

SOUTHERN REGIONAL SCHOOL DISTRICT

Manahawkin, New Jersey
County of Ocean

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

ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF THE

SOUTHERN REGIONAL SCHOOL DISTRICT

MANAHAWKIN, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Prepared by

**Southern Regional School District
School Business Administrator/Board Secretary**

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OUTLINE OF ACFR - GASB #34

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INTRODUCTORY SECTION

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SOUTHERN REGIONAL HIGH SCHOOL DISTRICT OF OCEAN COUNTY

December 18, 2024

Mr. Steven Berkheiser, President
Members of the Board of Education
Southern Regional High School District
Manahawkin, New Jersey 08050

Dear Board Members/Citizens:

The Annual Comprehensive Financial Report (ACFR) of the Southern Regional School 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 Southern Regional School District. 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, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the district as of June 30, 2024, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

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

The Annual Comprehensive Financial Report is presented in four sections as follows:

Introductory Section:

Section contains a Letter of Transmittal, Roster of Officials, Consultants and Advisors, and an Organizational Chart.

Financial Section:

Section contains the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements, Required Supplementary Information (RSI) and Other Supplementary Information.

Statistical Section:

Section contains selected financial trends, revenue and debt capacity, demographic, economic and other operating information, generally presented on a multi-year basis.

Single Audit Section:

The School District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08 OMB, "*Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*". Information related to this Single Audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, are included in the Single Audit Section of this report.

REPORTING ENTITY AND ITS SERVICES

The Southern Regional School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standard Board (GASB) as established by NCGA Statement No. 3. All funds of the School District are included in this report. The School District has no component units.

The School District provides a full range of educational services appropriate to grade levels 7 through 12. These include regular and vocational as well as special education for children with special needs. The School District's enrollment, as of October 15th, for the current and past nine fiscal years are detailed below.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2023-2024	2,682	-2.76%
2022-2023	2,758	-1.89%
2021-2022	2,811	-0.88%
2020-2021	2,836	-0.67%
2019-2020	2,855	-0.07%
2018-2019	2,857	0.67%
2017-2018	2,838	-1.18%
2016-2017	2,872	-0.17%
2015-2016	2,877	-2.51%
2014-2015	2,951	-1.53%

ECONOMIC CONDITION AND OUTLOOK

Residential development in Stafford Township is in its last stages; new housing starts are on the decline each year. Residential development in the Island communities has stabilized in recent years with most of the development being larger seasonal residences replacing older existing seasonal residences. It is anticipated that this development in the Island communities will continue for the short term as the housing stock is updated. The Ocean Township community is beginning a period of greater residential construction that is anticipated to lead to a growth in student enrollment. This growth in enrollment can be fully accommodated within the existing school facilities.

The district has fully recovered from the financial impact related to the COVID-19 pandemic. The district believes that it is well positioned financially for the duration of its long-term budgetary planning period.

MAJOR INITIATIVES

The Southern Regional School District has long been recognized as an incredibly comprehensive, innovative and challenging school system, which prides itself in its multitude of programs, progressive initiatives and boundless energy. Driven by an extremely qualified and competent faculty, Southern Regional is determined to be a leadership force in education.

Southern Regional offers over 200 courses from which students can select. The courses are designed to appeal to a wide variety of student interests. Twenty-one Advanced Placement courses are offered in English, History, Mathematics, Science, Art, Music and World Languages. Twenty-five dual enrollment courses are offered in conjunction with Stockton University and Ocean County Community College to allow students to earn college credit while still enrolled in high school. Technology-related courses, from the traditional to the highly technical, focus on problem solving, experimental design, and creativity. The Health and Physical Education program are elective based with a strong emphasis on lifelong wellness and making intelligent lifestyle choices.

MAJOR INITIATIVES (continued)

Project Adventure, an outdoor leadership education program, is also offered. The special needs of our students are addressed as well. We offer self-contained autistic, resource, severe learning and language disabilities, emotional regulation impairment, adaptive success and in-class support programs. ESL (English as a Second Language) programs are offered for eligible students. In addition to the academic programs, Southern Regional offers students over seventy co-curricular and more than forty-five interscholastic programs. Through the Guidance and Student Assistance Programs, Southern Regional provides opportunities and support systems, which counsel and assist students in making choices that will direct them to a more productive and successful experience. Southern Regional High School is a school “Committed to Excellence” in our faculty, staff, students and community. To this end, the District hopes to construct a learning environment in which its students are encouraged to serve, challenged to grow and empowered to succeed.

INTERNAL ACCOUNTING CONTROLS

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

As a recipient of federal and state financial assistance, the district also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluations by the district management.

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

BUDGETARY CONTROLS

In addition to internal accounting controls, the School District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year-end are either cancelled or included as re-appropriations of fund balance in the subsequent year.

ACCOUNTING SYSTEM AND REPORTS

The School District’s accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The School District’s accounting system is organized on the basis of funds. The funds are explained in “Notes to Financial Statements”, Note 1.

OTHER INFORMATION

INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants. The accounting firm of Holt McNally & Associates, Inc., Certified Public Accounts, 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.

AWARDS

The Southern Regional School District continues to be judged as the lighthouse district in the area by leading the way on many fronts. Southern's SAT scores are amongst the top in Ocean County. For the past ten years a Southern graduate has received a prestigious military academy appointment. In several of these ten years, multiple military appointments have been awarded to Southern graduates. Southern graduates continue to populate the most prestigious colleges and universities in the country. Southern teachers are distinguished professionals who have received awards too numerous to mention. Southern's music program is considered one of the finest in the area. The Marching Band has accomplished State championship status multiple times during the last several years. The middle school's Literacy and Lunch program has become a model for middle schools throughout the area. The district's athletic program continues to excel on a regional and statewide level while demonstrating the academic excellence that grows from a vibrant extracurricular program involving the students in the full educational experience.

ACKNOWLEDGEMENTS

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

Respectfully Submitted,

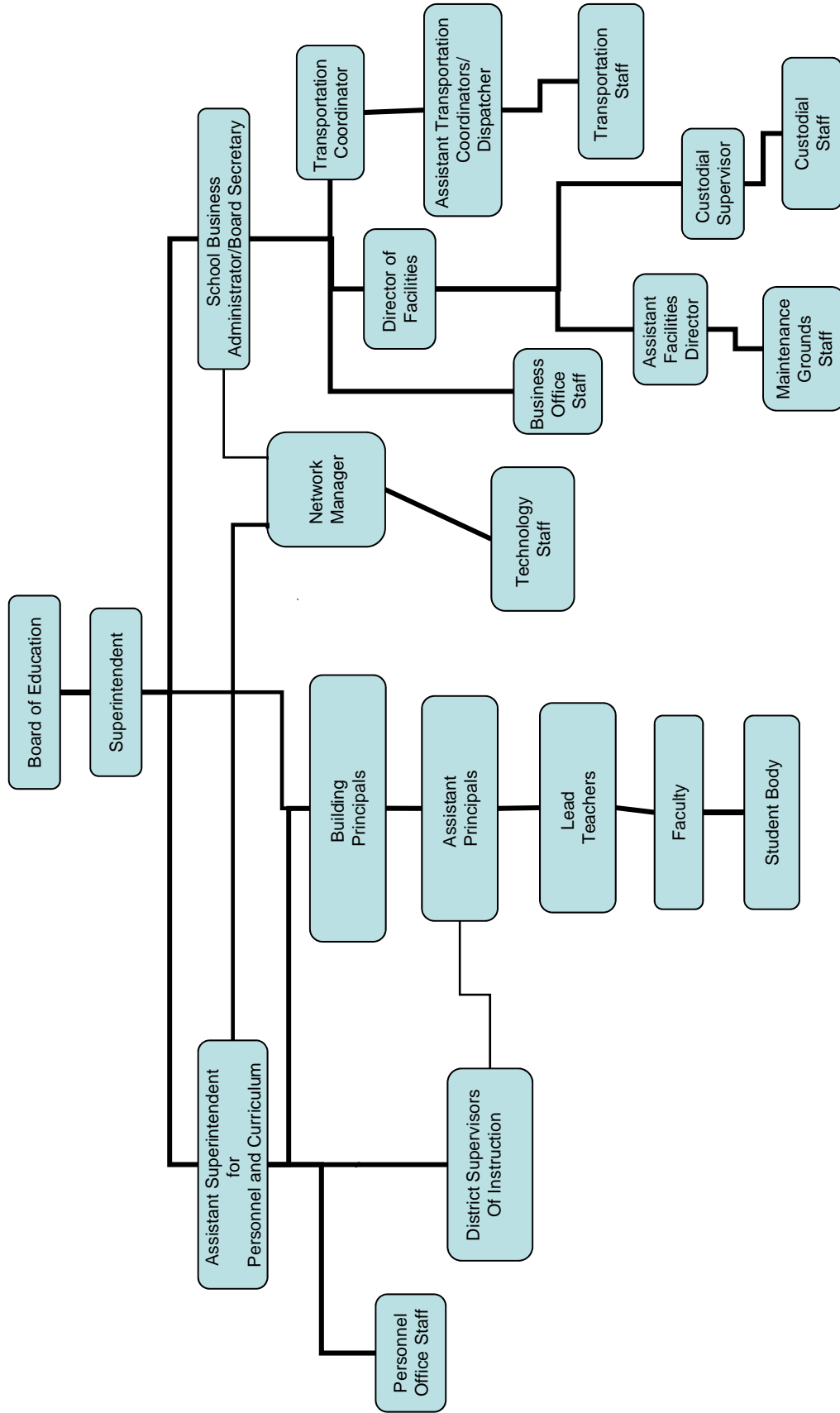
Craig Henry

Mr. Craig Henry
Superintendent

Steven Terhune

Mr. Steven Terhune
School Business Administrator/
Board Secretary

Southern Regional School District Organization Chart



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SOUTHERN REGIONAL SCHOOL DISTRICT
Manahawkin, New Jersey 08050

ROSTER OF OFFICIALS

June 30, 2024

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Steven Berkheiser, President	2025
Terry Deakyne, Vice President	2026
Kevin Lyons	2026
Bethanne A. Markoski	2026
Paul Sharkey	2027
Heather Tatur	2027
Christopher Taylor	2027
Kelly Zuzic	2024
Micahel Taylor	2025
Keith Weidenhof	2025

OTHER OFFICIALS

Craig Henry, Superintendent

Megan Vile, Assistant Superintendent

Steven Terhune, Business Administrator/Board Secretary

Kevin O'Shea, Treasurer of School Monies

Laura Benson, Board Attorney

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SOUTHERN REGIONAL SCHOOL DISTRICT
Manahawkin, New Jersey 08050

CONSULTANTS AND ADVISORS

AUDIT FIRM

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

ARCHITECTS

Garrison Architects
406 Lippincott Drive
Marlton, NJ 08053

ATTORNEYS

Berry, Sahradnik, Kotzas & Benson
212 Hooper Avenue
Toms River, NJ 08754

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

Plosia Cohen LLC
Chester Woods Complex
385 Route 24, Suite 3G
Chester, NJ 07930

OFFICIAL DEPOSITORY

Ocean First Bank
975 Hooper Avenue
Toms River, New Jersey 08753

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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
Southern Regional School District
County of Ocean
Manahawkin, New Jersey

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Southern Regional School District, County of Ocean, 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 Southern Regional School District, County of Ocean, 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.

105 Atsion Road, Suite I, Medford, NJ 08055

P: 609.953.0612 • **F:** 609.257.0008

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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 18, 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

A handwritten signature in black ink that reads "Michael Holt". The signature is written in a cursive, slightly slanted style.

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

Medford, New Jersey
December 18, 2024

REQUIRED SUPPLEMENTARY INFORMATION - PART I

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

As management of the Southern 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, and Debt Service Fund. Business-type activities reflect the Food Service Fund and Community Education Fund.

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*.

SOUTHERN 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 one type of proprietary fund – the Enterprise Fund. The fund financial statements of the enterprise fund provides the same information as the government-wide financial statements, only in more detail.

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 on the following page provides a summary of the School Districts net position for the fiscal year 2024 compared to fiscal year 2023.

SOUTHERN 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	\$ 31,946,351	\$ 33,050,237	\$ (1,103,886)	-3.3%
Capital Assets, Net	45,823,130	42,341,834	3,481,296	8.2%
Total Assets	<u>77,769,481</u>	<u>75,392,071</u>	<u>2,377,410</u>	3.2%
Deferred Outflow of Resources	<u>1,845,725</u>	<u>1,944,068</u>	<u>(98,343)</u>	-5.1%
Current and other Liabilities	1,937,219	1,979,214	(41,995)	-2.1%
Noncurrent Liabilities	18,539,591	18,620,243	(80,652)	-0.4%
Total Liabilities	<u>20,476,810</u>	<u>20,599,457</u>	<u>(122,647)</u>	-0.6%
Deferred Inflow of Resources	<u>1,225,823</u>	<u>2,650,811</u>	<u>(1,424,988)</u>	-53.8%
Net Position:				
Net Investment in Capital Assets	45,823,130	42,341,834	3,481,296	8.2%
Restricted	26,939,459	26,521,442	418,017	1.6%
Unrestricted (Deficit)	<u>(14,850,016)</u>	<u>(14,777,405)</u>	<u>(72,611)</u>	0.5%
Total Net Position	<u>\$ 57,912,573</u>	<u>\$ 54,085,871</u>	<u>\$ 3,826,702</u>	7.1%

Table 2 on the following page 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	\$ 681,598	\$ 702,073	\$ (20,475)	-2.9%
Operating Grants & Contributions	9,911,162	11,347,199	(1,436,037)	-12.7%
General Revenues:				
Property Taxes	50,254,950	49,296,603	958,347	1.9%
Federal & State Aid	4,739,572	4,534,000	205,572	4.5%
Tuition	6,823,927	6,910,065	(86,138)	-1.2%
Other General Revenues	3,966,146	2,744,873	1,221,273	44.5%
Special Items:				
(Loss) on Fixed Asset Appraisal	<u>(21,079)</u>	<u>(3,601)</u>	<u>(17,478)</u>	485.4%
Total Revenues	<u>76,356,276</u>	<u>75,531,212</u>	<u>825,064</u>	1.1%
Function/Program Expenditures:				
Instruction	43,644,547	46,864,442	(3,219,895)	-6.9%
Tuition	744,607	389,304	355,303	91.3%
Student & Instruction Related Services	9,333,657	6,835,798	2,497,859	36.5%
General Administrative Services	1,055,579	948,116	107,463	11.3%
School Administrative Services	2,174,148	1,745,448	428,700	24.6%
Central Services	951,292	691,539	259,753	37.6%
Other Administrative Services	611,849	463,905	147,944	31.9%
Plant Operations & Maintenance	6,486,019	6,128,541	357,478	5.8%
Pupil Transportation	6,405,853	4,506,885	1,898,968	42.1%
Interest & Other Charges	38,250	38,250	-	0.0%
Food Service/Community Education	1,083,773	987,208	96,565	9.8%
Total Expenditures	<u>72,529,574</u>	<u>69,599,436</u>	<u>2,930,138</u>	4.2%
Change In Net Position	3,826,702	5,931,776	(2,105,074)	-35.5%
Net Position - Beginning	54,085,871	48,154,095	5,931,776	12.3%
Net Position - Ending	<u>\$ 57,912,573</u>	<u>\$ 54,085,871</u>	<u>\$ 3,826,702</u>	7.1%

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

Governmental Activities

During the fiscal year 2024, the net position of governmental activities increased by \$3,769,160 or 7%. The primary reason for the increase was cost reductions in labor costs due to retirements and staff reductions and operational efficiencies.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$57,127,715, with an unrestricted deficit balance of \$15,253,434. The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last two state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

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)	\$	(15,253,434)
Plus: PERS Pension Liability		13,466,660
Less: Deferred Outflows Related to Pensions		(1,845,725)
Plus: Deferred Inflows Related to Pensions		<u>1,225,823</u>
Unrestricted Net Position (Without GASB 68)	<u>\$</u>	<u>(2,406,676)</u>

Business-Type Activities

During the fiscal year 2024, the net position of business-type activities increased by \$57,542 or 8%. The primary reason was increases in reimbursement rates as well as additional federal aid.

The assets and deferred outflows of the business-type activities exceeded liabilities and deferred inflows by \$784,858.

General Fund Budgeting Highlights

Final budgeted revenues was \$61,967,158, which was unchanged from the original budget. Excluding nonbudgeted revenues, the School District’s actual revenues exceeded budgeted revenues by \$2,082,945.

Final budgeted appropriations was \$71,760,586, which was an increase of \$4,645,511 from the original budget. The increase is due to prior year encumbrances and a transfer to the capital projects fund. Excluding nonbudgeted expenditures, the School District’s budget appropriations exceeded actual expenditures by \$5,525,338.

The School District’s general fund balance – budgetary basis (Exhibit C-1) was \$22,845,372 at June 30, 2024.

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

Governmental Funds

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$30,818,930, a decrease of \$994,983 from the prior year.

General fund - During the current fiscal year, the fund balance of the School District's general fund decreased by \$2,221,037 to \$22,466,716 at June 30, 2024, compared to an increase of \$2,969,768 in fund balance in the prior fiscal year.

Special revenue fund – The special revenue fund balance increased by \$242,254 to \$976,857.

Capital projects fund - During the current fiscal year, the fund balance of the School District's capital projects fund increased by \$983,800 to \$7,375,331 at June 30, 2024, compared to a decrease of \$916,100 in fund balance in the prior fiscal year. The primary factor(s) affecting the change in fund balance of the capital projects fund is as follows:

- The District continues to implement its capital improvement plans which result in Fund changes depending on the phasing of planned projects.

Debt service fund - At June 30, 2024 fund balance remained unchanged at \$26.

Proprietary Funds

Food service fund - During the current fiscal year, the net position of the School District's food service fund increased by \$55,773 to \$772,724 at June 30, 2024, compared to an increase of \$268,617 in fund balance in the prior fiscal year. The primary factor(s) affecting the change in net position of the food service fund is as follows:

- Additional federal funding for Supply Chain Assistance.

Community education fund - During the current fiscal year, the net position of the School District's community education fund increased by \$1,769 to \$12,134 at June 30, 2024.

