0.463 | 0.299 | 0.047 |
| 2020 | 1.983 | 1.148 | 0.463 | 0.309 | 0.063 |
| 2021 | 1.942 | 1.168 | 0.470 | 0.254 | 0.050 |
| 2022 | 1.952 | 1.173 | 0.474 | 0.253 | 0.052 |
| 2023 | 1.984 | 1.186 | 0.487 | 0.256 | 0.055 |

Source: Municipal Tax Assessor

Note: N.J.S.A. 18A:7F-5d limits the amount that the District can submit for a general fund tax levy. The levy, when added to other components of the District's net budget, may not exceed the prebudget year net budget by

WALL TOWNSHIP BOARD OF EDUCATION
 PRINCIPAL PROPERTY TAX PAYERS,
 CURRENT YEAR AND NINE YEARS AGO

| <u>Taxpayer</u> | 2023 | |
|-----------------|---------------------------------------|---|
| | <u>TAXABLE ASSESSED VALUE</u> | <u>% OF TOTAL DISTRICT NET ASSESSED VALUE</u> |

DATA NOT AVAILABLE

| | | |
|-------|-------------|---------------|
| Total | <u>\$ -</u> | <u>0.000%</u> |
|-------|-------------|---------------|

| <u>Taxpayer</u> | 2014 | |
|-----------------|---------------------------------------|---|
| | <u>TAXABLE ASSESSED VALUE</u> | <u>% OF TOTAL DISTRICT NET ASSESSED VALUE</u> |

DATA NOT AVAILABLE

| | | |
|-------|-------------|---------------|
| Total | <u>\$ -</u> | <u>0.000%</u> |
|-------|-------------|---------------|

Source: Municipal Tax Assessor

N/A - Information was not available at reporting time

**WALL TOWNSHIP BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

| FISCAL YEAR ENDED JUNE 30, | TAXES LEVIED FOR THE FISCAL YEAR | COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY | | COLLECTIONS IN SUBSEQUENT YEARS |
|-------------------------------------|---|--|-----------------------|--|
| | | AMOUNT | PERCENTAGE OF LEVY | |
| 2014 | \$ 61,029,474 | \$ 61,029,474 | 100.00% | - |
| 2015 | 62,157,010 | 62,157,010 | 100.00% | - |
| 2016 | 63,416,527 | 63,416,527 | 100.00% | - |
| 2017 | 65,116,918 | 65,116,918 | 100.00% | - |
| 2018 | 66,377,929 | 66,377,929 | 100.00% | - |
| 2019 | 67,661,150 | 67,661,150 | 100.00% | - |
| 2020 | 68,314,277 | 68,314,277 | 100.00% | - |
| 2021 | 70,138,194 | 70,138,194 | 100.00% | - |
| 2022 | 71,461,986 | 71,461,986 | 100.00% | - |
| 2023 | 70,521,283 | 70,521,283 | 100.00% | - |

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

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.

Debt Capacity Information

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for historical view of the School District's outstanding debt and its debt capacity.

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**WALL TOWNSHIP BOARD OF EDUCATION
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

| FISCAL YEAR ENDED JUNE 30, | GOVERNMENTAL ACTIVITIES | | | TOTAL DISTRICT | POPULATION | PER CAPITA INCOME | PERSONAL INCOME | OUTSTANDING DEBT RATIO |
|-------------------------------------|--------------------------------|---------------------------------|-----------------------------------|-------------------|------------|----------------------|--------------------|---------------------------|
| | GENERAL OBLIGATION BONDS | UNAMORTIZED BOND PREMIUMS | FINANCE PURCHASE AGREEMENTS | | | | | |
| 2014 | \$ 26,660,000 | \$ - | \$ 348,887 | \$ 27,008,887 | 25,902 | 67,481 | \$ 1,747,892,862 | 1.55% |
| 2015 | 22,575,000 | 2,395,896 | 427,978 | 25,398,874 | 25,887 | 70,766 | 1,831,919,442 | 1.39% |
| 2016 | 19,985,000 | 2,073,399 | 624,765 | 22,683,164 | 25,891 | 73,074 | 1,891,958,934 | 1.20% |
| 2017 | 17,740,000 | 1,628,638 | 374,801 | 19,743,439 | 25,813 | 75,876 | 1,958,587,188 | 1.01% |
| 2018 | 15,420,000 | 1,250,283 | 416,145 | 17,086,428 | 25,690 | 79,249 | 2,035,906,810 | 0.84% |
| 2019 | 13,005,000 | 923,643 | 1,100,329 | 15,028,972 | 25,602 | 82,270 | 2,106,276,540 | 0.71% |
| 2020 | 10,480,000 | 651,115 | 787,139 | 11,918,254 | 25,518 | 86,091 | 2,196,870,138 | 0.54% |
| 2021 | 7,820,000 | 425,379 | 546,403 | 8,791,782 | 26,467 | 82,551 | 2,184,877,317 | 0.40% |
| 2022 | 5,065,000 | 239,408 | 842,015 | 6,146,423 | 26,375 | N/A | N/A | N/A |
| 2023 | 2,410,000 | 97,631 | 487,708 | 2,995,339 | N/A | N/A | N/A | N/A |

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.
See Exhibit J-14 for personal income and population data.

**WALL TOWNSHIP BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

| FISCAL YEAR ENDED JUNE 30, | GENERAL BONDED DEBT OUTSTANDING | | | | NET GENERAL BONDED DEBT OUTSTANDING | PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY | PER CAPITA |
|-------------------------------------|---------------------------------|---------------------------------|------|------------|---|--|------------|
| | GENERAL OBLIGATION BONDS | UNAMORTIZED BOND PREMIUMS | | DEDUCTIONS | | | |
| 2014 | \$ 26,660,000 | \$ - | \$ - | \$ - | \$ 26,660,000 | 0.48% | 1,029 |
| 2015 | 22,575,000 | 2,395,896 | - | - | 24,970,896 | 0.38% | 872 |
| 2016 | 19,985,000 | 2,073,399 | - | - | 22,058,399 | 0.33% | 772 |
| 2017 | 17,740,000 | 1,628,638 | - | - | 19,368,638 | 0.29% | 687 |
| 2018 | 15,420,000 | 1,250,283 | - | - | 16,670,283 | 0.24% | 598 |
| 2019 | 13,005,000 | 923,643 | - | - | 13,928,643 | 0.20% | 509 |
| 2020 | 10,480,000 | 651,115 | - | - | 11,131,115 | 0.17% | 441 |
| 2021 | 7,820,000 | 425,379 | - | - | 8,245,379 | 0.12% | 315 |
| 2022 | 5,065,000 | 239,408 | - | - | 5,304,408 | 0.07% | N/A |
| 2023 | 2,410,000 | 97,631 | - | - | 2,507,631 | 0.03% | N/A |

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.
See Exhibit J-6 for property tax data.
Population data can be found in Exhibit J-14.

