

KINGSWAY REGIONAL SCHOOL DISTRICT

Woolwich Township, New Jersey
County of Gloucester

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Kingsway Regional School District
Board of Education
Woolwich Township, New Jersey

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



Prepared by: Jason Schimpf
School Business Administrator/
Board Secretary

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INTRODUCTORY SECTION

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KINGSWAY REGIONAL SCHOOL DISTRICT

Committed to Excellence

Dr. James J. Lavender, ext. 4205
Superintendent of Schools

Mr. Jason Schimpf, ext. 4203
School Business Administrator

December 23, 2024

Honorable President and
Members of the Board of Education
Kingsway Regional School District
County of Gloucester
Woolwich Township, New Jersey

Dear Board Members:

The Annual Comprehensive Financial Report (“ACFR”) of the Kingsway Regional School District (hereinafter, the “District”) for the fiscal year ended June 30, 2024, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the 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 and results of operations of the various funds and account groups of the District at June 30, 2024. All disclosures necessary to enable the reader to gain an understanding of the District’s financial activities have been included.

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District’s organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor’s report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the requirements of the Uniform Guidance and New Jersey OMB’s Circular 15-08. Information related to this single audit, including the auditor’s report on the internal control structure and compliance with applicable laws and regulations, findings, and recommendations, are included in the single audit section of this report.

Reporting Entity

The Kingsway Regional School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (“GASB”) as established by Statement No. 39. All funds and the government-wide financial statements of the District are included within

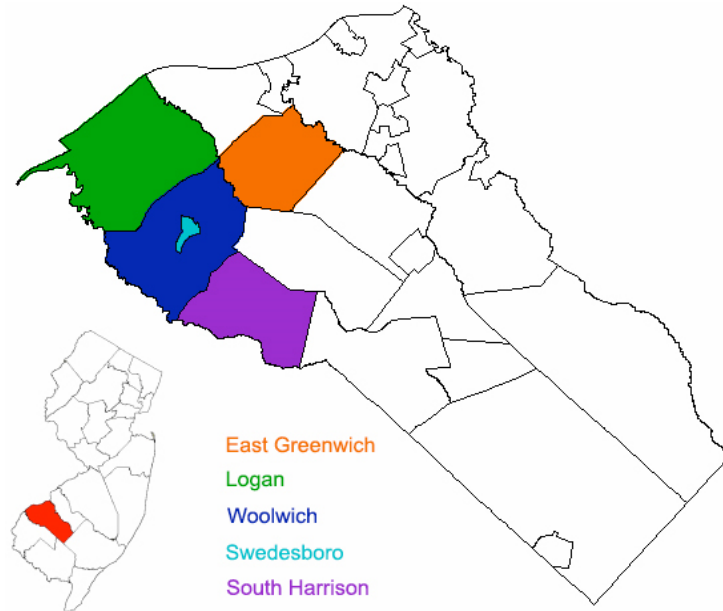
Home of the Dragons

this report. The Kingsway Regional School District Board of Education and its Middle and High Schools constitute the District's reporting entity.

School District Organization

The Kingsway Regional School District is one of twenty-nine (29) public school districts within Gloucester County. The District provides a full range of educational services appropriate to grade levels 7 through 12. An elected nine-member Board of Education ("Board"), along with a representative from the Logan Township School District, serves as the policy-making entity for the School District. Geographically, the District is situated in predominately rural/suburban areas, with more than 32,000 people residing within its 52 square mile border. The District includes the Borough of Swedesboro and the Townships of South Harrison, East Greenwich, and Woolwich. Though not part of the District, students from Logan Township attend Kingsway Regional High School through a send/receive relationship as paid tuition students.

Kingsway Regional is a limited purpose regional school district that offers its students a rigorous academic program and myriad of enrichment programs and services for students in grades 7-12. Kingsway Regional Middle and High Schools cater to the individual needs of our students and promote opportunities for students to pursue their own areas of interest. Our population of over 3,000 students is multicultural and reflects the diversity of the communities it serves. The district maintains a strong commitment to curriculum, instruction, and assessment. Our course offerings include a variety of programs that enable our students to enhance their skills and abilities to achieve their post-secondary goals. The district provides a level of course rigor leading to successful career exploration and 21st century learning that is standards-aligned to knowledge and skills proficiency.



The District completed the 2022-2023 fiscal year with an Average Daily Enrollment (“ADE”) of 2,915.7 students. The following chart details the changes in the ADE of the District over the last five years:

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2023-24	2,915.7	+1.40%
2022-23	2,874.8	+3.13%
2021-22	2,784.8	- 0.29%
2020-21	2,792.8	- 0.03%
2019-20	2,793.6	+ 3.12%

Economic Condition and Outlook

The 2024-25 district budget paints a vivid picture of a thriving school district compared to prior budgets. With 100% of our total uncapped formula aid secured, reflecting a \$573,217 increase in State Aid, we are well positioned to continue our journey toward excellence. However, it is crucial to acknowledge that while we have made tremendous progress, challenges still lie ahead. Despite our accomplishments, Kingsway remains \$6.3 million below adequacy and \$4.5 million below the local fair share. As we look ahead, we must acknowledge that we may encounter enrollment declines in the coming years, and the funding formula we have championed may gradually pose challenges to our operations. Therefore, as we navigate our current decisions, we must prioritize sustainability to ensure our long-term viability.

Internal Accounting and Budgetary Control

Management of the District is responsible for establishing and maintaining an internal control system 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 within the United States. The internal control system is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of 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 awards, the District is also responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws and regulations related to those programs. The internal control system is also subject to periodic evaluation by the District management.

As part of the District’s single audit described earlier, tests are performed to determine the adequacy of the internal control system, including that portion related to major federal and state awards, as



well as to determine whether the District has complied with applicable laws, regulations, contracts, and grants.

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Annual appropriation budgets are adopted for the general, special revenue, and debt services funds. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund.

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

IT Accounting System and Reports

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

Cash Management

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

Risk Management

The Board carries various forms of insurance, including but not limited to, general liability, automobile liability and comprehensive/collision, hazard, and theft insurance on property and contents, and fidelity bonds.

Independent Audit

State statutes require an annual audit by independent certified public accountants. The accounting firm of Holt McNally & Associates, Inc. was appointed by the Board of Education. 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* (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*. The auditor's report on the basic financial statements and combining statements and related major fund supporting 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.

Acknowledgements

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

Respectfully submitted,



Dr. James J. Lavender
Superintendent of Schools



Jason Schimpf
School Business Administrator/
Board Secretary



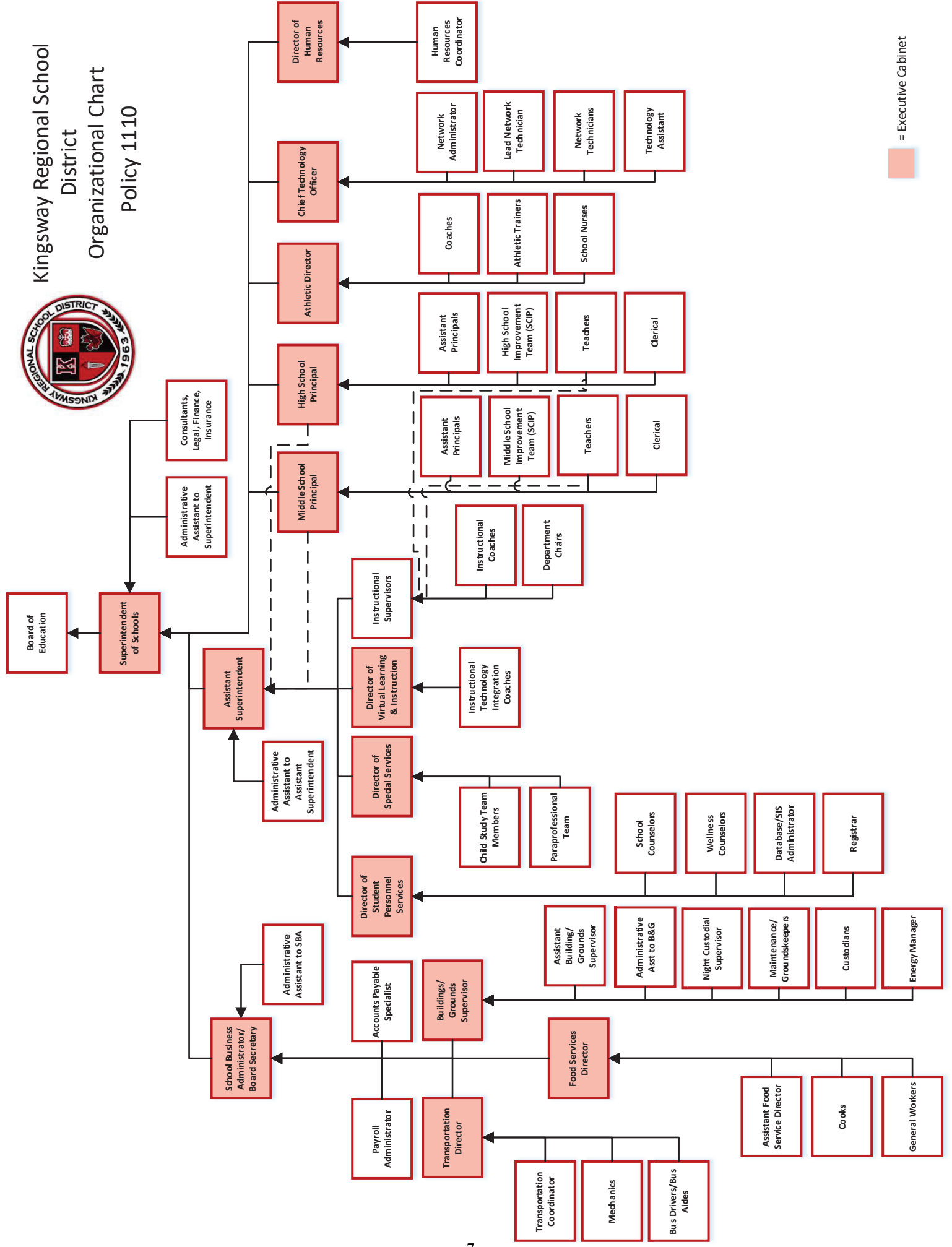
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Kingsway Regional School District

Organizational Chart

Policy 1110



= Executive Cabinet

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KINGSWAY REGIONAL SCHOOL DISTRICT

ROSTER OF OFFICIALS

JUNE 30, 2024

MEMBERS OF THE BOARD OF EDUCATION		TERM EXPIRES
Jennifer Cavallaro-Fromm, President	Swedesboro	2026
Lauren Boerlin, Vice President	East Greenwich	2025
Christie Callahan Comerford	East Greenwich	2025
Dr. Michele Blair	Woolwich	2024
Patrick Daley	Woolwich	2026
Apryl Palazzo	East Greenwich	2024
Kelly Bonapfel	Woolwich	2026
Nicholas Rosato	South Harrison	2025
Marilyn O'Rourke-Young	Woolwich	2024
Kristen Lombardo	Logan	2024

OTHER OFFICIALS

Dr. James J. Lavender, Superintendent

Patricia Calandro, Assistant Superintendent

Jason Schimpf, Business Administrator/Board Secretary

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KINGSWAY REGIONAL SCHOOL DISTRICT

CONSULTANTS AND ADVISORS

Audit Firm

Michael Holt, CPA, PSA
Holt McNally & Associates, Inc.
105 Atsion Road, Suite I
Medford, New Jersey 08055

Attorney

Comegno Law Group PC
521 Pleasant Valley Avenue
Moorestown, New Jersey 08057

Architect

Garrison Architects
713 Creek Road
Bellmawr, New Jersey 08031

Official Depository

Fulton Bank of New Jersey
179 Kings Highway
Woolwich Township, New Jersey 08085

Truist Bank
214 N Tryon Street
Charlotte, NC 28202

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FINANCIAL SECTION

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HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Kingsway Regional School District
County of Gloucester
Woolwich, New Jersey

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Kingsway Regional School District, County of Gloucester, State of New Jersey, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; 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. 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 ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the 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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 and *Government Auditing Standards* and in accordance with accounting principles and practices 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 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatements 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 judgement, 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 is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The combining and individual fund statements and long-term debt schedules are presented for purposes of additional analysis, as required by the Office of School 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 Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively, are also presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining 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 the audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 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 the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully submitted,

HOLT MCNALLY & ASSOCIATES, INC.

Certified Public Accountants & Advisors

Michael Holt
Certified Public Accountant
Public School Accountant, No. 1148

Medford, New Jersey
December 23, 2024

REQUIRED SUPPLEMENTARY INFORMATION - PART I

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KINGSWAY REGIONAL SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited)

As management of the Kingsway Regional School District, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components:

- 1) Government-Wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *government-wide financial statements* are designed to provide the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The government-wide financial statements include the statement of net position and the statement of net activities.

The *statement of net position* presents information about all of the School District's assets and liabilities. The difference between the assets plus deferred outflows or resources and liabilities plus deferred inflows of resources is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the School District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenditures are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the government-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund, Special Revenue Fund, Capital Projects Fund, Debt Service Fund, Technology Internal Service Fund, Transportation Internal Service Fund, General Administration Internal Service Fund and Maintenance Services Internal Service Fund. Business-type activities reflect the Food Service Fund and the Community Education Program.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with financial-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into two categories: *governmental funds and proprietary funds*.

KINGSWAY REGIONAL SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

Overview of the Basic Financial Statements (continued)

Fund Financial Statements (continued)

Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financial requirements in the near term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund, Special Revenue Fund and the Debt Service Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

Proprietary funds are used to present the same functions as the business-type activities presented in the government-wide financial statements. The School District maintains two types of proprietary funds – the Enterprise Fund and the Internal Service Fund. The fund financial statements of the enterprise funds and internal service funds provide the same information as the government-wide financial statements, only in more detail.

The School District's two enterprise funds (Food Service Fund and Community Education Program) are listed individually and are considered to be major funds.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Financial Analysis of the School District as a Whole

Table 1 provides a summary of the School Districts net position for the fiscal year 2024 compared to fiscal year 2023.

KINGSWAY REGIONAL SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

Financial Analysis of the School District as a Whole (continued)

Table 1
Summary of Net Position

	June 30, <u>2024</u>	June 30, <u>2023</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 8,812,206	\$ 5,244,384	\$ 3,567,822	68.0%
Capital Assets, Net	<u>57,655,467</u>	<u>58,874,525</u>	<u>(1,219,058)</u>	-2.1%
Total Assets	<u>66,467,673</u>	<u>64,118,909</u>	<u>2,348,764</u>	3.7%
Deferred Outflow of Resources	<u>2,019,008</u>	<u>2,354,467</u>	<u>(335,459)</u>	-14.2%
Current and other Liabilities	2,674,705	1,831,888	842,817	46.0%
Noncurrent Liabilities	<u>34,794,813</u>	<u>38,341,012</u>	<u>(3,546,199)</u>	-9.2%
Total Liabilities	<u>37,469,518</u>	<u>40,172,900</u>	<u>(2,703,382)</u>	-6.7%
Deferred Inflow of Resources	<u>723,846</u>	<u>1,846,114</u>	<u>(1,122,268)</u>	-60.8%
Net Position:				
Net Investment in Capital Assets	34,486,676	32,527,841	1,958,835	6.0%
Restricted	5,639,464	2,871,363	2,768,101	96.4%
Unrestricted (Deficit)	<u>(9,832,823)</u>	<u>(10,944,842)</u>	<u>1,112,019</u>	-10.2%
Total Net Position	<u>\$ 30,293,317</u>	<u>\$ 24,454,362</u>	<u>\$ 5,838,955</u>	23.9%

KINGSWAY REGIONAL SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

Table 2 shows the changes in net position for fiscal year 2024 compared to fiscal year 2023.

Table 2
Summary of Changes in Net Position

	June 30, <u>2024</u>	June 30, <u>2023</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Revenues:				
Program Revenues:				
Charges for Services	\$ 4,223,764	\$ 4,079,224	\$ 144,540	3.5%
Operating Grants & Contributions	7,790,583	8,661,663	(871,080)	-10.1%
General Revenues:				
Property Taxes	28,249,673	26,705,235	1,544,438	5.8%
Federal & State Aid	23,612,379	21,192,154	2,420,225	11.4%
Other General Revenues	4,870,623	4,673,302	197,321	4.2%
Total Revenues	<u>68,747,022</u>	<u>65,311,578</u>	<u>3,435,444</u>	5.3%
Function/Program Expenditures:				
Regular Instruction	19,188,373	18,213,739	974,634	5.4%
Special Education Instruction	5,550,955	4,096,039	1,454,916	35.5%
Other Instruction	59,912	91,278	(31,366)	-34.4%
School Sponsored	1,837,650	1,663,297	174,353	10.5%
Tuition	2,974,793	3,852,530	(877,737)	-22.8%
Student & Instruction Related Services	7,159,368	8,401,417	(1,242,049)	-14.8%
General Administrative	834,183	753,184	80,999	10.8%
School Administrative Services	2,015,533	1,936,331	79,202	4.1%
Central Services	618,376	681,450	(63,074)	-9.3%
Administrative Info. Technology	727,212	600,430	126,782	21.1%
Plant Operations & Maintenance	4,942,028	4,727,981	214,047	4.5%
Pupil Transportation	8,103,636	7,570,991	532,645	7.0%
Unallocated Benefits	4,936,676	5,390,397	(453,721)	-8.4%
Transfer to Charter Schools	91,826	63,053	28,773	100.0%
Interest & Other Charges	176,516	239,543	(63,027)	-26.3%
Unallocated Depreciation	1,873,310	1,595,906	277,404	17.4%
Food Service	1,512,686	1,424,679	88,007	6.2%
Community Education Program	305,034	222,227	82,807	37.3%
Total Expenditures	<u>62,908,067</u>	<u>61,524,472</u>	<u>1,383,595</u>	2.2%
Change In Net Position	5,838,955	3,787,106	2,051,849	54.2%
Net Position - Beginning	24,454,362	20,667,256	3,787,106	18.3%
Net Position - Ending	<u>\$ 30,293,317</u>	<u>\$ 24,454,362</u>	<u>\$ 5,838,955</u>	23.9%

Governmental Activities

During the fiscal year 2024, the net position of governmental activities increased by \$5,684,714. The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$28,525,775, with an unrestricted deficit balance of \$(11,258,640). The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last 2 state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

KINGSWAY REGIONAL SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

The School District's governmental activities unrestricted net position had GASB 68 pension not been implemented would have been as follows:

Table 3
GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$ (11,258,640)
Add back: PERS Pension Liability	8,777,146
Less: Deferred Outflows related to pensions	(1,270,070)
Add back: Deferred Inflows related to pensions	<u>723,846</u>
Unrestricted Net Position (Without GASB 68)	<u>\$ (3,027,718)</u>

Business-type Activities

During the fiscal year 2024, the net position of business-type activities increased by \$154,241.

The assets and deferred outflows of the business-type activities exceeded liabilities and deferred inflows by \$1,767,542.

General Fund Budgeting Highlights

Final budgeted revenues were \$52,398,117 which was no change from the original budget. Excluding nonbudgeted revenues, the School District's actual revenues exceeded budgeted revenues by \$801,227.

Final budgeted appropriations were \$52,839,706, which was an increase of \$107,233 from the original budget. The increase is due to prior year encumbrances, which are added to the budget appropriations of the current year. Excluding nonbudgeted expenditures, the School District's budget appropriations exceeded actual expenditures by \$2,543,812.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$7,155,843 at June 30, 2024, a increase of \$2,903,450 from the prior year.

Governmental Funds

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$5,556,889 an increase of \$2,691,623 from the prior year.

General fund - During the current fiscal year, the fund balance of the School District's general fund increased by \$2,640,118 to \$4,995,678 at June 30, 2024, compared to an decrease of \$1,805,824 in fund balance in the prior fiscal year.

Special revenue fund – During the current fiscal year, the fund balance of the School District's special revenue fund increased by \$89,963 to \$474,131 at June 30, 2024, compared to an increase of \$9,315 in fund balance in the prior fiscal year.

KINGSWAY REGIONAL SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

Capital projects fund – Due the current fiscal year, the fund balance of the School District's capital projects fund decreased by \$38,458 to \$87,080 at June 30, 2024, compared to decrease of \$264,455 in fund balance in the prior fiscal year.

Debt service fund - During the current fiscal year, the fund balance of the School District's debt service fund was \$0 at June 30, 2024, compared to a decrease of \$65,531 in fund balance in the prior fiscal year.

Proprietary Funds

Food service fund - During the current fiscal year, the net position of the School District's food service fund decreased by \$25,779 to \$1,347,524 at June 30, 2024, compared to an increase of \$45,853 in fund balance in the prior fiscal year.

Community Education Fund - During the current fiscal year, the net position of the School District's community education fund increased by \$180,020 to \$420,018 at June 30, 2024, compared to an increase of \$102,213 in fund balance in the prior fiscal year.

Internal Service Funds – There were no changes in the fund balance for the internal service funds.

Capital Assets

The School District's capital assets for its governmental and business-type activities as of June 30, 2024, totaled \$57,655,467 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements and equipment. There was a net decrease in the School District's capital assets for the current fiscal year in the amount of \$1,219,058. Table 4 shows fiscal 2024 balances compared to 2023.

Table 4
Summary of Capital Assets

	June 30, <u>2024</u>	June 30, <u>2023</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
<u>Capital Assest (Net of Depreciation):</u>				
Land	\$ 2,481,278	\$ 2,481,278	\$ -	0.0%
Construction in Progress	-	760,075	(760,075)	-100.0%
Land Improvements	4,368,703	4,535,377	(166,674)	-3.7%
Building and Improvements	43,901,723	44,507,857	(606,134)	-1.4%
Equipment	6,903,763	6,589,938	313,825	4.8%
	<u>\$ 57,655,467</u>	<u>\$ 58,874,525</u>	<u>\$ (1,219,058)</u>	-2.1%

Depreciation expense for the year was \$1,918,540. Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Debt Administration

Long-term debt – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$22,580,000, which is a decrease of \$2,635,000 from the prior year.

Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

KINGSWAY REGIONAL SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

Factors on the School District's Future

The economic future of New Jersey school districts is shaped by a variety of interrelated factors, including:

- **State Aid:** The School Funding Reform Act (SFRA) governs state funding, but fluctuations in state revenues and budget priorities can lead to funding uncertainty. The state's ability to provide consistent education funding depends on the overall economic performance. Recessions or slow economic growth can lead to revenue shortfalls, prompting cuts to state aid for schools.
- **Enrollment Trends:** Declining student enrollment may reduce state aid and necessitate resource reallocation.
- **Economic Conditions:** The broader economic climate, including inflation, employment rates, and housing markets, impacts district revenues and costs. Rising costs for transportation, utilities, and materials pose challenges to maintaining balanced budgets.
- **Labor Costs:** Employee salaries and benefits represent the largest share of school district expenditures. Increases in healthcare costs, pension obligations, and collective bargaining agreements can significantly affect financial stability.
- **Facilities and Infrastructure Needs:** Aging school facilities require maintenance and upgrades. Our district will continue to invest in capital improvements and technology to meet educational and safety standards.
- **Federal Support and Grants:** Federal funding, including special education and Title I programs, provides supplemental support but may fluctuate due to changes in federal policy or budget constraints.
- **Emerging Challenges:** Adapting to technological advancements, addressing equity gaps, and preparing for climate resilience are growing priorities that require financial investment.

To ensure long-term economic sustainability, proactive financial planning, meaningful stakeholder engagement, and advocacy for equitable funding reforms will be essential as districts navigate these dynamic challenges.