Capital Assets

The School District's capital assets for its governmental and business-type activities as of June 30, 2024, totaled \$45,823,130 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings and improvements, vehicles and machinery and equipment. There was a net increase in the School District's investment in capital assets for the current fiscal year in the amount of \$3,481,296 This increase is primarily due to ongoing construction projects. Table 4 shows fiscal 2024 balances compared to 2023.

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

Capital Assets (continued)

Table 4
Summary of Capital Assets

<u>Capital Asset</u>	June 30, <u>2024</u>	June 30, <u>2023</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Land	\$ 2,525,711	\$ 2,525,711	\$ -	0.0%
Construction in Progress	13,120,490	12,988,484	132,006	1.0%
Building and Improvements	51,556,423	49,184,990	2,371,433	4.8%
Vehicles	7,756,629	7,517,432	239,197	3.2%
Machinery and Equipment	14,330,674	13,266,212	1,064,462	8.0%
Capital Assets, Gross	89,289,927	85,482,829	3,807,098	4.5%
Accumulated Depreciation	(43,466,797)	(43,140,995)	(325,802)	0.8%
Capital Assets, Net	<u>\$ 45,823,130</u>	<u>\$ 42,341,834</u>	<u>\$ 3,481,296</u>	8.2%

Depreciation expense for the year was \$2,423,542. 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 no bonded debt outstanding.

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.

Factors on the School District’s Future

Overall, the School District has a strong financial position to address normal course of business fluctuations in its day-to-day financial operations. The School District has also continued its Capital Projects planning and funding process to properly maintain the facilities and grounds entrusted to it by the taxpayers. During the 2017-2018 school year the School District retired the remaining long-term bonds and do not anticipate a need to issuing any new bonded debt for the foreseeable future.

The School District faces an uncertain impact on two areas outside of its control. The first area is the short-term and long-term obligations under the Pension Funds managed by the State of NJ. Any changes in the plans or statutes could have a positive or negative impact on the financial operations of the school district. The second area is State Aid provided to the district by the State of NJ. It is anticipated that the State of NJ will alter the funding levels received by the school district in the near term. Based on the impact realized by the school district in the 2024-2025 school year the district anticipates that these changes will likely have a positive impact on the financial position of the school district.

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

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 Steven Terhune, School Business Administrator/Board Secretary at Southern Regional School District, 105 Cedar Bridge Road, Manahawkin, NJ 08050. Please also visit our website at www.srsd.net.

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BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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

ASSETS	GOVERNMENTAL BUSINESS-TYPE		
	ACTIVITIES	ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 8,741,955	\$ 437,147	\$ 9,179,102
Receivables, Net (Note 4)	4,205,486	11,604	4,217,090
Internal Balances	38,980	(38,980)	-
Inventory	-	13,184	13,184
Restricted Cash & Cash Equivalents	18,536,975	-	18,536,975
Capital Assets, Net (Note 5)			
Non-Depreciable	15,646,201	-	15,646,201
Depreciable	29,795,489	381,440	30,176,929
	<hr/>		
Total Assets	76,965,086	804,395	77,769,481
	<hr/>		
DEFERED OUTFLOW OF RESOURCES			
Related to Pensions (Note 8)	1,845,725	-	1,845,725
	<hr/>		
Total Deferred Outflow of Resources	1,845,725	-	1,845,725
	<hr/>		
Total Assets and Deferred Outflow of Resources	78,810,811	804,395	79,615,206
	<hr/>		
LIABILITIES			
Accounts Payable	553,260	-	553,260
Due to Other Governments	1,217,512	-	1,217,512
Other Liabilities	89,467	-	89,467
Unearned Revenue	57,443	19,537	76,980
Noncurrent Liabilities (Note 7):			
Due Beyond One Year	18,539,591	-	18,539,591
	<hr/>		
Total Liabilities	20,457,273	19,537	20,476,810
	<hr/>		
DEFERED INFLOW OF RESOURCES			
Deferred Inflows Related to Pensions (Note 8)	1,225,823	-	1,225,823
	<hr/>		
Total Deferred Inflow of Resources	1,225,823	-	1,225,823
	<hr/>		
Total Liabilities and Deferred Inflow of Resources	21,683,096	19,537	21,702,633
	<hr/>		
NET POSITION			
Investment in Capital Assets	45,441,690	381,440	45,823,130
Restricted For:			
Capital Projects	19,140,903	-	19,140,903
Debt Service	26	-	26
Excess Surplus	390,711	-	390,711
Maintenance Reserve	4,577,826	-	4,577,826
Tuition Reserve	1,600,000	-	1,600,000
Unemployment Compensation	253,136	-	253,136
Scholarships	202,100	-	202,100
Student Activities	774,757	-	774,757
Unrestricted	(15,253,434)	403,418	(14,850,016)
	<hr/>		
Total Net Position	\$ 57,127,715	\$ 784,858	\$ 57,912,573
	<hr/>		

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

**SOUTHERN REGIONAL SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED JUNE 30, 2024**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular	\$ 21,374,902	\$ -	-	(21,374,902)	\$ -	\$ (21,374,902)
Special Education	8,375,645	-	2,122,222	(6,253,423)	-	(6,253,423)
Other Instruction	2,259,566	-	-	(2,259,566)	-	(2,259,566)
Support Services:						
Tuition	744,607	-	-	(744,607)	-	(744,607)
Student & Instruction Related Services	8,427,467	-	170,777	(8,256,690)	-	(8,256,690)
Health Services	383,308	-	-	(383,308)	-	(383,308)
Educational Media Services/School Library	522,882	-	-	(522,882)	-	(522,882)
School Administrative Services	2,174,148	-	-	(2,174,148)	-	(2,174,148)
General Administration	1,055,579	-	-	(1,055,579)	-	(1,055,579)
Central Services	951,292	-	-	(951,292)	-	(951,292)
Administrative Information Technology	611,849	-	-	(611,849)	-	(611,849)
Plant Operations & Maintenance	6,486,019	-	-	(6,486,019)	-	(6,486,019)
Pupil Transportation	6,405,853	-	-	(6,405,853)	-	(6,405,853)
Unallocated Benefits	9,264,257	-	7,137,367	(2,126,890)	-	(2,126,890)
Interest and Charges on Long-Term Debt	38,250	-	-	(38,250)	-	(38,250)
Unallocated Depreciation	2,370,177	-	-	(2,370,177)	-	(2,370,177)
Total Governmental Activities	71,445,801	-	9,430,366	(62,015,435)	-	(62,015,435)

**SOUTHERN REGIONAL SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED JUNE 30, 2024**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		TOTAL
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	
Business-Type Activities:					
Food Service	1,080,612	676,668	480,796	-	76,852
Community Education	3,161	4,930	-	-	1,769
Total Business-Type Activities	1,083,773	681,598	480,796	-	78,621
Total Primary Government	\$ 72,529,574	\$ 681,598	\$ 9,911,162	(62,015,435)	78,621
					(61,936,814)
General Revenues:					
Taxes:					
Property Taxes, Levied for General Purposes				50,254,950	50,254,950
Federal & State Aid Not Restricted				4,739,572	4,739,572
Tuition Charges				6,823,927	6,823,927
Transportation				721,273	721,273
Investment Earnings				2,000	2,000
Miscellaneous Income				3,242,873	3,242,873
Loss on Capital Assets				-	(21,079)
Total General Revenues, Special Items, Extraordinary Items & Transfers				65,784,595	(21,079)
Change In Net Position				3,769,160	3,826,702
Net Position - Beginning				53,358,555	54,085,871
Net Position - Ending				\$ 57,127,715	\$ 57,912,573

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

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B. Fund Financial Statements

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Governmental Funds

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

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL
Cash & Cash Equivalents	\$ 2,848,503	\$ 819,518	\$ 5,073,908	\$ 26	\$ 8,741,955
Receivables from Other Governments	1,532,494	291,597	2,301,423	-	4,125,514
Other Accounts Receivable	68,155	11,817	-	-	79,972
Interfund Accounts Receivable	134,861	-	-	-	134,861
Restricted Cash & Cash Equivalents	18,536,975	-	-	-	18,536,975
	<hr/>				
Total Assets	\$ 23,120,988	\$ 1,122,932	\$ 7,375,331	\$ 26	\$ 31,619,277
	<hr/>				
LIABILITIES & FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 5,569	\$ 45,898	\$ -	\$ -	\$ 51,467
Intergovernmental Payable:					
State	-	4,296	-	-	4,296
Interfund Accounts Payable	-	95,881	-	-	95,881
Payroll Deductions and Withholdings Payable	362,906	-	-	-	362,906
Unemployment Compensation Claims Payable	138,887	-	-	-	138,887
Unearned Revenue	57,443	-	-	-	57,443
Other Liabilities	89,467	-	-	-	89,467
	<hr/>				
Total Liabilities	654,272	146,075	-	-	800,347
	<hr/>				
Fund Balances:					
Restricted for:					
Maintenance Reserve	4,577,826	-	-	-	4,577,826
Capital Reserve Account	12,106,013	-	-	-	12,106,013
Tuition Reserve	1,600,000	-	-	-	1,600,000
Excess Surplus	390,711	-	-	-	390,711
Unemployment Fund	253,136	-	-	-	253,136
Capital Projects Fund	-	-	7,034,890	-	7,034,890
Debt Service Fund	-	-	-	26	26
Scholarships	-	202,100	-	-	202,100
Student Activities	-	774,757	-	-	774,757
Assigned to:					
Other Purposes	1,308,470	-	340,441	-	1,648,911
Designated for Subsequent Year	618,310	-	-	-	618,310
Unassigned:					
General Fund	1,612,250	-	-	-	1,612,250
	<hr/>				
Total Fund Balances	22,466,716	976,857	7,375,331	26	30,818,930
	<hr/>				
Total Liabilities & Fund Balances	\$ 23,120,988	\$ 1,122,932	\$ 7,375,331	\$ 26	
	<hr/>				

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$88,493,294 and the accumulated depreciation is \$43,051,604. \$ 45,441,690

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 1,845,725
Deferred Inflows related to pensions (1,225,823)

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. (1,213,216)

Long-term liabilities, including net pension liability and compensated absences, are not due and payable in the current period and therefore are not reported as liabilities in the funds. (18,539,591)

Net position of Governmental Activities \$ 57,127,715

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

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

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
Revenues:					
Local Sources:					
Local Tax Levy	\$ 50,254,950	\$ -	\$ -	\$ -	\$ 50,254,950
Tuition	6,823,927	-	-	-	6,823,927
Transportation	721,273	-	-	-	721,273
Interest Earned on Capital Reserve Funds	1,500	-	-	-	1,500
Interest Earned on Maintenance Reserve Funds	500	-	-	-	500
Miscellaneous	1,472,489	1,770,384	-	-	3,242,873
Total Local Sources	59,274,639	1,770,384	-	-	61,045,023
State Sources	17,930,468	94,492	-	-	18,024,960
Federal Sources	23,294	2,193,565	-	-	2,216,859
Total Revenues	77,228,401	4,058,441	-	-	81,286,842
Expenditures:					
Current Expense:					
Regular Instruction	21,374,902	-	-	-	21,374,902
Special Education Instruction	7,147,969	1,227,676	-	-	8,375,645
Other Instruction	2,259,566	-	-	-	2,259,566
Support Services:					
Tuition	744,607	-	-	-	744,607
Student & Instruction Related Services	6,733,502	1,693,965	-	-	8,427,467
Health Services	383,308	-	-	-	383,308
Educational Media Services/					
School Library	522,882	-	-	-	522,882
Instructional Staff Training	4,658	-	-	-	4,658
General Administrative	1,050,921	-	-	-	1,050,921
School Administrative Services	2,174,148	-	-	-	2,174,148
Central Services	951,292	-	-	-	951,292
Administrative Information Technology	611,849	-	-	-	611,849
Plant Operations & Maintenance	7,457,942	-	-	-	7,457,942
Pupil Transportation	6,405,853	-	-	-	6,405,853
Employee Benefits	3,563,588	-	-	-	3,563,588
On Behalf TPAF Pension and Social Security Contributions	13,214,190	-	-	-	13,214,190
Debt Service:					
Interest & Other Charges	38,250	-	-	-	38,250
Capital Outlay	1,433,255	894,546	2,392,956	-	4,720,757
Total Expenditures	76,072,682	3,816,187	2,392,956	-	82,281,825
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	1,155,719	242,254	(2,392,956)	-	(994,983)
Other Financing Sources/(Uses):					
Transfers In	-	-	3,376,756	-	3,376,756
Transfers Out	(3,376,756)	-	-	-	(3,376,756)
Total Other Financing Sources & Uses	(3,376,756)	-	3,376,756	-	-
Net Change in Fund Balances	(2,221,037)	242,254	983,800	-	(994,983)
Fund Balances July 1,	24,687,753	734,603	6,391,531	26	31,813,913
Fund Balances June 30,	\$ 22,466,716	\$ 976,857	\$ 7,375,331	\$ 26	\$ 30,818,930

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

**SOUTHERN 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 & B-5) \$ (994,983)

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	\$	(2,370,177)	
Deletions and Adjustments		(449,583)	
Capital Outlays		<u>6,147,202</u>	3,327,442

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. 1,455,745

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 (+). (19,044)

Change in Net Position of Governmental Activities \$ 3,769,160

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

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Proprietary Funds

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

ASSETS	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		
	FOOD SERVICE FUND	COMMUNITY EDUCATION	TOTAL
Current Assets:			
Cash & Cash Equivalents	\$ 425,013	\$ 12,134	\$ 437,147
Receivables from Other			
Governments	6,391	-	6,391
Other Receivable	5,213	-	5,213
Inventories	13,184	-	13,184
Total Current Assets	449,801	12,134	461,935
Fixed Assets:			
Equipment	796,633	-	796,633
Accumulated Depreciation	(415,193)	-	(415,193)
Total Fixed Assets	381,440	-	381,440
Total Assets	831,241	12,134	843,375
LIABILITIES			
Current Liabilities:			
Unearned Revenue	19,537	-	19,537
Interfund Payable	38,980	-	38,980
Total Current Liabilities	58,517	-	58,517
Total Liabilities	58,517	-	58,517
NET POSITION			
Investment in Capital Assets	381,440	-	381,440
Unrestricted	391,284	12,134	403,418
Total Net Position	\$ 772,724	\$ 12,134	\$ 784,858

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

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

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND		
	FOOD SERVICE FUND	COMMUNITY EDUCATION	TOTAL
	Operating Revenue:		
Daily Sales - Reimbursable Programs	\$ 323,802	\$ -	\$ 323,802
Daily Sales - Nonreimbursable Programs	278,393	-	278,393
Special Functions	55,720	-	55,720
Miscellaneous Income	18,753	4,930	23,683
Total Operating Revenues	676,668	4,930	681,598
Operating Expenses:			
Salaries	338,075	3,161	341,236
Employee Benefits	44,688	-	44,688
Other Purchased Services	97,442	-	97,442
Cleaning, Repair & Maintenance Services	1,707	-	1,707
Depreciation	53,365	-	53,365
Miscellaneous Other Expenses	4,680	-	4,680
Cost of Sales - Reimbursable Programs	427,192	-	427,192
Cost of Sales - Non-Reimbursable Programs	113,463	-	113,463
Total Operating Expenses	1,080,612	3,161	1,083,773
Operating (Loss)/Gain	(403,944)	1,769	(402,175)
Nonoperating Revenues/(Expenses):			
State Sources:			
State School Lunch Program	9,663	-	9,663
State School Lunch Program- Reduced	5,713	-	5,713
State School Breakfast Program	873	-	873
Working Class Families State Supplement - Lunch	9,610	-	9,610
Working Class Families State Supplement - Break	2,037	-	2,037
Federal Sources:			
National School Lunch Program	268,889	-	268,889
Food Distribution Program	75,635	-	75,635
National Breakfast Program	38,182	-	38,182
Supply Chain Assistance Grant	66,819	-	66,819
Pandemic EBT Admin Cost	653	-	653
Local Food for Schools Cooperative	2,722	-	2,722
Loss on Capital Asset	(21,079)	-	(21,079)
Total Nonoperating Revenues	459,717	-	459,717
Change in Net Position	55,773	1,769	57,542
Net Position - Beginning of Year	716,951	10,365	727,316
Total Net Position - End of Year	\$ 772,724	\$ 12,134	\$ 784,858

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

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

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND		
	FOOD SERVICE FUND	COMMUNITY EDUCATION	TOTAL
Cash Flows From Operating Activities:			
Receipts from Customers/Vendors	\$ 682,119	\$ 4,930	\$ 687,049
Payments to Employees	(338,075)	(3,161)	(341,236)
Payments for Employee Benefits	(44,688)	-	(44,688)
Payments to Suppliers	(703,244)	-	(703,244)
Net Cash Provided/(Used) by Operating Activities	<u>(403,888)</u>	<u>1,769</u>	<u>(402,119)</u>
Cash Flows From Capital Financing Activities:			
Purchase of Equipment	(228,298)	-	(228,298)
Net Cash Used by Capital Financing Activities	<u>(228,298)</u>	<u>-</u>	<u>(228,298)</u>
Cash Flows From Noncapital Financing Activities:			
Cash Received From State & Federal Reimbursements	482,613	-	482,613
Net Cash Provided by Noncapital Financing Activities	<u>482,613</u>	<u>-</u>	<u>482,613</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	(149,573)	1,769	(147,804)
Cash & Cash Equivalents, July 1	574,586	10,365	584,951
Cash & Cash Equivalents, June 30	<u>\$ 425,013</u>	<u>\$ 12,134</u>	<u>\$ 437,147</u>

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

Cash Provided/(Used) by Operating Activities:			
Operating Income/(Loss)	\$ (403,944)	\$ 1,769	\$ (402,175)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:			
Depreciation Expense	53,365	-	53,365
Change in Assets & Liabilities:			
(Increase)/Decrease in Accounts Receivable	3,021	-	3,021
(Increase)/Decrease in Inventory	(1,906)	-	(1,906)
Increase/(Decrease) in Unearned Revenue	3,450	-	3,450
Increase/(Decrease) in Claims Payable	(1,020)	-	(1,020)
Increase/(Decrease) in Accounts Payable	(56,854)	-	(56,854)
Total Adjustments	<u>56</u>	<u>-</u>	<u>56</u>
Net Cash Provided/(Used) by Operating Activities	<u>\$ (403,888)</u>	<u>\$ 1,769</u>	<u>\$ (402,119)</u>

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

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

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SOUTHERN REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2024

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

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

Reporting Entity

The Southern Regional School District is a Type II district located in the County of Ocean, State of New Jersey. As a Type II district, the District functions independently through a Board of Education. The Board consists of ten members elected to three-year terms and is responsible for the fiscal control of the District. The terms are staggered so that three members’ terms expire each year. The District provides a full range of educational services appropriate to grade levels seven through twelve at its two schools. The Southern Regional School District has an approximate enrollment at June 30, 2024 of 2,682 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 School 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 – and Amendment of GASB Statement No. 14* and GASB Statement No. 90, *Majority Equity Interests – An amendment of GASB Statements No. 14 and No. 61*. The District had no component units as of or for the year ended June 30, 2024.