**WALL TOWNSHIP BOARD OF EDUCATION
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2023**

| | NET DEBT |
|--|------------------------------|
| Municipal Debt: | |
| Wall Township Board of Education (as of June 30, 2023) | \$ 5,065,000 |
| Township of Wall | <u>31,482,870</u> |
| Subtotal, Overlapping Debt | <u>36,547,870</u> |
| Overlapping Debt Apportioned to the Municipality: | |
| Mounmouth County: | |
| County of Monmouth | <u>485,746,546</u> |
| Total Direct & Overlapping Debt | <u><u>\$ 522,294,416</u></u> |

Sources: Assessed value data used to estimate applicable percentages provided by the Monmouth County Board of Taxation.
Debt Outstanding data provided by each governmental unit.

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 Wall. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

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

**WALL TOWNSHIP BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)**

| | FISCAL YEAR | | | | | | | | | |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| Debt Limit | \$ 212,370,668 | \$ 204,978,604 | \$ 195,967,337 | \$ 190,325,093 | \$ 244,761,800 | \$ 236,601,951 | \$ 229,784,067 | \$ 223,373,044 | \$ 223,407,044 | \$ 230,438,397 |
| Total Net Debt Applicable to Limit | 2,410,000 | 5,065,000 | 7,820,000 | 10,480,000 | 13,005,000 | 15,420,000 | 17,740,000 | 19,985,000 | 22,575,000 | 26,660,000 |
| Legal Debt Margin | \$ 209,960,668 | \$ 199,913,604 | \$ 188,147,337 | \$ 179,845,093 | \$ 231,756,800 | \$ 221,181,951 | \$ 212,044,067 | \$ 203,388,044 | \$ 200,832,044 | \$ 203,778,397 |
| Total Net Debt Applicable to the Limit as a Percentage of Debt Limit | 1.13% | 2.47% | 3.99% | 5.51% | 5.31% | 6.52% | 7.72% | 8.95% | 10.10% | 11.57% |

Legal Debt Margin Calculation

| | | |
|---|---------------------------|--------------------------|
| | Equalized Valuation Basis | |
| | 2022 | \$ 7,330,697,290 |
| | 2021 | 7,221,756,734 |
| | 2020 | 6,684,612,767 |
| | | <u>\$ 21,237,066,791</u> |
| Average Equalized Valuation of Taxable Property | | <u>\$ 7,079,022,264</u> |
| Debt Limit (3% of Average Equalization Value) | | \$ 212,370,668 |
| Net Bonded School Debt | | <u>2,410,000</u> |
| Legal Debt Margin | | <u>\$ 209,960,668</u> |

Source: Equalized valuation bases were obtained from the Monmouth County Board of Taxation

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts.

Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

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**WALL TOWNSHIP BOARD OF EDUCATION
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

| YEAR | POPULATION (a) | PER CAPITA PERSONAL INCOME (c) | UNEMPLOYMENT RATE (d) |
|-------------|-----------------------|---|----------------------------------|
| 2014 | 25,902 | 67,481 | 5.37% |
| 2015 | 25,887 | 70,766 | 4.90% |
| 2016 | 25,891 | 73,074 | 4.30% |
| 2017 | 25,813 | 75,876 | 3.90% |
| 2018 | 25,690 | 79,249 | 3.60% |
| 2019 | 25,602 | 82,270 | 3.00% |
| 2020 | 25,518 | 86,091 | 8.00% |
| 2021 | 26,467 | 92,119 | 5.20% |
| 2022 | 26,375 | N/A | 3.10% |
| 2023 | N/A | N/A | N/A |

Sources:

a Population information provided by the NJ Department of Labor and Workforce Development.

b Personal income has been estimated based upon the municipal population and per capita personal income presented.

c Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

d Unemployment data provided by the NJ Department of Labor and Workforce Development.

WALL TOWNSHIP BOARD OF EDUCATION
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO

| | 2023 | |
|--------------------------------|-----------|--------------------------------------|
| | EMPLOYEES | PERCENTAGE OF TOTAL EMPLOYMENT |
| | - | 0.00% |
| Total | - | 0.00% |
| Total Employment - (Estimated) | - | |

DATA NOT AVAILABLE

| | 2014 | |
|--------------------------------|-----------|--------------------------------------|
| | EMPLOYEES | PERCENTAGE OF TOTAL EMPLOYMENT |
| | - | 0.00% |
| Total | - | 0.00% |
| Total Employment - (Estimated) | - | |

DATA NOT AVAILABLE

Source: Township of Wall, Clerk's Office.

N/A - Information was not available at reporting time

Operating Information

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

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**WALL TOWNSHIP BOARD OF EDUCATION
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

| Function/Program | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|--|-------------|-------------|--------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Instruction: | | | | | | | | | | |
| Regular | 249 | 258 | 261 | 259 | 259 | 268 | 271 | 274 | 275 | 260 |
| Special Education | 161 | 171 | 173 | 171 | 165 | 168 | 161 | 156 | 161 | 146 |
| Other Instruction | 233 | 230 | 230 | 222 | 213 | 199 | 194 | 164 | 155 | 157 |
| Support Services: | | | | | | | | | | |
| Student & Instruction Related Services | 115 | 115 | 120 | 116 | 119 | 110 | 122 | 99 | 105 | 92 |
| General Administration | 7 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 4 |
| School Administrative Services | 30 | 32 | 32 | 33 | 32 | 32 | 31 | 30 | 30 | 30 |
| Central Services | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 7 | 8 |
| Administrative Information Technology | 8 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 6 | 5 |
| Plant Operations & Maintenance | 98 | 105 | 106 | 106 | 105 | 100 | 99 | 104 | 99 | 88 |
| Pupil Transportation | 58 | 58 | 62 | 62 | 60 | 63 | 64 | 66 | 68 | 66 |
| Total | 964 | 988 | 1,003 | 988 | 971 | 958 | 959 | 912 | 911 | 855 |