Contacting the School Districts Financial Management

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the School Business Administrator at the Kingsway Regional School District Administrative Offices, 213 Kings Highway, Woolwich Township, New Jersey 08085. Our website provides additional district information and can be located at www.krsd.org.

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BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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KINGSWAY REGIONAL SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
ASSETS:			
Cash & Cash Equivalents	\$ -	\$ 1,580,445	\$ 1,580,445
Receivables, Net (Note 4)	3,100,007	21,080	3,121,087
Internal Balances	-	-	-
Inventory	-	15,697	15,697
Restricted Cash & Cash Equivalents	3,878,887	-	3,878,887
Intangible Assets, Net of Amortization (Note 19)	216,090	-	216,090
Capital Assets, Non-Depreciable (Note 5)	2,481,278	-	2,481,278
Capital Assets, Depreciable, Net (Note 5)	54,832,464	341,725	55,174,189
Total Assets	64,508,726	1,958,947	66,467,673
DEFERRED OUTFLOWS OF RESOURCES:			
Related to Pensions (Note 8)	1,270,070	-	1,270,070
Related to Loss on Debt Refunding	748,938	-	748,938
Total Deferred Outflow of Resources	2,019,008	-	2,019,008
Total Assets and Deferred Outflow of Resources	66,527,734	1,958,947	68,486,681
LIABILITIES:			
Cash Deficit	840,621	-	840,621
Accounts Payable	514,012	10,703	524,715
Unearned Revenue	67,372	127,111	194,483
Accrued Interest	266,422	-	266,422
Due to Other Governments	848,464	-	848,464
Noncurrent Liabilities (Note 7):			
Due Within One Year	2,862,905	-	2,862,905
Due Beyond One Year	31,878,317	53,591	31,931,908
Total Liabilities	37,278,113	191,405	37,469,518
DEFERRED INFLOWS OF RESOURCES:			
Related to Pensions (Note 8)	723,846	-	723,846
Total Deferred Inflows of Resources	723,846	-	723,846
Total Liabilities and Deferred Inflows of Resources	38,001,959	191,405	38,193,364
NET POSITION:			
Net Investment in Capital Assets	34,144,951	341,725	34,486,676
Restricted For:			
Capital Projects	3,948,458	-	3,948,458
Unemployment	17,509	-	17,509
Student Activities	298,195	-	298,195
Scholarship	175,936	-	175,936
Excess Surplus	1,199,366	-	1,199,366
Unrestricted	(11,258,640)	1,425,817	(9,832,823)
Total Net Position	\$ 28,525,775	\$ 1,767,542	\$ 30,293,317

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024**

				NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS			
Governmental Activities:						
Instruction:						
Regular	\$ 19,188,373	\$ -	\$ -	\$ (19,188,373)	\$ -	(19,188,373)
Special Education	5,550,955	-	1,191,300	(4,359,655)	-	(4,359,655)
Other Instructional	59,912	-	-	(59,912)	-	(59,912)
School Sponsored	1,837,650	-	-	(1,837,650)	-	(1,837,650)
Support Services & Undistributed Costs:						
Tuition	2,974,793	-	-	(2,974,793)	-	(2,974,793)
Student & Instruction Related Services	5,837,476	-	228,222	(5,609,254)	-	(5,609,254)
Health Services	510,339	-	-	(510,339)	-	(510,339)
Educational Media Services/School Library	811,554	-	-	(811,554)	-	(811,554)
School Administrative Services	2,015,533	-	-	(2,015,533)	-	(2,015,533)
General Administration	834,183	-	-	(834,183)	-	(834,183)
Central Services	618,376	-	-	(618,376)	-	(618,376)
Administrative Information Technology	727,212	214,291	-	(512,921)	-	(512,921)
Plant Operations & Maintenance	4,942,028	-	-	(4,942,028)	-	(4,942,028)
Pupil Transportation	8,103,636	2,458,422	-	(5,645,214)	-	(5,645,214)
Interest on Long-Term Debt and Other Charges	176,516	-	-	(176,516)	-	(176,516)
Transfer to Charter School	91,826	-	-	(91,826)	-	(91,826)
Unallocated Depreciation	1,873,310	-	-	(1,873,310)	-	(1,873,310)
Unallocated Benefits	4,936,676	-	5,958,232	1,021,556	-	1,021,556
Total Governmental Activities	61,090,347	2,672,713	7,377,754	(51,039,880)	-	(51,039,880)
Business-Type Activities:						
Food Service	1,512,686	1,065,997	412,829	-	(33,860)	(33,860)
Community Education Program	305,034	485,054	-	-	180,020	180,020
Total Business-Type Activities	1,817,720	1,551,051	412,829	-	146,160	146,160
Total Primary Government	\$ 62,908,067	\$ 4,223,764	\$ 7,790,583	(51,039,880)	146,160	(50,893,720)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				25,458,625	-	25,458,625
Taxes Levied for Debt Service				2,791,048	-	2,791,048
Federal & State Aid Not Restricted				23,119,542	-	23,119,542
Federal & State Aid Restricted				492,837	-	492,837
Tuition Charges				3,709,158	-	3,709,158
Rents and Royalties				74,101	-	74,101
Investment Earnings				801	8,081	8,882
Miscellaneous Income				1,078,482	-	1,078,482
Total General Revenues, Special Items, Extraordinary Items & Transfers				56,724,594	8,081	56,732,675
Change In Net Position				5,684,714	154,241	5,838,955
Net Position - Beginning				22,841,061	1,613,301	24,454,362
Net Position - Ending				\$ 28,525,775	\$ 1,767,542	\$ 30,293,317

B. Fund Financial Statements

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Governmental Funds

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**KINGSWAY REGIONAL SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2024**

ASSETS & OTHER DEBITS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL
Cash & Cash Equivalents	\$ 2,075,454	\$ 67,901	\$ -	\$ -	\$ 2,143,355
Receivables from Other Governments	1,531,556	541,650	-	87,304	2,160,510
Due from Other Funds	77,489	-	2,600,000	1,376,073	4,053,562
Other Receivables, Net	517,862	61,835	-	-	579,697
Restricted Cash & Cash Equivalents	3,878,887	-	-	-	3,878,887
Total Assets	\$ 8,081,248	\$ 671,386	\$ 2,600,000	\$ 1,463,377	\$ 12,816,011
LIABILITIES & FUND BALANCES					
Liabilities:					
Cash Deficit	\$ -	\$ -	\$ 1,152,269	\$ 1,463,377	\$ 2,615,646
Unearned Revenue	-	67,372	-	-	67,372
Accounts Payable	163,092	73,572	-	-	236,664
Payroll Withholdings and Deductions Payable	277,348	-	-	-	277,348
Due to Other Funds	2,645,130	56,311	1,360,651	-	4,062,092
Total Liabilities	3,085,570	197,255	2,512,920	1,463,377	7,259,122
Fund Balances:					
Restricted for:					
Capital Reserve	3,861,378	-	-	-	3,861,378
Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	359,936	-	-	-	359,936
Excess Surplus - Current year	839,430	-	-	-	839,430
Capital Projects	-	-	7,793	-	7,793
Unemployment	17,509	-	-	-	17,509
Scholarship	-	175,936	-	-	175,936
Student Activities	-	298,195	-	-	298,195
Committed to:					
Other Purposes	210,249	-	79,287	-	289,536
Assigned to:					
Designated for Subsequent Year's Expenditure	495,647	-	-	-	495,647
Unassigned	(788,471)	-	-	-	(788,471)
Total Fund Balances	4,995,678	474,131	87,080	-	5,556,889
Total Liabilities & Fund Balances	\$ 8,081,248	\$ 671,386	\$ 2,600,000	\$ 1,463,377	
Amounts reported for <i>governmental activities</i> 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 \$103,813,088 and the accumulated depreciation is \$46,499,347.					57,313,742
Subscription-Based Information Technology Arrangements (SBITAs) used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the intangible assets is \$372,868 and the accumulated amortization is \$156,778.					216,090
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					1,270,070
Deferred Inflows related to pensions					(723,846)
Deferred Outflow related to the loss on bond refunding of debt					748,938
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.					(266,422)
Accrued pension contributions for the June 30, 2024 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.					(848,464)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.					(34,741,222)
Net Position of Governmental Activities					\$ 28,525,775

**KINGSWAY REGIONAL SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR FISCAL YEAR ENDED JUNE 30, 2024**

					TOTALS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	JUNE 30, 2024
Revenues:					
Local Sources:					
Local Tax Levy	\$ 25,458,625	\$ -	\$ -	\$ 2,791,048	\$ 28,249,673
Tuition	3,709,158	-	-	-	3,709,158
Rents and Royalties	74,101	-	-	-	74,101
Miscellaneous	574,586	504,656	41	-	1,079,283
					-
Total Local Sources	29,816,470	504,656	41	2,791,048	33,112,215
State Sources	32,898,949	73,425	-	492,837	33,465,211
Federal Sources	10,980	1,346,097	-	-	1,357,077
Total Revenues	62,726,399	1,924,178	41	3,283,885	67,934,503
Expenditures:					
Current Expense:					
Regular Instruction	15,264,931	-	-	-	15,264,931
Special Education Instruction	3,502,436	1,027,912	-	-	4,530,348
Other Instruction	59,912	-	-	-	59,912
School Sponsored	1,712,374	-	-	-	1,712,374
Support Services:					
Tuition	2,974,793	-	-	-	2,974,793
Attendance Services	181,581	-	-	-	181,581
Health Services	442,123	-	-	-	442,123
Student & Instruction Related Services	3,905,227	732,878	-	-	4,638,105
Educational Media Services/School Library	302,347	-	-	-	302,347
Instructional Staff Training	137,794	-	-	-	137,794
General Administration	705,959	-	-	-	705,959
School Administration	1,868,634	-	-	-	1,868,634
Central Services	618,376	-	-	-	618,376
Administrative Information Technology	512,921	-	-	-	512,921
Plant Operations & Maintenance	4,090,890	-	-	-	4,090,890
Pupil Transportation	5,472,367	-	-	-	5,472,367
Unallocated Employee Benefits	8,183,781	-	-	-	8,183,781
On Behalf TPAF Pension and Social Security Contributions	9,790,387	-	-	-	9,790,387
Debt Service:					
Principal	-	-	-	2,635,000	2,635,000
Interest & Other Charges	116,737	-	-	648,885	765,622
Capital Outlay	49,310	73,425	140,074	-	262,809
Total Expenditures	59,892,880	1,834,215	140,074	3,283,885	65,151,054
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	2,833,519	89,963	(140,033)	-	2,783,449
Other Financing Sources/(Uses)					
Transfers In	-	-	101,575	-	101,575
Transfers Out	(101,575)	-	-	-	(101,575)
Transfers to Charter School	(91,826)	-	-	-	(91,826)
Total Other Financing Sources/(Uses)	(193,401)	-	101,575	-	(91,826)
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing (Uses)	2,640,118	89,963	(38,458)	-	2,691,623
Fund Balance, July 1	2,355,560	384,168	125,538	-	2,865,266
Fund Balances June 30	\$ 4,995,678	\$ 474,131	\$ 87,080	\$ -	\$ 5,556,889

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

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

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ 2,691,623

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

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

Depreciation Expense	\$ (1,873,310)	
Capital Outlay	<u>620,739</u>	(1,252,571)

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.

Bond Principal	2,635,000	
Subscription Liability	<u>79,720</u>	2,714,720

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	129,361	
Amortization of Loss on Bond Refunding	<u>(111,165)</u>	18,196

Governmental funds recognize the intangible assets as revenue when the subscription is first entered, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:

Amortization of Intangible Asset	<u>(78,389)</u>	(78,389)
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In the statement of activities, the reduction for financed purchases should not be an expenditure. Thus the change in net position will differ from the change in fund balance by the cost of the asset removed (-).

524,697

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.

1,057,737

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 (+).

44,882

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 (+).

(36,181)

Change in Net Position of Governmental Activities	<u><u>\$ 5,684,714</u></u>
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Proprietary Funds

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**KINGSWAY REGIONAL SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2024**

ASSETS	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES		TOTAL
	FOOD SERVICE FUND	COMMUNITY EDUCATION	TRANSPORTATION SERVICES	TECHNOLOGY SERVICES	
Current Assets:					
Cash & Cash Equivalents	\$ 1,156,923	\$ 423,522	\$ -	\$ -	\$ 1,580,445
Interfund Receivable	-	-	29,708	-	29,708
Accounts Receivable	21,080	-	273,221	86,573	380,874
Other Receivable	-	-	6	-	6
Inventories	15,697	-	-	-	15,697
Total Current Assets	1,193,700	423,522	302,935	86,573	2,006,730
Noncurrent Assets:					
Equipment	1,166,958	-	-	-	1,166,958
Accumulated Depreciation	(825,233)	-	-	-	(825,233)
Total Capital Assets	341,725	-	-	-	341,725
Total Assets	1,535,425	423,522	302,935	86,573	2,348,455
LIABILITIES:					
Current Liabilities:					
Cash Deficit	-	-	302,935	65,395	368,330
Accounts Payable	7,199	3,504	-	-	10,703
Interfund Payable	-	-	-	21,178	21,178
Unearned Revenue	127,111	-	-	-	127,111
Total Current Liabilities	134,310	3,504	302,935	86,573	527,322
Noncurrent Liabilities:					
Compensated Absences	53,591	-	-	-	53,591
Total Noncurrent Liabilities	53,591	-	-	-	53,591
Total Liabilities	187,901	3,504	302,935	86,573	580,913
NET POSITION					
Investment in Capital Assets	341,725	-	-	-	341,725
Unrestricted Net Position	1,005,799	420,018	-	-	1,425,817
Total Net Position	\$ 1,347,524	\$ 420,018	\$ -	\$ -	\$ 1,767,542

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2024**

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES		TOTAL
	FOOD SERVICE FUND	COMMUNITY EDUCATION	TRANSPORTATION SERVICES	TECHNOLOGY SERVICES	
Operating Revenue:					
Local Sources:					
Transportation Fees Charged to Other LEA's	\$ -	\$ -	\$ 2,458,422	\$ -	\$ 2,458,422
Daily Sales - Reimbursable Programs	496,662	-	-	-	496,662
Daily Sales - Nonreimbursable Programs	482,597	-	-	-	482,597
Vending Machine Sales	8,741	-	-	-	8,741
Special Function	77,997	-	-	-	77,997
Program Fees	-	485,054	-	-	485,054
Service Fees	-	-	-	214,291	214,291
Total Operating Revenue	1,065,997	485,054	2,458,422	214,291	4,223,764
Operating Expenses:					
Salaries & Employee Benefits	603,194	199,470	581,755	214,291	1,598,710
Supplies and Materials	65,130	14,370	17,262	-	96,762
Repairs & Other Expenses	45,422	-	-	-	45,422
Other Purchased Services-Contracted	-	13,050	1,859,405	-	1,872,455
Depreciation	45,230	-	-	-	45,230
Miscellaneous Expense	7,048	78,144	-	-	85,192
Cost of Sales - Reimbursable	640,426	-	-	-	640,426
Cost of Sales - Non-Reimbursable	106,236	-	-	-	106,236
Total Operating Expenses	1,512,686	305,034	2,458,422	214,291	4,490,433
Operating (Loss)/Gain	(446,689)	180,020	-	-	(266,669)
Nonoperating Revenues:					
State Sources:					
Working Class State Lunch	3,692	-	-	-	3,692
State School Lunch Program	16,261	-	-	-	16,261
Federal Sources:					
National School Lunch Program	260,278	-	-	-	260,278
Healthy Hunger-Free Kids Act	13,985	-	-	-	13,985
Food Distribution Program	106,237	-	-	-	106,237
Supply Chain Assistance	11,723	-	-	-	11,723
Covid-19 Pandemic EBT Admin Cost	653	-	-	-	653
Interest & Dividends	8,081	-	-	-	8,081
Total Nonoperating Revenues	420,910	-	-	-	420,910
Net Income/(Loss)	(25,779)	180,020	-	-	154,241
Change in Net Position	(25,779)	180,020	-	-	154,241
Total Net Position - Beginning	1,373,303	239,998	-	-	1,613,301
Total Net Position - Ending	\$ 1,347,524	\$ 420,018	\$ -	\$ -	\$ 1,767,542

KINGSWAY REGIONAL SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR FISCAL YEAR ENDED JUNE 30, 2024

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES		
	FOOD SERVICE FUND	COMMUNITY EDUCATION	TRANSPORTATION SERVICES	TECHNOLOGY SERVICES	TOTAL
Cash Flows From Operating Activities:					
Receipts from Customers	\$ 1,119,329	\$ 485,054	\$ 2,452,423	\$ 171,728	\$ 4,228,534
Payments to Employees	(491,120)	(188,633)	(581,755)	(214,291)	(1,475,799)
Payments for Employee Benefits	(127,350)	(10,837)	-	-	(138,187)
Payments to Suppliers	(857,274)	(102,060)	(1,876,667)	-	(2,836,001)
Net Cash Provided/(Used) by Operating Activities	(356,415)	183,524	(5,999)	(42,563)	(221,453)
Cash Flows From Investing Activities:					
Interest & Dividends	8,081	-	-	-	8,081
Purchase of Equipment	(78,743)	-	-	-	(78,743)
Net Cash Provided by Investing Activities	(70,662)	-	-	-	(70,662)
Cash Flows From Noncapital Financing Activities:					
Transfer to General Fund	-	-	-	-	-
State Sources	19,874	-	-	-	19,874
Federal Sources	396,533	-	-	-	396,533
Net Cash Provided by Noncapital Financing Activities	416,407	-	-	-	416,407
Net Increase/(Decrease) in Cash & Cash Equivalents	(10,670)	183,524	(5,999)	(42,563)	124,292
Cash and Cash Equivalents, July 1	1,167,593	239,998	(296,936)	(22,832)	1,087,823
Cash & Cash Equivalents, June 30	\$ 1,156,923	\$ 423,522	\$ (302,935)	\$ (65,395)	\$ 1,212,115

RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES:

Cash Provided/(Used) by Operating Activities:					
Operating Income/(Loss)	\$ (446,689)	\$ 180,020	\$ -	\$ -	\$ (266,669)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:					
Depreciation Expense	45,230	-	-	-	45,230
Change in Assets & Liabilities:					
(Increase)/Decrease in Inventory	(211)	-	-	-	(211)
(Increase)/Decrease in Interfund Receivable	-	-	-	(42,563)	(42,563)
(Increase)/Decrease in Accounts Receivable	-	-	(5,999)	-	(5,999)
(Increase)/Decrease in Accounts Payable	7,199	3,504	-	-	10,703
Increase/(Decrease) in Interfund Payable	-	-	-	-	-
Increase/(Decrease) in Unearned Revenue	53,332	-	-	-	53,332
Increase/(Decrease) in Compensated Absences	(15,276)	-	-	-	(15,276)
Total Adjustments	90,274	3,504	(5,999)	(42,563)	45,216
Net Cash Provided/(Used) by Operating Activities	\$ (356,415)	\$ 183,524	\$ (5,999)	\$ (42,563)	\$ (221,453)

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

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KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

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**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 1. Summary of Significant Accounting Policies

The financial statements of the Board of Education of Kingsway Regional School District (the ‘District’) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of more significant accounting policies.

Reporting Entity

The Kingsway Regional School District is a Type II School District located in the County of Gloucester, State of New Jersey. As a Type II School District, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three members’ terms expire each year. The purpose of the School District is to educate students in grades kindergarten through twelfth at its five schools. The School District has an approximate enrollment at June 30, 2024 of 2,947 students.

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

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

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the 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, 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. 90 – Majority Equity Interests – an Amendment of GASB Statements No. 14 & No. 61. The School District had no component units as of for the year ended June 30, 2024.

Government-Wide Financial Statements

The 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 District accompanied by a total column.

These statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the District’s assets, deferred outflows of resources, liabilities, and

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 1. Summary of Significant Accounting Policies (continued):

deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying 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 District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

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.

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. An accompanying schedule (Exhibit B-3) is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The District has presented all major funds that met those qualifications.

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 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 District, are property tax and intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

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. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been combined with the governmental activities in the Government-Wide financial statements.

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 1. Summary of Significant Accounting Policies (continued):

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.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the District's enterprise funds. Separate financial statements are provided for governmental funds and proprietary funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. 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 assets acquisitions are reported as expenditures in the governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 1. Summary of Significant Accounting Policies (continued):

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Food Service Fund and the Community Education program are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Internal service funds are used to account for those operations which provide benefits to other funds, departments, or agencies of the primary government and its component unit. Although internal service funds are reported as a proprietary fund in the fund financial statements, it is incorporated into governmental activities in the government-wide financial statements. The District does not maintain any internal service funds.

The District reports the following major governmental funds:

General Fund - The general fund is the general operating fund of the 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 non-instructional equipment which are classified in the Capital Outlay sub-fund.

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

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, 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. These resources can be transferred from and to Current Expense by board resolution.

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

Capital Projects Fund - The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Debt Service Fund - The debt service fund is used to account for the accumulation of resources for, and the payment of principal and interest on bonds issued to finance major property acquisition, construction and improvement programs.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 1. Summary of Significant Accounting Policies (continued):

The District reports the following major proprietary funds:

Food Service Fund – This fund accounts for the revenues and expenses pertaining to the District's cafeteria operations.

Community Education Program – The community education fund accounts for the financial transactions related to the revenues and expenses of the District's Community Education Program.

Internal Service Funds – The internal service funds are used in order to account for various shared services provided to other local school districts.

During the course of operations, the District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 1. Summary of Significant Accounting Policies (continued):

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 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.

Open encumbrances in the special revenue fund for which the 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 and Cash Equivalents

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 stated at cost.

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.

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect Governmental Units from loss of funds on deposit with a failed banking institution in New Jersey.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 1. Summary of Significant Accounting Policies (continued):

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 Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value 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.

Tuition Payable/Receivable

Tuition rates for the fiscal year end June 30, 2024 were established by the receiving district based on estimated costs. The charges are subject to adjustment when the final costs have been 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.

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 District and that are due within one year. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances.

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 estimated fair value at the date of donation. The District has established a threshold of \$2,000 for capitalization of depreciable assets.

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

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

Equipment & Vehicles	3 – 20 Years
Buildings	30 – 50 Years
Improvements	10 – 50 Years
Software	5 – 7 Years

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 1. Summary of Significant Accounting Policies (continued):

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 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 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.

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 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

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 1. Summary of Significant Accounting Policies (continued):

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.

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District classifies governmental fund balances as follows:

- 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.
- 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. The School Board did not have any committed resources as of June 30, 2024.
- 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. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- 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 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 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.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 1. Summary of Significant Accounting Policies (continued):

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 in 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 – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Impact of Recently Issued Accounting Principles

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements which will become effective in future years as shown below:

Statement No. 101, *Compensated Absences*, updates the recognition and measurement guidance to better meet the information needs of the financial statement users for compensated absences. The standard requires that liabilities for compensated absences be recognized for leave that hasn't been used and leave that has been used but not paid yet. Statement No. 101 is effective for reporting periods beginning after December 15, 2023. Management has not yet determined the potential impact on the District's financial statements.

Statement No. 102, *Certain Risk Disclosures*, requires a government to disclose information about concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact. The standard will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. Statement No. 102 is effective for reporting periods beginning after June 15, 2024. Management has not yet determined the potential impact on the District's financial statements.

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.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

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.

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.

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 and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. 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.

Note 2. Cash Deposits and Investments

Cash 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 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, 2024, the District's bank balance of \$6,583,569 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 5,593,009
Uninsured and Uncollateralized	<u>990,560</u>
	<u><u>\$ 6,583,569</u></u>

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 2. Cash Deposits and Investments (continued)

Investments

The School District has no investments at June 30, 2024.