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

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

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 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

SOUTHERN REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2024 (continued)

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

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 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 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

SOUTHERN REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2024 (continued)

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

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.

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 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 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).

SOUTHERN REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2024 (continued)

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

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.

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 Fund- The community education fund accounts for the financial transactions related to the community education operations of the School District.

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.

SOUTHERN REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2024 (continued)

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

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

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

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.

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

SOUTHERN REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2024 (continued)

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 measurable 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 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.

SOUTHERN REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2024 (continued)

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

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 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.

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.

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

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

- 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*, aligns the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. 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 School District to disclose information about concentrations or constraints and related events that have occurred or have begun to occur that make a District 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.

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.

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

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

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. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2024, the District’s bank balance of \$29,232,381 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 26,140,477
Uninsured and Uncollateralized	<u>3,091,904</u>
	<u>\$ 29,232,381</u>

Investments

The District had no investments at June 30, 2024.

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 3. Reserve Accounts

Capital Reserve

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

Funds placed in the capital reserve account are restricted to capital projects in the District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (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	\$	11,486,401
Increased by:		
Interest		1,500
Deposits approved by Board		4,000,000
		15,487,901
Decreased by:		
Transfers to Capital Projects		(3,376,756)
Ending Balance, June 30, 2024	\$	12,111,145

The LRFP balance of local support costs of uncompleted capital projects at June 30, 2024 is \$21,236,439. The withdrawals from the capital reserve were for use in DOE approved facilities projects, consistent with the District’s Long Rang Facilities Plan.

Tuition Reserve

A tuition reserve account was established on June 5, 2012 for the accumulation of funds for use as tuition expenditures in subsequent fiscal years. The tuition reserve account is maintained in the general fund and its activity is included in the general fund annual budget. There is a balance of \$1,600,000 at June 30, 2024. Of this balance, \$800,000 is the 2023-2024 reserve amount and \$800,000 is the 2024-2025 reserve amount.

Beginning Balance, July 1, 2023	\$	1,600,000
Increased by:		
Deposits approved by Board		800,000
		2,400,000.00
Decreased by:		
Budget Withdrawals		(800,000)
Ending Balance, June 30, 2024	\$	1,600,000

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 3. Reserve Accounts (continued)

Maintenance Reserve

The School District established a maintenance reserve account on June 5, 2012 for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years. Funds placed in the maintenance reserve account are restricted to maintenance projects in the School District’s approved Maintenance Plan (M-1). A School District may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. The balance in the account cannot at any time exceed four percent of the replacement cost of the school district’s school facilities for the current year.

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

Beginning Balance, July 1, 2023		\$	5,178,826
Increased by:			
Interest Earnings			500
Deposits approved by Board			400,000
			5,579,326
Decreased by:			
Budget Withdrawals			(1,001,500)
Ending Balance, June 30, 2024		\$	4,577,826

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 District’s individual major, in the aggregate, are as follows:

<u>Description</u>	Governmental Funds			<u>Total Governmental Activities</u>	Proprietary Funds		<u>Total Business-Type Activities</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>		<u>Food Service Fund</u>		
Federal Awards	\$ -	\$ 291,597	\$ -	\$ 291,597	\$ 5,952		\$ 5,952
State Awards	1,532,494	-	2,301,423	3,833,917	439		439
Other	68,155	11,817	-	79,972	5,213		5,213
Total	\$ 1,600,649	\$ 303,414	\$ 2,301,423	\$ 4,205,486	\$ 11,604		\$ 11,604

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 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	\$ 2,525,711	\$ -	\$ -	\$ 2,525,711
Construction in Progress	12,988,484	2,392,995	(2,260,989)	13,120,490
Total Capital Assets not being depreciated	<u>15,514,195</u>	<u>2,392,995</u>	<u>(2,260,989)</u>	<u>15,646,201</u>
Capital Assets being depreciated:				
Building Improvements	49,184,990	2,371,433	-	51,556,423
Vehicles	7,517,432	741,725	(502,528)	7,756,629
Equipment	12,645,654	641,049	247,338	13,534,041
Total Capital Assets being depreciated	<u>69,348,076</u>	<u>3,754,207</u>	<u>(255,190)</u>	<u>72,847,093</u>
Less: Accumulated Depreciation:	<u>(42,748,023)</u>	<u>(2,370,177)</u>	<u>2,066,596</u>	<u>(43,051,604)</u>
Total Accumulated Depreciation	<u>(42,748,023)</u>	<u>(2,370,177)</u>	<u>2,066,596</u>	<u>(43,051,604)</u>
Total Capital Assets being depreciated, net	<u>26,600,053</u>	<u>1,384,030</u>	<u>1,811,406</u>	<u>29,795,489</u>
Total Governmental Activities Capital Assets, net	<u>\$ 42,114,248</u>	<u>\$ 3,777,025</u>	<u>\$ (449,583)</u>	<u>\$ 45,441,690</u>
	<u>Balance July 1, 2023</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	<u>Balance June 30, 2024</u>
Business-Type Activities:				
Equipment	\$ 620,558	\$ 228,298	\$ (52,223)	\$ 796,633
	<u>620,558</u>	<u>228,298</u>	<u>(52,223)</u>	<u>796,633</u>
Less: Accumulated Depreciation:				
Equipment	<u>(392,972)</u>	<u>(53,365)</u>	<u>31,145</u>	<u>(415,192)</u>
	<u>(392,972)</u>	<u>(53,365)</u>	<u>31,145</u>	<u>(415,192)</u>
Total Business-Type Activities Capital Assets, net	<u>\$ 227,586</u>	<u>\$ 174,933</u>	<u>\$ (21,078)</u>	<u>\$ 381,441</u>

Depreciation expense was not allocated among the various functions/programs of the District.

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

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	\$ 134,861	\$ -
Special Revenue Fund	-	95,881
Food Service Fund	-	38,980
	<u>\$ 134,861</u>	<u>\$ 134,861</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.

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 3,376,756
Capital Projects Fund	3,375,756	-
	<u>\$ 3,375,756</u>	<u>\$ 3,376,756</u>

The purpose of the interfund transfers were to fund projects in the capital projects fund.

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2024 the following changes occurred in long-term obligations for the governmental and business-type activities:

	<u>Balance July 1, 2023</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2024</u>	<u>Balance Due Within One Year</u>
Governmental Activities:					
Compensated Absences	\$ 5,053,887	\$ 19,044	\$ -	\$ 5,072,931	\$ -
Net Pension Liability	13,566,356	-	99,696	13,466,660	-
	<u>\$ 18,620,243</u>	<u>\$ 19,044</u>	<u>\$ 99,696</u>	<u>\$ 18,539,591</u>	<u>\$ -</u>

For governmental activities, compensated absences and net pension liability are liquidated by the general fund.

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.

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 8. Pension Plans (continued):

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

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 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 \$13,466,660 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

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 8. Pension Plans (continued):

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

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 0.09297%, which was an increase of 0.003078% 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 \$(222,632) 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:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 128,759	\$ 55,047
Changes of Assumptions	29,584	816,137
Net Difference between Projected and Actual Earnings on Pension Plan Investments	62,016	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	412,150	354,639
School District Contributions Subsequent to Measurement Date	1,213,216	-
	<u>\$ 1,845,725</u>	<u>\$ 1,225,823</u>

\$1,213,216 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:

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 8. Pension Plans (continued):

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

Year Ending	Amount
<u>Dec 31,</u>	
2025	\$ (487,492)
2026	(248,361)
2027	(121,121)
2028	264,239
2029	<u>(579)</u>
	<u>\$ (593,314)</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:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of 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

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 8. Pension Plans (continued)

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

Actuarial Assumptions – The collective 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 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:

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

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	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 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>\$ 17,678,525</u>	<u>\$ 13,466,660</u>	<u>\$ 10,091,975</u>

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

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	0.092974%	0.089895%

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 \$41,997 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.

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

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, 2023 was \$110,797,231. The School District's proportionate share was \$-0-.

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

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 8. Pension Plans (continued)

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

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 0.21711%, which was an increase of 0.006707% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the School District recognized \$2,721,966 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.

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

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 8. Pension Plans (continued)

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

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%
	100.00%	

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:

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 8. Pension Plans (continued)

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

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
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	<u>130,650,041</u>	<u>110,797,231</u>	<u>94,076,446</u>
	<u>\$ 130,650,041</u>	<u>\$ 110,797,231</u>	<u>\$ 94,076,446</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	0.21711%	0.21040%

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

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 9. Other Post-Retirement Benefits (continued):

qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions. The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

The total nonemployer OPEB liability does not include certain other postemployment benefit obligations that are provided by the local education employers. The reporting of these benefits 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 July 1, 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

SOUTHERN REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2024 (continued)

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 \$135,184,836. 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 0.25817%, which was an increase of 0.001844% 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 \$2,547,190 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 6.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026 and decreased to 4.50% in fiscal year 2033. For HMO the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.50% and decreased to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

The discount rate for June 30, 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.

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

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	\$ 158,481,012	\$ 135,184,836	\$ 116,480,711
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	\$ 112,224,256	\$ 135,184,836	\$ 165,228,815
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.

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

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	-
	\$ 15,085,612,961	\$ (28,241,489,773)

** 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)
	\$	(13,155,876,812)

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
	369,595

Changes in the Total OPEB Liability

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 9. Other Post-Retirement Benefits (continued):

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 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 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 normal costs, post-retirement medical costs, non-contributory insurance and reimbursed social security contributions were \$8,918,649, \$2,427,330, \$2,426 and \$1,865,785, 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.

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 District’s trust fund for the current and previous two years:

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 11. Risk Management (continued)

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022-2023	\$ 60,909	\$ 10,025	\$ 12,437	\$ 253,135
2022-2023	32,962	3,504	768	194,638
2021-2022	-	1,946	1,118	158,940

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.

Joint Insurance Pool – The District also participates in the School Alliance Insurance Fund and, public entity risk pool. The Pool provides its members with the following coverage:

Property – Blanket Building & Grounds Environmental Impairment Liability School Board Legal Liability Employers Liability	General & Automobile Liability Workers’ Compensation Excess Liability Comprehensive Crime Coverage
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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.

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.

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 13. Deferred Compensation

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

Lincoln Investment Planning MetLife	Primerica Vanguard	AXA Equitable
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SOUTHERN REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2024 (continued)

Note 14. Compensated Absences

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2024, the liability for compensated absences reported was \$5,072,931.

Note 15. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB) Statement No. 77, a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the 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 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 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 16. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund 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 \$390,711.

SOUTHERN REGIONAL SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 17. Fund Balances

General Fund – Of the \$22,466,716 General Fund balance at June 30, 2024, \$12,106,013 has been restricted for the Capital Reserve Account; \$4,577,826 has been restricted for the Maintenance Reserve Account; \$1,600,000 has been restricted for the Tuition Reserve Account; \$253,136 has been restricted for the Unemployment Reserve Account; \$390,711 has been restricted for excess surplus; \$618,310 is assigned to designated for subsequent year’s expenditures; \$1,308,470 has been assigned to other purposes and \$1,612,250 has been unassigned.

Special Revenue Fund – Of the \$976,857 Special Revenue Fund balance at June 30, 2024, \$774,757 is restricted for future student activities and \$202,100 is restricted for future scholarships.

Capital Projects Fund – Of the \$7,375,331 Capital Projects Fund balance at June 30, 2024, \$7,034,890 is restricted for capital projects and \$340,441 is assigned to other purposes.

Debt Service Fund – Of the \$26 Debt Service Fund balance at June 30, 2024, \$26 is restricted for future debt service payments.

Note 18. Deficit in Net Position

Unrestricted Net Position – The District’s governmental activities had a deficit in unrestricted net position in the amount of \$(15,253,434). The primary causes of the deficit are the District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employees’ Retirement System (PERS) as of June 30, 2024. This deficit in unrestricted net position for governmental activities does not indicate that the District is facing financial difficulties.

Note 19. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2024 and December 18, 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 District that would require disclosure.

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REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**SOUTHERN 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		
Revenues:						
Local Tax Levy	10-1210	\$ 50,254,950	\$ -	\$ 50,254,950	\$ 50,254,950	\$ -
Tuition from Individuals	10-1310	-	-	-	123,147	123,147
Tuition from Other LEA's Within the State	10-1320	6,823,280	-	6,823,280	6,700,780	(122,500)
Transportation	10-1420	700,000	-	700,000	721,273	21,273
Interest on Capital Reserve Funds	10-1511	1,500	-	1,500	1,500	-
Interest on Maintenance Reserve Funds	10-1512	500	-	500	500	-
Miscellaneous Revenues	10-1990	80,000	-	80,000	1,472,489	1,392,489
Total Local Sources		57,860,230	-	57,860,230	59,274,639	1,414,409
State Sources:						
Categorical Security Aid	10-3177	279,061	-	279,061	279,061	-
Categorical Transportation Aid	10-3121	1,189,934	-	1,189,934	1,189,934	-
Categorical Special Education Aid	10-3132	2,466,974	-	2,466,974	2,466,974	-
Extraordinary Aid	10-3131	150,000	-	150,000	801,186	651,186
Non-Public Transportation Aid	10-3190	-	-	-	15,015	15,015
Nonbudgeted:						
On-Behalf TPAF Pension Contributions	10-3901	-	-	-	8,918,649	8,918,649
On-Behalf TPAF Post-Retirement Medical Contributions	10-3903	-	-	-	2,427,330	2,427,330
On-Behalf TPAF Long Term Disability Insurance Contribution	10-3904	-	-	-	2,426	2,426
Reimbursed TPAF Social Security Contribution	10-3902	-	-	-	1,865,785	1,865,785
Total State Sources		4,085,969	-	4,085,969	17,966,360	13,880,391
Federal Sources:						
Medicaid Reimbursement	10-4200	20,959	-	20,959	23,294	2,335
Total Federal Sources		20,959	-	20,959	23,294	2,335
Total Revenues		61,967,158	-	61,967,158	77,264,293	15,297,135
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Grades 6 - 8	11-130-100-101	5,585,160	(75,000)	5,510,160	5,484,788	25,372
Grades 9 - 12	11-140-100-101	11,225,220	(51,913)	11,173,307	11,095,272	78,035
Health Benefits	11-130-100-270	3,953,931	(103,187)	3,850,744	3,350,731	500,013
Home Instruction:						
Salaries of Teachers	11-150-100-101	125,000	125,500	250,500	250,437	63
Purchased Professional/Education Services	11-150-100-320	40,000	914	40,914	26,523	14,391
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	72,945	-	72,945	72,945	-
Purchased Technical Services	11-190-100-340	126,375	-	126,375	124,287	2,088
Other Purchased Services	11-190-100-500	141,900	(11,575)	130,325	60,039	70,286
General Supplies	11-190-100-610	1,167,525	(51,502)	1,116,023	771,928	344,095
Textbooks	11-190-100-640	204,075	9,584	213,659	105,111	108,548
Other Objects	11-190-100-800	53,280	(3,303)	49,977	32,841	17,136
Total Regular Programs		22,695,411	(160,482)	22,534,929	21,374,902	1,160,027
Special Education:						
Learning and/or Language Disabilities:						
Salaries of Teachers	11-205-100-101	375,929	(5,759)	370,170	354,100	16,070
Other Salaries for Instruction	11-205-100-106	40,192	-	40,192	40,192	-
Health Benefits	11-205-100-270	158,000	-	158,000	136,351	21,649
General Supplies	11-205-100-610	9,000	2,702	11,702	8,300	3,402
Textbooks	11-205-100-640	1,900	-	1,900	-	1,900
Other Objects	11-205-100-800	6,850	-	6,850	1,837	5,013
Total Learning and/or Language Disabilities		591,871	(3,057)	588,814	540,780	48,034