Source: District Personnel Records

WALL TOWNSHIP BOARD OF EDUCATION
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS

| FISCAL YEAR | ENROLLMENT | OPERATING EXPENDITURES | | COST PER PUPIL | PERCENTAGE CHANGE | TEACHING STAFF (b) | PUPIL/TEACHER RATIO (d) | | | AVERAGE DAILY ENROLLMENT (ADE) (c) | AVERAGE DAILY ATTENDANCE (ADA) (c) | % CHANGE IN AVERAGE DAILY ENROLLMENT | STUDENT ATTENDANCE PERCENTAGE |
|-------------|------------|------------------------|-----------|----------------|-------------------|--------------------|-------------------------|--------|-------|------------------------------------|------------------------------------|--------------------------------------|-------------------------------|
| | | (a) | | | | | ELEM | MIDDLE | HIGH | | | | |
| 2023 | 3,112 | \$ 78,831,677 | \$ 25,332 | 14.09% | 358 | 1:08.3 | 1:09.1 | 1:08.1 | 3,193 | 3,009 | -1.87% | 94.22% | |
| 2022 | 3,258 | 75,630,306 | 23,214 | 4.55% | 353 | 1:09.3 | 1:09.3 | 1:09.1 | 3,254 | 3,078 | 3.42% | 94.58% | |
| 2021 | 3,196 | 70,962,851 | 22,204 | 6.86% | 371 | 1:07.5 | 1:08.8 | 1:08.9 | 3,147 | 3,007 | -6.89% | 95.57% | |
| 2020 | 3,311 | 68,798,610 | 20,779 | -14.00% | 417 | 1:08.4 | 1:07.8 | 1:07.6 | 3,380 | 3,301 | 0.00% | 97.66% | |
| 2019 | 3,351 | 80,962,776 | 24,161 | 7.68% | 417 | 1:08.4 | 1:07.8 | 1:07.6 | 3,380 | 3,301 | -0.55% | 97.66% | |
| 2018 | 3,410 | 76,509,078 | 22,437 | 3.37% | 419 | 1:08.4 | 1:07.7 | 1:08.0 | 3,399 | 3,326 | -1.61% | 97.87% | |
| 2017 | 3,460 | 75,102,953 | 21,706 | 7.84% | 418 | 1:08.7 | 1:08.1 | 1:08.0 | 3,454 | 3,436 | -3.73% | 99.46% | |
| 2016 | 3,606 | 72,578,498 | 20,127 | 3.95% | 400 | 1:08.9 | 1:08.8 | 1:09.3 | 3,588 | 3,475 | 0.45% | 96.85% | |
| 2015 | 3,649 | 70,641,086 | 19,362 | 4.61% | 400 | 1:08.9 | 1:09.0 | 1:08.8 | 3,572 | 3,454 | -1.57% | 96.70% | |
| 2014 | 3,716 | 68,767,123 | 18,508 | 5.05% | 402 | 1:08.4 | 1:09.3 | 1:09.3 | 3,629 | 3,508 | -5.72% | 96.67% | |

Sources: District records

Note: Enrollment based on annual October district count from the year prior.

- a Operating expenditures equal total expenditures less debt service, capital outlay, and on-behalf TPAF Pension and reimbursed TPAF social security contributions. J-4
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
- d Pupil/Teacher ratio was obtained from the Comparative Spending Guide

**WALL TOWNSHIP BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

| <u>DISTRICT BUILDINGS</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Elementary Schools: | | | | | | | | | | |
| Allenwood | | | | | | | | | | |
| Square Feet | 49,920 | 49,920 | 49,920 | 49,920 | 49,920 | 49,920 | 49,920 | 49,920 | 49,920 | 49,920 |
| Capacity (Students) | 521 | 521 | 521 | 521 | 521 | 521 | 521 | 521 | 521 | 521 |
| Enrollment | 403 | 408 | 375 | 364 | 406 | 391 | 380 | 348 | 348 | 359 |
| Central | | | | | | | | | | |
| Square Feet | 56,110 | 56,110 | 56,110 | 56,110 | 56,110 | 56,110 | 56,110 | 56,110 | 56,110 | 56,110 |
| Capacity (Students) | 596 | 596 | 596 | 596 | 596 | 596 | 596 | 596 | 596 | 596 |
| Enrollment (a) | 502 | 509 | 476 | 427 | 538 | 526 | 522 | 504 | 507 | 506 |
| Old Mill | | | | | | | | | | |
| Square Feet | 56,440 | 56,440 | 56,440 | 56,440 | 56,440 | 56,440 | 56,440 | 56,440 | 56,440 | 56,440 |
| Capacity (Students) | 560 | 560 | 560 | 560 | 560 | 560 | 560 | 560 | 560 | 560 |
| Enrollment | 366 | 361 | 347 | 326 | 380 | 381 | 404 | 402 | 420 | 434 |
| West Belmar | | | | | | | | | | |
| Square Feet | 39,360 | 39,360 | 39,360 | 39,360 | 39,360 | 39,360 | 39,360 | 39,360 | 39,360 | 39,360 |
| Capacity (Students) | 276 | 276 | 276 | 276 | 276 | 276 | 276 | 276 | 276 | 276 |
| Enrollment | 166 | 172 | 167 | 144 | 173 | 181 | 186 | 203 | 199 | 212 |
| Middle School: | | | | | | | | | | |
| Intermediate | | | | | | | | | | |
| Square Feet | 126,000 | 126,000 | 126,000 | 126,000 | 126,000 | 126,000 | 126,000 | 126,000 | 126,000 | 126,000 |
| Capacity (Students) | 1,009 | 1,009 | 1,009 | 1,009 | 1,009 | 1,009 | 1,009 | 1,009 | 1,009 | 1,009 |
| Enrollment | 764 | 777 | 778 | 779 | 775 | 787 | 811 | 887 | 921 | 940 |
| High School: | | | | | | | | | | |
| Square Feet | 186,340 | 186,340 | 186,340 | 186,340 | 186,340 | 186,340 | 186,340 | 186,340 | 186,340 | 186,340 |
| Capacity (Students) | 1,394 | 1,394 | 1,394 | 1,394 | 1,394 | 1,394 | 1,394 | 1,394 | 1,394 | 1,394 |
| Enrollment | 917 | 966 | 985 | 1,051 | 1,021 | 1,094 | 1,100 | 1,190 | 1,184 | 1,197 |
| Primary: | | | | | | | | | | |
| Square Feet | 5,970 | 5,970 | 5,970 | 5,970 | 5,970 | 5,970 | 5,970 | 5,970 | 5,970 | 5,970 |
| Capacity (Students) | 60 | 60 | 60 | 60 | 60 | 60 | 60 | 60 | 60 | 60 |
| Enrollment | 74 | 65 | 54 | 55 | 58 | 50 | 57 | 55 | 50 | 36 |

**WALL TOWNSHIP BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

| <u>DISTRICT BUILDINGS</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|-------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Virtual: | | | | | | | | | | |
| Enrollment | 0 | 0 | N/A | 165 | N/A | N/A | N/A | N/A | N/A | N/A |
| Other: | | | | | | | | | | |
| Superintendent's Building | | | | | | | | | | |
| Square Feet- 2,880 | | | | | | | | | | |
| Business Office | | | | | | | | | | |
| Square Feet- 5,760 | | | | | | | | | | |
| Technology Building | | | | | | | | | | |
| Square Feet- 1,069 | | | | | | | | | | |
| Tech. Storage Bam | | | | | | | | | | |
| Square Feet- 1,296 | | | | | | | | | | |
| Maintenance Building | | | | | | | | | | |
| Square Feet- 4,756 | | | | | | | | | | |
| Red Storage Bam | | | | | | | | | | |
| Square Feet - 960 | | | | | | | | | | |
| Special Service Bldg. 1 | | | | | | | | | | |
| Square Feet- 2,000 | | | | | | | | | | |
| Special Service Bldg. 2 | | | | | | | | | | |
| Square Feet- 1,104 | | | | | | | | | | |
| District Storage Bldg. | | | | | | | | | | |
| Square Feet- 5,000 | | | | | | | | | | |
| Garage Apt. | | | | | | | | | | |
| Square Feet- 2,030 | | | | | | | | | | |
| 18th Ave. Field | | | | | | | | | | |
| Square feet- 1,800 | | | | | | | | | | |
| Number of Schools at June 30, 2023: | | | | | | | | | | |
| Elementary = 4 | | | | | | | | | | |
| Middle School = 1 | | | | | | | | | | |
| Senior High School = 1 | | | | | | | | | | |
| Other = 1 | | | | | | | | | | |