Note 3. Reserve Accounts

A. Capital Reserve

A capital reserve account was established by the School District by inclusion of \$1 on October 3, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the 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.

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

Beginning Balance, July 1, 2023	\$ 1,962,953
Increased by:	
Deposits approved by Board	<u>2,000,000</u>
	3,962,953
Decreased by:	
Budget Withdrawals	<u>(101,575)</u>
Ending Balance, June 30, 2024	<u><u>\$ 3,861,378</u></u>

The June 30, 2024 balance did not exceed the LRFP balance of local support costs of uncompleted capital projects.

KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

Note 4. Accounts Receivable

Accounts receivable at June 30, 2024 consisted of accounts and intergovernmental grants. All state and federal receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

<u>Description</u>	<u>Governmental Funds</u>				<u>Total Governmental Activities</u>	<u>Proprietary Funds</u>	<u>Total Business-Type Activities</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Internal Service Fund</u>		<u>Food Service Fund</u>	
Federal Awards	\$ -	\$ 541,650	\$ -	\$ -	\$ 541,650	\$ 11,192	\$ 11,192
State Awards	735,214	-	-	-	735,214	822	822
Other	1,314,204	61,835	87,304	359,800	1,823,143	9,066	9,066
Total	\$ 2,049,418	\$ 603,485	\$ 87,304	\$ 359,800	\$ 3,100,007	\$ 21,080	\$ 21,080

5. Capital Assets

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

	<u>Balance July 1, 2023</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	<u>Balance June 30, 2024</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 2,481,278	\$ -	\$ -	\$ 2,481,278
Construction in Progress	760,075	-	(760,075)	-
Total Capital Assets not being depreciated	3,241,353	-	(760,075)	2,481,278
Capital Assets being depreciated:				
Land Improvements	10,294,487	-	-	10,294,487
Buildings and Improvements	78,989,015	213,499	760,075	79,962,589
Equipment	10,667,494	407,240	-	11,074,734
Total Capital Assets being depreciated	99,950,996	620,739	760,075	101,331,810
Less: Accumulated Depreciation:				
Land Improvements	(5,759,110)	(166,674)	-	(5,925,784)
Buildings and Improvements	(34,481,158)	(1,579,707)	-	(36,060,865)
Equipment	(4,385,768)	(126,929)	-	(4,512,697)
Total Accumulated Depreciation	(44,626,036)	(1,873,310)	-	(46,499,346)
Total Capital Assets being depreciated, net	55,324,960	(1,252,571)	760,075	54,832,464
Total Governmental Activities Capital Assets, net	\$ 58,566,313	\$ (1,252,571)	\$ -	\$ 57,313,742

KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

5. Capital Assets (continued)

	Balance July 1, <u>2023</u>	<u>Additions</u>	Retirements and Transfers	Balance June 30, <u>2024</u>
Business-Type Activities:				
Equipment	\$ 1,088,215	\$ 78,743		\$ 1,166,958
	1,088,215	78,743	-	1,166,958
 Less: Accumulated Depreciation:				
Equipment	(780,003)	(45,230)		(825,233)
	(780,003)	(45,230)	-	(825,233)
 Total Business-Type Activities Capital Assets, net	 \$ 308,212	 \$ 33,513	 \$ -	 \$ 341,725

Note 6. Interfund Receivables, Payables and Transfers

Individual fund receivables/payables balances at June 30, 2024 are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 77,489	\$ 2,645,130
Special Revenue Fund	-	56,311
Capital Projects Fund	2,600,000	1,360,651
Debt Service Fund	1,376,073	-
Internal Service Fund	29,708	21,178
	<u>\$ 4,083,270</u>	<u>\$ 4,083,270</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.

The summary of interfund transfers is as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 101,575
Capital Projects Fund	101,575	-
	<u>\$ 101,575</u>	<u>\$ 101,575</u>

The purpose of interfund transfers were from the capital reserve restricted fund balance to the capital projects fund for high school miscellaneous renovations.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2024 the following changes occurred in long-term obligations:

	Balance <u>July 1, 2023</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2024</u>	Balance Due Within <u>One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 25,215,000	\$ -	\$ 2,635,000	\$ 22,580,000	\$ 2,185,000
Unamortized Bond Premiums	503,452	-	129,360	374,092	56,824
Financed Purchases	1,488,334	-	524,697	963,637	538,509
Subscription Liabilities	292,404	-	79,720	212,684	82,572
Compensated Absences	1,797,482	36,181	-	1,833,663	-
Net Pension Liability	8,975,473	-	198,327	8,777,146	-
	<u>\$ 38,272,145</u>	<u>\$ 36,181</u>	<u>\$ 3,567,104</u>	<u>\$ 34,741,222</u>	<u>\$ 2,862,905</u>
Business-Type Activities:					
Compensated Absences	\$ 68,867	\$ -	\$ 15,276	\$ 53,591	\$ -
	<u>\$ 68,867</u>	<u>\$ -</u>	<u>\$ 15,276</u>	<u>\$ 53,591</u>	<u>\$ -</u>

For governmental activities, the bonds payable are liquidated from the District's debt service fund. Compensated absences and capital leases 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.

On January 27, 2012, the School District issued \$5,935,000 in Refunding Bonds with interest rates ranging from 2% to 4% to advance refund \$5,514,000 of outstanding 2004 General Obligation Bonds with interest rates ranging from 4.00% to 4.125%.

On December 4, 2014, the School District issued \$8,730,000 in Refunding Bonds with interest rates ranging from 1.00% to 5.00% to advance refund \$8,730,000 of outstanding 2005 Refunding Bonds with interest rates ranging from 4.00% to 5.00%. As a result of the Refunding Bonds, the District had a net present value savings of \$926,508 based on the yield for the Refunding Bonds.

On October 20, 2016, the School District issued \$8,190,000 of Refunding Bonds to refund the callable portion of the outstanding 2006 Bond Issue. The Refunding Bonds generated \$535,000 in gross debt service savings and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$1,295,530, or a net annual present value savings of 14.848%. The Refunding Bonds were issued at interest rates varying from 2.00% to 4.00% and mature on January 15, 2031.

On December 20, 2020, the School District issued \$16,625,000 of Refunding Bonds to refund the callable portion of the outstanding 2012 Bond Issue of \$15,749,000. The Refunding Bonds were issued at interest rates varying from 0.369% to 2.77% and mature on February 1, 2037.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 7. Long-Term Obligations (continued):

Principal and Interest due on the outstanding bonds is as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 2,185,000	\$ 565,248	\$ 2,750,248
2026	2,185,000	508,003	2,693,003
2027	2,210,000	448,342	2,658,342
2028	2,215,000	387,330	2,602,330
2029	2,230,000	335,029	2,565,029
2030-2034	8,070,000	943,864	9,013,864
2035-2037	3,485,000	186,153	3,671,153
	<u>\$ 22,580,000</u>	<u>\$ 3,373,969</u>	<u>\$ 25,953,969</u>

Loans Payable

The District currently has two loans outstanding, one for technology and one for various improvements and assets of the District. Principal and interest due on the outstanding loans is as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 538,509	\$ 27,232	\$ 565,741
2026	209,350	13,051	222,401
2027	215,778	6,624	222,402
	<u>\$ 963,637</u>	<u>\$ 46,907</u>	<u>\$ 1,010,544</u>

SBITA Liabilities

The School District has entered into subscription-based information technology arrangements (SBITAs) for various software subscription services. The SBITAs qualify as other than short-term arrangements under GASB 96, and therefore, have been recorded at present value of future minimum lease payments as of the date of their inception.

On 07/01/2022, Kingsway Regional School District, NJ entered into a 36 month subscription for the use of Brainpop.Com. An initial subscription liability was recorded in the amount of \$10,293.51. As of 06/30/2024, the value of the subscription liability is \$3,439.87. Kingsway Regional School District, NJ is required to make annual fixed payments of \$3,515.00. The subscription has an interest rate of 2.1840%. The value of the right to use asset as of 06/30/2024 of \$10,293.51 with accumulated amortization of \$6,862.34 is included with Software on the Subscription Class activities table found below. Kingsway Regional School District, NJ has 1 extension option(s), each for 24 months.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 7. Long-Term Obligations (continued)

SBITA Liabilities (continued)

On 10/20/2022, Kingsway Regional School District, NJ entered into a 48 month subscription for the use of Genesis SchoolFi. An initial subscription liability was recorded in the amount of \$106,165.12. As of 06/30/2024, the value of the subscription liability is \$53,902.71. Kingsway Regional School District, NJ is required to make annual variable fixed in substance principal and interest payments of \$28,280.00. The subscription has an interest rate of 3.2690%. The value of the right to use asset as of 06/30/2024 of \$110,665.12 with accumulated amortization of \$46,955.82 is included with Software on the Subscription Class activities table found below. Kingsway Regional School District, NJ has 1 extension option(s), each for 36 months.

On 10/27/2022, Kingsway Regional School District, NJ entered into a 72 month subscription for the use of Genesis SIS. An initial subscription liability was recorded in the amount of \$50,260.17. As of 06/30/2024, the value of the subscription liability is \$41,503.12. Kingsway Regional School District, NJ is required to make annual variable fixed in substance principal and interest payments of \$11,250.00. The subscription has an interest rate of 3.3310%. The value of the right to use asset as of 06/30/2024 of \$50,260.17 with accumulated amortization of \$14,054.23 is included with Software on the Subscription Class activities table found below. Kingsway Regional School District, NJ has 1 extension option(s), each for 60 months.

On 07/01/2022, Kingsway Regional School District, NJ entered into a 60 month subscription for the use of Microsoft Volume Licensing. An initial subscription liability was recorded in the amount of \$134,640.46. As of 06/30/2024, the value of the subscription liability is \$81,103.02. Kingsway Regional School District, NJ is required to make annual variable fixed in substance principal and interest payments of \$28,136.00. The subscription has an interest rate of 2.0240%. The value of the right to use asset as of 06/30/2024 of \$134,640.46 with accumulated amortization of \$53,381.68 is included with Software on the Subscription Class activities table found below. Kingsway Regional School District, NJ has 1 extension option(s), each for 36 months.

On 07/01/2022, Kingsway Regional School District, NJ entered into a 60 month subscription for the use of Panopto. An initial subscription liability was recorded in the amount of \$39,348.30. As of 06/30/2024, the value of the subscription liability is \$24,501.55. Kingsway Regional School District, NJ is required to make annual fixed payments of \$7,200.00. The subscription has an interest rate of 2.0240%. The value of the right to use asset as of 06/30/2024 of \$42,348.30 with accumulated amortization of \$16,939.32 is included with Software on the Subscription Class activities table found below. Kingsway Regional School District, NJ has 1 extension option(s), each for 36 months.

On 07/01/2022, Kingsway Regional School District, NJ entered into a 36 month subscription for the use of Pear Deck. An initial subscription liability was recorded in the amount of \$24,660.98. As of 06/30/2024, the value of the subscription liability is \$8,233.36. Kingsway Regional School District, NJ is required to make annual variable fixed in substance principal and interest payments of \$8,400.00. The subscription has an interest rate of 2.0240%. The value of the right to use asset as of 06/30/2024 of \$24,660.98 with accumulated amortization of \$16,440.66 is included with Software on the Subscription Class activities table found below. Kingsway Regional School District, NJ has 1 extension option(s), each for 24 months.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 7. Long-Term Obligations (continued)

SBITA Liabilities (continued)

The future minimum SBITA obligations as of June 30, 2024 were as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 82,572	\$ 5,509	\$ 88,081
2026	72,778	3,388	76,166
2027	46,446	1,440	47,886
2028	10,887	363	11,250
	<hr/>		
	\$ 212,684	\$ 10,699	\$ 223,383
	<hr/>		

Bonds Authorized But Not Issued:

As of June 30, 2024, the District had no authorized but not issued bonds.

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 financial statements, which can be found at www.state.nj.us/treasury/pensions/annual-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.

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 1/55th 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

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued)

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. 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 the noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2023, the State's pension contribution was more than the actuarial determined amount.

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, 2024, the School District reported a liability of \$8,777,146 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023. 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, 2022, to the measurement date of June 30, 2023. 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, 2023. The School District's proportion measured as of June 30, 2023, was 0.060597%, which was an increase of 0.00112% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the School District recognized full accrual pension expense/(benefit) of \$(236,250) in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2023 measurement date. At June 30, 2024 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 83,921	\$ 35,878
Changes of Assumptions	19,282	531,933
Net Difference between Projected and Actual Earnings on Pension Plan Investments	40,420	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	277,983	156,035
School District Contributions Subsequent to Measurement Date	<u>848,464</u>	<u>-</u>
	<u>\$ 1,270,070</u>	<u>\$ 723,846</u>

\$848,464 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is based on the amount payable to the State due April 1, 2025 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. 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:

Year Ending June 30,	<u>Amount</u>
2025	\$ (330,179)
2026	(184,293)
2027	257,538
2028	(46,089)
2029	<u>783</u>
	<u>\$ (302,240)</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:

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued)

	Deferred Outflow of <u>Resources</u>	Deferred Inflow of <u>Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	5.16	-
June 30, 2021	5.13	-
June 30, 2022	-	5.04
June 30, 2023	-	5.08
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	5.13	-
June 30, 2022	-	5.04
June 30, 2023	-	5.08
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
June 30, 2021	5.00	-
June 30, 2022	5.00	-
June 30, 2023	5.00	-
Changes in Proportion and Differences between Contributions and		
Pro Year of Pension Plan Deferral:		
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16
June 30, 2021	5.13	5.13
June 30, 2022	5.04	5.04
June 30, 2023	5.08	5.08

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (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	
Price	2.75%
Wage	3.25%
Salary Increases	2.75%-6.55% based on years of service
Investment Rate of Return	7.00%
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, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of 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, 2023 are summarized in the following table:

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	<u>3.00%</u>	6.21%
	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made 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 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 - The following presents the School District's proportionate share of the net pension liability as of June 30, 2023, 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:

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
District's Proportionate Share of the Net Pension Liability	<u>\$ 11,522,306</u>	<u>\$ 8,777,146</u>	<u>\$ 6,577,632</u>

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued)

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2024 and 2023:

Balances at June 30, 2024 and June 30, 2023

	<u>6/30/2024</u>	<u>6/30/2023</u>
Actuarial valuation date (including roll forward)	June 30, 2023	June 30, 2022
Collective Deferred Outflows of Resources	\$ 1,080,204,730	\$ 1,660,772,008
Collective Deferred Inflows of Resources	1,780,216,457	3,236,303,935
Collective Net Pension Liability	14,606,489,066	15,219,184,920
District's portion of the Plan's total Net Pension Liability	0.060597%	0.059474%

Special Funding Situation – Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The amounts contributed on behalf of the local participating employers under the legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under the legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers related to the legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing 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.

The State's proportionate share of the PERS net pension liability associated with the special funding situation is \$-0- as of June 30, 2024. The State's proportionate share of the contribution associated with the special funding situation was \$27,373 as of June 30, 2024. These are based on measurements as of June 30, 2023.

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.state.nj.us/treasury/pensions/annrprts.shtml.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 8. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued)

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

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. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2023, the State's pension contribution was more 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, 2024 was \$72,518,205. The School District's proportionate share was \$-0-.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 8. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued)

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The State's proportionate share of the net pension liability associated with the School District was based on projection of the State's long-term contributions to the pension plan associated with the School District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.142102%, which was an increase of 0.00002% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the School District recognized \$1,781,561 in on-behalf pension expense and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2023 measurement date.

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

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

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

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 8. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued)

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make 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:

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 8. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued)

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	85,512,123	72,518,205	61,574,238
	<u>\$ 85,512,123</u>	<u>\$ 72,518,205</u>	<u>\$ 61,574,238</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, 2024 and 2023:

Balances at June 30, 2024 and June 30, 2023

	<u>6/30/2024</u>	<u>6/30/2023</u>
Actuarial valuation date (including roll forward)	June 30, 2023	June 30, 2022
Collective Deferred Outflows of Resources	\$ 2,502,380,838	\$ 5,004,259,312
Collective Deferred Inflows of Resources	14,830,205,473	19,682,774,794
Collective Net Pension Liability	51,109,961,824	51,676,587,303
District's portion of the Plan's total Net Pension Liability	0.14210%	0.13986%

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 8. Pension Plans (continued)

C. Defined Contribution 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 \$8,300 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

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, 2024, employee contributions totaled \$29,071, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$15,857.

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.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 9. Other Post-Retirement Benefits (continued)

General Information about the OPEB Plan (continued)

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 is 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.

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2023, was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Total Nonemployer OPEB Liability: \$ 52,361,668,239

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

KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

Note 9. Other Post-Retirement Benefits (continued)

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

Actuarial assumptions used in the July 1, 2022 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, 2023 was \$69,958,675. The School District’s proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2023, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. 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, 2023, the State proportionate share of the OPEB Obligation attributable to the School District was 0.13360%, which was an increase of 0.00224% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the State of New Jersey recognized an OPEB expense in the amount of \$2,756,507 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, 2023 measurement date.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 5.65% and decreases to a 4.50% long-term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increased to 13.44% in fiscal year 2026 and decreased to 4.50% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increased 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 decreased 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 for June 30, 2023 was 3.65%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 9. Other Post-Retirement Benefits (continued)

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate

The following presents the total nonemployer OPEB liability as of June 30, 2023, 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, 2023		
	At 1% Decrease (2.65%)	At Discount Rate (3.65%)	At 1% Increase (4.65%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 82,014,536	\$ 69,958,675	\$ 60,279,218
State of New Jersey's Total Non- employer Liability	\$ 61,385,066,712	\$ 52,361,668,239	\$ 45,116,926,835

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, 2023, 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:

	June 30, 2023		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 58,076,486	\$ 69,958,675	\$ 85,506,550
State of New Jersey's Total Nonemployer OPEB Liability	\$ 43,468,257,358	\$ 52,361,668,239	\$ 63,998,719,320

* See Healthcare Cost Trend Assumptions for details of rates.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 9. Other Post-Retirement Benefits (continued)

Additional Information

Collective balances of the Local Group at June 30, 2023 are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion	\$ -	\$ -
Differences between Expected & Actual Experience	7,639,717,639	(13,791,541,217)
Change in Assumptions	7,445,895,322	(14,449,948,556)
Contributions Made in Fiscal Year Year Ending 6/30/2024		
After Measurement Date	TBD	-
	<u>\$ 15,085,612,961</u>	<u>\$ (28,241,489,773)</u>

** Employer Contributions made after June 30, 2023 are reported as a deferred outflow of resources, but are not amortized in expense.

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,	
2024	\$ (2,611,225,301)
2025	(2,611,225,301)
2026	(2,269,523,460)
2027	(1,338,024,839)
2028	(273,877,609)
Thereafter	(4,052,000,302)
	<u>\$ (13,155,876,812)</u>

Plan Membership

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

	June 30, 2022
Active Plan Members	217,212
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	152,383
	<u>369,595</u>

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 9. Other Post-Retirement Benefits (continued)

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2024 (measurement date June 30, 2023) is as follows:

Total OPEB Liability

Service Cost	\$ 2,136,235,476
Interest Cost	1,844,113,951
Difference Between Expected & Actual Experience	(980,424,863)
Changes of Assumptions	105,539,463
Contributions: Member	47,258,104
Gross Benefit Payments	<u>(1,437,516,858)</u>
Net Change in Total OPEB Liability	1,715,205,273
Total OPEB Liability (Beginning)	<u>50,646,462,966</u>
Total OPEB Liability (Ending)	<u><u>\$ 52,361,668,239</u></u>
Total Covered Employee Payroll	\$ 15,314,749,297
Net OPEB Liability as a Percentage of Payroll	342%

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, 2024, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$6,579,519, \$1,790,704, \$1,416,221 and \$3,943, respectively.

Note 11. Risk Management

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

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 11. Risk Management (continued)

New Jersey Unemployment Compensation Insurance – The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District’s trust fund for the current and previous two years:

<u>Fiscal Year</u>	<u>School District Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023-2024	\$ -	\$ -	\$ -	\$ 21,259	\$ 17,509
2022-2023	-	-	-	57,156	38,768
2021-2022	-	-	-	-	95,924

Note 12. Contingencies

State and Federal Grantor Agencies - The 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 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, 2024 may be impaired. In the opinion of the 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.

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

Note 13. Economic Dependency

The 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 District’s programs and activities.

Note 14. 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:

Lincoln Investment Planning, Inc.
Syracusa Benefits Program

The Equitable Life Assurance Society of the US
403(b) ASP

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 15. Compensated Absences

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

District employees are granted varying amount of vacation and sick leave in accordance with the District's personnel policies. The 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 District for the unused sick leave in accordance with 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 under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2024 is \$1,833,663.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2024 the liability for compensated absences in the proprietary fund types is \$53,591.

Note 16. 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.

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 17. 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, 2024 was \$839,430.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 18. Fund Balance

General Fund – Of the \$4,995,678 General Fund fund balance at June 30, 2024, \$3,861,378 has been reserved in the Capital Reserve Account; \$359,936 has been restricted for excess surplus – designated for subsequent year’s expenditures; \$839,430 has been restricted for current year excess surplus; \$210,249 has been committed to encumbrances; \$17,509 has been reserved in the Unemployment Reserve; \$495,647 has been assigned and designated for subsequent year’s expenditures and \$(788,471) is unassigned.

Special Revenue Fund- Of the \$474,131 Special Revenue Fund fund balance at June 30,2024, \$175,936 has been restricted for Scholarships; \$298,195 is restricted for Student Activities.

Capital Projects Fund – Of the \$87,080 Capital Projects Fund fund balance at June 30, 2024, \$7,793 is restricted for capital projects; \$79,287 has been reserved for encumbrances.

Note 19. Intangible Assets (SBITAs)

The School District has recorded intangible assets as a result of implementing GASB 96. The assets are subscription based information technology arrangements for various software throughout the District. The related liability is discussed in the SBITA subsection of Note 7, Long-Term Obligations. The intangible asset is amortized on a straight-line basis over the terms of the related subscription arrangement.