**SOUTHERN 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		
Behavior Disabilities:						
Salaries of Teachers	11-209-100-101	333,227	-	333,227	333,227	-
Other Salaries for Instruction	11-209-100-106	177,819	-	177,819	165,599	12,220
Health Benefits	11-209-100-270	232,000	-	232,000	219,823	12,177
Other Purchased Services	11-209-100-500	200	-	200	-	200
General Supplies	11-209-100-610	10,000	-	10,000	4,599	5,401
Textbooks	11-209-100-640	500	-	500	-	500
Other Objects	11-209-100-800	1,000	-	1,000	-	1,000
Total Behavioral Disabilities		754,746	-	754,746	723,248	31,498
Resource Room:						
Salaries of Teachers	11-213-100-101	4,102,531	(168,782)	3,933,749	3,845,122	88,627
Other Salaries for Instruction	11-213-100-106	320,384	(17,001)	303,383	160,338	143,045
Health Benefits	11-213-100-270	782,931	-	782,931	714,347	68,584
General Supplies	11-213-100-610	6,000	-	6,000	3,520	2,480
Textbooks	11-213-100-640	7,500	(2,000)	5,500	2,386	3,114
Total Resource Room		5,219,346	(187,783)	5,031,563	4,725,713	305,850
Special Education Instruction:						
Salaries of Teachers	11-214-100-101	252,438	2,502	254,940	254,940	-
Other Salaries for Instruction	11-214-100-106	653,785	(50,971)	602,814	505,059	97,755
Health Benefits	11-214-100-270	385,000	-	385,000	270,263	114,737
Purchased Professional/Education Services	11-214-100-320	89,000	48,469	137,469	117,146	20,323
Other Purchased Services	11-214-100-500	2,000	-	2,000	1,705	295
General Supplies	11-214-100-610	7,500	3,070	10,570	9,115	1,455
Total Special Education Instruction		1,389,723	3,070	1,392,793	1,158,228	234,565
Total Special Education		7,955,686	(187,770)	7,767,916	7,147,969	619,947
Basic Skills/Remedial Instruction:						
Other Salaries for Instruction	11-230-100-106	18,500	-	18,500	16,529	1,971
General Supplies	11-230-100-610	1,100	-	1,100	94	1,006
Textbooks	11-230-100-640	930	-	930	-	930
Total Basic Skills/Remedial Instruction		20,530	-	20,530	16,623	3,907
Bilingual Education - Instruction:						
General Supplies	11-240-100-610	1,000	-	1,000	-	1,000
Textbooks	11-240-100-640	1,000	-	1,000	-	1,000
Total Bilingual Education - Instruction:		2,000	-	2,000	-	2,000
School Sponsored Co-Curricular Activities:						
Salaries	11-401-100-100	425,103	(17,225)	407,878	407,003	875
Other Objects	11-401-100-800	61,680	5,568	67,248	64,841	2,407
Total School Sponsored Co-Curricular Activities		486,783	(11,657)	475,126	471,844	3,282
School Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	1,188,786	44,613	1,233,399	1,233,368	31
Health Benefits	11-402-100-270	32,076	-	32,076	29,100	2,976
Other Purchased Services	11-402-100-500	6,500	(1,300)	5,200	3,938	1,262
Supplies and Materials	11-402-100-600	157,680	19,644	177,324	175,321	2,003
Other Objects	11-402-100-800	263,500	70,462	333,962	329,372	4,590
Total School Sponsored Athletics Instruction		1,648,542	133,419	1,781,961	1,771,099	10,862
Total Other Instructional Programs		2,157,855	121,762	2,279,617	2,259,566	20,051
Undistributed Expenditures:						
Instruction :						
Tuition to Other LEAs Within the State - Special	11-000-100-562	40,000	(1,604)	38,396	17,651	20,745
Tuition to County Vocational District/Regular Day Schools	11-000-100-563	138,720	-	138,720	134,069	4,651
Tuition to County Special Services District/Regional Day Schools	11-000-100-565	-	169	169	-	169
Tuition to Private School for the Disabled - State	11-000-100-566	667,129	122,815	789,944	550,798	239,146
Tuition to State Facilities	11-000-100-568	41,075	-	41,075	41,075	-
Tuition - Other	11-000-100-569	40,000	-	40,000	1,014	38,986
Total Undistributed Expenditures - Instruction		926,924	121,380	1,048,304	744,607	303,697

**SOUTHERN 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	154,421	64,055	218,476	217,904	572
Health Benefits	11-000-211-270	65,296	(859)	64,437	63,432	1,005
Supplies and Materials	11-000-211-600	1,000	-	1,000	798	202
Total Attendance & Social Work Services		220,717	63,196	283,913	282,134	1,779
Health Services:						
Salaries	11-000-213-100	289,996	(8,036)	281,960	281,038	922
Unused Vacation Payment to Terminated/Retired Staff	11-000-213-199	37,500	(889)	36,611	30,500	6,111
Health Benefits	11-000-213-270	59,066	859	59,925	58,851	1,074
Other Purchased Services	11-000-213-500	1,000	-	1,000	-	1,000
Supplies and Materials	11-000-213-600	12,000	919	12,919	12,919	-
Total Health Services		399,562	(7,147)	392,415	383,308	9,107
Other Support Services - Students - Related Services:						
Salaries of Teachers	11-000-216-100	437,634	(1,026)	436,608	431,397	5,211
Health Benefits	11-000-216-270	81,188	-	81,188	80,095	1,093
Purchased Professional/Education Services	11-000-216-320	-	14,050	14,050	14,050	-
Supplies and Materials	11-000-216-600	1,500	-	1,500	1,385	115
Total Other Support Services - Students - Related Services		520,322	13,024	533,346	526,927	6,419
Other Support Services - Students - Extra Services:						
Salaries	11-000-217-100	1,166,596	(78,966)	1,087,630	1,036,646	50,984
Health Benefits	11-000-217-270	647,025	-	647,025	638,242	8,783
Total Other Support Services - Students - Extra Services		1,813,621	(78,966)	1,734,655	1,674,888	59,767
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	1,203,036	283	1,203,319	1,163,916	39,403
Salaries of Secretarial & Clerical Assistants	11-000-218-105	166,995	-	166,995	166,995	-
Other Salaries	11-000-218-110	40,000	(283)	39,717	32,441	7,276
Health Benefits	11-000-218-270	395,079	-	395,079	388,121	6,958
Other Purchased Services	11-000-218-500	700	-	700	-	700
Supplies and Materials	11-000-218-600	16,500	75,000	91,500	69,649	21,851
Other Objects	11-000-218-800	7,000	-	7,000	6,980	20
Total Other Support Services - Students - Regular		1,829,310	75,000	1,904,310	1,828,102	76,208
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	1,130,246	205,533	1,335,779	1,152,918	182,861
Salaries of Secretarial & Clerical Assistants	11-000-219-105	168,536	(3,850)	164,686	147,862	16,824
Other Salaries	11-000-219-110	30,000	1,193	31,193	31,193	-
Health Benefits	11-000-219-270	303,725	-	303,725	300,092	3,633
Purchased Professional/Education Services	11-000-219-320	38,776	1,320	40,096	23,586	16,510
Other Purchased Services	11-000-219-500	1,000	-	1,000	955	45
Supplies and Materials	11-000-219-600	4,581	-	4,581	3,015	1,566
Other Objects	11-000-219-800	3,943	-	3,943	1,013	2,930
Total Other Support Services - Students - Special Services		1,680,807	204,196	1,885,003	1,660,634	224,369
Improvement of Instruction Services/Other Support Services - Instructional Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	399,782	(4,744)	395,038	390,450	4,588
Salaries of Secretarial & Clerical Assistants	11-000-221-105	169,960	-	169,960	169,960	-
Health Benefits	11-000-221-270	203,487	-	203,487	200,407	3,080
Total Improvement of Instruction Services/Other Support Services - Instructional Staff		773,229	(4,744)	768,485	760,817	7,668
Educational Media Services/School Library:						
Salaries	11-000-222-100	347,814	919	348,733	346,582	2,151
Health Benefits	11-000-222-270	148,279	-	148,279	145,955	2,324
Other Purchased Services	11-000-222-500	150	-	150	-	150
Supplies and Materials	11-000-222-600	42,275	5,792	48,067	30,345	17,722
Other Objects	11-000-222-800	1,500	-	1,500	-	1,500
Total Educational Media Services/School Library		540,018	6,711	546,729	522,882	23,847
Support Services Instructional Staff Training Service:						
Salaries of Other Professional	11-000-223-110	2,000	3,824	5,824	4,658	1,166
Total Support Services Instructional Staff Training Services		2,000	3,824	5,824	4,658	1,166
Support Services General Administration:						
Salaries	11-000-230-100	602,918	-	602,918	602,917	1
Health Benefits	11-000-230-270	74,554	(124)	74,430	73,430	1,000
Legal Services	11-000-230-331	40,000	-	40,000	30,606	9,394
Audit Services	11-000-230-332	43,000	-	43,000	40,000	3,000
Architectural/Engineering Services	11-000-230-334	30,000	-	30,000	24,335	5,665
Other Purchased Professional Services	11-000-230-339	130,000	-	130,000	122,784	7,216
Other Purchased Services	11-000-230-590	154,500	-	154,500	108,580	45,920
Supplies & Materials	11-000-230-610	10,500	4,406	14,906	5,892	9,014
Miscellaneous Expenditures	11-000-230-890	21,250	(583)	20,667	16,694	3,973
BOE Membership Dues & Fees	11-000-230-895	25,000	683	25,683	25,683	-
Total Support Services General Administration		1,131,722	4,382	1,136,104	1,050,921	85,183

**SOUTHERN 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 School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	1,179,189	-	1,179,189	1,179,189	-
Salaries of Secretarial & Clerical Assistants	11-000-240-105	554,960	-	554,960	523,211	31,749
Health Benefits	11-000-240-270	438,352	(51,585)	386,767	382,262	4,505
Other Purchased Services	11-000-240-500	200	-	200	157	43
Supplies and Materials	11-000-240-600	44,100	973	45,073	41,780	3,293
Other Objects	11-000-240-800	96,500	2,197	98,697	47,549	51,148
Total Support Services School Administration		2,313,301	(48,415)	2,264,886	2,174,148	90,738
Central Services:						
Salaries	11-000-251-100	664,100	(14,891)	649,209	649,208	1
Health Benefits	11-000-251-270	210,598	-	210,598	207,344	3,254
Purchased Professional Services	11-000-251-330	30,000	-	30,000	21,059	8,941
Purchased Technical Services	11-000-251-340	45,000	-	45,000	40,666	4,334
Other Purchased Services	11-000-251-592	25,000	(904)	24,096	13,050	11,046
Supplies & Materials	11-000-251-600	9,000	7,330	16,330	14,287	2,043
Miscellaneous Expenditures	11-000-251-890	6,000	-	6,000	5,678	322
Total Central Services		989,698	(8,465)	981,233	951,292	29,941
Administrative Information Technology:						
Salaries	11-000-252-100	376,942	77,664	454,606	418,596	36,010
Health Benefits	11-000-252-270	84,592	(10,284)	74,308	73,000	1,308
Purchased Technical Services	11-000-252-340	82,400	4,445	86,845	86,321	524
Other Purchased Services	11-000-252-500	1,000	-	1,000	-	1,000
Supplies & Materials	11-000-252-600	30,000	9,890	39,890	33,932	5,958
Total Administrative Information Technology		574,934	81,715	656,649	611,849	44,800
Allowance Maintenance for School Facilities:						
Salaries	11-000-261-100	896,264	-	896,264	890,537	5,727
Health Benefits	11-000-261-270	308,463	6,636	315,099	309,450	5,649
Cleaning, Repair & Maintenance Services	11-000-261-420	884,550	180,485	1,065,035	932,689	132,346
General Supplies	11-000-261-610	350,000	22,528	372,528	350,011	22,517
Total Allowance Maintenance for School Facilities		2,439,277	209,649	2,648,926	2,482,687	166,239
Other Operation & Maintenance of Plant Services:						
Salaries	11-000-262-100	1,147,951	-	1,147,951	1,059,320	88,631
Salaries of Non-Instructional Aides	11-000-262-107	78,000	-	78,000	58,854	19,146
Health Benefits	11-000-262-270	530,556	(6,636)	523,920	515,755	8,165
Cleaning, Repair & Maintenance Services	11-000-262-420	85,000	448	85,448	77,100	8,348
Other Purchased Property Services	11-000-262-490	180,000	(14,138)	165,862	142,230	23,632
Insurance	11-000-262-520	389,400	-	389,400	386,197	3,203
General Supplies	11-000-262-610	250,000	16,810	266,810	243,463	23,347
Energy (Natural Gas)	11-000-262-621	350,000	-	350,000	249,016	100,984
Energy (Electricity)	11-000-262-622	1,000,000	-	1,000,000	904,936	95,064
Other Objects	11-000-262-800	19,000	(1,900)	17,100	10,204	6,896
Total Other Operation & Maintenance of Plant Services		4,029,907	(5,416)	4,024,491	3,647,075	377,416
Care & Upkeep of Grounds:						
Salaries	11-000-263-100	299,809	-	299,809	281,717	18,092
Health Benefits	11-000-263-270	166,456	-	166,456	164,324	2,132
Cleaning, Repair & Maintenance Services	11-000-263-420	150,000	14,486	164,486	156,136	8,350
General Supplies	11-000-263-610	200,000	(12,986)	187,014	184,986	2,028
Total Care & Upkeep of Grounds		816,265	1,500	817,765	787,163	30,602
Security:						
Salaries	11-000-266-100	350,022	(18,700)	331,322	331,176	146
Health Benefits	11-000-266-270	3,496	-	3,496	3,438	58
Purchased Professional & Technical Services	11-000-266-300	175,000	31,403	206,403	206,403	-
Total Security		528,518	12,703	541,221	541,017	204
Total Operation & Maintenance of Plant Services		7,813,967	218,436	8,032,403	7,457,942	574,461

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

ACCOUNT NUMBERS	JUNE 30, 2024				ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET			
Student Transportation Services:						
Salaries of Non-Instructional Aides	11-000-270-107	170,400	-	170,400	170,142	258
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	2,193,296	104,029	2,297,325	2,294,620	2,705
Salaries for Pupil Transportation (Other Than Between Home & School) - Regular	11-000-270-162	350,000	29,980	379,980	363,543	16,437
Health Benefits	11-000-270-270	1,772,352	-	1,772,352	1,745,641	26,711
Cleaning, Repair & Maintenance Services	11-000-270-420	300,000	(53,819)	246,181	237,029	9,152
Aid in Lieu of Payments - Nonpublic	11-000-270-503	50,000	-	50,000	31,458	18,542
Between Home & School - Vendors	11-000-270-511	700,000	75,675	775,675	775,675	-
Miscellaneous Purchased Services - Transportation	11-000-270-593	125,000	-	125,000	125,000	-
Supplies and Materials	11-000-270-610	770,000	(109,525)	660,475	626,754	33,721
Other Objects	11-000-270-800	45,000	6,739	51,739	35,991	15,748
Total Student Transportation Services		6,476,048	53,079	6,529,127	6,405,853	123,274
Unallocated Benefits - Employee Benefits:						
Social Security Contributions	11-000-291-220	975,000	46,713	1,021,713	1,000,686	21,027
Other Retirement Benefits - PERS	11-000-291-241	1,422,000	(141,713)	1,280,287	1,248,243	32,044
Other Retirement Benefits - Regular	11-000-291-249	70,000	-	70,000	67,759	2,241
Worker's Compensation	11-000-291-260	650,000	(75,000)	575,000	516,353	58,647
Health Benefits	11-000-291-270	390,500	117,969	508,469	447,803	60,666
Tuition Reimbursement	11-000-291-280	130,000	2,183	132,183	68,801	63,382
Unused Sick Payment to Terminated/Retired Staff	11-000-291-299	211,213	73,165	284,378	213,943	70,435
Total Unallocated Benefits - Employee Benefits		3,848,713	23,317	3,872,030	3,563,588	308,442
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	8,918,649	(8,918,649)
On-Behalf TPAF Post-Retirement Medical Contribution		-	-	-	2,427,330	(2,427,330)
On-Behalf TPAF Long Term Disability Insurance Contribution		-	-	-	2,426	(2,426)
Reimbursed TPAF Social Security Contribution		-	-	-	1,865,785	(1,865,785)
Total Nonbudgeted		-	-	-	13,214,190	(13,214,190)
Total Undistributed Expenditures		31,854,893	720,523	32,575,416	43,818,740	(11,243,324)
Total Expenditures - Current Expense		64,663,845	494,033	65,157,878	74,601,177	(9,443,299)
Capital Outlay:						
Increase in Capital Reserve	10-604	509,160	-	509,160	-	509,160
Increase in Maintenance Reserve	10-606	500	-	500	-	500
Equipment:						
Regular Programs - Instruction:						
School Sponsored & Other Instructional Programs	12-402-100-730	40,000	(21,260)	18,740	18,740	-
Undistributed Expenditures:						
Instruction	12-000-100-730	92,830	189,019	281,849	64,503	217,346
Support Services- Child Study Team	12-000-219-730	2,200	2,000	4,200	3,755	445
School Administration	12-000-240-730	-	46,487	46,487	46,487	-
Required Maintenance for School Facilities	12-000-261-730	643,840	26,998	670,838	428,963	241,875
Custodial Services	12-000-262-730	79,450	3,462	82,912	62,247	20,665
Care and Upkeep of Grounds	12-000-263-730	115,000	32,382	147,382	66,835	80,547
Student Transportation:						
School Buses - Regular	12-000-270-733	930,000	495,634	1,425,634	741,725	683,909
Total Equipment		1,903,320	774,722	2,678,042	1,433,255	1,244,787

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

ACCOUNT NUMBERS	JUNE 30, 2024			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET			
Facilities Acquisition & Construction Services: Assessment for Debt Service on SDA Funding	12-000-400-896	38,250	-	38,250	38,250	-
Total Facilities Acquisition & Construction Services		38,250	-	38,250	38,250	-
Total Capital Outlay		2,451,230	774,722	3,225,952	1,471,505	1,754,447
Total Expenditures		67,115,075	1,268,755	68,383,830	76,072,682	(7,688,852)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(5,147,917)	(1,268,755)	(6,416,672)	1,191,611	7,608,283
Other Financing Sources/(Uses): Transfer to Capital Projects		-	(3,376,756)	(3,376,756)	(3,376,756)	-
Total Other Financing Sources/(Uses)		-	(3,376,756)	(3,376,756)	(3,376,756)	-
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing Sources/(Uses)		(5,147,917)	(4,645,511)	(9,793,428)	(2,185,145)	7,608,283
Fund Balances, July 1		25,030,517	-	25,030,517	25,030,517	-
Fund Balances, June 30		<u>\$ 19,882,600</u>	<u>\$ (4,645,511)</u>	<u>\$ 15,237,089</u>	<u>\$ 22,845,372</u>	<u>\$ 7,608,283</u>

RECAPITULATION OF BUDGET TRANSFERS

Prior Year Encumbrances	\$ 1,268,755
Transfer to Capital Projects	<u>3,376,756</u>
Total	<u>\$ 4,645,511</u>

RECAPITULATION OF FUND BALANCE:

Restricted for:	
Capital Reserve	\$ 12,106,013
Maintenance Reserve	4,577,826
Tuition Reserve	1,600,000
Bus Advertising Revenue Reserve for Fuel Costs - Designated for Subsequent Year	
Excess Surplus	390,711
Unemployment Compensation	253,136
Assigned to:	
Year-End Encumbrances	1,308,470
Designated for Subsequent Year's Expenditures	618,310
Unassigned Fund Balance	<u>1,990,906</u>
Subtotal	22,845,372
Reconciliation to Governmental Fund Statements (GAAP):	
Last Two State Aid Payments Not Recognized on GAAP Basis	<u>(378,656)</u>
Fund Balance Per Governmental Funds (GAAP)	<u>\$ 22,466,716</u>