Source: District Facilities Office, District Records

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

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

| SCHOOL FACILITIES | PROJECT # (s) | | 2023 | | 2022 | | 2021 | | 2020 | | 2019 | | 2018 | | 2017 | | 2016 | | 2015 | | 2014 |
|--------------------------|----------------------|----|-------------|----|-------------|----|-------------|----|-------------|----|-------------|----|-------------|----|-------------|----|-------------|----|-------------|----|-------------|
| Wall High School | 050 | \$ | 110,759 | \$ | 131,964 | \$ | 88,503 | \$ | 136,233 | \$ | 168,933 | \$ | 87,265 | \$ | 136,799 | \$ | 102,842 | \$ | 77,780 | \$ | 147,150 |
| Allenwood School | 060 | | 45,216 | | 20,987 | | 31,437 | | 31,525 | | 31,409 | | 39,077 | | 29,623 | | 35,969 | | 35,542 | | 60,219 |
| Central Elementary | 070 | | 50,340 | | 34,802 | | 15,561 | | 40,908 | | 71,440 | | 54,929 | | 51,100 | | 49,712 | | 48,246 | | 59,643 |
| Wall Intermediate | 075 | | 105,932 | | 108,967 | | 51,354 | | 25,939 | | 93,853 | | 196,273 | | 108,071 | | 45,122 | | 89,364 | | 82,433 |
| Old Mill | 077 | | 68,093 | | 44,006 | | 40,964 | | 29,930 | | 65,456 | | 38,219 | | 187,116 | | 39,956 | | 47,601 | | 54,979 |
| Primary | 078 | | 26,746 | | 41,279 | | 18,370 | | 18,345 | | 25,201 | | 2,166 | | 6,157 | | 16,272 | | 28,745 | | 28,113 |
| West Belmar | 080 | | 37,576 | | 37,064 | | 43,229 | | 17,445 | | 56,640 | | 11,395 | | 31,747 | | 31,551 | | 31,011 | | 59,345 |
| Grand Total | | | 444,662 | | 419,069 | | 289,418 | | 300,325 | | 512,932 | | 429,324 | | 550,613 | | 321,424 | | 358,289 | | 491,882 |

Source: District Records

**WALL TOWNSHIP BOARD OF EDUCATION
INSURANCE SCHEDULE
JUNE 30, 2023
UNAUDITED**

| | COVERAGE | DEDUCTIBLE |
|--|------------------|-------------------|
| SCHOOL PACKAGE POLICY (1): | | |
| School Excess Liability Joint Insurance Fund | | |
| Property Blanket Bldg. & Contents | \$ 500,000,000 | \$ 5,000 |
| Program Blanket Limit | 500,000,000 * | 5,000 |
| Comprehensive General Liability | 5,000,000 | - |
| Comprehensive Crime Coverage | 500,000 | 1,000 |
| Money & Securities | 50,000 | 1,000 |
| Workers Compensation | Statutory | N/L |
| COMPUTERS & SCHEDULE EQUIPMENT | | |
| School Excess Liability Joint Insurance Fund | | |
| Data Processing Equipment | 500,000,000 | 5,000 |
| Valuable Papers | 500,000,000 | 5,000 |
| Miscellaneous Equipment | 500,000,000 | 5,000 |
| Business Income | 100,000,000 | 5,000 |
| Extra Expense | 50,000,000 | 5,000 |
| BOILER & MACHINERY - SCHOOL EXCESS JOINT INSURANCE FUND | | |
| Property Damage | 100,000,000 | 5,000 |
| UMBRELLA EXCESS LIABILITY | | |
| Excess Liability - Dipolma JIF | 5,000,000 | - |
| School Excess - Umbrella Policy | 30,000,000 | - |
| SCHOOL BOARD LEGAL LIABILITY - ACE USA | | |
| Directors & Officers Policy | Included in SLPL | - |
| PUBLIC OFFICIAL BOND - PABLO D. CANELA | 400,000 | - |
| PUBLIC OFFICIAL BOND - BRIAN J. SMYTH | 400,000 | - |
| AUTOMOBILE & TRUCKS | | |
| School Excess Liability Joint Insurance Fund | \$5,000,000 CSL | - |

Source: District P&C Broker

SINGLE AUDIT SECTION

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EXHIBIT K-1

INDEPENDENT AUDITOR'S 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*

Honorable President and Members
of the Board of Education
Wall Township School District
County of Monmouth
Wall, New Jersey 07719

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Wall Township School District, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Wall Township School District's basic financial statements; and have issued our report thereon dated February 2, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Wall Township School 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 School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Wall Township School District's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a deficiency in internal control, described in the accompany schedule of findings and questioned costs as Finding No. 2023-001 that we consider to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement. 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 an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and which are described in the accompanying statement of findings and questioned costs as Finding No. 2023-001.

Management's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the School District's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The School District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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 School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.



Matthew F. Holman

Certified Public Accountant

Public School Accountant, #20CS00260100

Lakewood, New Jersey
February 2, 2024



Certified Public Accountants + Advisors

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EXHIBIT K-2

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08

Honorable President and Members
of the Board of Education
Wall Township School District
County of Monmouth
Wall, New Jersey 07719

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Wall Township School District's compliance with 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 School District's major federal and state programs for the fiscal year ended June 30, 2023. The Wall Township School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Wall Township School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*; New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. 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 Wall Township School 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 School 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 of grant agreements applicable to the Wall Township School District's federal and state programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Red Bank Regional High School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and New Jersey OMB's Circular 15-08 audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey 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 compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the School District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the

- 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 School District's compliance with compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the School 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 OMB's Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the School 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.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and New Jersey OMB's Circular 15-08 and which is described in the accompanying schedule of findings and questioned costs as item Finding 2023-001. Our opinion on each major federal and state program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform procedures on the School District's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The School District's response was not subjected to other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as Finding 2023-001 to be a significant deficiency.

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.

Government Auditing Standards requires the auditor to perform limited procedures on the School District's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The School District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response

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 and New Jersey OMB's Circular 15-08. Accordingly, this report is not suitable for any other purpose.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.