Intangible asset activity for the School District for the year ended June 30, 2024, was as follows:

	Balance as of June 30, 2023	Increases	Decreases	Balance as of June 30, 2024
Intangible Assets (SBITAs):				
Pear Deck	\$ 24,661	\$ -	\$ -	\$ 24,661
Panopto	42,348	-	-	42,348
Microsoft	134,640	-	-	134,640
Genesis SchoolFi	110,665	-	-	110,665
Brainpop	10,294	-	-	10,294
Genesis SIS	50,260	-	-	50,260
Total Intangible Assets	372,868	-	-	372,868
Less accumulated amortization				
Pear Deck	(8,220)	(8,220)	-	(16,440)
Panopto	(8,470)	(8,470)	-	(16,940)
Microsoft	(26,691)	(26,691)	-	(53,382)
Genesis SchoolFi	(25,899)	(25,899)	-	(51,798)
Brainpop	(3,431)	(3,431)	-	(6,862)
Genesis SIS	(5,678)	(5,678)	-	(11,356)
Total accumulated amortization	(78,389)	(78,389)	-	(156,778)
Intangible Assets, net	\$ 294,479	\$ (78,389)	\$ -	\$ 216,090

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 20. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2024 and December 23, 2024, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**KINGSWAY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

		JUNE 30, 2024				POSITIVE/ (NEGATIVE)
	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Revenues:						
Local Tax Levy	10-1210	\$ 25,458,625	\$ -	\$ 25,458,625	\$ 25,458,625	\$ -
Tuition From Other LEAs Within the State	10-1320	3,699,143	-	3,699,143	3,709,158	10,015
Rents and Royalties	10-1910	10,000	-	10,000	74,101	64,101
Interest Earned on Capital Reserve		1,000	-	1,000	-	(1,000)
Miscellaneous Revenues	10-1XXX	171,855	-	171,855	574,586	402,731
Total Local Sources		29,340,623	-	29,340,623	29,816,470	475,847
Federal Sources:						
Medicaid Reimbursement (SEMI)	10-4200	51,376	-	51,376	10,980	(40,396)
Total Federal Sources		51,376	-	51,376	10,980	(40,396)
State Sources:						
Equalization Aid	10-3176	18,481,864	-	18,481,864	18,481,864	-
Categorical Special Education Aid	10-3132	2,473,180	-	2,473,180	2,473,180	-
Categorical Security Aid	10-3177	232,812	-	232,812	232,812	-
Categorical Transportation Aid	10-3121	1,518,262	-	1,518,262	1,518,262	-
Extraordinary Aid	10-3131	300,000	-	300,000	568,861	268,861
Other State Aid	10-3xxx	-	-	-	96,915	96,915
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	6,579,519	6,579,519
On-Behalf Post Retirement Medical Contribution		-	-	-	1,790,704	1,790,704
On-Behalf Long-Term Disability Insurance		-	-	-	3,943	3,943
Reimbursed TPAF Social Security Contribution		-	-	-	1,416,221	1,416,221
Total State Sources		23,006,118	-	23,006,118	33,162,281	10,156,163
Total Revenues		52,398,117	-	52,398,117	62,989,731	10,591,614
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Grades 6 - 8	11-130-100-101	4,260,902	46,493	4,307,395	4,284,003	23,392
Grades 9 - 12	11-140-100-101	8,853,905	(523,925)	8,329,980	8,288,507	41,473
Home Instruction:						
Salaries of Teachers	11-150-100-101	21,000	8,455	29,455	29,449	6
Purchased Professional - Educational Services	11-150-100-320	30,000	75,000	105,000	96,211	8,789
Other Purchased Services	11-150-100-500	1,500	-	1,500	38	1,462
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	160,095	13,105	173,200	120,705	52,495
Purchased Professional - Educational Services	11-190-100-320	281,614	388,948	670,562	633,756	36,806
Purchased Technical Services	11-190-100-340	128,693	(2,210)	126,483	117,952	8,531
Other Purchased Services	11-190-100-500	637,820	4,681	642,501	630,520	11,981
General Supplies	11-190-100-610	704,085	15,026	719,111	610,218	108,893
Textbooks	11-190-100-640	433,735	(10,090)	423,645	417,878	5,767
Other Objects	11-190-100-890	85,535	(12,838)	72,697	35,694	37,003
Total Regular Programs		15,598,884	2,645	15,601,529	15,264,931	336,598
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	424,387	655	425,042	387,500	37,542
Other Salaries for Instruction	11-212-100-106	135,540	27,108	162,648	116,606	46,042
Purchased Professional - Educational Services	11-212-100-320	321	-	321	-	321
Other Purchased Services	11-212-100-500	5,000	(335)	4,665	1,298	3,367
General Supplies	11-212-100-610	4,467	335	4,802	3,131	1,671
Total Multiple Disabilities		569,715	27,763	597,478	508,535	88,943

**KINGSWAY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	JUNE 30, 2024				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Resource Room:						
Salaries of Teachers	11-213-100-101	2,631,170	31,345	2,662,515	2,635,262	27,253
Other Salaries for Instruction	11-213-100-106	295,688	(27,108)	268,580	252,687	15,893
Purchased Professional-Educational Services	11-213-100-320	13,200	(5,000)	8,200	4,075	4,125
General Supplies	11-213-100-610	12,024	(25)	11,999	10,665	1,334
Textbooks	11-213-100-640	-	25	25	20	5
Other Objects	11-213-100-800	9,000	(3,000)	6,000	-	6,000
Total Resource Room		2,961,082	(3,763)	2,957,319	2,902,709	54,610
Special Education - Home Instruction:						
Salaries of Teachers	11-219-100-101	-	18,000	18,000	13,808	4,192
Purchased Professional Educational Services	11-219-100-320	30,000	91,807	121,807	77,384	44,423
Other Purchased Services	11-219-100-500	400	-	400	-	400
Total Special Education - Home Instruction		30,400	109,807	140,207	91,192	49,015
Total Special Education		3,561,197	133,807	3,695,004	3,502,436	192,568
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	77,254	-	77,254	58,987	18,267
General Supplies	11-230-100-610	9,689	(6,000)	3,689	925	2,764
Total Basic Skills/Remedial		86,943	(6,000)	80,943	59,912	21,031
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	253,982	11,100	265,082	260,139	4,943
Other Purchased Services	11-401-100-500	73,085	1,934	75,019	51,964	23,055
Supplies and Materials	11-401-100-600	82,595	(2,704)	79,891	54,163	25,728
Other Objects	11-401-216-800	11,245	-	11,245	5,500	5,745
Total School Sponsored Cocurricular Activities		420,907	10,330	431,237	371,766	59,471
School Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	737,894	79,500	817,394	804,644	12,750
Other Purchased Services	11-402-100-500	210,195	(51,411)	158,784	156,937	1,847
Travel	11-402-100-580	-	2,850	2,850	1,749	1,101
General Supplies	11-402-100-600	242,005	68,750	310,755	299,855	10,900
Other Objects	11-402-216-800	92,760	(16,750)	76,010	74,618	1,392
Total School Sponsored Athletics Instruction		1,282,854	82,939	1,365,793	1,337,803	27,990
Before/After School Programs:						
Supplies and Materials	11-421-100-600	-	2,805	2,805	2,805	-
Total Before/After School Programs		-	2,805	2,805	2,805	-
Total Instruction		20,950,785	226,526	21,177,311	20,539,653	637,658
Undistributed Expenditures:						
Instruction :						
Tuition to Other LEAs Within the State - Regular	11-000-100-561	-	17,822	17,822	16,189	1,633
Tuition to Other LEAs Within the State - Special	11-000-100-562	50,000	13,171	63,171	57,501	5,670
Tuition to County Vocational School District - Regular	11-000-100-563	598,895	(75,000)	523,895	515,722	8,173
Tuition to County Vocational School District - Special	11-000-100-564	141,255	(27,204)	114,051	108,357	5,694
Tuition to CSSD & Regional Day School	11-000-100-565	1,871,856	(460,122)	1,411,734	1,249,730	162,004
Tuition to Private School for the Handicapped - State	11-000-100-566	1,473,441	(138,097)	1,335,344	1,022,795	312,549
Tuition - State Facilities	11-000-100-568	4,500	-	4,500	4,499	1
Tuition - Other	11-000-100-569	60,000	(60,000)	-	-	-
Total Undistributed Expenditures - Instruction		4,199,947	(729,430)	3,470,517	2,974,793	495,724

**KINGSWAY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	JUNE 30, 2024				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Attendance & Social Work Services:						
Salaries	11-000-211-100	196,075	(15,080)	180,995	179,725	1,270
Unused Vacation Payment to Term/Retired Staff	11-000-211-199	-	1,857	1,857	1,856	1
Supplies and Materials	11-000-211-600	1,000	-	1,000	-	1,000
Total Attendance & Social Work Services		197,075	(13,223)	183,852	181,581	2,271
Health Services:						
Salaries	11-000-213-100	407,792	4,600	412,392	400,697	11,695
Purchased Professional & Technical Services	11-000-213-300	48,450	-	48,450	25,799	22,651
Other Purchased Services	11-000-213-500	5,550	-	5,550	3,072	2,478
Supplies and Materials	11-000-213-600	19,350	(1,200)	18,150	12,452	5,698
Other Objects	11-000-213-800	1,100	-	1,100	103	997
Total Health Services		482,242	3,400	485,642	442,123	43,519
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	65,135	-	65,135	65,135	-
Purchased Professional Educational Services	11-000-216-320	127,765	32,900	160,665	150,472	10,193
Supplies and Materials	11-000-216-600	500	-	500	445	55
Total Other Support Services-Students-Related Services		193,400	32,900	226,300	216,052	10,248
Other Support Services - Students - Extra Services:						
Salaries	11-000-217-100	434,027	69,420	503,447	447,217	56,230
Purchased Professional Educational Services	11-000-217-320	610,360	(120,705)	489,655	443,615	46,040
Total Other Support Services - Students - Extra Services		1,044,387	(51,285)	993,102	890,832	102,270
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	808,285	29,070	837,355	809,185	28,170
Salaries of Secretarial & Clerical Assistants	11-000-218-105	142,253	100	142,353	142,253	100
Purchased Professional Educational Services	11-000-218-320	86,980	2,320	89,300	81,517	7,783
Other Purchased Professional & Technical Services	11-000-218-390	37,350	(12,000)	25,350	21,952	3,398
Other Purchased Services	11-000-218-500	14,830	-	14,830	10,374	4,456
Supplies and Materials	11-000-218-600	27,467	-	27,467	22,828	4,639
Other Objects	11-000-218-800	3,390	-	3,390	2,271	1,119
Total Other Support Services - Students - Regular		1,120,555	19,490	1,140,045	1,090,380	49,665
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	696,849	(2,715)	694,134	668,519	25,615
Salaries of Secretarial & Clerical Assistants	11-000-219-105	72,436	100	72,536	72,435	101
Purchased Professional Educational Services	11-000-219-320	50,000	21,370	71,370	46,111	25,259
Other Purchased Professional & Technical Services	11-000-219-390	20,520	-	20,520	18,380	2,140
Other Purchased Services	11-000-219-500	19,820	-	19,820	11,273	8,547
Supplies and Materials	11-000-219-600	30,050	3,800	33,850	33,434	416
Other Objects	11-000-219-800	12,000	-	12,000	6,884	5,116
Total Other Support Services-Students-Special Services		901,675	22,555	924,230	857,036	67,194
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisor of Instruction	11-000-221-102	661,880	-	661,880	661,855	25
Salaries of Other Professional Staff	11-000-221-104	10,524	1,825	12,349	6,738	5,611
Salaries of Secretarial & Clerical Assistants	11-000-221-105	27,540	-	27,540	26,924	616
Purchased Professional - Educational Services	11-000-221-320	114,100	12,980	127,080	120,624	6,456
Other Purchased Services	11-000-221-500	30,750	(6,425)	24,325	17,380	6,945
Supplies and Materials	11-000-221-600	6,000	-	6,000	5,071	929
Other Objects	11-000-221-800	12,600	-	12,600	12,335	265
Total Improvement of Instruction Services/Other Support Services Instructional Staff		863,394	8,380	871,774	850,927	20,847
Educational Media Services/School Library:						
Salaries	11-000-222-100	234,793	800	235,593	235,575	18
Purchased Professional & Technical Services	11-000-222-300	26,011	157	26,168	25,960	208
Other Purchased Services	11-000-222-500	3,193	(1,787)	1,406	425	981
Supplies and Materials	11-000-222-600	39,882	1,656	41,538	40,187	1,351
Other Objects	11-000-222-800	450	(140)	310	200	110
Total Educational Media Services/School Library		304,329	686	305,015	302,347	2,668

**KINGSWAY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	JUNE 30, 2024				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Support Services Instructional Staff Training Service:						
Salaries of Supervisors of Instruction	11-000-223-102	82,620	-	82,620	82,620	-
Salaries of Other Professional Staff	11-000-223-104	8,708	-	8,708	202	8,506
Salaries of Secretarial & Clerical Assistants	11-000-223-105	27,540	-	27,540	26,924	616
Purchased Professional - Educational Services	11-000-223-320	50,519	(16,400)	34,119	18,145	15,974
Other Purchased Services	11-000-223-500	40,131	(1,640)	38,491	9,903	28,588
Total Support Services Instructional Staff Training		209,518	(18,040)	191,478	137,794	53,684
Support Services General Administration:						
Salaries	11-000-230-100	309,261	(250)	309,011	308,814	197
Legal Services	11-000-230-331	55,000	35,590	90,590	85,282	5,308
Audit Services	11-000-230-332	42,000	3,115	45,115	45,113	2
Architectural/Engineering Services	11-000-230-334	20,000	(20,000)	-	-	-
Purchased Technical Services	11-000-230-340	5,000	-	5,000	4,953	47
Communications/Telephone	11-000-230-530	112,024	(18,257)	93,767	86,578	7,189
Travel - All Other	11-000-230-580	-	15,000	15,000	14,135	865
BOE Other Purchased Services	11-000-230-585	21,300	(3,250)	18,050	17,237	813
Other Purchased Services	11-000-230-590	118,750	2,200	120,950	119,524	1,426
Supplies and Materials	11-000-230-600	5,000	250	5,250	5,214	36
BOE In-House Training Supplies	11-000-230-630	750	-	750	-	750
Miscellaneous Expenditures	11-000-230-890	3,500	-	3,500	2,859	641
BOE Membership Dues & Fees	11-000-230-895	13,000	3,250	16,250	16,250	-
Total Support Services General Administration		705,585	17,648	723,233	705,959	17,274
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	1,001,570	(16,765)	984,805	982,788	2,017
Salaries of Other Professional Staff	11-000-240-104	429,860	-	429,860	429,859	1
Salaries of Secretarial & Clerical Assistants	11-000-240-105	281,405	56,740	338,145	328,215	9,930
Unused Vac Payment to Term/Ret Staff	11-000-240-199	-	16,865	16,865	16,862	3
Tuition Reimbursement	11-000-240-280	-	6,300	6,300	6,288	12
Purchased Professional & Technical Services	11-000-240-300	26,450	(12,524)	13,926	9,035	4,891
Other Purchased Services	11-000-240-500	34,525	1,196	35,721	29,932	5,789
Supplies and Materials	11-000-240-600	35,040	-	35,040	23,211	11,829
Other Objects	11-000-240-800	45,750	4,899	50,649	42,444	8,205
Total Support Services School Administration		1,854,600	56,711	1,911,311	1,868,634	42,677
Central Services:						
Salaries	11-000-251-100	543,950	(5,680)	538,270	518,699	19,571
Purchased Technical Services	11-000-251-340	72,090	11,025	83,115	77,092	6,023
Other Purchased Services	11-000-251-500	-	7,000	7,000	2,365	4,635
Miscellaneous Purchased Services	11-000-251-592	18,770	(3,000)	15,770	10,961	4,809
Supplies & Materials	11-000-251-600	9,750	595	10,345	6,374	3,971
Miscellaneous Expenditures	11-000-251-890	2,300	585	2,885	2,885	-
Total Central Services		646,860	10,525	657,385	618,376	39,009
Administrative Information Technology:						
Salaries	11-000-252-100	202,420	76,455	278,875	193,642	85,233
Purchased Technical Services	11-000-252-340	229,300	15,669	244,969	235,985	8,984
Other Purchased Services	11-000-252-500	4,000	(455)	3,545	2,346	1,199
Supplies and Materials	11-000-252-600	65,000	15,300	80,300	80,253	47
Other Objects	11-000-252-800	800	(105)	695	695	-
Total Administrative Information Technology		501,520	106,864	608,384	512,921	95,463
Allowance Maintenance for School Facilities:						
Salaries	11-000-261-100	350,466	(3,110)	347,356	314,249	33,107
Unused Vac Payment to Term/Ret Staff	11-000-261-199	-	3,110	3,110	3,110	-
Cleaning, Repair & Maintenance Services	11-000-261-420	334,334	132,821	467,155	433,132	34,023
General Supplies	11-000-261-610	125,000	55,000	180,000	153,551	26,449
Other Objects	11-000-261-800	1,000	-	1,000	980	20
Total Allowance Maintenance for School Facilities		810,800	187,821	998,621	905,022	93,599

**KINGSWAY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	JUNE 30, 2024				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Other Operation & Maintenance of Plant Services:						
Salaries	11-000-262-100	1,218,044	(94,100)	1,123,944	1,114,769	9,175
Unused Vac Payment to Term/Ret Staff	11-000-262-199	6,500	4,785	11,285	11,283	2
Purchased Professional & Technical Services	11-000-262-300	72,905	8,095	81,000	74,816	6,184
Cleaning, Repair & Maintenance Services	11-000-262-420	11,500	(3,579)	7,921	4,105	3,816
Other Purchased Property Services	11-000-262-490	50,000	-	50,000	45,609	4,391
Insurance	11-000-262-520	188,500	-	188,500	188,500	-
Miscellaneous Purchased Services	11-000-262-590	35,334	845	36,179	34,933	1,246
General Supplies	11-000-262-610	141,725	11,000	152,725	139,616	13,109
Energy (Natural Gas)	11-000-262-621	185,000	3,900	188,900	177,265	11,635
Energy (Electricity)	11-000-262-622	654,233	117,885	772,118	770,762	1,356
Total Other Operation & Maintenance of Plant Services		2,563,741	48,831	2,612,572	2,561,658	50,914
Care & Upkeep of Grounds						
Salaries	11-000-263-100	326,362	-	326,362	300,863	25,499
Unused Vacation Payment	11-000-263-199	-	3,420	3,420	3,418	2
Purchased Professional & Technical Services	11-000-263-300	42,000	(19,963)	22,037	2,440	19,597
Cleaning, Repair & Maintenance Services	11-000-263-420	34,700	(2,000)	32,700	19,793	12,907
General Supplies	11-000-263-610	79,230	(29,420)	49,810	43,830	5,980
Other Objects	11-000-263-800	1,500	-	1,500	460	1,040
Total Care & Upkeep of Grounds		483,792	(47,963)	435,829	370,804	65,025
Security						
Salaries	11-000-266-100	28,590	-	28,590	28,588	2
Purchased Professional & Technical Services	11-000-266-300	206,000	1,000	207,000	203,640	3,360
Supplies and Materials	11-000-266-610	10,000	11,210	21,210	21,178	32
Total Security		244,590	12,210	256,800	253,406	3,394
Student Transportation Services:						
Salaries of Non-Instructional Aides	11-000-270-107	27,955	(3,370)	24,585	21,259	3,326
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	594,976	(126,545)	468,431	441,065	27,366
Salaries for Pupil Transportation (Between Home & School) - Special	11-000-270-161	24,685	5,595	30,280	30,274	6
Salaries for Pupil Transportation (Other Than Between Home & School)	11-000-270-162	82,500	57,800	140,300	138,972	1,328
Other Purchased Professional & Technical Services	11-000-270-390	10,625	(2,000)	8,625	1,335	7,290
Cleaning, Repair & Maintenance	11-000-270-420	11,500	(9,000)	2,500	-	2,500
Lease Purchase Payments - School Buses	11-000-270-443	103,002	-	103,002	103,002	-
Aid in Lieu of Payments	11-000-270-503	235,060	6,500	241,560	240,199	1,361
Contracted Services (Between Home & School) - Vendors	11-000-270-511	2,148,635	165,000	2,313,635	2,304,844	8,791
Contracted Services (Other Than Between School) - Vendors	11-000-270-512	107,500	(31,823)	75,677	67,127	8,550
Contracted Services (Special Education) - Vendors	11-000-270-514	152,970	140,000	292,970	291,296	1,674
Contracted Services (Special Education) - Joint Agreements	11-000-270-515	50,500	(20,000)	30,500	25,314	5,186
Contracted Services (Regular Education Students) - ESC	11-000-270-517	389,535	-	389,535	207,516	182,019
Contracted Services (Special Education Students) - ESC	11-000-270-518	1,539,580	-	1,539,580	1,353,895	185,685
Miscellaneous Purchased Services - Transportation	11-000-270-593	77,570	15,900	93,470	89,436	4,034
Supplies and Materials	11-000-270-610	4,000	-	4,000	2,947	1,053
Transportation Supplies	11-000-270-615	150,000	33,785	183,785	153,611	30,174
Other Objects	11-000-270-800	1,000	-	1,000	275	725
Total Student Transportation Services		5,711,593	231,842	5,943,435	5,472,367	471,068
Unallocated Benefits - Employee Benefits:						
Social Security	11-000-291-220	600,000	33,000	633,000	627,678	5,322
Other Retirement Contributions - PERS	11-000-291-241	735,000	-	735,000	735,000	-
Other Retirement Contributions-Regular	11-000-291-249	18,000	2,500	20,500	20,095	405
Workmen's Compensation	11-000-291-260	259,500	-	259,500	256,629	2,871
Health Benefits	11-000-291-270	6,247,945	(136,910)	6,111,035	5,983,540	127,495
Tuition Reimbursement	11-000-291-280	95,000	48,410	143,410	127,847	15,563
Other Employee Benefits	11-000-291-290	408,345	(29,880)	378,465	362,650	15,815
Unused Sick Payment to Terminated/Retired Staff	11-000-291-299	65,000	5,345	70,345	70,342	3
Total Unallocated Benefits - Employee Benefits		8,428,790	(77,535)	8,351,255	8,183,781	167,474

**KINGSWAY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	JUNE 30, 2024				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	6,579,519	(6,579,519)
On-Behalf Post Retirement Medical Contribution		-	-	-	1,790,704	(1,790,704)
On-Behalf Long-Term Disability Insurance		-	-	-	3,943	(3,943)
Reimbursed TPAF Social Security Contribution		-	-	-	1,416,221	(1,416,221)
Total Undistributed Expenditures		31,468,393	(177,613)	31,290,780	39,187,180	(7,896,400)
Total Expenditures - Current Expense		52,419,178	48,913	52,468,091	59,726,833	(7,258,742)
Capital Outlay:						
Equipment:						
Regular Programs - Instruction:						
Grades 9 - 12	12-140-100-730	14,948	1,732	16,680	16,679	1
School-Sponsored & Other Instructional Programs	12-4xx-100-730	2,300	(2,300)	-	-	-
Custodial Services	12-000-262-730	12,250	12,000	24,250	23,641	609
Care and Upkeep of Grounds	12-000-263-730	8,300	725	9,025	8,990	35
Total Equipment		37,798	12,157	49,955	49,310	645
Facilities Acquisition & Construction Services:						
Assessment for Debt Service on SDA Funding	12-000-400-896	116,737	-	116,737	116,737	-
Total Facilities Acquisition & Construction Services		116,737	-	116,737	116,737	-
Increase in Capital Reserve	10-604	1,000	-	1,000	-	1,000
Total Capital Outlay		155,535	12,157	167,692	166,047	1,645
Total Expenditures		52,574,713	61,070	52,635,783	59,892,880	(7,257,097)
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures		(176,596)	(61,070)	(237,666)	3,096,851	3,334,517
Other Financing Sources/(Uses):						
Transfer to Capital Projects Fund		(101,575)	-	(101,575)	(101,575)	-
Transfer of Funds to Charter Schools		(56,185)	(46,163)	(102,348)	(91,826)	10,522
Total Other Financing Sources/(Uses)		(157,760)	(46,163)	(203,923)	(193,401)	10,522
Excess/(Deficiency) of Revenues & Other						
Financing Sources Over/(Under) Expenditures						
& Other Financing Sources/(Uses)		(334,356)	(107,233)	(441,589)	2,903,450	3,345,039
Fund Balance, July 1		4,252,393	-	4,252,393	4,252,393	-
Fund Balances, June 30		\$ 3,918,037	\$ (107,233)	\$ 3,810,804	\$ 7,155,843	\$ 3,345,039

RECAPITULATION OF BUDGET TRANSFERS

Prior Year Encumbrances	\$ 107,233
Total	\$ 107,233

RECAPITULATION OF FUND BALANCE:

Restricted for:	
Capital Reserve	3,861,378
Unemployment Compensation	17,509
Excess Surplus	839,430
Excess Surplus Designated for Subsequent Year's Expenditures	359,936
Committed to:	
Year-End Encumbrances	210,249
Assigned to:	
Designated for Subsequent Year's Expenditures	495,647
Unassigned Fund Balance	1,371,694
Subtotal	7,155,843
Reconciliation to Governmental Fund Statements (GAAP):	
Last Two State Aid Payments Not Recognized on GAAP Basis	(2,160,165)
Fund Balance Per Governmental Funds (GAAP)	\$ 4,995,678