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

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Revenues:					
Federal Sources	\$ 1,011,197	\$ 796,716	\$ 1,807,913	\$ 1,519,623	\$ (288,290)
State Sources	27,538	70,303	97,841	143,126	45,285
Local Sources	1,115,000	20,000	1,135,000	1,770,384	635,384
Total Revenues	2,153,735	887,019	3,040,754	3,433,133	392,379
Expenditures:					
Instruction:					
Salaries of Teachers	52,311	300,831	353,142	344,748	8,394
Purchased Professional Technical Services	27,000	-	27,000	26,125	875
Other Professional Services	675,115	(51,272)	623,843	618,005	5,838
General Supplies	99,831	352,762	452,593	237,326	215,267
Textbooks	-	1,472	1,472	1,472	-
Total Instruction	854,257	603,793	1,458,050	1,227,676	230,374
Support Services:					
Salaries	24,290	32,051	56,341	53,223	3,118
Personal Services - Employee Benefits	50,802	24,009	74,811	73,514	1,297
Purchased Professional Services	16,534	14,938	31,472	9,324	22,148
Other Purchased Services	10,040	20,000	30,040	29,774	266
Supplies and Materials	4,040	1,000	5,040	4,942	98
Scholarships	115,000	-	115,000	164,000	(49,000)
Student Activities	1,000,000	-	1,000,000	1,359,188	(359,188)
Total Support Services	1,220,706	91,998	1,312,704	1,693,965	(381,261)
Facilities Acquisition & Construction Services:					
Buildings	77,978	44,022	122,000	121,517	483
Instructional Equipment	794	147,206	148,000	147,721	279
Total Facilities Acquisition & Construction Services	78,772	191,228	270,000	269,238	762
Total Expenditures	2,153,735	887,019	3,040,754	3,190,879	(150,125)
Total Outflows	2,153,735	887,019	3,040,754	3,190,879	(150,125)
Excess/(Deficiency) of Revenues Over/(Under)					
Expenditures & Other Financing Sources/(Uses)	-	-	-	242,254	242,254
Fund Balances, July 1	734,603	-	734,603	734,603	-
Fund Balances, June 30	\$ 734,603	\$ -	\$ 734,603	\$ 976,857	\$ 242,254

Recapitulation of Fund Balance:

Restricted for:	
Scholarships	\$ 202,100
Student Activities	774,757
Total Fund Balance	\$ 976,857

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

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**SOUTHERN 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)	\$ 77,264,293	\$ 3,433,133
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Federal Share	-	625,308
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	342,764	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(378,656)	-
	\$ 77,228,401	\$ 4,058,441
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)		
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 76,072,682	\$ 3,190,879
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.		
Facilities Acquisition & Construction Services	-	625,308
	\$ 76,072,682	\$ 3,816,187
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)		

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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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**SOUTHERN REGIONAL SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
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	0.92974%	0.08989%	0.09176%	0.09317%	0.09326%	0.09418%	0.09434%	0.09919%	0.09991%	0.10028%
School District's proportionate share of the net pension liability	\$13,466,660	\$13,566,356	\$10,870,082	\$15,194,011	\$16,803,832	\$18,543,697	\$21,961,589	\$29,377,340	\$22,427,635	\$18,775,162
District's covered-employee payroll	\$7,463,400	\$7,231,231	\$6,973,365	\$6,732,167	\$6,603,290	\$6,595,769	\$6,508,328	\$6,587,503	\$7,630,036	\$7,640,555
School District's proportionate share of the net pension liability as a percentage of its covered payroll	180.44%	187.61%	155.88%	225.69%	254.48%	281.15%	337.44%	445.96%	293.94%	245.73%
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%	47.93%	52.08%

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

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

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 1,242,619	\$ 1,133,616	\$ 1,074,590	\$ 1,019,261	\$ 907,134	\$ 936,793	\$ 873,989	\$ 881,193	\$ 858,952	\$ 826,694
Contributions in relation to the contractually required contribution	(1,242,619)	(1,133,616)	(1,074,590)	(1,019,261)	(907,134)	(936,793)	(873,989)	(881,193)	(858,952)	(826,694)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 7,463,400	\$ 7,231,231	\$ 6,973,365	\$ 6,732,167	\$ 6,603,290	\$ 6,595,769	\$ 6,508,328	\$ 6,587,503	\$ 7,630,036	\$ 7,640,555
Contributions as a percentage of covered-employee payroll	16.65%	15.68%	15.41%	15.14%	13.74%	14.20%	13.43%	13.38%	11.26%	10.82%

**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.

SOUTHERN REGIONAL SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 TEACHERS' PENSION AND ANNUITY FUND (TPAF)
 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	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$
State's proportionate share of the net pension liability associated with the School District	110,797,231	108,556,222	99,982,421	137,370,006	130,528,131	137,625,054	143,836,424	170,595,322	136,265,190	116,015,121
	\$ 110,797,231	\$ 108,556,222	\$ 99,982,421	\$ 137,370,006	\$ 130,528,131	\$ 137,625,054	\$ 143,836,424	\$ 170,595,322	\$ 136,265,190	\$ 116,015,121
District's covered-employee payroll	\$ 25,955,647	\$ 25,173,933	\$ 24,448,507	\$ 24,123,537	\$ 23,585,878	\$ 22,841,848	\$ 22,308,163	\$ 22,248,437	\$ 23,452,825	\$ 22,556,801
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%	24.60%	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).

**SOUTHERN 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 Postemployment Benefits (GASB 75)

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

	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability Associated with the District							
Service Cost	\$ 4,537,164	\$ 5,826,838	\$ 6,544,337	\$ 3,671,399	\$ 3,698,326	\$ 4,231,435	\$ 5,099,973
Interest Cost	4,761,045	3,440,435	3,989,893	3,808,091	4,708,928	5,051,741	4,366,278
Differences between Expected and Actual	(618,860)	4,873,443	(24,316,118)	28,177,504	(19,815,573)	(11,334,630)	-
Changes of Assumptions	272,477	(34,826,000)	151,741	31,140,324	1,588,785	(13,719,117)	(17,606,068)
Contributions: Member	122,009	109,326	102,002	89,956	96,962	110,485	118,047
Gross Benefit Payments	(3,711,312)	(3,407,852)	(3,142,918)	(2,967,867)	(3,271,006)	(3,196,761)	(3,205,828)
Net Change in Total OPEB Liability Associated with District	5,362,523	(23,983,810)	(16,671,063)	63,919,407	(12,993,578)	(18,856,847)	(11,227,598)
Total OPEB Liability Associated with District (Beginning)	129,822,313	153,806,123	170,477,186	106,557,779	119,551,357	138,408,204	149,635,802
Total OPEB Liability Associated with District (Ending)	<u>\$ 135,184,836</u>	<u>\$ 129,822,313</u>	<u>\$ 153,806,123</u>	<u>\$ 170,477,186</u>	<u>\$ 106,557,779</u>	<u>\$ 119,551,357</u>	<u>\$ 138,408,204</u>
District's Covered Employee Payroll	33,419,047	33,419,047	30,855,704	30,815,557	30,318,045	29,445,138	28,903,932
Net OPEB Liability Associated with District as a Percentage of Payroll	404.51%	388.47%	498.47%	553.22%	351.47%	406.01%	478.86%

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.

**SOUTHERN REGIONAL SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
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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**SOUTHERN REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2024**

	NONPUBLIC NURSING SERVICES	NONPUBLIC TEXTBOOKS	NONPUBLIC TECHNOLOGY	NONPUBLIC CORRECTIVE SPEECH	NONPUBLIC SUPPLEMENTAL INSTRUCTION	AUXILIARY SERVICES NONPUBLIC COMPENSATORY EDUCATION	NONPUBLIC EXAM & CLASSIFICATION
Revenues:							
State Sources	\$ 3,452	\$ 1,472	\$ 857	\$ 986	\$ 3,403	\$ 7,013	\$ 4,426
Total Revenues	<u>\$ 3,452</u>	<u>\$ 1,472</u>	<u>\$ 857</u>	<u>\$ 986</u>	<u>\$ 3,403</u>	<u>\$ 7,013</u>	<u>\$ 4,426</u>
Expenditures:							
Instruction:							
Purchased Professional Services	\$ 3,452	\$ -	\$ 857	\$ 986	\$ 3,403	\$ 7,013	\$ 4,426
Textbooks	-	1,472	-	-	-	-	-
Total Instruction	<u>3,452</u>	<u>1,472</u>	<u>857</u>	<u>986</u>	<u>3,403</u>	<u>7,013</u>	<u>4,426</u>
Total Expenditures	<u>3,452</u>	<u>1,472</u>	<u>857</u>	<u>986</u>	<u>3,403</u>	<u>7,013</u>	<u>4,426</u>
Fund Balance, July 1	-	-	-	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	IDEA PART B BASIC REGULAR	SDA EMERGENT NEEDS	ARP HOMELESS CHILDREN AND YOUTH	ESSER III MENTAL HEALTH	ESSER III SUMMER LEARNING	ESSER III ACCELERATED LEARNING	ESSER III
Revenues:							
Federal Sources	\$ 637,905	\$ -	\$ 20,706	\$ 81,611	\$ 30,144	\$ 130,402	\$ 234,674
State Sources	-	121,517	-	-	-	-	-
Total Revenues	\$ 637,905	\$ 121,517	\$ 20,706	\$ 81,611	\$ 30,144	\$ 130,402	\$ 234,674
Expenditures:							
Instruction:							
Salaries of Teachers	\$ 4,500	\$ -	\$ -	\$ -	\$ 28,415	\$ -	\$ -
Purchased Professional/ Technical Services	5,988	-	-	-	-	-	-
Other Purchased Services	618,005	-	-	-	-	-	-
General Supplies	-	-	-	-	170	130,402	86,953
Total Instruction	628,493	-	-	-	28,585	130,402	86,953
Support Services:							
Salaries	-	-	-	53,223	-	-	-
Employee Benefits	344	-	-	28,388	1,559	-	-
Other Purchased Services	9,068	-	20,706	-	-	-	-
Total Support Services	9,412	-	20,706	81,611	1,559	-	-
Facilities Acquisition & Construction Services:							
Buildings	-	121,517	-	-	-	-	-
Instructional Equipment	-	-	-	-	-	-	147,721
Total Facilities Acquisition & Construction Services	-	121,517	-	-	-	-	147,721
Total Expenditures	637,905	121,517	20,706	81,611	30,144	130,402	234,674
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	TITLE II - PART A TEACHER & PRINCIPAL			LOCAL	STUDENT		TOTAL
	TITLE I PART A	TRAINING & RECRUITING	TITLE IV	GRANTS	ACTIVITIES	SCHOLARSHIPS	
Revenues:							
State Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 143,126
Federal Sources	302,959	46,572	34,650	-	-	-	1,519,623
Local Sources	-	-	-	4,942	1,500,971	264,471	1,770,384
Total Revenues	\$ 302,959	\$ 46,572	\$ 34,650	\$ 4,942	\$ 1,500,971	\$ 264,471	\$ 3,433,133
Expenditures:							
Instruction:							
Salaries of Teachers	\$ 265,860	\$ 24,132	\$ 21,841	\$ -	\$ -	\$ -	\$ 344,748
Purchased Professional / Technical Services	-	-	-	-	-	-	26,125
Other Purchased Services	-	-	-	-	-	-	618,005
General Supplies	16,761	-	3,040	-	-	-	237,326
Textbooks	-	-	-	-	-	-	1,472
Total Instruction	282,621	24,132	24,881	-	-	-	1,227,676
Support Services:							
Salaries	-	-	-	-	-	-	53,223
Employee Benefits	20,338	13,116	9,769	-	-	-	73,514
Purchased Professional Services	-	9,324	-	-	-	-	9,324
Other Purchased Services	-	-	-	-	-	-	29,774
Supplies & Materials	-	-	-	4,942	-	-	4,942
Student Activities	-	-	-	-	1,359,188	-	1,359,188
Scholarships	-	-	-	-	-	164,000	164,000
Total Support Services	20,338	22,440	9,769	4,942	1,359,188	164,000	1,693,965
Facilities Acquisition & Construction Services:							
Building	-	-	-	-	-	-	121,517
Instructional Equipment	-	-	-	-	-	-	147,721
Total Facilities Acquisition & Construction Services	-	-	-	-	-	-	269,238
Total Expenditures	302,959	46,572	34,650	4,942	1,359,188	164,000	3,190,879
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	141,783	100,471	242,254
Fund Balance, July 1	-	-	-	-	632,974	101,629	734,603
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ 774,757	\$ 202,100	\$ 976,857

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F. Capital Projects Fund

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

PROJECT TITLE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES		UNEXPENDED BALANCE JUNE 30, 2024
			PRIOR YEAR	CURRENT YEAR	
Middle School Window Project	07/25/14	\$ 689,400	\$ 532,934	\$ -	\$ 156,466
High School Renovations	02/24/14	7,480,875	5,220,623	-	2,260,252
Boiler Project	07/01/18	1,063,650	787,068	-	276,582
Track Resurfacing	01/06/20	1,800,000	-	-	1,800,000
Paving and Drainage- High School	03/11/20	1,290,313	1,087,451	-	202,862
High School Fields & HVAC	03/19/21	3,698,529	3,033,865	-	664,664
Middle School Improvements	12/08/21	656,640	647,707	-	8,933
High School Improvements	12/08/21	75,000	5,657	-	69,343
Administrative Building Improvements	12/08/21	325,000	259,008	-	65,992
High School Ground Improvements	02/09/22	2,292,000	454,314	133,399	1,704,287
Middle School HVAC	03/09/22	183,795	168,357	-	15,438
High School Renovations	02/28/24	3,258,031	-	2,229,257	1,028,774
Parking Lot	02/28/24	62,190	-	14,520	47,670
Bus Garage	02/28/24	56,535	-	15,780	40,755
Total		\$ 22,931,958	\$ 12,196,984	\$ 2,392,956	\$ 8,342,018

Reconciliation of Fund Balance	
Unexpended Project Balances	\$ 8,342,018
Total Fund Balance	<u>8,342,018</u>
Less: Unexpended State Aid- ROD Grants	<u>(966,687)</u>
Total Fund Balance	<u>\$ 7,375,331</u>

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

Revenues and Other Financing Sources:	
Bond Proceeds and Transfers	<u>\$ 3,376,756</u>
Total Revenues	<u>3,376,756</u>
Expenditures & Other Financing Uses:	
Other Financing Sources/(Uses):	
Other Purchased Professional and Technical Services	\$ 201,164
Construction Services	<u>2,191,792</u>
Total Expenditures & Other Financing Sources/(Uses)	<u>2,392,956</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	983,800
Fund Balance - Beginning	<u>7,358,218</u>
Fund Balance - Ending	<u><u>\$ 8,342,018</u></u>

**SOUTHERN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
MIDDLE SCHOOL WINDOW PROJECT
YEAR ENDED JUNE 30, 2024**

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources -- SCC Grant	\$ 275,760	\$ -	\$ 275,760	\$ 275,760
Bond Proceeds	413,640	-	413,640	413,640
Total Revenues and Other Financing Sources	689,400	-	689,400	689,400
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	35,840	-	35,840	35,840
Construction Services	497,094	-	497,094	653,560
Total Expenditures and Other Financing Uses	532,934	-	532,934	689,400
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>\$ 156,466</u>	<u>\$ -</u>	<u>\$ 156,466</u>	<u>\$ -</u>

Project Number	4950-060-14G2ZV
Grant Date	07/25/2014
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	689,220
Revised Authorized Cost	689,400
Additional Authorized Cost	180
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	0.00%
Original Target Completion Date	N/A
Revised Target Completion Date	N/A

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

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources -- SCC Grant	\$ 2,992,350	\$ -	\$ 2,992,350	\$ 2,992,350
Bond Proceeds	1,188,525	-	1,188,525	1,188,525
Transfer from Capital Reserve	3,300,000	-	3,300,000	3,300,000
Total Revenues and Other Financing Sources	7,480,875	-	7,480,875	7,480,875
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	388,979	-	388,979	388,979
Construction Services	4,831,644	-	4,831,644	7,091,896
Total Expenditures and Other Financing Uses	5,220,623	-	5,220,623	7,480,875
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 2,260,252	\$ -	\$ 2,260,252	\$ -

Project Number	4950-050-14-1001-G04
Grant Date	2/24/2014
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	7,480,875
Revised Authorized Cost	7,480,875
Additional Authorized Cost	-
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	69.79%
Original Target Completion Date	9/2017
Revised Target Completion Date	9/2017

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

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 1,063,650	\$ -	\$ 1,063,650	\$ 1,063,650
	<hr/>			
Total Revenues and Other Financing Sources	1,063,650	-	1,063,650	1,063,650
	<hr/>			
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	50,907	-	50,907	85,092
Construction Services	736,161	-	736,161	978,558
Transfer to Capital Reserve	-	-	-	37,368
	<hr/>			
Total Expenditures and Other Financing Uses	787,068	-	787,068	1,063,650
	<hr/>			
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 276,582	\$ -	\$ 276,582	\$ -
	<hr/> <hr/>			

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	570,000
Revised Authorized Cost	1,063,650
Additional Authorized Cost	493,650.00
Percentage Increase Over Original Authorized Cost	86.61%
Percentage Completion	74.00%
Original Target Completion Date	8/31/2019
Revised Target Completion Date	11/30/2020

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

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 1,800,000	\$ -	\$ 1,800,000	\$ 1,800,000
Total Revenues and Other Financing Sources	1,800,000	-	1,800,000	1,800,000
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	-	-	-	289,346
Construction Services	-	-	-	1,510,654
Total Expenditures and Other Financing Uses	-	-	-	1,800,000
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 1,800,000	\$ -	\$ 1,800,000	\$ -

Project Number	4950-050-20-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	1,800,000
Revised Authorized Cost	1,800,000
Additional Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	0.00%
Original Target Completion Date	8/3/2020
Revised Target Completion Date	N/A

**SOUTHERN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
PAVING AND DRAINAGE - HIGH SCHOOL
YEAR ENDED JUNE 30, 2024**