Matthew F. Holman

Certified Public Accountant

Public School Accountant, #20CS00260100

Lakewood, New Jersey

February 2, 2024

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

| FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE, F.O.R. CLUSTER | FEDERAL ASSISTANCE LISTING NUMBER | FEDERAL AWARD IDENTIFICATION NUMBER | PASS THROUGH ENTITY IDENTIFYING NUMBER | PROGRAM OR AWARD AMOUNT | GRANT PERIOD | BALANCE JUNE 30, 2022 | CASH RECEIVED | BUDGETARY EXPENDITURES | REPAYMENT OF PRIOR YEARS' BALANCES | PASSED THROUGH TO SUBRECIPIENTS | ADJUSTMENTS | BALANCE, JUNE 30, 2023 | | | | |
|---|-----------------------------------|-------------------------------------|--|-------------------------|------------------|-----------------------|---------------|------------------------|------------------------------------|---------------------------------|-------------|------------------------|-----------------------|----------------|-----------|------|
| | | | | | | | | | | | | UNEARNED REVENUE | (ACCOUNTS RECEIVABLE) | DUE TO GRANTOR | | |
| U.S. Department of Health and Human Services | | | | | | | | | | | | | | | | |
| Passed Through New Jersey Department of Human Services: | | | | | | | | | | | | | | | | |
| Medicaid Cluster | | | | | | | | | | | | | | | | |
| Medical Assistance Program (SEMI) | 93.778 | 2305NUSMAP | 100-054-7540-211 | \$ 44,857 | 7/1/22-6/30/23 | \$ - | \$ 44,857 | \$ (44,857) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Total Medicaid Cluster | | | | | | | | | | | | | | | | |
| Total U.S. Department of Health and Human Services | | | | | | | | | | | | | | | | |
| U.S. Department of the Treasury | | | | | | | | | | | | | | | | |
| Passed Through New Jersey Department of Education: | | | | | | | | | | | | | | | | |
| COVID ARP State and Local Fiscal Recovery Fund DOE Special Education Services | | | | | | | | | | | | | | | | |
| | 21.027 | SL/RFDOEISES | 100-034-5065-096 | 42,040 | 7/1/22-6/30/23 | - | 42,040 | (42,040) | - | - | - | - | - | - | - | |
| Total U.S. Department of the Treasury | | | | | | | | | | | | | | | | |
| U.S. Department of Agriculture | | | | | | | | | | | | | | | | |
| Passed Through New Jersey Department of Agriculture: | | | | | | | | | | | | | | | | |
| Child Nutrition Cluster: | | | | | | | | | | | | | | | | |
| School Breakfast Program | | | | | | | | | | | | | | | | |
| School Breakfast Program | 10.553 | 22N304N1099 | 100-010-3350-028 | 27,876 | 7/1/22-6/30/23 | - | 22,506 | (27,876) | - | - | - | - | - | (5,370) | - | |
| | 10.553 | 21N304N1099 | 100-010-3350-028 | 127,383 | 7/1/21-6/30/22 | (9,248) | 9,248 | - | - | - | - | - | - | - | - | |
| Total School Breakfast Program | | | | | | | | | | | | | | | | |
| | | | | | | (9,248) | 31,754 | (27,876) | - | - | - | - | - | (5,370) | - | |
| National School Lunch Program | | | | | | | | | | | | | | | | |
| National School Lunch Program | 10.555 | 22N304N1099 | 100-010-3350-028 | 266,751 | 7/1/22-6/30/23 | - | 220,572 | (266,751) | - | - | - | - | - | (46,179) | - | |
| | 10.555 | 21N304N1099 | 100-010-3350-028 | 1,329,112 | 7/1/21-6/30/22 | (78,128) | 78,128 | - | - | - | - | - | - | - | - | |
| Supply Chain Assistance Award | | | | | | | | | | | | | | | | |
| Supply Chain Assistance Award | 10.555 | 22N344N8903 | 100-010-3350-118 | 90,459 | 10/1/22-9/30/24 | - | 90,459 | (90,459) | - | - | - | - | - | - | - | |
| | 10.555 | 22N344N8903 | 100-010-3350-118 | 66,190 | 1/1/22-9/30/23 | - | 66,190 | (66,190) | - | - | - | - | - | - | - | |
| Healthy Hunger-Free Kids Act | | | | | | | | | | | | | | | | |
| Healthy Hunger-Free Kids Act | 10.555 | 21N304N1099 | 100-010-3350-026 | 14,545 | 7/1/22-6/30/23 | - | 12,085 | (14,545) | - | - | - | - | - | (2,460) | - | |
| | 10.555 | 22N304N1099 | Unavailable | 78,769 | 7/1/22-6/30/23 | - | 78,769 | (78,769) | - | - | - | - | - | - | - | |
| Food Distribution Program (Noncash Assistance) | | | | | | | | | | | | | | | | |
| | | | | | | (78,128) | 546,203 | (516,714) | - | - | - | - | - | (48,639) | - | |
| Total Child Nutrition Cluster | | | | | | | | | | | | | | | | |
| | | | | | | (87,376) | 577,957 | (544,590) | - | - | - | - | - | (54,009) | - | |
| Total U.S. Department of Agriculture | | | | | | | | | | | | | | | | |
| U.S. Department of Education | | | | | | | | | | | | | | | | |
| Passed Through New Jersey Department of Education: | | | | | | | | | | | | | | | | |
| Title I - Part A | | | | | | | | | | | | | | | | |
| Title I - Part A | 84.010 | S010A220030 | 100-034-5064-194 | 136,754 | 7/1/22-9/30/23 | - | 17,769 | (119,200) | - | - | - | - | - | (92,431) | - | |
| | 84.010 | S010A210030 | 100-034-5064-194 | 169,354 | 7/1/21-9/30/22 | (34,553) | 36,318 | (14,807) | - | - | - | - | - | (18,242) | - | |