**KINGSWAY REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	JUNE 30, 2024				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
Federal Sources	\$ 620,000	\$ 773,112	\$ 1,393,112	\$ 1,344,387	\$ (48,725)
State Sources	-	149,612	149,612	73,425	(76,187)
Local Sources	1,005,510	51,276	1,056,786	504,656	(552,130)
Total Revenues	1,625,510	974,000	2,599,510	1,922,468	(677,042)
Expenditures:					
Instruction:					
Salaries	62,530	82,462	144,992	117,992	27,000
Purchased Professional Services	-	576,222	576,222	576,222	-
Other Purchased Services	520,000	(246,391)	273,609	273,609	-
Supplies & Materials	10,000	66,045	76,045	60,089	15,956
Total Instruction	592,530	478,338	1,070,868	1,027,912	42,956
Support Services:					
Salaries of Other Professional Staff	-	108,423	108,423	98,049	10,374
Benefits	27,470	191,808	219,278	211,345	7,933
Purchased Professional Services	-	45,249	45,249	45,279	(30)
Other Purchased Service	-	570	570	570	-
Scholarship	5,510	-	5,510	5,510	-
Student Activities	1,000,000	-	1,000,000	370,415	629,585
Total Support Services	1,032,980	346,050	1,379,030	731,168	647,862
Facilities Acquisition & Construction Services:					
Construction	-	149,612	149,612	73,425	76,187
Total Facilities Acquisition & Construction Services	-	149,612	149,612	73,425	76,187
Total Expenditures	1,625,510	974,000	2,599,510	1,832,505	767,005
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	-	-	-	89,963	89,963
Fund Balance, July 1	384,168	-	384,168	384,168	-
Fund Balance, June 30	\$ 384,168	\$ -	\$ 384,168	\$ 474,131	\$ 89,963

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:

Scholarships	\$ 175,936
Student Activities	298,195
	<u>\$ 474,131</u>

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

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**KINGSWAY REGIONAL SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR FISCAL YEAR ENDED JUNE 30, 2024**

**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)	\$ 62,989,731	\$ 1,922,468
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	-	1,710
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	1,896,833	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(2,160,165)	-
	<hr/>	<hr/>
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 62,726,399</u>	<u>\$ 1,924,178</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 59,892,880	\$ 1,832,505
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.		
Current Year	-	1,710
	<hr/>	<hr/>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 59,892,880</u>	<u>\$ 1,834,215</u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

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KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Measurement Date Ending June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability (asset)	0.00000%	0.00000%	0.06039%	0.06039%	0.05851%	0.06374%	0.06416%	0.06350%	0.05938%	0.05387%
District's proportionate share of the net pension liability (asset)	\$ 8,777,146	\$ 8,975,473	\$ 7,012,138	\$ 9,847,656	\$ 10,541,856	\$ 12,549,849	\$ 14,935,400	\$ 18,807,614	\$ 13,329,366	\$ 10,085,971
District's covered-employee payroll	\$ 5,121,219	\$ 4,717,083	\$ 4,427,529	\$ 4,420,258	\$ 4,347,470	\$ 4,310,620	\$ 4,044,855	\$ 4,428,385	\$ 4,327,819	\$ 4,155,381
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	171.39%	190.28%	158.38%	222.78%	242.48%	346.48%	369.24%	424.71%	307.99%	242.72%
Plan fiduciary net position as a percentage of the total pension liability	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	56.31%	62.41%

**KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST TEN FISCAL YEARS**

	Fiscal Year Ending June 30,									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
School District's contractually required contribution	\$ 809,900	\$ 749,998	\$ 693,203	\$ 660,605	\$ 569,089	\$ 633,995	\$ 594,373	\$ 564,147	\$ 510,499	444,098
Contributions in relation to the contractually required contribution	(809,900)	(749,998)	(693,203)	(660,605)	(569,089)	(633,995)	(594,373)	(564,147)	(510,499)	(444,098)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District's covered payroll	\$ 5,121,219	\$ 4,717,083	\$ 4,427,529	\$ 4,420,258	\$ 4,347,470	\$ 4,310,620	\$ 4,044,855	\$ 4,428,385	\$ 4,327,819	\$ 4,155,381
Contributions as a percentage of covered payroll	15.81%	15.90%	15.66%	14.94%	13.09%	14.71%	14.69%	12.74%	11.80%	10.69%

KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Measurement Date Ending June 30.									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	72,518,205	72,161,372	66,177,726	83,470,867	78,488,888	82,851,403	85,772,712	96,997,063	72,207,218	59,999,348
School District's covered payroll	\$ 72,518,205	\$ 72,161,372	\$ 66,177,726	\$ 83,470,867	\$ 78,488,888	\$ 82,851,403	\$ 85,772,712	\$ 96,997,063	\$ 72,207,218	\$ 59,999,348
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	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	34.68%	32.29%	35.52%	26.95%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS**

This schedule is not applicable. There is a special funding situation where the State of New Jersey pays 100% of the required contributions associated with the School District.

M. Schedules Related to Accounting and Reporting for Other Post-Employment Benefits (GASB 75)

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KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF CHANGE IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST SEVEN FISCAL YEARS*

	Measurement Date Ending June 30,						
	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability Associated with the District							
Service Cost	\$ 3,491,998	\$ 4,659,778	\$ 5,334,619	\$ 2,854,520	\$ 2,788,283	\$ 3,261,325	\$ 3,941,593
Interest Cost	2,463,859	1,763,222	2,052,461	1,935,498	2,362,155	2,581,610	2,222,996
Change in Benefit Terms	-	-	(84,214)	-	-	-	-
Differences Between Expected and Actual	(814,614)	529,541	(14,589,740)	15,351,027	(10,212,197)	(8,116,632)	-
Changes of Assumptions	141,008	(17,848,316)	78,058	16,055,082	792,932	(6,774,430)	(9,835,019)
Contributions: Member	63,140	56,029	52,471	46,379	48,392	54,557	59,366
Gross Benefit Payments	(1,920,618)	(1,746,523)	(1,616,764)	(1,530,150)	(1,632,496)	(1,578,544)	(1,612,222)
Net Change in Total OPEB Liability Associated with the District	3,424,773	(12,586,269)	(8,773,109)	34,712,356	(5,852,931)	(10,572,114)	(5,223,286)
Total OPEB Liability Associated with the District (Beginning)	66,533,902	79,120,171	87,893,280	53,180,924	59,033,855	69,605,969	74,829,255
Total OPEB Liability Associated with the District (Ending)	\$ 69,958,675	\$ 66,533,902	\$ 79,120,171	\$ 87,893,280	\$ 53,180,924	\$ 59,033,855	\$ 69,605,969
District's Covered Employee Payroll	\$ 24,532,774	\$ 23,226,094	\$ 21,955,429	\$ 21,243,786	\$ 21,414,379	\$ 21,032,732	\$ 18,643,489
Net OPEB Liability Associated with the District as a Percentage of Payroll	285.16%	286.46%	360.37%	413.74%	248.34%	280.68%	373.35%

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.

**KINGSWAY REGIONAL SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - None.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - None.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 3.54% as of June 30, 2022, to 3.65% as of June 30, 2023.

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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**KINGSWAY REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2024**

	TITLE I	TITLE II	TITLE III	IDEA B	ASCERS	ARP HOMELESS
Revenues:						
Federal Sources	\$ 117,632	\$ 53,128	\$ 10,203	\$ 576,222	\$ 270,589	\$ 570
Total Revenues	<u>\$ 117,632</u>	<u>\$ 53,128</u>	<u>\$ 10,203</u>	<u>\$ 576,222</u>	<u>\$ 270,589</u>	<u>\$ 570</u>
Expenditures:						
Instruction:						
Salaries	\$ 55,647	\$ -	\$ -	\$ -	\$ -	\$ -
Purchased Professional Services	-	-	-	576,222	-	-
Other Purchased Services	-	-	-	-	270,589	-
General Supplies	-	-	10,203	-	-	-
Total Instruction	<u>55,647</u>	<u>-</u>	<u>10,203</u>	<u>576,222</u>	<u>270,589</u>	<u>-</u>
Support Services:						
Salaries	-	11,127	-	-	-	-
Personal Services - Employee Benefits	61,985	851	-	-	-	-
Purchased Professional Services	-	41,150	-	-	-	-
Other Professional Services	-	-	-	-	-	570
Total Support Services	<u>61,985</u>	<u>53,128</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>570</u>
Total Expenditures	<u>\$ 117,632</u>	<u>\$ 53,128</u>	<u>\$ 10,203</u>	<u>\$ 576,222</u>	<u>\$ 270,589</u>	<u>\$ 570</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**KINGSWAY REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2024**

	ESSER III	ESSER III ACCELERATED LEARNING	ESSER III SUMMER LEARNING	ESSER III BEYOND THE SCHOOL DAY	ESSER III MENTAL HEALTH	EMERGENT NEEDS	SAFETY GRANT	OTHER LOCAL	STUDENT ACTIVITIES	SCHOLARSHIP	TOTAL
Revenues:											
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,020	\$ 35,748	\$ 465,568	\$ 320	\$ 504,656
State Sources	-	-	-	-	-	73,425	-	-	-	-	73,425
Federal Sources	124,503	107,889	21,690	36,263	25,698	-	-	-	-	-	1,344,387
Total Revenues	\$ 124,503	\$ 107,889	\$ 21,690	\$ 36,263	\$ 25,698	\$ 73,425	\$ 3,020	\$ 35,748	\$ 465,568	\$ 320	\$ 1,922,468
Expenditures:											
Instruction:											
Salaries	\$ -	\$ -	\$ 13,659	\$ 33,686	\$ -	\$ -	\$ -	\$ 15,000	\$ -	\$ -	\$ 117,992
Purchased Professional Services	-	-	-	-	-	-	-	-	-	-	576,222
Other Purchased Services	-	-	-	-	-	-	3,020	-	-	-	273,609
General Supplies	28,285	-	853	-	-	-	-	20,748	-	-	60,089
Total Instruction	28,285	-	14,512	33,686	-	-	3,020	35,748	-	-	1,027,912
Support Services:											
Salaries	28,228	52,997	5,697	-	-	-	-	-	-	-	98,049
Personal Services - Employee Benefits	67,990	54,892	1,481	2,577	21,569	-	-	-	-	-	211,345
Purchased Professional Services	-	-	-	-	4,129	-	-	-	-	-	45,279
Other Professional Services	-	-	-	-	-	-	-	-	-	-	570
Student Activities	-	-	-	-	-	-	-	-	370,415	-	370,415
Scholarship	-	-	-	-	-	-	-	-	-	5,510	5,510
Total Support Services	96,218	107,889	7,178	2,577	25,698	-	-	-	370,415	5,510	731,168
Facilities Acquisition & Construction Services:											
Construction	-	-	-	-	-	73,425	-	-	-	-	73,425
Total Facilities Acquisition & Construction Services	-	-	-	-	-	73,425	-	-	-	-	73,425
Total Expenditures	\$ 124,503	\$ 107,889	\$ 21,690	\$ 36,263	\$ 25,698	\$ 73,425	\$ 3,020	\$ 35,748	\$ 370,415	\$ 5,510	\$ 1,832,505
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-	-	-	-	95,153	(5,190)	89,963
Fund Balance, July 1	-	-	-	-	-	-	-	-	203,042	181,126	384,168
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 298,195	\$ 175,936	\$ 474,131

F. Capital Projects Fund

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**KINGSWAY REGIONAL SCHOOL DISTRICT
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR FISCAL YEAR ENDED JUNE 30, 2024**

PROJECT TITLE	ORIGINAL DATE	BUDGETARY APPROPRIATIONS	EXPENDITURES		TRANSFER TO DEBT SERVICE	UNEXPENDED BALANCE
			PRIOR YEAR	CURRENT YEAR		
Stadium and Turf Project	07/01/19	\$ 4,420,072	\$ 4,360,134	\$ -	\$ -	\$ 59,938
Miscellaneous High School Renovations	03/16/22	2,701,575	2,534,359	140,074	-	27,142
Total			<u>\$ 6,894,493</u>	<u>\$ 140,074</u>	<u>\$ -</u>	<u>\$ 87,080</u>

**KINGSWAY REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2024**

Revenues and Other Financing Sources:

Transfer from Capital Reserve	\$ 101,575
Interest	41
	<hr/>
Total Revenues	101,616
	<hr/>

Expenditures and Other Financing Uses:

Purchased Professional & Technical Services	9,223
Construction Services	130,851
	<hr/>
Total Expenditures	140,074
	<hr/>

Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(38,458)
Fund Balance - Beginning	125,538
	<hr/>
Fund Balance - Ending	\$ 87,080
	<hr/> <hr/>

**KINGSWAY REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
TRACK AND STADIUM
FOR THE YEAR ENDED JUNE 30, 2024**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Lease Proceeds	\$ 1,600,000	\$ -	\$ 1,600,000	\$ 1,600,000
Transfer from Capital Outlay	2,818,722	-	2,818,722	2,818,722
Interest	1,309	41	1,350	1,350
Total Revenues	4,420,031	41	4,420,072	4,420,072
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	164,527	-	164,527	164,527
Construction Services	3,433,327	-	3,433,327	3,493,265
Equipment Purchases	762,280	-	762,280	762,280
Total Expenditures	4,360,134	-	4,360,134	4,420,072
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$ 59,897	\$ 41	\$ 59,938	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 4,420,072
Revised Authorized Cost	\$ 4,420,072
Percentage Increase Over Original Authorized Cost	N/A
Original Target Completion Date	6/30/20
Revised Target Completion Date	6/30/20

**KINGSWAY REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
HIGH SCHOOL MISCELLANEOUS RENOVATIONS
FOR THE YEAR ENDED JUNE 30, 2024**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transer from Capital Reserve	\$ 2,600,000	\$ 101,575	\$ 2,701,575	\$ 2,600,000
Total Revenues	2,600,000	101,575	2,701,575	2,600,000
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	275,756	9,223	284,979	284,979
Construction Services	2,013,262	130,851	2,144,113	2,069,680
Supplies	245,341	-	245,341	245,341
Total Expenditures	2,534,359	140,074	2,674,433	2,600,000
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$ 65,641	\$ (38,499)	\$ 27,142	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	
Grant Date	2440-050-22-1000
Bond Authorization Date	N/A
Bonds Authorized	\$ -
Bonds Issued	\$ -
Original Authorized Cost	\$ 2,600,000
Revised Authorized Cost	
Percentage Increase Over Original Authorized Cost	0%
Original Target Completion Date	6/30/23
Revised Target Completion Date	N/A

G. Proprietary Funds

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Enterprise Funds

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**KINGSWAY REGIONAL SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF NET POSITION
AS OF JUNE 30, 2024**

ASSETS	FOOD SERVICE FUND	COMMUNITY EDUCATION	2024
Current Assets:			
Cash & Cash Equivalents	\$ 1,156,923	\$ 423,522	\$ 1,580,445
Accounts Receivable:			
State	822	-	822
Federal	11,192	-	11,192
Other	9,066	-	9,066
Inventories	15,697	-	15,697
Total Current Assets	<u>1,193,700</u>	<u>423,522</u>	<u>1,617,222</u>
Noncurrent Assets:			
Furniture, Machinery & Equipment	1,166,958	-	1,166,958
Accumulated Depreciation	<u>(825,233)</u>	<u>-</u>	<u>(825,233)</u>
Total Noncurrent Assets	<u>341,725</u>	<u>-</u>	<u>341,725</u>
Total Assets	<u>1,535,425</u>	<u>423,522</u>	<u>1,958,947</u>
LIABILITIES:			
Current Liabilities:			
Accounts Payable	7,199	3,504	10,703
Unearned Revenue	<u>127,111</u>	<u>-</u>	<u>127,111</u>
Total Current Liabilities	<u>134,310</u>	<u>3,504</u>	<u>137,814</u>
Noncurrent Liabilities:			
Compensated Absences	<u>53,591</u>	<u>-</u>	<u>53,591</u>
Total Noncurrent Liabilities	<u>53,591</u>	<u>-</u>	<u>53,591</u>
Total Liabilities	<u>187,901</u>	<u>3,504</u>	<u>191,405</u>
NET POSITION			
Investment in Capital Assets	341,725	-	341,725
Unrestricted Net Position	<u>1,005,799</u>	<u>420,018</u>	<u>1,425,817</u>
Total Net Position	<u>\$ 1,347,524</u>	<u>\$ 420,018</u>	<u>\$ 1,767,542</u>

**KINGSWAY REGIONAL SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
AS OF JUNE 30, 2024**

	FOOD SERVICE FUND	COMMUNITY EDUCATION	TOTAL
Operating Revenue:			
Local Sources:			
Daily Sales - Reimbursable Programs	\$ 496,662	\$ -	\$ 496,662
Daily Sales - Nonreimbursable Programs	482,597	-	482,597
Vending Machine Sales	8,741	-	8,741
Special Function	77,997	-	77,997
Program Fees	-	485,054	485,054
	<hr/>	<hr/>	<hr/>
Total Operating Revenue	1,065,997	485,054	1,551,051
	<hr/>	<hr/>	<hr/>
Operating Expenses:			
Salaries	475,844	188,633	664,477
Employee Benefits	127,350	10,837	138,187
Other Professional Services	-	13,050	13,050
Supplies and Materials	65,130	14,370	79,500
Cleaning, Repair & Maintenance Services	45,422	-	45,422
Miscellaneous Expenses	7,048	78,144	85,192
Depreciation	45,230	-	45,230
Cost of Sales - Reimbursable Programs	640,426	-	640,426
Cost of Sales - Non-Reimbursable Programs	106,236	-	106,236
	<hr/>	<hr/>	<hr/>
Total Operating Expenses	1,512,686	305,034	1,817,720
	<hr/>	<hr/>	<hr/>
Operating (Loss)/Gain	(446,689)	180,020	(266,669)
	<hr/>	<hr/>	<hr/>
Nonoperating Revenues:			
State Sources:			
Working Class State Lunch	3,692	-	3,692
State School Lunch Program	16,261	-	16,261
Federal Sources:			
National School Lunch Program	260,278	-	260,278
Healthy Hunger-Free Kids Act	13,985	-	13,985
Food Distribution Program	106,237	-	106,237
Supply Chain Assistance Funds	11,723	-	11,723
Pandemic EBT Admin Cost	653	-	653
Interest Revenue	8,081	-	8,081
	<hr/>	<hr/>	<hr/>
Total Nonoperating Revenues	420,910	-	420,910
	<hr/>	<hr/>	<hr/>
Net Income/(Loss)	(25,779)	180,020	154,241
	<hr/>	<hr/>	<hr/>
Change in Net Position	(25,779)	180,020	154,241
Total Net Position - Beginning	1,373,303	239,998	1,613,301
	<hr/>	<hr/>	<hr/>
Total Net Position - Ending	\$ 1,347,524	\$ 420,018	\$ 1,767,542
	<hr/>	<hr/>	<hr/>

**KINGSWAY REGIONAL SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF CASH FLOWS
AS OF JUNE 30, 2024**

	FOOD SERVICE FUND	COMMUNITY EDUCATION	2024
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 1,119,329	\$ 485,054	\$ 1,604,383
Payments to Employees	(491,120)	(188,633)	(679,753)
Payments for Employee Benefits	(127,350)	(10,837)	(138,187)
Payments to Suppliers	(857,274)	(102,060)	(959,334)
Net Cash Provided/(Used) by Operating Activities	(356,415)	183,524	(172,891)
Cash Flows From Investing Activities:			
Interest & Dividends	8,081	-	8,081
Purchase of Equipment	(78,743)	-	(78,743)
Net Cash Provided by Investing Activities	(70,662)	-	(70,662)
Cash Flows From Noncapital Financing Activities:			
State Sources	19,874	-	19,874
Federal Sources	396,533	-	396,533
Net Cash Provided by Noncapital Financing Activities	416,407	-	416,407
Net Increase/(Decrease) in Cash & Cash Equivalents	(10,670)	183,524	172,854
Cash & Cash Equivalents, July 1	1,167,593	239,998	1,407,591
Cash & Cash Equivalents, June 30	\$ 1,156,923	\$ 423,522	\$ 1,580,445

RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES:

Cash Provided/(Used) by Operating Activities:			
Operating Income/(Loss)	\$ (446,689)	\$ 180,020	\$ (266,669)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:			
Depreciation Expense	45,230	-	45,230
Change in Assets & Liabilities:			
(Increase)/Decrease in Inventory	(211)	-	(211)
Increase/(Decrease) in Accounts Payable	7,199	3,504	10,703
Increase/(Decrease) in Unearned Revenue	53,332	-	53,332
Increase/(Decrease) in Compensated Absences	(15,276)	-	(15,276)
Total Adjustments	90,274	3,504.00	93,778
Net Cash Provided/(Used) by Operating Activities	\$ (356,415)	\$ 183,524	\$ (172,891)

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Internal Service Fund

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**KINGSWAY REGIONAL SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2024**

ASSETS	GOVERNMENTAL ACTIVITIES		TOTAL
	TRANSPORTATION SERVICES	TECHNOLOGY SERVICES	
Accounts Receivable:			
Interfund Accounts Receivable	\$ 29,708	\$ -	\$ 29,708
Intergovernmental - Other	273,221	86,573	359,794
Other Accounts Receivable	6	-	6
	<hr/>		
Total Assets	302,935	86,573	389,508
	<hr/>		
LIABILITIES			
Cash Deficit	302,935	65,395	368,330
Interfund Accounts Payable	-	21,178	21,178
	<hr/>		
Total Liabilities	302,935	86,573	389,508
	<hr/>		
NET POSITION			
Unrestricted Net Position	-	-	-
	<hr/>		
Total Net Position	\$ -	\$ -	\$ -
	<hr/>		

**KINGSWAY REGIONAL SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
AS OF JUNE 30, 2024**

	GOVERNMENTAL ACTIVITIES		
	TRANSPORTATION SERVICES	TECHNOLOGY SERVICES	TOTAL
OPERATING REVENUES:			
Local Sources:			
Transportation Fees	\$ 2,458,422	\$ -	\$ 2,458,422
Shared Service Fees	-	214,291	214,291
Total Operating Revenue	2,458,422	214,291	2,672,713
OPERATING EXPENSES:			
Salaries	581,755	214,291	796,046
Aid in Lieu of Transportation	225,150	-	225,150
Transportation To/From	1,634,255	-	1,634,255
Supplies & Materials	17,262	-	17,262
Total Operating Expenses	2,458,422	214,291	2,672,713
Net Income/(Loss)	-	-	-
Change in Net Position	-	-	-
Total Net Position- July 1	-	-	-
Total Net Position - June 30	\$ -	\$ -	\$ -

**KINGSWAY REGIONAL SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF CASH FLOWS
AS OF JUNE 30, 2024**

	<u>GOVERNMENTAL ACTIVITIES</u>		
	<u>TRANSPORTATION</u>	<u>TECHNOLOGY</u>	
	<u>SERVICES</u>	<u>SERVICES</u>	<u>TOTAL</u>
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 2,452,423	\$ 171,728	\$ 2,624,151
Payments to Employees	(581,755)	(214,291)	(796,046)
Payments to Suppliers	(1,876,667)	-	(1,876,667)
Net Cash Provided/(Used) by Operating Activities	(5,999)	(42,563)	(48,562)
Net Increase/(Decrease) in Cash & Cash Equivalents	(5,999)	(42,563)	(48,562)
Cash & Cash Equivalents, July 1	(296,936)	(22,832)	(319,768)
Cash & Cash Equivalents, June 30	\$ (302,935)	\$ (65,395)	\$ (368,330)

RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES:

Reconciliation of Operating Income (Loss)	\$ -	\$ -	\$ -
to Cash Provided/(Used) by Operating Activities:			
Adjustments to Reconcile Operating Income/(Loss)			
in Cash Provided/(Used) by Operating Activities:			
Change in Assets & Liabilities:			
(Increase)/Decrease in Accounts Receivable	(5,999)	(42,563)	(48,562)
Total Adjustments	(5,999)	(42,563)	(48,562)
Net Cash Provided/(Used) by Operating Activities	\$ (5,999)	\$ (42,563)	\$ (48,562)

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I. Long-Term Debt

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**KINGSWAY REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2024**

	DATE OF	AMOUNT OF	ANNUAL MATURITY		INTEREST	BALANCE JUNE 30, 2023	ISSUED	REDEEMED	BALANCE JUNE 30, 2024
Series 2012 Refunding Bonds of 08/17/2004 Issue	1/27/2012	\$ 5,935,000				\$ 590,000	-	\$ 590,000	\$ -
Series 2014 Refunding Bonds of 05/15/05 Issue	12/4/2014	8,730,000				1,070,000	-	1,070,000	-
Series 2016 Refunding Bonds of 11/21/06 Issue	10/20/2016	8,190,000	01/15/25	1,205,000	4.000%	8,170,000	-	-	8,170,000
			01/15/26	1,195,000	4.000%				
			01/15/27	1,185,000	4.000%				
			01/15/28	1,180,000	3.000%				
			01/15/29	1,160,000	3.000%				
			01/15/30	1,135,000	3.000%				
			01/15/31	1,110,000	3.000%				
Series 2020 Refunding Bonds of 1/18/2012 Issue	12/30/2020	16,625,000	02/01/25	980,000	0.923%	15,385,000.00	-	975,000	14,410,000
			02/01/26	990,000	1.198%				
			02/01/27	1,025,000	1.328%				
			02/01/28	1,035,000	1.633%				
			02/01/29	1,070,000	1.753%				
			02/01/30	1,110,000	1.833%				
			02/01/31	1,145,000	2.023%				
			02/01/32	1,185,000	2.093%				
			02/01/33	1,200,000	2.243%				
			02/01/34	1,185,000	2.323%				
			02/01/35	1,175,000	2.423%				
			02/01/36	1,160,000	2.673%				
			02/01/37	1,150,000	2.773%				

KINGSWAY REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF FINANCED PURCHASES
JUNE 30, 2024

SERIES	DATE	TERM	INTEREST RATE PAYABLE	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2023	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2024
Lease Purchase Agreement	7/01/19	5 Years	2.37%	1,600,000	\$ 663,026	\$ -	\$ 327,632	\$ 335,394
Lease Purchase Agreement	7/8/22	5 Years	3.07%	1,035,000	825,308	-	197,065	628,243
Total					\$ 1,488,334	\$ -	\$ 524,697	\$ 963,637

**KINGSWAY REGIONAL SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	JUNE 30, 2024				NEGATIVE
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Revenues:					
Local Sources:					
Local Tax Levy	\$ 2,791,048	\$ -	\$ 2,791,048	\$ 2,791,048	\$ -
State Sources:					
Debt Service Aid Type II	492,837	-	492,837	492,837	-
Miscellaneous	-	-	-	-	-
Total Revenues	3,283,885	-	3,283,885	3,283,885	-
Expenditures:					
Regular Debt Service:					
Interest	648,885	-	648,885	648,885	-
Principal	2,635,000	-	2,635,000	2,635,000	-
Total Expenditures	3,283,885	-	3,283,885	3,283,885	-
Excess/(Deficiency) of Revenues					
Over/(Under) Expenditures	-	-	-	-	-
Fund Balance July 1	-	-	-	-	-
Fund Balance June 30	\$ -	\$ -	\$ -	\$ -	\$ -

KINGSWAY REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS
JUNE 30, 2024

SERIES	DATE	TERM	INTEREST RATE PAYABLE	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2023	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2024
Brainpop.com	7/1/22	36 months	2.184%	\$ 10,294	\$ 6,807	-	\$ 3,366	\$ 3,441
Pear Deck	7/1/22	36 months	2.024%	24,661	16,303	-	8,070	8,233
Genesis SIS	10/27/22	72 months	3.331%	50,260	50,260	-	8,757	41,503
Panopto	7/1/22	60 months	2.024%	39,348	32,347	-	7,845	24,502
Genesis SchoolFi	10/20/22	48 months	3.269%	106,165	79,616	-	25,713	53,903
Microsoft	7/1/22	60 months	2.024%	134,640	107,071	-	25,969	81,102
Total				\$ 292,404	\$ -	\$ 79,720	\$ 212,684	

STATISTICAL SECTION (Unaudited)
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KINGSWAY REGIONAL SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Governmental Activities:										
Net Investment in Capital Assets										
Restricted	\$ 34,144,951	\$ 32,219,629	\$ 28,205,027	\$ 25,937,803	\$ 24,920,116	\$ 21,168,090	\$ 19,836,311	\$ 19,475,201	\$ 17,827,660	\$ 17,607,415
Unrestricted	5,639,464	2,871,363	4,210,344	5,108,442	3,839,389	5,390,046	5,788,430	3,279,005	3,406,385	4,725,703
	(11,258,640)	(12,249,931)	(13,213,350)	(16,132,674)	(16,826,304)	(15,114,769)	(14,742,313)	(9,870,037)	1,100,145	139,963
Total Governmental Activities	\$ 28,525,775	\$ 22,841,061	\$ 19,202,021	\$ 14,913,571	\$ 11,933,201	\$ 11,443,367	\$ 10,882,428	\$ 12,884,169	\$ 22,334,190	\$ 22,473,081
Business-Type Activities:										
Investment in Capital Assets										
Unrestricted	\$ 341,725	\$ 308,212	\$ 145,043	\$ 143,977	\$ 162,482	\$ 132,102	\$ 123,469	\$ 100,476	\$ 10,215	\$ 10,762
	1,425,817	1,305,089	1,320,192	509,036	234,062	977,835	878,083	361,896	391,020	275,518
Total Business-Type Activities	\$ 1,767,542	\$ 1,613,301	\$ 1,465,235	\$ 653,013	\$ 396,544	\$ 1,109,937	\$ 1,001,552	\$ 462,372	\$ 401,235	\$ 286,280
District-Wide:										
Net Investment in Capital Assets										
Restricted	\$ 34,486,676	\$ 32,527,841	\$ 28,350,070	\$ 26,081,780	\$ 25,082,598	\$ 21,300,192	\$ 19,959,780	\$ 19,575,677	\$ 17,837,875	\$ 17,618,177
Unrestricted	5,639,464	2,871,363	4,210,344	5,108,442	3,839,389	5,390,046	5,788,430	3,279,005	3,406,385	4,725,703
	(9,832,823)	(10,944,842)	(11,893,158)	(15,623,638)	(16,592,242)	(14,136,934)	(13,864,230)	(9,508,141)	1,491,165	415,481
Total District Net Position	\$ 30,293,317	\$ 24,454,362	\$ 20,667,256	\$ 15,566,584	\$ 12,329,745	\$ 12,553,304	\$ 11,883,980	\$ 13,346,541	\$ 22,735,425	\$ 22,759,361

KINGSWAY REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
	FISCAL YEAR ENDING JUNE 30,									
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 19,188,373	\$ 18,213,739	\$ 17,302,114	\$ 15,513,255	\$ 14,771,794	\$ 14,265,494	\$ 12,871,811	\$ 14,702,463	\$ 12,536,245	\$ 11,978,588
Special Education	5,550,955	4,096,039	4,404,340	4,880,177	3,832,580	3,553,738	3,186,610	3,732,321	3,317,324	2,965,920
Other Instruction	59,912	91,278	3,215	9,015	9,191	45,609	5,552	5,552	5,992	401
School Sponsored	1,837,650	1,663,297	1,529,108	1,123,581	1,213,942	1,163,490	1,076,456	1,237,231	1,188,826	1,155,925
Support Services:										
Tuition	2,974,793	3,852,530	3,126,967	2,292,524	3,336,070	2,788,805	2,665,297	2,355,900	2,045,704	2,097,428
Student & Instruction Related Services	7,159,369	8,401,417	6,540,860	5,850,528	4,605,544	4,388,258	3,867,681	4,670,664	3,980,590	3,504,324
School Administrative Services	2,015,533	1,936,331	1,826,077	1,698,848	1,664,899	1,647,054	1,698,804	1,715,299	1,587,333	1,392,634
General & Business Administrative Services	834,183	753,184	738,019	712,212	721,731	830,930	756,642	857,522	717,954	682,990
Central Office & Technology Services	1,345,588	1,281,880	1,229,831	1,152,151	1,131,992	1,094,223	1,002,334	856,912	748,669	825,133
Plant Operations & Maintenance	4,942,028	4,727,981	4,515,969	4,026,537	3,894,938	3,638,924	3,474,201	3,840,177	3,790,087	3,137,022
Pupil Transportation	8,103,636	7,570,991	6,152,826	4,815,052	5,139,675	4,965,163	4,602,728	4,564,605	3,702,236	3,156,947
Allocated Benefits	-	-	-	-	-	-	-	-	-	-
Unallocated Benefits	4,936,676	5,390,397	6,918,817	11,180,310	7,669,931	9,855,809	13,142,094	-	-	-
On Behalf TPAP Pension and Social Transfer to Charter School	91,826	63,053	78,550	76,413	83,215	-	3,720	-	-	-
Interest on Long-Term Debt	176,516	239,543	430,960	695,713	1,122,913	1,257,464	1,317,904	1,578,718	1,838,789	1,715,834
Unallocated Depreciation	1,873,310	1,595,906	1,632,925	1,681,705	1,895,010	1,912,414	1,980,299	1,670,349	1,880,234	1,679,247
Capital Asset Adjustment	-	-	-	-	-	-	-	-	-	-
Amortization of Debt Issuance Costs	-	-	-	-	-	-	-	-	-	-
Unallocated Compensated Absences	-	-	-	-	-	-	-	231,294	417,609	102,268
(94,013)	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities Expenses	\$ 61,090,347	\$ 59,877,566	\$ 56,430,578	\$ 55,708,021	\$ 51,093,425	\$ 51,411,375	\$ 51,692,190	\$ 42,018,809	\$ 37,757,592	\$ 34,300,648
Business-Type Activities:										
Community Education Program	305,034	222,227	36,476	6,856	535,781	200,567	169,482	42,755	13,266	16,409
Food Service	1,512,686	1,424,679	1,281,778	687,462	1,112,474	1,307,707	1,301,292	1,208,748	1,155,055	1,046,087
Total Business-Type Activities Expense	1,817,720	1,646,906	1,318,254	694,318	1,648,255	1,508,274	1,470,774	1,251,503	1,168,321	1,062,496
Total District Expenses	\$ 62,908,067	\$ 61,524,472	\$ 57,748,832	\$ 56,402,339	\$ 52,741,680	\$ 52,919,649	\$ 53,162,964	\$ 43,270,312	\$ 38,925,913	\$ 35,363,144
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Pupil Transportation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating Grants & Contributions	2,672,713	2,749,728	2,145,291	2,164,086	2,202,388	2,258,461	2,259,712	1,961,651	1,742,380	1,165,354
Capital Grants & Contributions	7,377,754	8,201,643	10,155,868	12,360,285	7,004,248	9,930,074	12,753,880	5,315,795	456,633	436,803
Total Governmental Activities Program Revenues	10,050,467	10,951,371	12,301,159	14,524,371	9,206,636	12,188,535	15,013,592	7,277,446	2,199,013	1,602,157
Business-Type Activities:										
Charges for Services:										
Community Education Program	485,054	324,440	167,631	7,055	20,455	294,655	266,865	93,098.00	30,026.00	28,854.00
Food Service	1,065,997	1,005,056	431,020	82,328	673,597	1,037,035	1,081,096	965,864	962,521	842,295
Technology Services	-	-	-	-	-	-	-	-	-	-
Operating Grants & Contributions	412,829	460,020	1,531,806	861,404	240,790	284,969	299,342	257,626	291,482	255,493
Total Business-Type Activities Program Revenues	1,963,880	1,789,516	2,130,457	950,787	934,842	1,616,659	1,647,303	1,316,588	1,284,029	1,126,642
Total District Program Revenues	\$ 12,014,347	\$ 12,740,887	\$ 14,431,616	\$ 15,475,158	\$ 10,141,478	\$ 13,805,194	\$ 16,660,895	\$ 8,594,034	\$ 3,483,042	\$ 2,728,799

KINGSWAY REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Net (Expense)/Revenue:										
Governmental Activities	\$ (51,039,880)	\$ (48,926,195)	\$ (44,129,419)	\$ (41,183,650)	\$ (41,886,789)	\$ (39,222,840)	\$ (36,678,598)	\$ (34,741,363)	\$ (35,558,579)	\$ (32,698,491)
Business-Type Activities	146,160	142,610	812,203	256,469	(713,413)	108,385	176,529	65,085	115,708	64,146
Total District-Wide Net Expense	\$ (50,893,720)	\$ (48,783,585)	\$ (43,317,216)	\$ (40,927,181)	\$ (42,600,202)	\$ (39,114,455)	\$ (36,502,069)	\$ (34,676,278)	\$ (35,442,871)	\$ (32,634,345)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 25,458,625	\$ 23,961,044	\$ 23,491,220	\$ 23,030,609	\$ 22,263,737	\$ 21,597,640	\$ 20,630,552	\$ 18,400,237	\$ 17,431,770	\$ 17,089,971
Taxes Levied for Debt Service	2,791,048	2,744,191	2,304,528	2,171,632	2,151,832	2,839,575	2,896,054	3,024,851	3,039,318	3,108,239
Unrestricted Grants & Contributions	23,119,542	20,671,418	17,403,754	13,858,473	13,035,628	11,804,253	9,770,230	9,970,427	11,491,582	11,779,848
Federal & State Aid Restricted	492,837	520,736	546,376	526,965	481,081	500,492	522,864	-	-	-
Tuition Received	3,709,158	3,039,443	2,911,431	3,097,863	2,591,361	2,476,547	2,677,133	3,341,849	3,360,599	2,855,074
Rents and Royalties	74,101	71,338	56,088	1,225	39,846	79,120	81,636	77,121	-	-
Investment Earnings	801	801	-	-	-	23,011	5,726	6,623	7,098	11,659
Miscellaneous Income	1,078,482	1,555,741	1,702,530	1,010,799	614,319	461,158	327,081	227,960	350,533	319,044
Transportation Fees from Other LEA's Within State	-	523	-	-	579	1,983	1,534	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Cancellation of Account Receivables/ Payables	-	-	-	-	-	-	-	-	-	-
Net (Increase)/Decrease in Compensated Absences	-	-	-	-	-	-	-	-	14,956	(583)
Net (Increase)/Decrease in Capital Assets	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities	\$ 56,724,594	\$ 52,565,235	\$ 48,417,870	\$ 43,697,566	\$ 41,195,384	\$ 39,783,779	\$ 36,912,810	\$ 35,049,068	\$ 35,695,856	\$ 35,165,252
Business-Type Activities:										
Investment Earnings	8,081	5,456	19	-	20	-	50	1,386	948	1,627
Transfers	-	-	-	-	-	-	-	-	-	-
Net (Increase)/Decrease in Capital Assets	-	-	-	-	-	-	-	-	4,389	-
Net (Increase)/Decrease in Compensated Absences	-	-	-	-	-	-	-	(5,334)	(6,090)	(22,872)
Total Business-Type Activities	\$ 8,081	\$ 5,456	\$ 19	\$ -	\$ 20	\$ -	\$ 50	\$ (3,948)	\$ (753)	\$ (21,245)
Total District-Wide	\$ 56,732,675	\$ 52,570,691	\$ 48,417,889	\$ 43,697,566	\$ 41,195,404	\$ 39,783,779	\$ 36,912,860	\$ 35,045,120	\$ 35,695,103	\$ 35,142,007
Change in Net Position:										
Governmental Activities	\$ 5,684,714	\$ 3,639,040	\$ 4,288,451	\$ 2,513,916	\$ (691,405)	\$ 560,939	\$ 234,212	\$ 307,705	\$ 137,277	\$ 2,464,761
Business-Type Activities	154,241	148,066	812,222	256,469	(713,393)	108,385	176,579	61,137	114,955	42,901
Total District	\$ 5,838,955	\$ 3,787,106	\$ 5,100,673	\$ 2,770,385	\$ (1,404,798)	\$ 669,324	\$ 410,791	\$ 368,842	\$ 252,232	\$ 2,507,662

KINGSWAY REGIONAL SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Fund:										
Restricted	\$ 5,078,253	\$ 2,361,657	\$ 3,908,877	\$ 3,967,121	\$ 2,492,467	\$ 3,353,226	\$ 3,650,649	\$ 3,552,629	\$ 3,873,976	\$ 4,406,076
Assigned	495,647	232,781	-	74,037	58,884	-	-	87,149	87,149	319,627
Committed	210,249	107,233	613,422	294,921	164,676	254,820	185,393	-	-	-
Unassigned	(788,471)	(346,111)	(360,915)	(765,482)	(278,836)	(65,869)	(53,132)	-	-	-
Total General Fund	\$ 4,995,678	\$ 2,355,560	\$ 4,161,384	\$ 3,570,597	\$ 2,437,191	\$ 3,542,177	\$ 3,782,910	\$ 3,639,778	\$ 3,961,125	\$ 4,725,703
All Other Governmental Funds:										
Restricted	\$ 481,924	\$ 430,419	\$ (2,067,551)	\$ 983,170	\$ 926,439	\$ 2,032,617	\$ 2,137,781	\$ 2,392,330	\$ 2,513,829	\$ 3,777,425
Committed	79,287	79,287	2,303,487	92,618	420,088	-	-	-	131,008	4,424,528
Unassigned, Reported in:										
Capital Projects Fund	-	-	-	-	-	-	-	-	-	-
Debt Service Fund	-	-	65,531	65,533	395	4,203	-	111,017	47,162	47,162
Total All Other Governmental Funds	\$ 561,211	\$ 509,706	\$ 301,467	\$ 1,141,321	\$ 1,346,922	\$ 2,036,820	\$ 2,137,781	\$ 2,503,347	\$ 2,691,999	\$ 8,249,115

KINGSWAY REGIONAL SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Revenues:										
Taxes Local	\$ 28,249,673	\$ 26,705,235	\$ 25,795,748	\$ 25,202,241	\$ 24,415,569	\$ 24,437,215	\$ 23,526,606	\$ 21,425,088	\$ 20,471,088	\$ 20,198,210
Tuition Charges	3,709,158	3,039,443	2,911,431	3,097,863	2,591,361	2,476,547	2,677,133	3,341,849	3,360,599	2,855,074
Transportation	74,101	71,861	56,088	1,225	40,425	81,103	83,170	77,121	-	-
Miscellaneous	1,079,283	1,556,542	1,704,473	1,010,799	281,320	484,169	332,807	234,583	357,631	330,703
Local Sources	-	-	-	-	-	-	-	-	-	-
State Sources	33,465,211	30,135,179	26,518,337	20,965,184	18,571,038	17,132,168	14,533,269	12,127,546	11,494,211	11,785,650
Federal Sources	1,357,077	1,505,596	1,534,562	1,071,872	637,429	648,235	602,026	547,794	454,004	431,001
Total Revenue	67,934,503	63,013,856	58,520,639	51,349,184	46,537,142	45,259,437	41,755,011	37,753,981	36,137,533	35,600,638
Expenditures:										
Instruction:										
Regular Instruction	15,264,931	14,480,829	13,813,073	12,180,965	11,487,722	11,033,587	9,860,048	9,187,438	8,764,411	8,277,245
Special Education Instruction	4,530,348	3,206,176	3,572,611	4,085,815	3,049,712	2,783,306	2,468,656	2,417,631	2,418,182	2,083,582
Other Instructional	59,912	91,278	3,215	9,015	9,191	49,609	45,609	5,352	5,992	401
School Sponsored	1,712,374	1,554,070	1,427,016	1,026,076	1,117,848	1,068,922	988,330	1,075,858	1,078,460	1,047,621
Support Services:										
Tuition	2,974,793	3,852,530	3,126,967	2,292,524	3,336,070	2,788,805	2,665,297	2,355,900	2,045,704	2,097,428
Student & Instruction Related Services	5,701,950	7,130,699	5,353,158	4,716,185	3,487,614	3,288,088	282,449	2,793,298	2,696,623	2,244,352
School Administrative Services	1,868,634	1,808,250	1,706,364	1,584,513	1,552,218	1,536,163	1,595,467	1,526,072	1,457,917	1,265,636
General & Business Administration Services	1,837,256	1,784,433	1,721,606	1,483,359	1,428,907	1,519,867	1,294,450	1,375,899	1,186,763	1,282,660
Plant Operations & Maintenance	4,090,890	3,985,877	3,822,347	3,302,277	3,180,263	2,936,420	2,815,462	2,697,816	2,893,133	2,400,574
Pupil Transportation	5,472,367	4,860,118	4,008,572	2,776,567	3,164,983	3,030,913	2,689,692	2,694,444	2,269,025	2,058,100
Allocated Benefits	-	-	-	-	-	-	-	5,145,365	4,891,551	4,037,238
Unallocated Benefits	8,183,781	7,135,405	6,669,253	6,369,625	6,277,460	6,177,743	5,756,942	2,627,894	2,318,258	3,037,827
On Behalf TPAF Pension and Social Security Contributions	9,790,387	8,833,607	8,549,940	6,595,880	5,061,389	4,840,198	4,259,462	-	-	-

KINGSWAY REGIONAL SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Expenditures (continued):										
Capital Outlay	262,809	3,829,015	1,391,526	796,826	3,538,996	1,342,528	706,935	883,562	7,003,439	18,356,424
Debt service:										
Principal	2,635,000	2,615,000	2,625,000	2,555,000	2,225,000	2,230,000	2,145,000	2,095,000	1,930,000	2,018,600
Interest & Other Charges	765,622	832,195	900,654	1,102,634	1,253,458	1,328,158	1,392,558	1,575,033	1,662,163	1,695,165
Total Expenditures	65,151,054	65,999,482	58,691,302	50,877,261	50,170,831	45,954,307	38,966,357	38,456,562	42,621,621	51,902,853
Excess (Deficiency) of Revenues Over/(Under) Expenditures	2,783,449	(2,985,626)	(170,663)	471,923	(3,633,689)	(694,870)	2,788,654	(702,581)	(6,484,088)	(16,302,215)
Other Financing Sources/(Uses):										
Bond Proceeds	-	-	-	-	-	-	-	-	-	-
Bond Anticipation Note	-	-	-	-	-	-	-	-	-	153,600
Capital Leases	-	-	-	-	-	-	-	-	-	-
(Nonbudgeted)	-	1,035,000	-	-	-	-	-	-	-	-
Subscription Proceeds	-	365,368	-	(16,476,286)	1,600,000	266,980	-	(9,638,664)	14,956	15,550
Proceeds Refunding Bond	-	-	-	16,625,000	-	-	-	9,736,442	-	(16,133)
Transfers to Charter School	(91,826)	(63,053)	(78,550)	(76,413)	(83,215)	-	(3,720)	-	-	-
Transfers in	101,575	2,650,726	558,157	1,628,368	2,986,980	86,196	33,940	94,804	147,438	151,392
Transfers Out	(101,575)	(2,600,000)	(558,011)	(1,711,241)	(2,664,960)	-	-	-	-	(34,164)
Total Other Financing Sources/ (Uses)	(91,826)	1,388,041	(78,404)	(10,572)	1,838,805	353,176	30,220	192,582	162,394	270,245
Net Change in Fund Balances	\$ 2,691,623	\$ (1,597,585)	\$ (249,067)	\$ 461,351	\$ (1,794,884)	\$ (341,694)	\$ 2,818,874	\$ (509,999)	\$ (6,321,694)	\$ (16,031,970)
Debt Service as a Percentage of Noncapital Expenditures	5.24%	5.54%	6.15%	7.30%	7.46%	7.98%	9.25%	9.77%	10.09%	11.07%