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 1,290,313	\$ -	\$ 1,290,313	\$ 1,290,313
Total Revenues and Other Financing Sources	1,290,313	-	1,290,313	1,290,313
Expenditures and Other Financing Uses:				
Construction Services	1,087,451	-	1,087,451	1,290,313
Total Expenditures and Other Financing Uses	1,087,451	-	1,087,451	1,290,313
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 202,862	\$ -	\$ 202,862	\$ -

Project Number	4950-050-20-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	1,290,313
Revised Authorized Cost	1,290,313
Additional Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	84.28%
Original Target Completion Date	12/1/2021
Revised Target Completion Date	N/A

**SOUTHERN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
HIGH SCHOOL FIELDS & HVAC
YEAR ENDED JUNE 30, 2024**

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 3,698,529	\$ -	\$ 3,698,529	\$ 3,698,529
Total Revenues and Other Financing Sources	<u>3,698,529</u>	<u>-</u>	<u>3,698,529</u>	<u>3,698,529</u>
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	136,713	-	136,713	121,027
Construction Services	2,897,152	-	2,897,152	3,577,502
Total Expenditures and Other Financing Uses	<u>3,033,865</u>	<u>-</u>	<u>3,033,865</u>	<u>3,698,529</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>\$ 664,664</u>	<u>\$ -</u>	<u>\$ 664,664</u>	<u>\$ -</u>

Project Number	4950-050-21-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	3,875,000
Revised Authorized Cost	3,698,529
Additional Authorized Cost	(176,471)
Percentage Increase Over Original Authorized Cost	-4.55%
Percentage Completion	82.03%
Original Target Completion Date	6/1/2022
Revised Target Completion Date	N/A

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

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 656,640	\$ -	\$ 656,640	\$ 656,640
Total Revenues and Other Financing Sources	<u>656,640</u>	<u>-</u>	<u>656,640</u>	<u>656,640</u>
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	166,704	-	166,704	166,704
Construction Services	481,003	-	481,003	489,936
Total Expenditures and Other Financing Uses	<u>647,707</u>	<u>-</u>	<u>647,707</u>	<u>656,640</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>\$ 8,933</u>	<u>\$ -</u>	<u>\$ 8,933</u>	<u>\$ -</u>

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	656,640
Revised Authorized Cost	656,640
Additional Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	98.64%
Original Target Completion Date	06/30/24
Revised Target Completion Date	N/A

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

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 75,000	\$ -	\$ 75,000	\$ 75,000
Total Revenues and Other Financing Sources	75,000	-	75,000	75,000
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	5,616	-	5,616	5,616
Construction Services	-	-	-	69,384
Total Expenditures and Other Financing Uses	5,616	-	5,616	75,000
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 69,384	\$ -	\$ 69,384	\$ -

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	75,000
Revised Authorized Cost	75,000
Additional Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	7.49%
Original Target Completion Date	06/30/24
Revised Target Completion Date	N/A

**SOUTHERN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
ADMINISTRATION BUILDING IMPROVEMENTS
YEAR ENDED JUNE 30, 2024**

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 325,000	\$ -	\$ 325,000	\$ 325,000
Total Revenues and Other Financing Sources	325,000	-	325,000	325,000
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	21,168	-	21,168	21,168
Construction Services	237,840	-	237,840	303,832
Total Expenditures and Other Financing Uses	259,008	-	259,008	325,000
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 65,992.00	\$ -	\$ 65,992	\$ -

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	325,000
Revised Authorized Cost	325,000
Additional Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	79.69%
Original Target Completion Date	6/30/2024
Revised Target Completion Date	N/A

**SOUTHERN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
HIGH SCHOOL GROUND IMPROVEMENTS
YEAR ENDED JUNE 30, 2024**

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 2,292,000	\$ -	\$ 2,292,000	\$ 2,292,000
Total Revenues and Other Financing Sources	<u>2,292,000</u>	<u>-</u>	<u>2,292,000</u>	<u>2,292,000</u>
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	133,214	10,186	143,400	122,693
Construction Services	321,100	123,213	444,313	2,169,307
Total Expenditures and Other Financing Uses	<u>454,314</u>	<u>133,399</u>	<u>587,713</u>	<u>2,292,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>\$ 1,837,686</u>	<u>\$ (133,399)</u>	<u>\$ 1,704,287</u>	<u>\$ -</u>

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	2,292,000
Revised Authorized Cost	2,292,000
Additional Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	25.64%
Original Target Completion Date	6/30/24
Revised Target Completion Date	N/A

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

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ 183,795	\$ -	\$ 183,795	\$ 183,795
	<hr/>			
Total Revenues and Other Financing Sources	183,795	-	183,795	183,795
	<hr/>			
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	168,357	-	168,357	183,795
	<hr/>			
Total Expenditures and Other Financing Uses	168,357	-	168,357	183,795
	<hr/>			
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 15,438.00	\$ -	\$ 15,438	\$ -
	<hr/> <hr/>			

Project Number	4950-060-22-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	183,795
Revised Authorized Cost	183,795
Additional Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	91.60%
Original Target Completion Date	6/30/24
Revised Target Completion Date	N/A

**SOUTHERN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
HIGH SCHOOL INTERIOR RENOVATIONS
YEAR ENDED JUNE 30, 2024**

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ -	\$ 3,258,031	\$ 3,258,031	\$ 3,258,031
	<hr/>			
Total Revenues and Other Financing Sources	-	3,258,031.00	3,258,031	3,258,031
	<hr/>			
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	-	160,678	160,678	390,963
Construction Services	-	2,068,579	2,068,579	2,867,068
	<hr/>			
Total Expenditures and Other Financing Uses	-	2,229,257.00	2,229,257	3,258,031
	<hr/>			
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ -	\$ 1,028,774	\$ 1,028,774	\$ -
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Project Number	4950-050-24-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	3,258,031
Revised Authorized Cost	3,258,031
Additional Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	68.42%
Original Target Completion Date	12/1/2026
Revised Target Completion Date	N/A

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

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ -	\$ 62,190	\$ 62,190	\$ 62,190
Total Revenues and Other Financing Sources	-	62,190	62,190	62,190
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	-	14,520	14,520	62,190
Total Expenditures and Other Financing Uses	-	14,520	14,520	62,190
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ -	\$ 47,670	\$ 47,670	\$ -

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	62,190
Revised Authorized Cost	62,190
Additional Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	23.35%
Original Target Completion Date	12/1/2026
Revised Target Completion Date	N/A

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

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ -	\$ 56,535	\$ 56,535	\$ 56,535
Total Revenues and Other Financing Sources	-	56,535	56,535	56,535
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	-	15,780	15,780	56,535
Total Expenditures and Other Financing Uses	-	15,780	15,780	56,535
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ -	\$ 40,755	\$ 40,755	\$ -

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	56,535
Revised Authorized Cost	56,535
Additional Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	27.91%
Original Target Completion Date	12/1/2026
Revised Target Completion Date	N/A

G. Proprietary Funds

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Enterprise Funds

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

ASSETS	BUSINESS-TYPE ACTIVITIES		
	FOOD SERVICE FUND	COMMUNITY EDUCATION	TOTAL
Current Assets:			
Cash & Cash Equivalents	\$ 425,013	\$ 12,134	\$ 437,147
Accounts Receivable:			
State	439	-	439
Federal	5,952	-	5,952
Other	5,213	-	5,213
Inventory	13,184	-	13,184
Total Current Assets	449,801	12,134	461,935
Noncurrent Assets:			
Furniture, Machinery & Equipment	796,633	-	796,633
Less: Accumulated Depreciation	(415,193)	-	(415,193)
Total Noncurrent Assets	381,440	-	381,440
Total Assets	831,241	12,134	843,375
LIABILITIES			
Current Liabilities:			
Unearned Revenue	19,537	-	19,537
Interfund Payable	38,980	-	38,980
Total Current Liabilities	58,517	-	58,517
Total Liabilities	58,517	-	58,517
NET POSITION			
Investment in Capital Assets	381,440	-	381,440
Unrestricted	391,284	12,134	403,418
Total Net Position	\$ 772,724	\$ 12,134	\$ 784,858

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

	<u>BUSINESS-TYPE ACTIVITIES</u>		
	FOOD		
	SERVICE	COMMUNITY	
	FUND	EDUCATION	TOTAL
Local Sources:			
Daily Sales - Reimbursable Programs	\$ 323,802	\$ -	\$ 323,802
Daily Sales Nonreimbursable Programs	278,393	-	278,393
Special Functions	55,720	-	55,720
Miscellaneous	18,753	4,930	23,683
	<hr/>		
Total Operating Revenue	676,668	4,930	681,598
	<hr/>		
Operating Expenses:			
Salaries	338,075	3,161	341,236
Employee Benefits	44,688	-	44,688
Cleaning, Repair & Maintenance Services	1,707	-	1,707
Other Purchased Services	97,442	-	97,442
Depreciation	53,365	-	53,365
Miscellaneous	4,680	-	4,680
Cost of Sales - Reimbursable Programs	427,192	-	427,192
Cost of Sales - Non-Reimbursable Programs	113,463	-	113,463
	<hr/>		
Total Operating Expenses	1,080,612	3,161	1,083,773
	<hr/>		
Operating/(Loss)/Gain	(403,944)	1,769	(402,175)
	<hr/>		
Nonoperating Revenues/(Expenses):			
State Sources:			
State School Lunch Program	9,663	-	9,663
State School Lunch Program - Reduced	5,713	-	5,713
State School Breakfast Program	873	-	873
Working Class Families State Supplement - Lunch	9,610	-	9,610
Working Class Families State Supplement - Break	2,037	-	2,037
Federal Sources:			
National School Lunch Program	268,889	-	268,889
Food Distribution Program	75,635	-	75,635
National School Breakfast Program	38,182	-	38,182
Supply Chain Assistance Grant	66,819	-	66,819
Pandemic EBT Admin Cost	653	-	653
Local Food for Schools Cooperative	2,722	-	2,722
Gain/(Loss) on Capital Asset	(21,079)	-	(21,079)
	<hr/>		
Total Nonoperating Revenues/ (Expenses)	459,717	-	459,717
	<hr/>		
Net Income/(Loss)	55,773	1,769	57,542
Net Position - Beginning,	716,951	10,365	727,316
	<hr/>		
Total Net Position - Ending	\$ 772,724	\$ 12,134	\$ 784,858
	<hr/>		

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

	<u>BUSINESS-TYPE ACTIVITIES</u>		
	FOOD SERVICE FUND	COMMUNITY EDUCATION	TOTAL
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 682,119	\$ 4,930	\$ 687,049
Payments to Suppliers	(703,244)	-	(703,244)
Payments to Employees	(338,075)	(3,161)	(341,236)
Payments for Employee Benefits	(44,688)	-	(44,688)
	<hr/>		
Net Cash Provided/(Used) by Operating Activities	(403,888)	1,769	(402,119)
	<hr/>		
Cash Flows From Capital Financing Activities:			
Purchase of Equipment	(228,298)	-	(228,298)
	<hr/>		
Net Cash Used by Capital Financing Activities	(228,298)	-	(228,298)
	<hr/>		
Cash Flows From Non-Capital Financing Activities:			
Cash Received from State & Federal Reimbursements	482,613	-	482,613
	<hr/>		
Net Cash Provided by Non-Capital Financing Activities	482,613	-	482,613
	<hr/>		
Net Increase/(Decrease) in Cash & Cash Equivalents	(149,573)	1,769	(147,804)
Cash & Cash Equivalents, July 1	574,586	10,365	584,951
	<hr/>		
Cash & Cash Equivalents, June 30	\$ 425,013	\$ 12,134	\$ 437,147
	<hr/>		

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

Operating Income/(Loss)	\$ (403,944)	\$ 1,769	\$ (402,175)
Adjustments to Reconcile Operating Income/(Loss) in Cash Provided/(Used) by Operating Activities:			
Depreciation Expense	53,365	-	53,365
Change in Assets & Liabilities:			
(Increase)/Decrease in Accounts Receivable	3,021	-	3,021
(Increase)/Decrease in Inventory	(1,906)	-	(1,906)
Increase/(Decrease) in Unearned Revenue	3,450	-	3,450
Increase/(Decrease) in Interfund Payable	(1,020)	-	(1,020)
Increase/(Decrease) in Accounts Payable	(56,854)	-	(56,854)
	<hr/>		
Total Adjustments	56	-	56
	<hr/>		
Net Cash Provided/(Used) by Operating Activities	\$ (403,888)	\$ 1,769	\$ (402,119)
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Internal Service Fund
Not applicable

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I. Long-Term Debt

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**SOUTHERN REGIONAL SCHOOL DISTRICT
DEBT SERVICE 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	
Fund Balance, July 1	26	-	26	26	-
Fund Balance, June 30	\$ 26	\$ -	\$ 26	\$ 26	\$ -

**SOUTHERN REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF COMPENSATED ABSENCES
JUNE 30, 2024**

	OUTSTANDING BALANCE			2023	ADDITIONS	DELETIONS	OUTSTANDING BALANCE	
	\$	5,053,887	\$	19,044	\$	-	\$	5,072,931
Governmental Compensated Absences	\$	5,053,887	\$	19,044	\$	-	\$	5,072,931
Total Compensated Absences	\$	5,053,887	\$	19,044	\$	-	\$	5,072,931

STATISTICAL SECTION (Unaudited)

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SOUTHERN REGIONAL HIGH SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
FISCAL YEAR ENDING JUNE 30,										
Governmental Activities:										
Net Investment in Capital Assets	\$ 45,441,690	\$ 42,114,248	\$ 40,533,769	\$ 36,202,082	\$ 35,692,410	\$ 34,480,582	\$ 27,614,073	\$ 24,134,579	\$ 23,371,388	\$ 2,362,258
Restricted	26,939,459	26,521,442	24,035,617	24,889,239	(48,600,968)	19,453,868	17,404,101	17,791,192	9,369,395	6,263,186
Unrestricted	(15,253,434)	(15,277,135)	(16,871,867)	(20,257,803)	(22,556,750)	(23,277,151)	(24,764,769)	(25,750,560)	(18,250,930)	206,634
Total Governmental Activities	\$ 57,127,715	\$ 53,358,555	\$ 47,697,519	\$ 40,833,518	\$ (35,465,308)	\$ 30,657,299	\$ 20,253,405	\$ 16,175,211	\$ 14,489,853	\$ 8,832,078
Business-Type Activities:										
Net Investment in Capital Assets	\$ 381,440	\$ 227,586	\$ 52,422	\$ 59,759	\$ 67,096	\$ 75,188	\$ 40,934	\$ 28,088	\$ 27,920	\$ 29,866
Unrestricted	403,418	499,730	404,154	65,983	(674)	16,224	66,271	108,003	123,510	128,761
Total Business-Type Activities	\$ 784,858	\$ 727,316	\$ 456,576	\$ 125,742	\$ 66,422	\$ 91,412	\$ 107,205	\$ 136,091	\$ 151,430	\$ 158,627
District-Wide:										
Net Investment in Capital Assets	\$ 45,823,130	\$ 42,341,834	\$ 40,586,191	\$ 36,261,842	\$ 35,759,506	\$ 34,555,770	\$ 27,655,007	\$ 24,162,667	\$ 23,399,308	\$ 23,722,124
Restricted	26,939,459	26,521,442	24,035,617	24,939,238	22,329,622	19,453,842	17,414,101	17,791,192	9,369,395	6,263,186
Unrestricted	(14,850,016)	(14,777,405)	(16,467,713)	(20,191,820)	(22,577,444)	(23,260,927)	(24,698,498)	(25,642,557)	(18,127,420)	335,395
Total District Net Position	\$ 57,912,573	\$ 54,085,871	\$ 48,154,095	\$ 41,009,260	\$ 35,511,684	\$ 30,748,685	\$ 20,370,610	\$ 16,311,302	\$ 14,641,283	\$ 30,320,705

**SOUTHERN REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 21,374,902	\$ 17,435,387	\$ 16,972,357	\$ 32,956,949	\$ 29,890,588	\$ 32,315,192	\$ 18,731,677	\$ 19,182,801	\$ 18,489,286	\$ 19,091,978
Special Education	8,375,645	7,294,255	7,426,260	11,825,370	11,094,985	10,103,495	6,982,113	6,801,483	7,049,052	7,990,020
Other Instruction	2,259,566	1,997,107	1,818,911	2,907,194	2,752,543	2,729,117	1,685,225	1,598,617	1,638,675	1,616,800
Support Services:										
Tuition	744,607	389,304	495,002	632,574	256,441	296,244	394,945	149,919	318,069	511,071
Student & Instruction Related Services	8,427,467	6,155,846	6,080,180	9,339,719	6,652,765	6,949,156	5,763,742	5,986,832	5,808,533	5,644,050
Health Services	383,308	311,436	301,760	-	-	-	-	-	-	-
Educational Media Services/School Library	522,882	368,516	342,910	-	-	-	-	-	-	-
School Administrative Services	2,174,148	1,745,448	1,707,010	2,530,697	2,172,031	2,324,640	2,140,788	2,171,609	2,080,591	1,946,543
General Administrative	1,055,579	948,116	965,893	1,119,362	1,170,865	1,165,139	992,498	1,062,092	916,905	880,399
Central Services	951,292	691,539	662,485	1,000,456	899,560	972,585	775,974	769,672	686,429	709,002
Administrative Information Technology	611,849	463,905	416,764	559,191	535,535	562,381	425,441	449,060	434,643	411,896
Plant Operations & Maintenance	6,486,019	6,128,541	6,230,641	7,862,250	7,051,845	7,438,059	6,172,943	5,585,388	5,545,534	5,286,919
Pupil Transportation	6,405,853	4,506,885	4,053,860	5,552,274	5,137,277	5,056,684	4,034,950	3,956,581	4,113,937	4,399,507
Employee Benefits	9,264,257	17,960,613	19,443,386	-	-	-	11,344,211	15,636,826	14,187,433	12,979,031
Special Schools	-	-	-	38,250	38,195	35,963	-	-	-	-
Unallocated Depreciation	38,250	38,250	-	-	-	-	1,514,415	1,527,815	1,562,443	2,022,111
Transfer to Enterprise Funds	2,370,177	2,177,080	1,915,848	-	27,000	125,285	-	-	-	-
Interest and Charges on Long Term Debt	-	-	-	-	-	-	48,890	52,909	7,262	104,369
Reduction of Capital Assets	-	-	-	-	-	-	-	281,582	560,105	102,258
Total Governmental Activities Expenses	\$71,445,801	\$68,612,228	\$68,833,267	\$76,324,286	\$67,679,630	\$70,073,940	\$61,007,812	\$65,213,186	\$63,398,897	\$63,695,954
Business-Type Activities:										
Food Service/Community Education	1,083,773	987,208	1,132,019	453,738	758,030	984,778	962,731	1,026,437	1,050,833	1,127,798
Total Business-Type Activities Expense	1,083,773	987,208	1,132,019	453,738	758,030	984,778	962,731	1,026,437	1,050,833	1,127,798
Total District Expenses	\$ 72,529,574	\$ 69,599,436	\$ 69,965,286	\$ 76,778,024	\$ 68,437,660	\$ 71,058,718	\$ 61,970,543	\$ 66,239,623	\$ 64,449,730	\$ 64,823,752