| Title II - Part A, Supporting Effective Instruction | | | | | | | | | | | | | | | | |
| Title II - Part A, Supporting Effective Instruction | 84.367 | S367A220029 | 100-034-5063-290 | 58,055 | 7/1/22-9/30/23 | - | - | (53,793) | - | - | - | - | - | (53,793) | - | |
| | 84.367 | S367A210029 | 100-034-5063-290 | 83,664 | 7/1/21-9/30/22 | (40,664) | 40,664 | (21,750) | - | - | - | - | - | (21,750) | - | |
| Title III - English Language Acquisition | | | | | | | | | | | | | | | | |
| Title III - English Language Acquisition | 84.365 | S365A220030 | 100-034-5064-187 | 12,738 | 7/1/22-9/30/23 | - | - | (1,561) | - | - | - | - | - | (1,561) | - | |
| | 84.365 | S365A210030 | 100-034-5064-187 | 10,991 | 7/1/21-9/30/22 | (8,159) | 28,170 | (20,050) | - | - | - | - | - | 18,899 | - | |
| Title IV | | | | | | | | | | | | | | | | |
| Title IV | 84.424 | S369A220031 | 100-034-5064-189 | 12,602 | 7/1/22-9/30/23 | - | 12,602 | (12,602) | - | - | - | - | - | - | - | |
| | 84.424 | S369A210031 | 100-034-5064-189 | 32,823 | 7/1/21-9/30/22 | (566) | 566 | - | - | - | - | - | - | - | - | |
| Special Education Cluster: | | | | | | | | | | | | | | | | |
| I.D.E.A. Part B | | | | | | | | | | | | | | | | |
| I.D.E.A. Part B | 84.027 | H027A220100 | 100-034-5065-016 | 845,625 | 7/1/22-9/30/23 | - | 766,460 | (857,248) | - | - | - | - | - | (150,788) | - | |
| | 84.027 | H027A210100 | 100-034-5065-016 | 820,479 | 7/1/21-9/30/22 | (28,556) | 28,556 | (4,789) | - | - | - | - | - | (4,789) | - | |
| ARP I.D.E.A. Part B | | | | | | | | | | | | | | | | |
| ARP I.D.E.A. Part B | 84.027X | H027X210100 | 100-034-5065-016 | 139,924 | 7/1/21-9/30/22 | (56,458) | - | (35,469) | - | - | - | - | - | (91,927) | - | |
| Total I.D.E.A. Part B | | | | | | | | | | | | | | | | |
| | | | | | | (85,014) | 735,016 | (897,506) | - | - | - | - | - | (247,504) | - | |
| I.D.E.A. Preschool | | | | | | | | | | | | | | | | |
| I.D.E.A. Preschool | 84.173 | H173A220114 | 100-034-5065-020 | 53,594 | 7/1/22-9/30/23 | - | 17,202 | (44,441) | - | - | - | - | - | (27,239) | - | |
| | 84.173 | H173A210114 | 100-034-5065-020 | 68,570 | 7/1/21-9/30/22 | (19,889) | 12,859 | (1,101) | - | - | - | - | - | (8,131) | - | |
| ARP I.D.E.A. Preschool | | | | | | | | | | | | | | | | |
| ARP I.D.E.A. Preschool | 85.173X | H173X210115 | 100-034-5065-021 | 11,935 | 7/1/21-9/30/22 | (10,310) | - | (450) | - | - | - | - | - | (10,760) | - | |
| Total Special Education Cluster | | | | | | | | | | | | | | | | |
| | | | | | | (115,213) | 765,077 | (943,498) | - | - | - | - | - | (293,634) | - | |
| Education Stabilization Fund: | | | | | | | | | | | | | | | | |
| CARES Emergency Relief | | | | | | | | | | | | | | | | |
| CARES Emergency Relief | 84.425D | S425D200027 | 100-034-5120-413 | 236,452 | 3/13/20-9/30/22 | (17,630) | 54,253 | (36,146) | - | - | - | - | - | 1,069 | - | |
| | 84.425D | S425D200027 | 100-034-5120-516 | 44,341 | 7/16/20-10/31/20 | (1,065) | - | - | - | - | - | - | - | (1,065) | - | |
| CRRSA Elementary and Secondary School Emergency Relief Fund | | | | | | | | | | | | | | | | |
| CRRSA Elementary and Secondary School Emergency Relief Fund | 84.425D | S425D210027 | 100-034-5120-518 | 966,793 | 3/13/20-9/30/23 | (11,461) | 208,455 | (212,727) | - | - | - | - | - | (15,733) | - | |
| | 84.425D | S425D210027 | 100-034-5120-518 | 62,044 | 3/13/20-9/30/23 | - | 13,111 | - | - | - | - | - | - | - | - | |
| CRRSA Learning Acceleration | | | | | | | | | | | | | | | | |
| CRRSA Learning Acceleration | 84.425D | S425D210027 | 100-034-5120-518 | 45,000 | 3/13/20-9/30/23 | - | 12,465 | (10,576) | - | - | - | - | - | - | - | |
| CRRSA Mental Health | | | | | | | | | | | | | | | | |
| CRRSA Mental Health | 84.425U | S425U210027 | 100-034-5120-519 | 2,172,804 | 3/13/20-9/30/24 | (255,010) | 549,721 | (145,337) | - | - | - | - | - | (50,626) | - | |
| ARP ESSER III Learning Coach and Educator Support | | | | | | | | | | | | | | | | |
| ARP ESSER III Learning Coach and Educator Support | 84.425U | S425U210027 | 100-034-5120-519 | 264,799 | 3/13/20-9/30/24 | - | 114,357 | (154,687) | - | - | - | - | - | (40,330) | - | |
| | 84.425U | S425U210027 | 100-034-5120-519 | 45,900 | 3/13/20-9/30/24 | (44,673) | 45,000 | (327) | - | - | - | - | - | - | - | |
| Total ARP ESSER III Mental Health | | | | | | | | | | | | | | | | |
| | | | | | | (131,116) | 997,167 | (772,911) | - | - | - | - | - | (107,754) | - | |
| Total U.S. Department of Education | | | | | | | | | | | | | | | | |
| | | | | | | (530,291) | 1,892,528 | (1,951,222) | - | - | - | - | - | 1,069 | (590,054) | |
| Total Expenditures of Federal Awards | | | | | | | | | | | | | | | | |
| | | | | | | \$ (617,667) | \$ 2,557,382 | \$ (2,582,709) | \$ - | \$ - | \$ - | \$ - | \$ 1,069 | \$ (644,063) | \$ - | |