Source: District Records

KINGSWAY REGIONAL SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDING JUNE 30,	FACILITY USAGE	INTEREST ON INVESTMENTS	PRIOR YEAR REFUNDS	SPORTING EVENTS GATE RECEIPTS	STUDENT PARTICIPATION FEES	MISCELLANEOUS	TOTAL
2024	\$ 74,101	\$ 34,626	\$ 36,711	\$ 23,523	\$ 179,570	\$ 300,156	\$ 648,687
2023	71,338	801	123,922	23,365	157,142	131,473	508,041
2022	56,088	1,943	135,063	19,506	135,735	285,997	634,332
2021	-	17,001	18,986	18,511	75,875	132,647	263,020
2020	-	23,011	89,682	16,414	115,743	171,365	416,215
2019	-	5,726	26,160	19,098	122,090	93,767	266,841
2018	-	6,623	10,573	17,317	92,475	69,320	196,308
2017	62,796	7,098	31,576	23,068	96,327	120,058	340,923
2016	43,806	11,659	16,693	17,611	123,000	55,399	268,168
2015	61,587	19,349	55,902	19,521	122,680	92,333	371,372

Source: District records

**KINGSWAY REGIONAL SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ACTUAL (COUNTY EQUALIZED) VALUE
East Greenwich Township												
2024	\$ 17,481,600	\$ 1,177,251,800	\$ 21,679,700	\$ 2,004,500	\$ 38,835,300	\$ 37,795,400	\$ 1,458,400	\$ 1,296,506,700	\$ -	\$ 1,296,506,700	2.078	\$ 1,296,506,700
2023	22,920,900	1,149,414,400	21,750,000	1,933,500	38,835,300	37,795,400	1,299,000	1,273,948,500	-	1,273,948,500	1.979	1,572,147,284
2022	27,366,100	1,123,779,000	22,373,900	1,879,100	39,189,700	36,005,700	1,299,000	1,251,892,500	-	1,251,892,500	1.911	1,352,529,989
2021	31,792,100	1,099,269,000	22,182,500	1,828,700	38,725,600	34,705,700	1,299,000	1,229,802,600	-	1,229,802,600	1.914	1,311,929,379
2020	28,945,100	1,089,408,000	21,754,400	1,948,300	34,053,600	33,646,200	1,299,000	1,211,054,600	-	1,212,308,000	1.926	1,226,508,608
2019	29,978,900	1,073,090,800	21,944,700	2,361,100	34,325,600	33,010,200	1,299,000	1,195,814,300	-	1,195,814,300	1.915	1,203,537,787
2018	19,078,000	971,172,300	19,125,000	2,518,100	42,848,500	17,797,000	1,613,800	1,074,152,700	-	1,074,152,700	2.118	1,180,244,291
2017	17,116,700	964,291,200	19,236,700	2,586,400	45,205,600	18,189,300	1,624,400	1,068,250,300	-	1,068,250,300	2.106	1,146,443,025
2016	15,568,800	954,674,000	20,887,100	2,651,300	48,924,400	16,188,500	1,624,400	1,060,518,500	-	1,060,518,500	2.068	1,122,656,649
2015	15,699,700	941,124,600	21,611,800	2,710,000	49,351,600	16,146,300	1,916,500	1,048,560,500	1,280,885	1,049,841,385	1.968	1,089,213,265
South Harrison Township												
2024	4,142,700	333,525,100	37,126,000	3,498,400	26,408,400	9,712,200	-	414,412,800	-	414,412,800	1.991	414,412,800
2023	5,195,000	326,291,900	35,761,400	3,357,000	26,926,500	4,008,800	-	401,540,600	-	401,540,600	1.946	533,731,869
2022	5,727,400	323,012,800	37,025,500	3,205,500	26,895,700	-	-	395,866,900	-	395,866,900	1.889	460,651,545
2021	6,995,800	318,576,400	38,673,100	3,233,900	22,808,600	-	-	390,287,800	-	390,287,800	1.870	453,401,255
2020	6,995,800	318,695,700	38,673,100	3,309,600	22,808,600	-	-	390,482,800	-	390,482,800	1.875	418,141,680
2019	6,872,800	314,873,200	36,930,800	3,410,700	23,285,900	-	-	385,373,400	-	385,373,400	1.924	412,248,745
2018	8,340,500	311,210,300	37,978,900	3,488,800	22,367,200	-	-	383,385,700	-	383,385,700	1.903	400,823,012
2017	8,491,800	307,969,300	36,090,400	3,574,900	22,841,600	-	-	378,968,000	486,625	379,454,625	1.881	395,876,647
2016	9,079,300	308,531,100	34,355,900	3,630,200	22,221,400	-	-	377,817,900	506,452	378,324,352	1.879	391,019,959
2015	10,430,500	301,016,100	34,823,300	3,680,300	21,933,100	-	-	371,883,300	501,225	372,384,525	1.880	389,734,776
Borough of Swedesboro												
2024	3,596,000	138,410,700	-	-	28,297,700	4,153,800	2,881,000	177,339,200	-	177,339,200	2.296	177,339,200
2023	1,208,000	137,146,500	-	11,900	29,051,700	3,203,800	2,881,000	173,502,900	-	173,502,900	2.277	226,018,533
2022	1,231,300	136,484,900	-	11,700	29,568,700	3,203,800	2,330,700	172,831,100	-	172,831,100	2.296	201,810,287
2021	1,229,700	135,553,500	-	10,600	28,742,000	3,203,800	2,330,700	171,070,300	-	171,070,300	2.308	197,517,954
2020	1,195,200	135,437,800	-	11,800	29,918,300	3,273,800	2,330,700	172,167,600	-	172,279,200	2.208	188,656,147
2019	1,251,300	136,121,800	-	14,400	30,095,400	3,273,800	2,330,700	173,087,400	-	173,087,400	2.204	177,645,685
2018	1,121,900	136,004,700	-	14,400	30,111,400	3,273,800	2,330,700	172,856,900	-	172,856,900	2.282	177,824,185
2017	1,200,000	135,946,700	-	25,300	29,555,400	3,273,800	2,330,700	172,331,900	-	172,331,900	2.296	176,570,879
2016	1,225,500	136,021,000	-	25,300	29,592,200	3,273,800	2,330,700	172,468,500	-	172,468,500	3.303	178,468,138
2015	1,311,500	135,324,200	-	25,300	30,020,200	3,273,800	2,749,500	172,704,500	1,774,301	174,478,801	2.259	176,331,228
Woolwich Township												
2024	52,401,300	1,326,308,800	18,530,600	3,710,100	69,177,100	56,208,110	50,161,000	1,576,497,010	-	1,576,497,010	2.068	1,576,497,010
2023	36,730,700	1,233,151,700	19,272,200	3,652,300	67,564,800	49,593,310	50,161,000	1,460,126,010	-	1,460,126,010	2.013	1,737,483,979
2022	24,429,200	1,200,763,900	19,460,800	7,493,900	68,354,900	49,593,310	50,161,000	1,420,257,010	-	1,420,257,010	2.053	1,536,693,167
2021	21,642,700	1,158,315,500	18,974,200	3,579,600	68,030,900	50,195,510	50,161,000	1,370,899,410	-	1,370,899,410	2.104	1,481,572,906
2020	17,696,100	1,137,261,000	19,438,700	3,711,300	69,097,900	50,195,510	50,161,000	1,347,561,510	-	1,350,895,810	2.126	1,382,965,425
2019	17,438,800	996,881,400	18,108,900	3,879,800	65,095,600	41,306,910	32,501,500	1,175,212,910	-	1,175,212,910	2.315	1,342,106,327
2018	19,193,100	981,055,700	18,242,300	4,203,200	53,839,700	41,306,910	32,501,500	1,150,342,410	-	1,150,342,410	2.355	1,276,383,568
2017	15,861,400	966,313,300	18,471,800	4,235,100	52,004,500	42,292,600	32,501,500	1,131,680,200	1,719,044	1,133,399,244	2.326	1,234,884,068
2016	13,795,200	956,623,700	19,670,300	4,242,400	51,386,700	42,884,800	32,801,500	1,121,404,600	1,810,647	1,123,215,247	2.306	1,193,338,953
2015	13,276,400	943,474,000	20,072,500	4,317,800	50,503,300	43,425,600	21,054,900	1,096,124,500	1,870,892	1,097,995,392	2.256	1,163,596,438

Source: County Abstract of Ratables

KINGSWAY REGIONAL SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES				TOTAL DIRECT & OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL	TOTAL DIRECT	MUNICIPALITY	GLOUCESTER COUNTY	COUNTY LIBRARY	COUNTY OPEN SPACE	
East Greenwich Township								
2024	1.252	0.826	2.078	0.382	0.634	0.043	0.042	3.179
2023	1.187	0.792	1.979	0.351	0.661	0.046	0.041	3.078
2022	1.169	0.742	1.911	0.345	0.651	0.045	0.039	2.991
2021	1.189	0.725	1.914	0.320	0.664	0.046	0.041	2.985
2020	1.211	0.715	1.926	0.343	0.668	0.047	0.041	3.025
2019	1.201	0.714	1.915	0.341	0.650	0.047	0.041	2.994
2018	1.333	0.785	2.118	0.380	0.703	0.052	0.044	3.297
2017	1.338	0.768	2.106	0.382	0.672	0.051	0.043	3.254
2016	1.301	0.767	2.068	0.384	0.668	0.052	0.044	3.216
2015	1.216	0.752	1.968	0.385	0.637	0.049	0.043	3.082
South Harrison Township								
2024	1.121	0.870	1.991	0.281	0.704	0.048	0.047	3.071
2023	1.088	0.858	1.946	0.276	0.707	0.049	0.044	3.022
2022	1.083	0.806	1.889	0.268	0.701	0.048	0.042	2.948
2021	1.082	0.788	1.870	0.262	0.702	0.049	0.043	2.926
2020	1.076	0.799	1.875	0.255	0.693	0.048	0.042	2.913
2019	1.089	0.835	1.924	0.247	0.690	0.049	0.043	2.953
2018	1.039	0.864	1.903	0.241	0.672	0.050	0.042	2.908
2017	1.012	0.869	1.881	0.231	0.661	0.050	0.042	2.865
2016	1.011	0.868	1.879	0.210	0.653	0.051	0.043	2.836
2015	1.012	0.868	1.880	0.201	0.644	0.049	0.044	2.818
Borough of Swedesboro								
2024	1.256	1.040	2.296	1.182	0.683	0.046	0.045	4.252
2023	1.197	1.080	2.277	1.147	0.699	0.048	0.044	4.215
2022	1.256	1.040	2.296	1.116	0.704	0.048	0.042	4.206
2021	1.324	0.984	2.308	1.090	0.717	0.050	0.044	4.209
2020	1.318	0.890	2.208	1.067	0.695	0.048	0.042	4.060
2019	1.356	0.848	2.204	1.034	0.662	0.047	0.041	3.988
2018	1.417	0.865	2.282	0.995	0.659	0.049	0.042	4.027
2017	1.408	0.888	2.296	0.971	0.648	0.049	0.041	4.005
2016	1.384	0.919	2.303	0.950	0.654	0.051	0.043	4.001
2015	1.354	0.905	2.259	0.918	0.620	0.047	0.042	3.886
Woolwich Township								
2024	1.240	0.828	2.068	0.579	0.627	0.043	0.041	3.358
2023	1.189	0.824	2.013	0.579	0.625	0.043	0.039	3.299
2022	1.212	0.841	2.053	0.579	0.651	0.045	0.039	3.367
2021	1.243	0.861	2.104	0.531	0.664	0.046	0.041	3.386
2020	1.271	0.855	2.126	0.561	0.658	0.046	0.040	3.431
2019	1.364	0.951	2.315	0.605	0.737	0.053	0.046	3.756
2018	1.423	0.932	2.355	0.576	0.712	0.053	0.045	3.741
2017	1.415	0.911	2.326	0.557	0.689	0.052	0.044	3.668
2016	1.423	0.883	2.306	0.558	0.672	0.052	0.044	3.632
2015	1.408	0.848	2.256	0.548	0.651	0.050	0.044	3.549

Source: Gloucester County Abstract of Ratable;

**KINGSWAY REGIONAL SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND TEN YEARS AGO**

	2024		2015	
	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUE	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUE
EAST GREENWICH TOWNSHIP				
South Shore Properties LLC	\$ 6,642,000	0.51%		
TA Operating LLC	5,680,000	0.44%		
Columbia Gas Transmission Co	3,606,400	0.28%		
Storage World of NJ LLC	3,550,000	0.27%		
Saint Gobain Performance Plastics Co	3,000,000	0.23%		
Mount Royal Real Estate Associates	2,716,100	0.21%		
Transcontinental Gas Pipeline Co	2,464,700	0.19%		
Kampgrounds of America Inc	2,387,300	0.18%		
Summer Skye LLC	2,244,600	0.17%		
Watson Land Company	1,938,900	0.15%		
TravelCenters Properties LP			5,276,500	0.47%
Saint Gobain Performance Plastics Co			3,815,700	0.34%
Columbia Gas Transmission Co			3,598,900	0.32%
South Shore Properties LLC			3,503,400	0.31%
Transcontinental Gas Pipeline Co			2,520,900	0.22%
Mt Royal Plaza Real Estate Inc			2,448,900	0.22%
Storage World of NJ LLC			2,361,900	0.21%
Summer Skye LLC			2,066,700	0.18%
WGJ Enterprises			1,808,600	0.16%
Baybridge LLC			1,650,000	0.15%
Total	\$ 37,704,200	2.64%	\$ 29,647,500	2.59%
SOUTH HARRISON TOWNSHIP				
Lineage Logistics Services LLC	\$ 9,712,200	2.34%		
Mullica Hill Group Companies LLC	8,915,100	2.15%		
South Jersey Gas Co	4,051,500	0.98%		
Mullica Hill Group Co LLC	3,115,000	0.75%		
American Tower Asset Sub LLC TX Dep	2,416,900	0.58%		
South Harrison 500 Associates LLC	2,160,000	0.52%		
Tax Payer #1	1,334,700	0.32%		
Tax Payer #2	1,192,200	0.29%		
Tax Payer #3	1,166,200	0.28%		
Taxpayer #4	1,022,100	0.25%		
Mullica Hill Group Companies LLC			4,544,100	1.16%
Mullica Hill Group Co LLC			3,145,800	0.80%
Tax Payer #1			2,895,400	0.74%
Tax Payer #2			2,171,000	0.56%
SouthHarrison 500 Associates LLC			2,160,000	0.55%
Tax Payer #3			1,767,600	0.45%
American Tower Asset Sub LLC TX Dep			1,680,100	0.43%
Tax Payer #4			1,294,800	0.33%
Tax Payer #5			1,061,500	0.27%
Harrisonville Mobile Home Park Inc			1,012,500	0.26%
Total	\$ 21,869,400	8.47%	\$ 23,897,500	5.56%

Source: Municipal Tax Assessor

**KINGSWAY REGIONAL SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND TEN YEARS AGO**

TAXPAYERS	2024		2015	
	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUE	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUE
BOROUGH OF SWEDESBORO				
Swedes Development LLC	\$ 3,789,200	0.91%		
D&D Properties of Swedesboro Inc	2,823,500	0.68%		
R & R Real Estate LLC	1,703,100	0.41%		
Bianco, James K Trustee	1,590,000	0.38%		
Russo Rentals	1,579,300	0.38%		
Botto Sons LLC	1,389,700	0.34%		
Swedesboro Housing LTD Partnership	1,275,000	0.31%		
Green Bucket LLC	1,014,100	0.24%		
FRG-X-NJ1 LP	950,000	0.23%		
Urbanization Properties LLC	761,100	0.18%		
Swedes Development LLC			3,789,200	2.12%
D&D Properties of Swedesboro Inc			2,823,500	1.58%
R&R Real Estate LLC			1,703,100	0.95%
Bianco, Ronald & Bianco, James K			1,660,000	0.93%
Russo Rentals			1,513,700	0.85%
Botto Sons LLC			1,462,600	0.82%
Swesboro Housing LTD Partnership			1,275,000	0.71%
Bank of America			974,900	0.55%
G1 ADVO Propco LLC			961,100	0.54%
Racoon Creek LLC			950,000	0.53%
Total	<u>\$ 17,034,700</u>	<u>4.07%</u>	<u>\$ 17,303,296</u>	<u>9.59%</u>
WOOLWICH TOWNSHIP				
Pond View @ Westbrook LLC	\$ 28,899,000	1.83%		
Westbrook at Weatherby LLC	21,262,000	1.35%		
Liberty Venture LP C/O Prologis LP	18,032,710	1.14%		
USF Propco II LLC	8,411,000	0.53%		
Liberty Property LP C/O Prologis L	8,123,800	0.52%		
Columbia Gas C/O Tax Dept	7,766,600	0.49%		
CIOF IO NJW01 LLC	6,614,800	0.42%		
CIVF VI NJ2B01 LLC C/O Cabot Proper	6,315,000	0.40%		
DRIF NJ 4 2120 Urban Renewal LLC	6,135,700	0.39%		
Weatherby Four Season 3 and 4 LLC	6,100,100	0.39%		
First Union National Bank %t Reuter			\$ 975,700	0.08%
Tax Payer #1			947,800	0.08%
Tax Payer #2			944,900	0.08%
Tax Payer #3			834,800	0.07%
Bargus			811,200	0.07%
Tax Payer #4			775,800	0.07%
Tax Payer #5			749,800	0.06%
Wenonah Swimming Club			747,500	0.06%
Tax Payer#6			745,200	0.06%
Tax Payer #6			719,500	0.06%
Total	<u>\$ 117,170,710</u>	<u>7.46%</u>	<u>\$ 38,609,300</u>	<u>0.69%</u>

Source: Municipal Tax Assessor

**KINGSWAY REGIONAL SCHOOL DISTRICT
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	
East Greenwich Township				
2024	10,603,766	10,603,766	100.00%	-
2023	9,585,801	9,585,801	100.00%	-
2022	9,013,023	9,013,023	100.00%	-
2021	8,830,753	8,830,753	100.00%	-
2020	8,489,944	8,489,944	100.00%	-
2019	8,601,154	8,601,154	100.00%	-
2018	8,137,602	8,137,602	100.00%	-
2017	8,123,897	8,123,897	100.00%	-
2016	7,666,136	7,666,136	100.00%	-
2015	7,398,551	7,398,551	100.00%	-
South Harrison Township				
2024	3,593,135	3,593,135	100.00%	-
2023	3,303,418	3,303,418	100.00%	-
2022	3,081,302	3,081,302	100.00%	-
2021	3,072,416	3,072,416	100.00%	-
2020	3,095,129	3,095,129	100.00%	-
2019	3,344,618	3,344,618	100.00%	-
2018	3,316,426	3,316,426	100.00%	-
2017	3,256,290	3,256,290	100.00%	-
2016	3,212,136	3,212,136	100.00%	-
2015	3,053,996	3,053,996	100.00%	-
Borough of Swedesboro				
2024	1,897,831	1,897,831	100.00%	-
2023	1,859,151	1,859,151	100.00%	-
2022	1,753,708	1,753,708	100.00%	-
2021	1,630,672	1,630,672	100.00%	-
2020	1,446,703	1,446,703	100.00%	-
2019	1,504,594	1,504,594	100.00%	-
2018	1,572,325	1,572,325	100.00%	-
2017	1,614,466	1,614,466	100.00%	-
2016	1,560,059	1,560,059	100.00%	-
2015	1,688,729	1,688,729	100.00%	-
Woolwich Township				
2024	12,154,942	12,154,942	100.00%	-
2023	11,956,865	11,956,865	100.00%	-
2022	11,946,715	11,946,715	100.00%	-
2021	11,668,400	11,668,400	100.00%	-
2020	11,383,793	11,383,793	100.00%	-
2019	10,986,848	10,986,848	100.00%	-
2018	10,193,654	10,193,654	100.00%	-
2017	9,642,185	9,642,185	100.00%	-
2016	8,986,758	8,986,758	100.00%	-
2015	8,329,812	8,329,812	100.00%	-

**KINGSWAY REGIONAL SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 20,	GOVERNMENTAL ACTIVITIES						PERCENTAGE OF PER CAPITA INCOME	PER CAPITA				
	GENERAL OBLIGATION BONDS	BOND ANTICIPATION NOTES (BANs)		SBITAs	LOAN PAYABLE	TOTAL DISTRICT						
2024	\$	22,580,000	\$	-	\$	212,684	\$	963,637	\$	23,756,321	N/A	N/A
2023		25,215,000		-		292,404		1,488,334		26,995,738	N/A	833
2022		27,830,000		-		-		983,077		28,813,077	1.46%	914
2021		30,455,000		-		-		1,387,593		31,842,593	1.62%	1,011
2020		32,134,000		-		-		1,780,834		33,914,834	1.88%	1,133
2019		34,359,000		-		-		266,980		34,625,980	2.07%	1,178
2018		36,589,000		-		-		-		36,589,000	2.30%	1,257
2017		43,554,000		-		-		300,000		43,854,000	2.90%	1,532
2016		46,364,000		-		-		600,000		46,964,000	3.26%	1,654
2015		48,294,000		-		-		900,000		49,194,000	3.50%	1,736

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2024	\$ 22,580,000	\$ -	\$ 22,580,000	N/A	N/A
2023	25,215,000	-	25,215,000	0.73%	778
2022	27,830,000	-	27,830,000	0.84%	883
2021	30,455,000	-	30,455,000	0.94%	967
2020	32,134,000	-	32,134,000	1.02%	1,073
2019	34,359,000	-	34,359,000	1.10%	1,169
2018	34,359,000	-	34,359,000	1.17%	1,181
2017	43,554,000	-	43,554,000	1.57%	1,521
2016	46,364,000	-	46,364,000	1.68%	1,633
2015	48,294,000	-	48,294,000	1.77%	1,704

**KINGSWAY REGIONAL SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2024**

<u>Governmental Unit</u>	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE (a)	ESTIMATED SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
East Greenwich Township	\$ 10,175,378	100.00%	\$ 10,175,378
South Harrison Township	-	100.00%	-
Swedesboro Borough	2,023,000	100.00%	2,023,000
Woolwich Township	43,555,136	100.00%	43,555,136
Other Debt:			
County of Gloucester	144,673,000	Net County <u>Apportioned</u>	
East Greenwich Township		1,285,077,525 4.30%	6,223,338
South Harrison Township		411,191,900 1.38%	1,991,309
Swedesboro Borough		174,308,500 0.58%	844,136
Woolwich Township		1,521,692,810 5.09%	<u>7,369,212</u>
Subtotal, Overlapping Debt			72,181,509
Kingsway Regional School District Debt			<u>22,580,000</u>
Total Direct & Overlapping Debt			<u><u>\$ 94,761,509</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Gloucester 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 the above. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Debt Limit	\$ 134,379,323	\$ 124,189,143	\$ 110,760,382	\$ 105,019,261	\$ 102,151,534	\$ 95,850,403	\$ 95,850,403	\$ 97,981,635	\$ 99,390,738	\$ 98,413,494
Total Net Debt Applicable to Limit	22,580,000	27,830,000	30,455,000	34,359,000	34,359,000	43,554,000	46,364,000	48,294,000	50,159,000	28,239,000
Legal Debt Margin	\$ 111,799,323	\$ 96,359,143	\$ 80,305,382	70,660,261	67,792,534	52,296,403	49,486,403	49,687,635	49,231,738	70,174,494
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	16.80%	22.41%	27.50%	32.72%	33.64%	45.44%	48.37%	49.29%	50.47%	28.69%