**SOUTHERN REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Program Revenues:										
Governmental Activities:										
Charges for Services & Operating Grants										
Instruction (Special Education)	\$ 2,122,222	\$ 3,174,503	\$ 2,502,670	\$ 17,128,604	\$ 12,790,324	\$ 14,083,026	\$ 761,213	\$ 786,811	\$ 818,469	\$ 784,400
Support Services:										
Student & Instruction & Related Services	170,777	198,424	196,947	3,730,841	867,601	1,262,884	71,968	83,135	69,576	104,444
Employee Benefits	7,137,367	7,414,796	11,063,735	-	-	-	1,240,437	10,499,548	10,062,740	10,159,309
Total Governmental Activities Program Revenues	9,430,366	10,787,723	13,763,352	20,859,445	13,657,925	15,345,910	2,073,618	11,369,494	10,950,785	11,048,153
Business-Type Activities:										
Charges for Services:										
Food Service/Community Education	681,598	694,353	156,233	81,017	442,856	595,711	618,045	651,233	671,189	729,009
Operating Grants & Contributions	480,796	567,196	1,306,620	383,061	241,912	313,753	315,571	359,642	329,979	336,154
Total Business Type Activities Program Revenues	1,162,394	1,261,549	1,462,853	464,078	684,768	909,464	933,616	1,010,875	1,001,168	1,065,163
Total District Program Revenues	\$ 10,592,760	\$ 12,049,272	\$ 15,226,205	\$ 21,323,523	\$ 14,342,693	\$ 16,255,374	\$ 3,007,234	\$ 12,380,369	\$ 11,951,953	\$ 12,113,316
Net/(Expense)/Revenue:										
Governmental Activities	\$ (62,015,435)	\$ (57,824,505)	\$ (55,069,915)	\$ (55,464,841)	\$ (54,021,705)	\$ (54,728,030)	\$ (58,934,194)	\$ (53,843,692)	\$ (52,448,112)	\$ (52,647,801)
Business-Type Activities	78,621	274,341	330,834	10,340	(73,262)	(75,314)	(29,115)	(15,562)	(49,665)	(62,635)
Total District-Wide Net Expense	\$ (61,936,814)	\$ (57,550,164)	\$ (54,739,081)	\$ (55,454,501)	\$ (54,094,967)	\$ (54,803,344)	\$ (58,963,309)	\$ (53,859,254)	\$ (52,497,777)	\$ (52,710,436)

**SOUTHERN REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
FISCAL YEAR ENDING JUNE 30.										
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 50,254,950	\$ 49,296,603	\$ 48,371,243	\$ 47,650,013	\$ 46,781,910	\$ 46,318,846	\$ 44,960,904	\$ 43,890,411	\$ 42,545,911	\$ 40,578,741
Taxes Levied for Debt Service	4,739,572	4,534,000	3,955,774	3,555,031	3,342,730	2,943,949	1,538,993	1,622,557	1,693,882	1,718,374
Unrestricted Grants & Contributions	6,823,927	6,910,065	7,068,408	7,334,695	7,679,932	8,103,900	8,968,178	2,490,675	2,736,972	2,368,375
Tuition Received	721,273	719,943	739,550	705,800	802,109	1,025,148	924,054	6,385,287	7,195,290	7,557,267
Transportation Fees	2,000	137,348	2,041	-	-	-	19,625	1,052,188	971,960	938,127
Investment Earnings	3,242,873	1,887,582	1,746,900	684,465	260,076	173,904	104,155	6,101	3,567	2,191
Miscellaneous Income	-	-	-	(91,530)	(35,044)	(136,263)	-	81,831	65,815	126,615
Loss on Disposal of Capital Assets	-	-	-	(52,000)	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	(2,000)
Total Governmental Activities	65,784,595	63,485,541	61,883,916	59,786,454	51,919,713	58,675,674	63,022,388	55,529,050	55,213,397	53,287,690
Business-Type Activities:										
Investment Earnings	(21,079)	(3,601)	-	-	-	(2,971)	229	223	244	335
Loss on Disposal of Capital Assets	-	-	-	52,000	48,253	125,557	-	-	-	-
Transfers/Other	-	-	-	-	-	-	-	-	42,224	8,523
Total Business-Type Activities	(21,079)	(3,601)	-	52,000	48,253	122,586	229	223	42,468	8,858
Total District-Wide	\$ 65,763,516	\$ 63,481,940	\$ 61,883,916	\$ 59,838,454	\$ 51,967,966	\$ 58,798,260	\$ 63,022,617	\$ 55,529,273	\$ 55,255,865	\$ 53,296,548
Change in Net Position:										
Governmental Activities	\$ 3,769,160	\$ 5,661,036	\$ 6,814,001	\$ 4,321,613	\$ (2,101,992)	\$ 3,947,644	\$ 4,088,194	\$ 1,685,358	\$ 2,765,285	\$ 639,889
Business-Type Activities	57,542	270,740	330,834	62,340	(25,009)	47,272	(28,886)	(15,339)	(7,197)	(53,777)
Total District	\$ 3,826,702	\$ 5,931,776	\$ 7,144,835	\$ 4,383,953	\$ (2,127,001)	\$ 3,994,916	\$ 4,059,308	\$ 1,670,019	\$ 2,758,088	\$ 586,112

**SOUTHERN REGIONAL HIGH 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	\$ 18,927,686	\$ 19,724,284	\$ 16,773,779	\$ 16,300,655	\$ 17,953,013	\$ 14,797,749	\$ 13,543,234	\$ 8,449,262	\$ 9,278,889	\$ 6,259,328
Assigned	1,926,780	3,345,621	1,907,750	2,010,831	1,640,980	816,265	604,931	572,043	430,164	-
Unrestricted	1,612,250	1,617,848	3,036,456	3,098,740	1,677,779	1,533,695	1,344,016	1,343,788	1,102,947	1,679,874
Total General Fund	\$ 22,466,716	\$ 24,687,753	\$ 21,717,985	\$ 13,299,185	\$ 10,753,909	\$ 8,951,989	\$ 7,194,944	\$ 5,405,826	\$ 4,858,403	\$ 4,336,295
All Other Governmental Funds:										
Restricted	\$ 8,352,214	\$ 7,126,160	\$ 8,000,196	\$ 8,638,584	\$ 4,376,609	\$ 4,656,093	\$ 3,870,867	\$ 4,560,014	\$ 121,789	\$ 40,400
Total All Other Governmental Funds	\$ 8,352,214	\$ 7,126,160	\$ 8,000,196	\$ 597,575	\$ 220,839	\$ 220,840	\$ 340,775	\$ 367,353	\$ 58,421	\$ 138,423

**SOUTHERN REGIONAL HIGH 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	\$ 50,254,950	\$ 49,296,603	\$ 48,371,243	\$ 47,650,013	\$ 46,781,910	\$ 46,565,036	\$ 46,499,897	\$ 45,512,968	\$ 44,239,793	\$ 42,297,115
Tuition Changes	6,823,927	6,910,065	7,068,408	7,334,695	7,677,932	8,103,900	6,506,479	6,385,287	7,195,290	7,557,267
Transportation	721,273	719,943	739,550	705,800	802,109	1,025,148	925,054	1,052,188	971,960	938,127
Interest Earnings	2,000	137,262	2,000	-	-	-	19,560	6,002	3,468	2,120
Miscellaneous	3,242,873	1,887,582	1,746,900	684,434	260,029	167,503	104,155	81,831	65,815	126,615
State Sources	18,024,960	17,781,667	16,545,567	13,363,422	11,397,517	10,796,831	8,937,259	7,844,497	7,316,222	6,397,356
Federal Sources	2,216,859	3,297,913	2,716,638	1,584,041	915,625	1,036,572	864,100	907,926	907,128	900,656
Total Revenue	81,286,842	80,031,035	77,190,306	71,322,405	67,835,122	67,694,990	63,856,504	61,790,699	60,699,676	58,219,256
Expenditures:										
Instruction:										
Regular Instruction	21,374,902	17,435,387	16,972,357	20,018,032	19,757,552	20,801,040	18,731,677	19,182,801	18,489,286	19,091,978
Special Education Instruction	8,375,645	7,294,255	7,426,260	7,182,723	7,333,738	6,503,542	6,982,113	6,801,483	7,049,052	7,990,020
Other Instruction	2,259,566	1,997,107	1,818,911	1,765,828	1,819,419	1,756,712	1,685,225	1,598,617	1,638,675	1,616,800
Undistributed:										
Tuition	744,607	389,304	495,002	516,320	227,189	256,501	394,945	149,919	318,069	511,071
Attendance & Social Work Services	217,904	115,598	105,686	7,088,261	5,387,205	5,499,725	5,763,742	5,986,832	5,808,533	5,644,050
Health Services	383,308	311,436	301,760	-	-	-	-	-	-	-
Related Services	2,287,146	1,943,436	1,988,993	-	-	-	-	-	-	-
Extraordinary Services	1,674,888	947,592	873,965	-	-	-	-	-	-	-
Support Services - Students:										
Regular	1,828,102	1,336,240	1,308,212	-	-	-	-	-	-	-
Special	1,660,634	1,277,648	1,228,222	-	-	-	-	-	-	-
Improvement of Instruction	760,817	534,633	574,186	-	-	-	-	-	-	-
Educational Media Services	522,882	368,516	342,910	-	-	-	-	-	-	-
Other Support Services	4,658	1,987	-	1,808,027	1,778,084	1,846,187	1,201,415	1,218,732	1,121,072	1,120,898
General Administration	1,050,921	946,129	965,893	913,646	1,037,306	1,008,827	992,498	1,062,092	916,905	880,399
School Administration	2,174,148	1,745,448	1,707,010	2,065,607	1,924,271	2,012,772	2,140,788	2,171,609	2,080,591	1,946,543
Central Administration	951,292	691,539	662,485	-	-	-	-	-	-	-

**SOUTHERN 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):										
Administration Information Technology	611,849	463,905	416,764	-	-	-	-	-	-	-
Allowable Maintenance for School Facilities	2,482,687	1,904,497	2,019,260	-	-	-	-	-	-	-
Operation & Maintenance of Plant Services	4,975,255	4,150,264	3,957,297	6,261,680	6,521,893	6,248,055	5,555,641	5,677,472	5,411,015	4,639,831
Student Transportation	6,405,853	4,506,885	4,053,860	4,551,275	4,378,291	4,034,950	3,956,581	4,113,937	4,399,507	2,949,555
Unallocated Benefits	3,563,588	12,538,831	11,192,553	11,015,318	11,217,428	9,268,577	8,605,750	7,542,305	6,842,199	17,803,557
On Behalf TPAP Pension and Social Security Contributions	13,214,190	13,172,653	12,606,814	-	-	-	-	-	-	-
Capital Outlay	4,720,757	3,834,061	6,504,557	2,580,306	4,603,245	1,989,496	1,075,286	1,271,217	1,244,935	882,083
Debt Service Expenditures:										
Principal	-	-	-	251,950	489,453	1,750,264	1,565,000	1,625,000	1,680,000	1,755,000
Interest	38,250	38,250	-	38,250	39,505	57,250	57,563	93,375	126,425	139,214
Total Expenditures	82,281,825	77,945,601	77,522,957	66,057,223	66,514,579	63,033,898	58,708,224	58,495,391	57,126,264	66,970,999
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(994,983)	2,085,434	(332,651)	5,265,182	1,320,543	4,661,092	5,148,280	3,295,308	3,573,412	(8,751,743)
Other Financing Sources/(Uses):										
Financed Purchases (Non-Budgeted)	-	-	-	-	-	-	-	-	495,000	-
Transfers Out	(3,376,756)	-	(3,532,435)	(1,827,000)	(3,664,356)	-	(3,300,000)	(413,730)	(782,928)	(1,434,000)
Transfers In	3,376,756	8,275	3,532,435	1,800,000	3,539,071	1,823,432	3,300,000	413,730	780,928	2,868,000
Total Other Financing Sources/(Uses)	-	8,275	-	(27,000)	(125,285)	1,823,432	-	-	493,000	1,434,000
Net Change in Fund Balances	(\$994,983)	\$2,093,709	(\$332,651)	\$5,238,182	\$1,195,258	\$6,484,524	\$5,148,280	\$3,295,308	\$4,066,412	(\$7,317,743)
Debt Service as a Percentage of Noncapital Expenditures	0%	0%	0%	0%	1%	3%	3%	3%	3%	3%

Source: District Records

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

FISCAL YEAR ENDING JUNE 30,	INTEREST ON			
	INVESTMENTS	MISCELLANEOUS	TOTAL	
2024	2,000	\$ 1,472,489	\$ 1,474,489	
2023	137,262	536,831	674,093	
2022	2,000	247,457	249,457	
2021	2,000	98,622	100,622	
2020	1,000	259,029	260,029	
2019	10,147	163,619	173,766	
2018	19,163	104,155	123,318	
2017	6,002	81,374	87,376	
2016	3,378	65,808	69,186	
2015	-	126,608	126,608	

Source: District records

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

BARNEGAT LIGHT

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	COMMERCIAL	APARTMENT	NET VALUATION TAXABLE	TAX EXEMPT PROPERTY	TOTAL ASSESSED VALUE	TOTAL DIRECT SCHOOL TAX RATE
2024	\$ 27,001,900	\$ 997,450,300	\$ 38,374,700	\$ 1,156,800	\$ 1,063,983,700	\$ 130,424,700	\$ 1,194,408,400	0.1990
2023	28,402,100	984,256,800	38,374,700	1,156,800	1,052,190,400	130,424,700	1,182,615,100	0.1990
2022	29,641,500	976,808,500	37,150,100	1,156,800	1,044,756,900	130,424,700	1,175,181,600	0.1800
2021	29,373,900	954,585,800	37,150,100	1,156,800	1,022,266,600	130,404,700	1,152,671,300	0.2490
2020	31,120,000	942,012,200	37,694,300	1,156,800	1,011,983,300	130,404,700	1,142,388,000	0.2610
2019	29,678,400	945,058,800	35,725,300	1,156,800	1,011,619,300	130,404,700	1,142,024,000	0.2330
2018	33,208,200	935,636,500	36,303,852	1,156,800	1,006,305,352	130,319,700	1,136,625,052	0.2350
2017	33,681,500	929,111,400	36,664,300	1,156,800	1,000,614,000	130,119,700	1,130,733,700	0.2490
2016	33,406,600	928,665,600	37,204,437	1,156,800	1,000,433,437	129,937,700	1,130,371,137	0.1830
2015	33,984,208	925,762,300	37,315,700	1,156,800	998,219,008	129,954,000	1,128,173,008	0.2000

BEACH HAVEN

2024	\$ 41,088,100	\$ 2,009,940,900	\$ 123,181,200	\$ 14,137,900	\$ 2,188,348,100	\$ 68,930,300	\$ 2,257,278,400	0.3070
2023	60,971,900	1,966,173,900	122,338,900	14,137,900	2,163,622,600	70,612,500	2,234,235,100	0.3070
2022	61,305,600	1,943,651,900	122,338,900	14,137,900	2,141,434,300	69,912,500	2,211,346,800	0.2980
2021	60,491,800	1,933,830,300	124,719,200	14,137,900	2,133,179,200	62,945,700	2,196,124,900	0.2940
2020	60,600,600	1,911,509,700	128,845,800	14,137,900	2,115,094,000	64,237,600	2,179,331,600	0.3270
2019	63,815,500	1,897,035,300	128,623,200	15,022,900	2,104,496,900	60,685,600	2,165,182,500	0.3020
2018	70,975,900	1,864,116,800	130,675,110	15,022,900	2,080,790,710	60,685,600	2,141,476,310	0.3560
2017	71,041,500	1,850,883,300	131,104,600	15,022,900	2,068,052,300	60,685,600	2,128,737,900	0.3060
2016	72,703,300	1,495,079,300	104,787,941	11,888,900	1,684,459,441	50,361,200	1,734,820,641	0.3010
2015	71,052,100	1,484,137,800	104,037,792	11,888,900	1,671,116,592	51,801,708	1,722,918,300	0.3810

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

HARVEY CEDARS

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	COMMERCIAL	APARTMENT	NET VALUATION TAXABLE	TAX EXEMPT PROPERTY	TOTAL ASSESSED VALUE	TOTAL DIRECT SCHOOL TAX RATE
2024	\$ 28,757,200	\$ 1,303,941,700	\$ 15,109,300	\$ -	\$ 1,347,808,200	\$ 47,598,600	\$ 1,395,406,800	0.2360
2023	35,065,000	1,276,138,800	15,109,300	-	1,326,313,100	47,598,600	1,373,911,700	0.2360
2022	27,400,200	1,277,630,600	15,109,300	-	1,320,140,100	47,598,600	1,367,738,700	0.2860
2021	23,515,200	1,259,334,200	15,109,300	-	1,297,958,700	47,561,200	1,345,519,900	0.2760
2020	23,515,200	1,259,334,200	15,109,300	-	1,297,958,700	47,561,200	1,345,519,900	0.2760
2019	23,480,400	1,247,576,600	15,109,300	-	1,286,166,300	47,561,200	1,333,727,500	0.2670
2018	22,040,800	1,243,889,400	15,109,300	-	1,281,039,500	43,045,600	1,324,085,100	0.2590
2017	31,136,600	1,212,703,200	15,124,254	-	1,258,964,054	43,045,600	1,302,009,654	0.2730
2016	33,832,500	1,193,289,400	14,959,100	-	1,242,081,000	43,090,400	1,285,171,400	0.2510
2015	27,826,900	1,196,388,500	14,228,550	-	1,238,443,950	43,090,400	1,281,534,350	0.2780