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

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WALL TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2023

| GRANT OR STATE PROJECT NUMBER | STATE GRANTOR/PROGRAM TITLE | AWARD AMOUNT | GRANT PERIOD | BALANCE JUNE 30, 2022 | CARRYOVER (WALKOVER) AMOUNT | CASH RECEIVED | BUDGETARY EXPENDITURES | PASSED THROUGH TO SUBRECIPIENTS | REPAYMENT OF PRIOR YEARS' BALANCES | ADJUSTMENT | BALANCE, JUNE 30, 2023 | | | MEMO | | |
|--|--|------------------|----------------|-----------------------|-----------------------------|----------------|------------------------|---------------------------------|------------------------------------|------------|------------------------|-----------------------|----------------|----------------------|-------------------------------|--------------|
| | | | | | | | | | | | UNEARNED REVENUE | (ACCDUNTS RECEIVABLE) | DUE TO GRANTOR | BUDGETARY RECEIVABLE | CUMULATIVE TOTAL EXPENDITURES | |
| New Jersey Department of Education: | | | | | | | | | | | | | | | | |
| General Fund: | | | | | | | | | | | | | | | | |
| State Aid Public: | | | | | | | | | | | | | | | | |
| | Special Education Categorical Aid | 495-034-5120-089 | 7/1/22-6/30/23 | \$ - | \$ - | \$ 3,271,093 | \$ (3,271,093) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 322,971 | \$ 3,271,093 |
| | Security Aid | 495-034-5120-084 | 7/1/22-6/30/23 | - | - | 341,937 | (341,937) | - | - | - | - | - | - | - | 33,761 | 341,937 |
| | Total State Aid Public | | | - | - | 3,613,030 | (3,613,030) | - | - | - | - | - | - | - | 356,733 | 3,613,030 |
| | Transportation Aid | 495-034-5120-014 | 7/1/22-6/30/23 | - | - | 1,385,702 | (1,385,702) | - | - | - | - | - | - | - | 136,617 | 1,385,702 |
| | Extraordinary Aid | 495-034-5120-043 | 7/1/22-6/30/23 | - | - | - | (1,197,230) | - | - | - | - | - | - | - | - | 1,197,230 |
| | Additional Non-Public Transportation Aid | 495-034-5120-013 | 7/1/22-6/30/23 | (1,001,106) | - | 1,001,106 | - | - | - | - | - | - | - | - | - | - |
| | Additional Non-Public Transportation Aid | 495-034-5120-014 | 7/1/21-6/30/22 | (47,422) | - | 47,422 | (58,580) | - | - | - | - | - | - | - | - | 58,580 |
| | Reimbursed TPAF Social Security Contributions | 495-034-5094-003 | 7/1/22-6/30/23 | - | - | 2,462,727 | (2,462,727) | - | - | - | - | - | - | - | - | 2,462,727 |
| | Reimbursed TPAF Social Security Contributions | 495-034-5094-003 | 7/1/21-6/30/22 | (121,260) | - | 121,260 | - | - | - | - | - | - | - | - | - | - |
| | TPAF - Post Retirement Medical (Noncash Assistance) | 495-034-5094-001 | 7/1/22-6/30/23 | - | - | 3,134,412 | (3,134,412) | - | - | - | - | - | - | - | - | 3,134,412 |
| | TPAF - Pension Contributions (Noncash Assistance) | 495-034-5094-002 | 7/1/22-6/30/23 | - | - | 11,931,637 | (11,931,637) | - | - | - | - | - | - | - | - | 11,931,637 |
| | TPAF - Long-Term Disability Insurance (Noncash Assistance) | 495-034-5094-004 | 7/1/22-6/30/23 | - | - | 4,032 | (4,032) | - | - | - | - | - | - | - | - | 4,032 |
| | Total General Fund | | | (1,169,788) | - | 23,579,705 | (23,787,350) | - | - | - | - | - | - | (1,377,433) | 493,550 | 23,787,350 |
| Special Revenue Fund: | | | | | | | | | | | | | | | | |
| Non-Public Aid: | | | | | | | | | | | | | | | | |
| | Textbooks | 100-034-5120-064 | 7/1/22-6/30/23 | - | - | 5,214 | (4,903) | - | - | - | - | - | - | 311 | - | 4,903 |
| | Textbooks | 100-034-5120-064 | 7/1/21-6/30/22 | 356 | - | - | - | - | (356) | - | - | - | - | - | - | - |
| | Nursing Services | 100-034-5120-070 | 7/1/22-6/30/23 | 8,848 | - | 8,848 | (8,431) | - | - | - | - | - | - | 417 | - | 8,431 |
| | Nursing Services | 100-034-5120-070 | 7/1/21-6/30/22 | 22,624 | 757 | - | - | - | (757) | - | - | - | - | - | - | - |
| | Technology Initiative | 100-034-5120-373 | 7/1/22-6/30/23 | 3,318 | - | 3,318 | (3,238) | - | - | - | - | - | - | 80 | - | 3,238 |
| | Technology Initiative | 100-034-5120-373 | 7/1/21-6/30/22 | 8,484 | 4,750 | - | - | - | (4,750) | - | - | - | - | - | - | - |
| | Security Aid | 100-034-5120-508 | 7/1/22-6/30/23 | 16,195 | - | 16,195 | (15,785) | - | - | - | - | - | - | 410 | - | 15,785 |
| | Security Aid | 100-034-5120-508 | 7/1/21-6/30/22 | 21,397 | - | - | - | - | (21,397) | - | - | - | - | - | - | - |
| | Auxiliary Services Aid (Chapter 192): Compensatory Education | 100-034-5120-067 | 7/1/22-6/30/23 | - | - | 52,776 | (52,776) | - | - | - | - | - | - | - | - | 52,776 |
| | Handicapped Services (Chapter 193): Examination and Classification | 100-034-5120-066 | 7/1/22-6/30/23 | 32,975 | - | 32,975 | (31,527) | - | - | - | - | - | - | 1,448 | - | 31,527 |
| | Examination and Classification | 100-034-5120-066 | 7/1/21-6/30/22 | 10,245 | 2,493 | - | - | - | (2,493) | - | - | - | - | - | - | - |
| | Corrective Speech | 100-034-5120-066 | 7/1/22-6/30/23 | 14,694 | - | 14,694 | (14,694) | - | - | - | - | - | - | - | - | 14,694 |
| | Supplementary Instruction | 100-034-5120-066 | 7/1/22-6/30/23 | 14,207 | - | 14,207 | (14,207) | - | - | - | - | - | - | - | - | 14,207 |
| | SDA Emergent & Capital Maintenance Needs Grant | N/A | 7/1/22-6/30/23 | 162,683 | - | 162,683 | (162,683) | - | - | - | - | - | - | - | - | 162,683 |
| | Total Special Revenue Fund | | | 29,753 | - | 310,910 | (308,244) | - | (29,753) | - | - | - | - | 2,666 | - | 308,244 |
| | Debt Service Fund: | | | | | | | | | | | | | | | |
| | Debt Service Aid | 495-034-5120-075 | 7/1/22-6/30/23 | - | - | 728,457 | (728,457) | - | - | - | - | - | - | - | - | 728,457 |
| | Total Debt Service Fund | | | - | - | 728,457 | (728,457) | - | - | - | - | - | - | - | - | 728,457 |
| New Jersey Department of Agriculture: | | | | | | | | | | | | | | | | |
| Enterprise Fund: | | | | | | | | | | | | | | | | |
| | National School Breakfast Program | 100-010-3350-002 | 7/1/22-6/30/23 | - | - | 421 | (516) | - | - | - | - | (95) | - | - | - | 516 |
| | National School Lunch Program | 100-010-3350-023 | 7/1/22-6/30/23 | - | - | 11,577 | (13,977) | - | - | - | - | (2,400) | - | - | - | 13,977 |
| | National School Lunch Program | 100-010-3350-023 | 7/1/21-6/30/22 | (1,798) | - | 1,798 | - | - | - | - | - | - | - | - | - | - |
| | Total Enterprise Fund | | | (1,798) | - | 13,796 | (14,493) | - | - | - | - | (2,495) | - | - | - | 14,493 |
| | Total State Financial Assistance | | | \$ (1,141,833) | \$ - | \$ 24,652,868 | \$ (24,838,544) | \$ - | \$ (29,753) | \$ - | \$ - | \$ (1,379,928) | \$ 2,666 | \$ 493,550 | \$ 24,838,544 | |
| State Financial Assistance Programs not Subject to Calculation for Major Program Determination: | | | | | | | | | | | | | | | | |
| | TPAF - Post Retirement Medical (Noncash Assistance) | 495-034-5094-001 | 7/1/22-6/30/23 | - | - | \$ 3,134,412 | - | - | - | - | - | - | - | - | - | - |
| | TPAF - Pension Contributions (Noncash Assistance) | 495-034-5094-002 | 7/1/22-6/30/23 | - | - | 11,931,637 | - | - | - | - | - | - | - | - | - | - |
| | TPAF - Long-Term Disability Insurance (Noncash Assistance) | 495-034-5094-004 | 7/1/22-6/30/23 | - | - | 4,032 | - | - | - | - | - | - | - | - | - | - |
| | Total State Financial Assistance Subject to Calculation for Major Program Determination | | | | | \$ (9,768,463) | | | | | | | | | | |