Legal Debt Margin Calculation for Fiscal Year 2024

	Equalized Valuation Basis			
	East Greenwich	South Harrison	Swedesboro	Woolwich
				Total
2023	1,296,506,700	414,412,800	177,339,200	1,576,497,010
2022	1,572,147,284	533,731,869	226,018,533	1,737,483,979
2021	1,545,546,296	526,208,826	225,569,173	1,686,766,045
				\$ 11,518,227,715
Average Equalized Valuation of Taxable Property				\$ 3,839,409,238
Debt Limit (3.5 % of Average Equalization Value)				\$ 134,379,323
Net Bonded School Debt				22,580,000
Legal Debt Margin				\$ 111,799,323

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
East Greenwich			
2024	N/A	N/A	N/A
2023	12,394	N/A	3.1%
2022	12,110	62,405	4.5%
2021	12,106	62,553	3.0%
2020	10,975	60,386	4.8%
2019	10,726	56,853	2.7%
2018	10,583	54,646	3.1%
2017	10,483	52,729	3.7%
2016	10,348	50,788	4.2%
2015	10,300	49,622	5.5%
South Harrison			
2024	N/A	N/A	N/A
2023	3,444	N/A	4.0%
2022	3,429	62,405	3.0%
2021	3,445	62,553	3.0%
2020	3,131	60,386	5.0%
2019	3,124	56,853	3.4%
2018	3,137	54,646	3.6%
2017	3,145	52,729	4.5%
2016	3,154	50,788	4.9%
2015	3,168	49,622	6.1%
Swedesboro Borough			
2024	N/A	N/A	N/A
2023	2,741	N/A	4.3%
2022	2,732	62,405	3.5%
2021	2,744	62,553	3.5%
2020	2,577	60,386	5.9%
2019	2,573	56,853	3.4%
2018	2,584	54,646	4.4%
2017	2,587	52,729	5.0%
2016	2,592	50,788	4.8%
2015	2,604	49,622	5.3%
Woolwich			
2024	N/A	N/A	N/A
2023	13,839	N/A	3.0%
2022	13,260	62,405	2.4%
2021	13,192	62,553	2.4%
2020	13,257	60,386	3.8%
2019	12,969	56,853	2.1%
2018	12,793	54,646	2.8%
2017	12,415	52,729	3.4%
2016	12,293	50,788	3.8%
2015	12,268	49,622	4.8%

Source:

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

b Personal income

c Per Capita

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO**

	2024		
	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT
Rowan University	3,500	1	N/A
Inspira Health Network	2,000	2	N/A
Walmart - Turnersville	1,500	3	N/A
Washington Township School District	1,495	4	N/A
County of Gloucester	1,200	5	N/A
Monroe Township School District	912	6	N/A
Jefferson Health	670	7	N/A
Shop Rite	575	8	N/A
Aryzta LaBrea Bakery, Inc	500	9	N/A
Keller Williams Realty	500	10	N/A
	<u>12,852</u>		

	2015		
EMPLOYER	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
Rowan University	1,483	1	N/A
Inspira Health Network	1,825	2	N/A
Washington Township School District	1,631	3	N/A
County of Gloucester	1,398	4	N/A
Monroe Township School District	807	5	N/A
U.S Foodservices	725	6	N/A
Kennedy Health Alliance	1,675	7	N/A
Missa Bay, LLC	950	8	N/A
Exxon Mobil Research & Development	540	9	N/A
LaBrea Bakery	525	10	N/A
	<u>11,559</u>		

Source: Comprehensive Annual Financial Reports of Individual School Districts

**KINGSWAY REGIONAL SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEAR**

Function/Program	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Instruction:										
Regular	180.0	179.0	176.0	168.0	166.0	160.5	151.5	148.0	149.0	149.0
Special Education	60.0	59.0	63.0	59.0	59.0	67.0	59.0	58.0	58.0	56.0
Other Instruction	0.0	0.0	0.0	0.0	0.0	0.0	0.0	8.0	8.0	8.0
Athletics & Extra-Curricular	2.0	2.0	2.0	2.0	2.0	3.0	2.0	3.0	3.0	3.0
Support Services:										
Student & Instruction Related Services	61.0	59.0	51.0	50.0	48.0	37.0	36.5	36.0	37.0	35.0
School Administrative Services	18.0	17.0	16.0	16.0	16.0	15.0	17.0	18.0	18.0	17.0
General Administrative Services	3.0	3.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Plant Operations & Maintenance	36.0	37.0	38.0	36.0	34.0	33.0	33.0	36.0	36.0	36.0
Pupil Transportation	26.0	29.0	30.0	32.0	42.0	49.0	47.0	48.0	48.0	48.0
Business & Other Support Services	13.0	13.0	13.0	13.0	12.0	12.0	10.0	11.0	11.0	11.0
Food Service	21.0	19.0	15.0	14.0	25.0	26.0	27.0	28.0	28.0	28.0
Total	420.0	417.0	406.0	392.0	406.0	404.5	385.0	396.0	398.0	393.0

Source: District Personnel Records

**KINGSWAY REGIONAL SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO		AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (d)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						MIDDLE SCHOOL	HIGH SCHOOL				
2024	2,947	\$ 59,726,833	20,267	5.18%	240	1.15	1.15	2,915.7	2,724.9	1.40%	93.46%
2023	2,906	55,997,722	19,270	21.24%	238	1.15	1.15	2,874.8	2,696.3	3.13%	93.79%
2022	2,810	52,440,412	15,894	19.28%	227	1.14	1.14	2,784.8	2,627.0	-0.29%	94.33%
2021	2,809	44,646,230	13,325	-9.94%	224	1.13	1.13	2,792.8	2,628.0	-0.03%	94.10%
2020	2,810	37,444,509	14,797	9.58%	219	1.13	1.13	2,793.6	2,704.0	3.12%	96.79%
2019	2,727	40,350,600	13,504	0.03	199	1.14	1.16	2,706.4	2,571.5	0.01%	95.02%
2018	2,713	36,635,063	13,105	(0.02)	186	1.14	1.17	2,706.2	2,562.5	1.57%	94.69%
2017	2,691	35,266,863	13,339	0.01	183	1.14	1.17	2,663.7	2,530.5	4.05%	95.00%
2016	2,567	34,242,131	13,158	0.03	184	1.13	1.14	2,555.9	2,427.0	1.33%	94.96%
2015	2,534	33,342,831	12,817	0.03	183	1.13	1.14	2,522.0	2,407.0	3.17%	95.44%

Sources: District records

(a) Operating expenditures equal total expenditures less debt service and capital outlay

(b) Teaching staff includes only full-time equivalents of certificated staff

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

**KINGSWAY REGIONAL SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEAR**

DISTRICT BUILDINGS	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
High School (Grades 9-12)										
Square Feet	259,484	259,484	259,484	259,484	259,484	259,484	259,484	259,484	259,484	259,484
Capacity (Students)	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Enrollment	1,959	1,951	1,882	1,784	1,774	1,740	1,750	1,771	1,685	1,664
Middle School (Grades 7-8)										
Square Feet	146,888	146,888	146,888	146,888	146,888	146,888	146,888	146,888	146,888	146,888
Capacity (Students)	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Enrollment	988	955	928	1,025	1,036	987	963	920	882	870

Number of Schools at June 30, 2024:

Middle School = 1

Senior High School = 1

Other = 0

Source: District Facilities Office

Enrollment is based on the annual October district count.

**KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

**UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES**

Fiscal Year Ended June 30,	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District Facilities:										
Kingsway Regional Middle School	\$ 337,418	\$ 306,613	\$ 288,445	\$ 184,838	\$ 173,376	\$ 161,845	\$ 128,664	\$ 158,313	\$ 141,328	\$ 191,300
Kingsway Regional High School	567,604	505,220	508,744	324,927	383,674	256,600	234,421	227,482	269,720	278,942
Total School Facilities	\$ 905,022	\$ 811,833	\$ 797,189	\$ 509,765	\$ 557,050	\$ 418,445	\$ 363,085	\$ 385,795	\$ 411,048	\$ 470,242

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

Source: District records

**KINGSWAY REGIONAL SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024**

	COVERAGE	DEDUCTIBLE
School Package Policy (1)		
Commercial Property	\$ 130,893,966	\$ 1,000
Commercial General Liability	3,000,000	1,000
Commercial Crime	100,000	250
Commercial Inland Marine	3,213,000	1,000
Umbrella Liability (2)	10,000,000	10,000
Commercial Automotive Policy (3)	1,000,000	2,000
Cyber Liability & IT Errors & Omissions Liability (4)	2,000,000	25,000
Pollution Policy (5)	1,000,000	10,000
Student Accident Insurance (6)		
Catastrophic	2,500,000	25,000
Surety Bonds (7)		
Business Administrator/Board Secretary	250,000	-
Workmen's Compensation (8)		
Policy	3,000,000	-
Supplemental	100,000	-

- (1) Republic-Franklin Insurance Company
- (2) Republic-Franklin Insurance Company
- (3) Republic-Franklin Insurance Company
- (4) Hiscox Insurance Company, Inc.
- (5) Navigators Insurance Company
- (6) United States Fire Insurance Company
- (7) Liberty Mutual
- (8) NJSIG

Source: District records

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SINGLE AUDIT SECTION

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HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

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
Kingsway Regional School District
County of Gloucester
Woolwich, New Jersey

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, and each major fund of the Kingsway Regional School District (the "School District"), in the County of Gloucester, State of New Jersey as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated December 23, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the 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 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. Given these limitations, during our audit we did not identify any

deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

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,

HOLT MCNALLY & ASSOCIATES, INC.

Certified Public Accountants & Advisors

Michael Holt
Certified Public Accountant
Public School Accountant, No. 1148

Medford, New Jersey
December 23, 2024

**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
Kingsway Regional School District
County of Gloucester
Woolwich, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Kingsway Regional School District's (the "School District") compliance with the types of compliance requirements described 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, 2024. The 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 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, 2024.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); New Jersey Circular 15-08-OMB, *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 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 School District and to meet our 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 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 or grant agreements applicable to the 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 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 standards generally accepted in the United State of America; *Government Auditing Standards*; the Office of School Finance, Department of Education, State of New Jersey; Uniform Guidance; and State of New Jersey Circular 15-08-OMB, will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of 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 State of New Jersey Circular 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of 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.

Report on Internal Control Over Compliance

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

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

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

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

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC
Certified Public Accountants & Advisors

Michael Holt
Certified Public Accountant
Public School Accountant, No. 1148

Medford, New Jersey
December 23, 2024

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KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR FISCAL YEAR ENDED JUNE 30, 2024

FEDERAL GRANTOR PASS THROUGH GRANTOR PROGRAM TITLE	ASSISTANCE LISTING NUMBER	FEDERAL FAIN NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2023	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	SUBRECEIPT EXPENDITURES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2024	UNEARNED REVENUE AT JUNE 30, 2024	DUE TO GRANTOR AT JUNE 30, 2024
U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH STATE DEPARTMENT OF AGRICULTURE:													
Enterprise Fund:													
Child Nutrition Cluster:													
Noncash Assistance:													
Food Distribution Program	10.555	241NJ304N1099	Unavailable	106,237	7/1/23-6/30/24	\$ -	\$ 106,237	\$ (106,237)	\$ -	\$ -	\$ -	\$ -	\$ -
Cash Assistance:													
Healthy Hunger Free Kids Act	10.555	231NJ304N1099	100-010-3350-026	12,332	7/1/22-6/30/23	(673)	673	-	-	-	-	-	-
Healthy Hunger Free Kids Act	10.555	241NJ304N1099	100-010-3350-026	12,332	7/1/23-6/30/24	-	-	(13,985)	-	-	(563)	-	-
COVID-19 Supply Chain Assistance Funds	10.555	231NJ344N8903	100-010-3350-118	69,881	7/1/21-6/30/24	43,974	69,881	(11,723)	-	-	-	102,132	-
National School Lunch Program	10.555	231NJ304N1099	100-010-3350-026	238,471	7/1/22-6/30/23	(14,176)	14,176	-	-	-	-	-	-
National School Lunch Program	10.555	241NJ304N1099	100-010-3350-026	260,278	7/1/23-6/30/24	-	249,649	(360,278)	-	-	(10,629)	-	-
Total Child Nutrition Cluster						29,125	454,038	(392,223)	-	-	(11,192)	102,132	-
COVID-19 Pandemic EBT Food Benefit Program	10.649	202225900941	100-010-3350-115	653	7/1/2023-6/30/24	-	653	(653)	-	-	-	-	-
Subtotal						-	653	(653)	-	-	-	-	-
Total Enterprise Fund						29,125	454,691	(392,876)	-	-	(11,192)	102,132	-
U.S. DEPARTMENT OF THE TREASURY PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:													
Special Revenue:													
COVID-19 State and Local Fiscal Recovery Funds (ACERS)	21.027	SLFRDOEISES	100-034-5065-016	270,589	7/1/23-6/30/24	-	135,296	(270,589)	-	-	(135,293)	-	-
Subtotal						-	135,296	(270,589)	-	-	(135,293)	-	-
Total Special Revenue Fund						-	135,296	(270,589)	-	-	(135,293)	-	-
U.S. DEPARTMENT OF EDUCATION PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:													
General Fund:													
Medical Assistance Program (SEMI)	93.778	2405NJSMAP	100-054-7540-211	10,980	7/1/23-6/30/24	-	10,980	(10,980)	-	-	-	-	-
Subtotal						-	10,980	(10,980)	-	-	-	-	-
Total General Fund						-	10,980	(10,980)	-	-	-	-	-
Special Revenue:													
Title I	84.010	S010A220030	100-034-5064-194	128,952	7/1/22-9/30/23	(9,982)	38,115	(28,133)	-	-	-	-	-
Title I	84.010	S010A230030	100-034-5064-194	94,562	7/1/23-9/30/24	-	56,774	(89,499)	-	-	(32,725)	-	-
Subtotal						(9,982)	94,889	(117,632)	-	-	(32,725)	-	-
Title II	84.367	S367A230029	100-034-5063-290	37,421	7/1/22-9/30/23	(2,500)	2,500	-	-	-	-	-	-
Title II	84.367	S367A230029	100-034-5063-290	64,282	7/1/23-9/30/24	-	32,550	(53,128)	-	-	(20,778)	-	-
Subtotal						(2,500)	34,850	(53,128)	-	-	(20,778)	-	-
Title III - Consortium	83.365	S365A200030	100-034-5064-187	3,300	7/1/19-9/30/20	(2,425)	-	-	-	-	(2,425)	-	-
Title III - Consortium	84.365	S365A230030	100-034-5064-187	10,203	7/1/23-9/30/24	(2,425)	-	(10,203)	-	-	(10,203)	-	-
Subtotal						(2,425)	-	(10,203)	-	-	(12,628)	-	-
Special Education Cluster:													
ID E.A. Part B, Basic Regular	84.027A	H027A220100	100-034-5065-016	524,590	7/1/22-9/30/23	(38,232)	38,232	-	-	-	-	-	-
ID E.A. Part B, Basic Regular	84.027A	H027A210100	100-034-5065-016	576,222	7/1/23-9/30/24	-	415,196	(576,222)	-	-	(16,026)	-	-
Subtotal						(38,232)	453,428	(576,222)	-	-	(16,026)	-	-
Total Special Education Cluster						(38,232)	453,428	(576,222)	-	-	(16,026)	-	-
Education Stabilization Fund:													
COVID-19 ARP Homless	84.425W	S425W210031	100-034-5064-523	10,946	3/13/20-9/30/23	-	-	(570)	-	-	(570)	-	-
Subtotal						12,857	-	(570)	-	-	(570)	-	-
COVID-19 CRRSA - ESSER II - Mental Health	84.425D	S425D200027	100-034-5120-518	45,000	3/13/20-9/30/23	12,857	-	-	-	-	-	12,857	-
Subtotal						12,857	-	-	-	-	-	12,857	-
COVID-19 ARP ESSER III	84.425U	S425U210027	100-034-5120-523	1,016,527	3/13/20-9/30/24	(18,249)	68,026	(124,503)	-	-	(74,726)	-	-
COVID-19 ARP ESSER III - Accelerated Learning	84.425U	S425U210027	100-034-5120-523	213,827	3/13/20-9/30/24	(38,260)	83,919	(107,490)	-	-	(62,230)	-	-
COVID-19 ARP ESSER III - Summer Learning	84.425U	S425U210027	100-034-5120-523	40,000	3/13/20-9/30/24	-	17,512	(21,690)	-	-	(4,178)	-	-
COVID-19 ARP ESSER III - Beyond the School Day	84.425U	S425U210027	100-034-5120-523	40,000	3/13/20-9/30/24	(10,925)	4,816	(56,263)	-	-	(3,144)	-	-
COVID-19 ARP ESSER III - Mental Health	84.425U	S425U210027	100-034-5120-523	88,501	3/13/20-9/30/24	(67,434)	206,767	(316,043)	-	-	(178,710)	-	-
Subtotal						(54,577)	206,767	(316,613)	-	-	(177,280)	12,857	-
Total Education Stabilization Fund:						(107,716)	789,934	(1,073,798)	-	-	(404,437)	12,857	-
Total Special Revenue Fund						\$ (78,591)	\$ 1,390,901	\$ (1,748,243)	\$ -	\$ -	\$ (550,922)	\$ 114,989	\$ -

**KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR FISCAL YEAR ENDED JUNE 30, 2024**

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	AT JUNE 30, 2023	CASH RECEIVED	BUDGETARY EXPENDITURES	SUB RECEIPT EXPENDITURES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2024	UNEARNED REVENUE AT JUNE 30, 2024	MEMO	
										BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
State Department of Education:											
General Fund:											
State Aid Public:											
Equalization Aid	495-034-5120-078	\$ 18,481,864	7/1/23-6/30/24	\$ -	\$ 18,481,864	\$ (18,481,864)	\$ -	\$ -	\$ -	\$ 1,758,287	\$ 18,481,864
Special Education Categorical Aid	495-034-5120-089	2,473,180	7/1/23-6/30/24	-	2,473,180	(2,473,180)	-	-	-	235,288	2,473,180
Security Aid	495-034-5120-084	232,812	7/1/23-6/30/24	-	232,812	(232,812)	-	-	-	22,149	232,812
Total State Aid Public											
Transportation Aid											
Extraordinary Aid	495-034-5120-014	1,518,262	7/1/23-6/30/24	-	1,518,262	(1,518,262)	-	-	-	144,441	1,518,262
Extraordinary Aid	495-034-5120-044	739,142	7/1/22-6/30/23	(739,142)	739,142	-	-	-	-	-	-
Extraordinary Aid	495-034-5120-044	568,861	7/1/23-6/30/24	-	-	(568,861)	-	(568,861)	-	-	568,861
Additional Non-Public School Transportation Aid	495-034-5120-014	60,840	7/1/22-6/30/23	(60,840)	60,840	-	-	-	-	-	-
Additional Non-Public School Transportation Aid	495-034-5120-014	96,915	7/1/23-6/30/24	-	-	(96,915)	-	(96,915)	-	-	96,915
Reimbursed TPAF Social Security Contribution	495-034-5094-003	1,416,221	7/1/23-6/30/24	-	1,346,783	(1,416,221)	-	(69,438)	-	-	1,416,221
Reimbursed TPAF Social Security Contribution	495-034-5094-003	1,393,111	7/1/22-6/30/23	(67,863)	67,863	-	-	-	-	-	-
Noncash Assistance:											
TPAF - Pension Contribution	495-034-5094-002	6,579,519	7/1/23-6/30/24	-	6,579,519	(6,579,519)	-	-	-	-	6,579,519
TPAF - Post Retirement Medical Contribution	495-034-5094-001	1,790,704	7/1/23-6/30/24	-	1,790,704	(1,790,704)	-	-	-	-	1,790,704
TPAF - Long-Term Disability Insurance	495-034-5094-004	3,943	7/1/23-6/30/24	-	3,943	(3,943)	-	-	-	-	3,943
Total General Fund Assistance											
Special Revenue Fund:											
N.J. School Development Authority Aid:											
Emergent and Capital Maintenance Needs	unavailable	73,425	7/1/22-6/30/23	73,425	-	(73,425)	-	-	-	-	73,425
Total Special Revenue Fund Assistance											
Debt Service Fund:											
Debt Service Aid	495-034-5120-075	492,837	7/1/23-6/30/24	-	492,837	(492,837)	-	-	-	-	492,837
Total Debt Service Fund Assistance											
State Department of Community Affairs:											
Special Revenue Fund:											
Local Efficiency Achievement Program (LEAP)	unavailable	75,000	7/1/21-6/30/22	(3,631)	-	-	-	(3,631)	-	-	-
Total Special Revenue Fund Assistance											
State Department of Agriculture:											
Enterprise Fund:											
National School Lunch Program	495-010-3350-001	13,486	7/1/22-6/30/23	(743)	743	-	-	-	-	-	-
National School Lunch Program	495-010-3350-001	16,261	7/1/23-6/30/24	-	15,589	(16,261)	-	(672)	-	-	16,261
Working Class State Lunch	495-010-3350-006	3,692	7/1/23-6/30/24	-	3,542	(3,692)	-	(150)	-	-	3,692
Total Enterprise Fund Assistance											
Total State Financial Assistance											
Total State Financial Assistance											
On-Behalf TPAF Pension Contributions											
On-Behalf TPAF Post-Retirement		\$	7/1/23-6/30/24		\$ 6,579,519						
On-Behalf TPAF Post-Retirement			7/1/23-6/30/24		1,790,704						
			7/1/23-6/30/24		3,943						
Total State Financial Assistance Reported on Single Audit Summary											
\$ (25,374,330)											

**KINGSWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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 Clearview Regional High 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, 2024. 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, 2024.

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.

**KINGSWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Note 3. Relationship to Basic Financial Statements (continued)

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 \$(263,332) for the general fund and \$1,710 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	\$ 10,980	\$ 32,898,949	\$ 32,909,929
Special Revenue Fund	1,346,097	73,425	1,419,522
Debt Service Fund	-	492,837	492,837
Food Service Fund	392,876	19,953	412,829
	<u> </u>	<u> </u>	<u> </u>
Total Awards & Financial Assistance	<u>\$ 1,749,953</u>	<u>\$ 33,485,164</u>	<u>\$ 35,235,117</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 Kingsway Regional High School District had no loan balances outstanding at June 30, 2024.

**KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

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

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

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

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

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

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

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

Identification of major programs:

<u>AIL Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.027A</u>	<u>H027A220100</u>	<u>IDEA Part B, Regular</u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>

Dollar threshold used to determine Type A programs \$750,000.00

Auditee qualified as low-risk auditee? X yes no

**KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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

State Financial Assistance

Dollar threshold used to determine Type A programs \$761,230.00

Auditee qualified as low-risk auditee? X yes no

Internal control over major programs:

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

 2) Significant deficiency(ies) identified? yes X no

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

Any audit findings disclosed that are required to be reported
in accordance with New Jersey OMB's Circular 15-08? yes X no

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

<u>495-034-5120-078</u>	<u>State Aid Public:</u>
<u>495-034-5120-089</u>	<u>Equalization Aid</u>
<u>495-034-5120-084</u>	<u>Special Education Categorical Aid</u>
<u> </u>	<u>Security Aid</u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>

**KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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 Office of School Finance, Department of Education, State of New Jersey.

Financial Statement Findings

None.

**KINGSWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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 Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08.

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

None.

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

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.