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

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WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2023

Note 1. Basis of Presentation

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Wall Township School District. The School District is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2. Summary of Significant Accounting Policies

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting and programs recorded in the capital projects fund are presented using the modified accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The School District did not elect the 10-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2023. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2023.

WALL TOWNSHIP BOARD OF EDUCATION
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2023 (Continued)

Note 3. 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 one or more deferred 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 payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more state aid June payments in the current budget year, consistent with *N.J.S.A.* 18A:22-4.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$52,277 for the general fund and (\$55,974) for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, 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 expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

| <u>Fund</u> | <u>Federal</u> | <u>State</u> | <u>Total</u> |
|-------------------------------------|---------------------|----------------------|----------------------|
| General Fund | \$ 44,857 | \$ 23,735,073 | \$ 23,779,930 |
| Special Revenue Fund | 2,063,475 | 294,005 | 2,357,480 |
| Debt Service Fund | - | 728,457 | 728,457 |
| Food Service Fund | 544,590 | 14,493 | 559,083 |
| Total Awards & Financial Assistance | <u>\$ 2,652,922</u> | <u>\$ 24,772,028</u> | <u>\$ 27,424,950</u> |

Note 4. 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 5. Federal and State Loans Outstanding

The Wall Township School District had no loan balances outstanding at June 30, 2023.

**WALL TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

Section I - Summary of Auditor's Results

Financial Statements

| | | |
|---|-------------------|-----------------|
| Type of auditor's report issued | <u>Unmodified</u> | |
| Internal control over financial reporting: | | |
| 1) Material weakness(es) identified? | _____ yes | <u> X </u> no |
| 2) Significant deficiency(ies) identified? | _____ yes | <u> X </u> no |
| Noncompliance material to financial statements noted? | _____ yes | <u> X </u> no |

Federal Awards

| | | |
|---|-------------------|-----------------|
| Internal control over major programs: | | |
| 1) Material weakness(es) identified? | _____ yes | <u> X </u> no |
| 2) Significant deficiency(ies) identified? | _____ yes | <u> X </u> no |
| Type of auditor's report issued on compliance for major programs | <u>Unmodified</u> | |
| Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of Uniform Guidance? | _____ yes | <u> X </u> no |

Identification of major programs:

| <u>Assistance Listing Number(s)</u> | <u>FAIN Number(s)</u> | <u>Name of Federal Program or Cluster</u> |
|-------------------------------------|-----------------------|---|
| <u>84.425</u> | <u>S425D200027</u> | <u>Education Stabilization Fund (ESF)</u> |
| | <u>S425D210027</u> | |
| | | |

| | | |
|--|------------------|----------------|
| Dollar threshold used to determine Type A programs | \$ | <u>750,000</u> |
| Auditee qualified as low-risk auditee? | <u> X </u> yes | _____ no |

**WALL TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

Section I - Summary of Auditor's Results (Continued)

State Financial Assistance

| | | |
|---|----------------|-------------------|
| Dollar threshold used to determine Type A programs | \$ | <u>750,000</u> |
| Auditee qualified as low-risk auditee? | <u> X </u> yes | _____ no |
| Internal control over major programs: | | |
| 1) Material weakness(es) identified? | _____ yes | <u> X </u> no |
| 2) Significant deficiency(ies) identified? | <u> X </u> yes | _____ no |
| Type of auditor's report issued on compliance for major programs | | <u>Unmodified</u> |
| Any audit findings disclosed that are required to be reported in accordance with New Jersey OMB's Circular 15-08? | <u> X </u> yes | _____ no |

Identification of major programs:

| <u>State Grant/Project Number(s)</u> | <u>Name of State Program</u> |
|--------------------------------------|-----------------------------------|
| _____ | State Aid Public: |
| 495-034-5120-089 | Special Education Categorical Aid |
| 495-034-5120-084 | Security Aid |
| _____ | _____ |
| _____ | _____ |
| _____ | _____ |
| _____ | _____ |
| _____ | _____ |
| _____ | _____ |
| _____ | _____ |
| _____ | _____ |

**WALL TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

Section II - Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

None.

**WALL TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

Section III - Federal Awards & State Financial Assistance Findings & Questioned Costs

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB's Circular 15-08.

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

Finding 2023-001

Information on the State Programs:

495-034-5120-089 - Special Education Categorical Aid; 495-034-5120-084 - Security Aid

Criteria or Special Requirement:

N.J.S.A. 18A:22-8.1, requires Executive County Superintendent approval and two-thirds affirmative vote of the board of education for line-item transfers from any general fund appropriation account that on a cumulative basis exceed 10 percent of the amount of the account included in the budget certified for taxes.

Condition:

The School District transferred general fund appropriations an amount that on a cumulative basis exceeded 10 percent of the total amount included in the original budget, without proper Executive County Superintendent approval.

Cause:

The School District was not properly monitoring line-item transfer requests sent to the Executive County Superintendent.

Known or Likely Questioned Costs:

None

Effect or Potential Effect:

The District is not in compliance with State Aid Grant program requirements.

Recommendation:

Executive County Superintendent approval should be requested for any transfer from an advertised appropriation account as defined under *N.J.A.C.* 6A:23A-13.3(f), which is cumulatively more than 10 percent of that amount. The district should maintain documentation that substantiates the request was received by the Executive County Superintendent when written approval is not received.

View of Responsible Officials & Planned Corrective Actions:

The School District made great strides in improving in this area and will continue to address this finding in the Corrective Action Plan.

**WALL TOWNSHIP BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
YEAR ENDED JUNE 30, 2023**

This section identifies the status of prior year findings related to the financial statements, federal awards and state financial assistance that are required to be reported in accordance with Government Auditing Standards, Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), and New Jersey OMB's Circular 15-08.

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.