LONG BEACH TOWNSHIP

2024	\$ 223,609,700	\$ 10,519,993,100	\$ 134,246,600	\$ 1,865,000	\$ 10,879,714,400	\$ 125,537,600	\$ 11,005,252,000	0.2520
2023	242,942,800	10,313,984,200	139,245,300	1,865,000	10,698,037,300	126,475,800	10,824,513,100	0.2520
2022	290,510,700	10,077,612,600	139,853,400	1,865,000	10,509,841,700	126,436,700	10,636,278,400	0.2510
2021	215,393,500	10,090,886,400	148,862,700	1,865,000	10,457,007,600	123,342,100	10,580,349,700	0.2410
2020	215,393,500	10,090,886,400	148,862,700	1,865,000	10,457,007,600	123,342,100	10,580,349,700	0.2410
2019	228,418,600	7,699,298,965	136,455,400	3,317,300	8,067,490,265	94,538,100	8,162,028,365	0.3010
2018	240,661,400	7,602,874,965	137,495,200	4,239,500	7,985,271,065	95,445,300	8,080,716,365	0.3150
2017	250,261,600	7,513,702,465	140,767,793	4,239,500	7,908,971,358	96,687,700	8,005,659,058	0.2910
2016	231,570,900	7,472,986,765	140,232,400	4,951,800	7,849,741,865	95,011,800	7,944,753,665	0.2360
2015	246,475,000	7,383,362,865	145,412,322	4,953,200	7,780,203,387	93,033,700	7,873,237,087	0.2650

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

SHIP BOTTOM BOROUGH

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	COMMERCIAL	APARTMENT	NET VALUATION TAXABLE	TAX EXEMPT PROPERTY	TOTAL ASSESSED VALUE	TOTAL DIRECT SCHOOL TAX RATE
2024	\$ 20,700,000	\$ 1,296,563,000	\$ 133,789,300	\$ 3,149,400	\$ 1,454,201,700	\$ 88,415,400	\$ 1,542,617,100	0.2780
2023	22,101,800	1,280,465,200	132,234,200	3,149,400	1,437,950,600	74,817,000	1,512,767,600	0.2780
2022	27,417,600	1,258,930,600	131,459,900	3,149,400	1,420,957,500	72,243,400	1,493,200,900	0.2490
2021	26,217,600	1,238,906,800	132,131,807	3,149,400	1,400,405,607	71,654,007	1,472,059,614	0.2670
2020	22,933,400	1,220,973,300	130,902,399	3,149,400	1,377,958,499	71,359,507	1,449,318,006	0.2740
2019	26,230,300	1,194,142,000	115,402,140	3,149,400	1,338,923,840	71,359,507	1,410,283,347	0.2880
2018	27,642,400	1,178,083,700	115,537,551	3,149,400	1,324,413,051	71,037,107	1,395,450,158	0.3010
2017	35,815,000	1,156,328,700	116,839,700	3,149,400	1,312,132,800	70,971,307	1,383,104,107	0.2520
2016	33,876,200	983,853,300	115,437,726	2,659,900	1,135,827,126	54,215,000	1,190,042,126	0.2180
2015	41,059,900	961,920,500	114,620,700	2,659,900	1,120,261,000	52,352,100	1,172,613,100	0.2470

STAFFORD TOWNSHIP

2024	\$ 49,733,100	\$ 3,885,782,900	\$ 534,988,700	\$ 12,921,100	\$ 4,483,425,800	\$ 430,768,600	\$ 4,914,194,400	0.9640
2023	55,802,400	3,829,951,800	525,360,200	12,921,100	4,424,035,500	428,287,200	4,852,322,700	0.9640
2022	56,379,900	3,763,330,600	525,854,200	12,921,100	4,358,485,800	424,706,400	4,783,192,200	0.9430
2021	64,393,500	3,697,384,400	523,311,200	12,921,100	4,298,010,200	417,274,828	4,715,285,028	0.9570
2020	65,127,900	3,646,224,400	535,994,600	12,321,100	4,259,668,000	405,645,628	4,665,313,628	0.9590
2019	72,800,000	3,591,719,700	535,289,700	10,201,100	4,210,010,500	395,152,828	4,605,163,328	0.9420
2018	70,768,300	3,546,662,300	540,809,311	9,983,500	4,168,223,411	394,369,228	4,562,592,639	0.9540
2017	77,666,700	3,316,100,000	494,529,500	5,301,000	3,893,597,200	390,037,828	4,283,635,028	0.9910
2016	82,398,900	3,264,430,450	496,908,050	5,301,000	3,849,038,400	381,450,901	4,230,489,301	0.2360
2015	81,794,000	3,207,651,650	501,336,900	5,301,000	3,796,083,550	381,306,101	4,177,389,651	0.9510

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

SURF CITY

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	COMMERCIAL	TOTAL ASSESSED VALUE	TAX EXEMPT PROPERTY	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE
2024	\$ 30,198,300	\$ 1,950,880,400	\$ 76,425,900	\$ 2,057,504,600	\$ 64,109,400	916,900	\$ 2,122,530,900	0.3160
2023	36,565,800	1,909,174,900	77,433,500	2,023,174,200	63,009,400	916,900	2,087,100,500	0.3160
2022	37,061,700	1,872,394,100	82,435,900	1,991,891,700	64,455,800	916,904	2,057,264,404	0.3350
2021	33,053,600	1,853,669,500	82,576,400	1,969,299,500	63,355,600	916,904	2,033,572,004	0.2820
2020	26,852,000	1,836,211,100	82,587,100	1,945,650,200	63,525,500	916,904	2,010,092,604	0.2570
2019	38,486,500	1,803,572,700	82,876,900	1,924,936,100	63,547,500	817,895	1,989,301,495	0.2500
2018	16,654,900	1,503,368,695	76,744,795	1,596,768,390	50,437,900	-	1,647,206,290	0.3020
2017	18,006,800	1,485,102,800	76,553,120	1,579,662,720	50,404,100	-	1,630,066,820	0.3120
2016	27,681,500	1,460,346,700	78,219,977	1,566,248,177	50,197,700	-	1,616,445,877	0.3010
2015	27,429,100	1,448,886,900	80,490,500	1,556,806,500	50,197,700	-	1,607,004,200	0.2740

**SOUTHERN 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			TOTAL DIRECT	OVERLAPPING RATES					TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL	TOTAL		TOWNSHIP OF BARNEGAT LIGHT		OCEAN COUNTY	COUNTY LIBRARY	COUNTY OPEN SPACE	
					0.0440	0.1550				
2024	0.0440	0.1550	0.1990	0.1990	0.2560	0.3840	0.0370	0.0150	0.8910	
2023	0.0440	0.1360	0.1800	0.1800	0.2510	0.3480	0.0350	0.0130	0.8270	
2022	0.0440	0.1360	0.1800	0.1800	0.2510	0.3480	0.0350	0.0130	0.8270	
2021	0.0450	0.2040	0.2490	0.2490	0.2460	0.3440	0.0380	0.0130	0.8900	
2020	0.0470	0.2140	0.2610	0.2610	0.2410	0.3500	0.0390	0.0120	0.9030	
2019	0.0470	0.1860	0.2330	0.2330	0.2360	0.3500	0.0390	0.0120	0.8700	
2018	0.0460	0.1890	0.2350	0.2350	0.2260	0.3440	0.0380	0.0120	0.8550	
2017	0.0460	0.1890	0.2350	0.2350	0.2260	0.3440	0.0380	0.0120	0.8550	
2016	0.0460	0.2030	0.2490	0.2490	0.2270	0.3570	0.0390	0.0130	0.8850	
2015	0.0440	0.1830	0.2270	0.2270	0.2220	0.3620	0.0390	0.0120	0.8620	

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			TOTAL DIRECT	OVERLAPPING RATES					TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL	TOTAL		BOROUGH OF BEACH HAVEN		OCEAN COUNTY	COUNTY LIBRARY	COUNTY OPEN SPACE	
					0.0980 <th>0.2090 <td>0.3070</td> <th>0.4410 <th>0.4450 <th>N/A</th> <th>0.0180 </th></th></th></th>	0.2090 <td>0.3070</td> <th>0.4410 <th>0.4450 <th>N/A</th> <th>0.0180 </th></th></th>				
2024	0.0980	0.2090	0.3070	0.3070	0.4410	0.4450	N/A	0.0180	1.2110	
2023	0.0970	0.2010	0.2980	0.2980	0.4240	0.3880	N/A	0.0150	1.1250	
2022	0.0970	0.2010	0.2980	0.2980	0.4240	0.3880	N/A	0.0150	1.1250	
2021	0.0960	0.1980	0.2940	0.2940	0.4200	0.3700	N/A	0.0130	1.0970	
2020	0.0960	0.2310	0.3270	0.3270	0.3730	0.3710	N/A	0.0140	1.1210	
2019	0.0970	0.2050	0.3020	0.3020	0.4080	0.3660	N/A	0.0130	1.0890	
2018	0.0960	0.2600	0.3560	0.3560	0.4060	0.3520	N/A	0.0130	1.1270	
2017	0.0960	0.2600	0.3560	0.3560	0.4060	0.3520	N/A	0.0130	1.1270	
2016	0.0880	0.2180	0.3060	0.3060	0.4060	0.3520	N/A	0.0120	1.0760	
2015	0.1080	0.3010	0.4090	0.4090	0.4340	0.4290	N/A	0.0140	1.2860	

Source: Municipal Tax Collector

**SOUTHERN 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			BOROUGH OF				OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL	TOTAL DIRECT	HARVEY CEDARS	OCEAN COUNTY	COUNTY LIBRARY	COUNTY OPEN SPACE	COUNTY			
								LIBRARY	SPACE		
2024	0.0440	0.1920	0.2360	0.3050	0.3890	0.0370	0.0160	0.9830		0.9830	
2023	0.0440	0.2420	0.2860	0.2830	0.3500	0.0350	0.0130	0.9670		0.9670	
2022	0.0440	0.2420	0.2860	0.2830	0.3500	0.0350	0.0130	0.9670		0.9670	
2021	0.0440	0.2320	0.2760	0.2830	0.3330	0.0360	0.0120	0.9400		0.9400	
2020	0.0450	0.2220	0.2670	0.2770	0.3350	0.0370	0.0120	0.9280		0.9280	
2019	0.0460	0.2130	0.2590	0.2660	0.3410	0.0380	0.0120	0.9160		0.9160	
2018	0.0470	0.2260	0.2730	0.2660	0.3480	0.0380	0.0120	0.9370		0.9370	
2017	0.0460	0.2360	0.2820	0.2660	0.3550	0.0380	0.0130	0.9540		0.9540	
2016	0.0440	0.2780	0.3220	0.2510	0.3660	0.0400	0.0120	0.9910		0.9910	
2015	0.0380	0.2920	0.3300	0.2510	0.3570	0.0390	0.0120	0.9890		0.9890	

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			TOWNSHIP OF				OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL	TOTAL DIRECT	LONG BEACH	OCEAN COUNTY	COUNTY LIBRARY	COUNTY OPEN SPACE	COUNTY			
								LIBRARY	SPACE		
2024	0.0420	0.2100	0.2520	0.2130	0.3720	0.0350	0.0150	0.8870		0.8870	
2023	0.0420	0.2090	0.2510	0.2090	0.3280	0.0320	0.0120	0.8320		0.8320	
2022	0.0420	0.2090	0.2510	0.2090	0.3280	0.0320	0.0120	0.8320		0.8320	
2021	0.0410	0.2000	0.2410	0.2050	0.3140	0.0350	0.0110	0.8060		0.8060	
2020	0.0510	0.2500	0.3010	0.2540	0.3830	0.0420	0.0140	0.9940		0.9940	
2019	0.0510	0.2640	0.3150	0.2540	0.3790	0.0420	0.0130	1.0030		1.0030	
2018	0.0500	0.2410	0.2910	0.2500	0.3780	0.0410	0.0130	0.9730		0.9730	
2017	0.0480	0.2610	0.3090	0.2360	0.3790	0.0410	0.0130	0.9780		0.9780	
2016	0.0470	0.2650	0.3120	0.2320	0.3870	0.0420	0.0130	0.9860		0.9860	
2015	0.0410	0.2750	0.3160	0.2320	0.3820	0.0410	0.0140	0.9850		0.9850	

Source: Municipal Tax Collector

**SOUTHERN 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		TOTAL DIRECT	OVERLAPPING RATES				TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL		BOROUGH OF SHIP BOTTOM	OCEAN COUNTY	COUNTY LIBRARY	COUNTY OPEN SPACE	
2024	0.0480	0.2300	0.2780	0.3850	0.4280	0.0410	0.0170	1.1490
2023	0.0490	0.2000	0.2490	0.3750	0.3830	0.0380	0.0140	1.0590
2022	0.0490	0.2000	0.2490	0.3750	0.3830	0.0380	0.0140	1.0590
2021	0.0480	0.2190	0.2670	0.3650	0.3690	0.0400	0.0130	1.0540
2020	0.0490	0.2250	0.2740	0.3590	0.3700	0.0410	0.0130	1.0570
2019	0.0480	0.2400	0.2880	0.3540	0.3630	0.0400	0.0130	1.0580
2018	0.0480	0.2530	0.3010	0.3440	0.3620	0.0400	0.0130	1.0600
2017	0.0440	0.2080	0.2520	0.3400	0.3490	0.0380	0.0120	0.9910
2016	0.0470	0.2180	0.2650	0.3930	0.3930	0.0430	0.0130	1.1070
2015	0.0410	0.2060	0.2470	0.3930	0.3850	0.0420	0.0130	1.0800

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE		TOTAL DIRECT	OVERLAPPING RATES				TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL		TOWNSHIP OF STAFFORD	OCEAN COUNTY	COUNTY LIBRARY	COUNTY OPEN SPACE	
2024	0.7310	0.2330	0.9640	0.9580	0.4510	0.0430	0.0180	2.4590
2023	0.7180	0.2250	0.9430	0.9290	0.4060	0.0400	0.0150	2.3540
2022	0.7180	0.2250	0.9430	0.9290	0.4060	0.0400	0.0150	2.3540
2021	0.7160	0.2410	0.9570	0.9110	0.3800	0.0410	0.0140	2.3220
2020	0.7160	0.2430	0.9590	0.9110	0.3800	0.0420	0.0140	2.3250
2019	0.7140	0.2280	0.9420	0.9040	0.3740	0.0410	0.0130	2.2920
2018	0.7140	0.2400	0.9540	0.8980	0.3600	0.0390	0.0130	2.2780
2017	0.7520	0.2390	0.9910	0.9110	0.3820	0.0410	0.0130	2.3530
2016	0.7520	0.2360	0.9880	0.8950	0.3770	0.0410	0.0130	2.3290
2015	0.7280	0.2230	0.9510	0.8600	0.3610	0.0390	0.0120	2.2470

Source: Municipal Tax Collector

**SOUTHERN 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		BOROUGH OF		OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL	TOTAL DIRECT	SURF CITY	OCEAN COUNTY	COUNTY LIBRARY	COUNTY OPEN SPACE	
2024	0.0450	0.2710	0.3160	0.2350	0.4000	0.0380	0.0160	1.0050
2023	0.0450	0.2900	0.3350	0.2390	0.3570	0.0350	0.0140	0.9800
2022	0.0450	0.2900	0.3350	0.2390	0.3570	0.0350	0.0140	0.9800
2021	0.0440	0.2380	0.2820	0.2390	0.3330	0.0360	0.0120	0.9020
2020	0.0440	0.2130	0.2570	0.2390	0.3280	0.0370	0.0120	0.8730
2019	0.0440	0.2060	0.2500	0.2390	0.3330	0.0370	0.0120	0.8710
2018	0.0510	0.2510	0.3020	0.2790	0.3800	0.0410	0.0130	1.0150
2017	0.0490	0.2630	0.3120	0.2720	0.3880	0.0420	0.0140	1.0280
2016	0.0460	0.2550	0.3010	0.2670	0.3810	0.0410	0.0130	1.0030
2015	0.0400	0.2340	0.2740	0.2600	0.3740	0.0410	0.0130	0.9620

Source: Municipal Tax Collector

**SOUTHERN REGIONAL SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS PRIOR**

BARNEGAT LIGHT

NOT AVAILABLE

BEACH HAVEN

NOT AVAILABLE

HARVEY CEDARS

NOT AVAILABLE

LONG BEACH TOWNSHIP

NOT AVAILABLE

SHIP BOTTOM

NOT AVAILABLE

STAFFORD TOWNSHIP

NOT AVAILABLE

SURF CITY

NOT AVAILABLE

**SOUTHERN REGIONAL SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
BARNEGAT LIGHT**

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	
2024	N/A	N/A	N/A	N/A
2023	\$ 9,478,304	\$ 9,540,481	100.66%	N/A
2022	8,746,310	8,686,176	99.31%	7727
2021	9,244,926	9,184,926	99.35%	\$ 31,690
2020	9,236,070	9,176,773	99.36%	33,470
2019	8,870,611	8,790,669	99.10%	20,435
2018	8,645,147	8,597,813	99.45%	N/A
2017	9,011,724	8,872,489	98.45%	N/A
2016	8,721,211	8,582,055	98.40%	N/A
2015	8,321,350	8,132,461	97.73%	N/A

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
BEACH HAVEN**

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	
2024	N/A	N/A	N/A	N/A
2023	\$ 26,269,697	\$ 26,140,638	99.51%	N/A
2022	24,230,948	23,981,484	98.97%	250,325
2021	23,510,180	23,086,684	98.20%	\$ 324,483
2020	23,820,917	23,518,570	98.73%	247,411
2019	23,029,065	22,712,816	98.63%	N/A
2018	23,570,644	23,322,602	98.95%	N/A
2017	22,332,470	22,062,018	98.79%	N/A
2016	22,743,351	22,099,484	97.17%	N/A
2015	21,318,735	21,040,566	98.70%	N/A

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

**SOUTHERN REGIONAL SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
HARVEY CEDARS**

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	
2024	N/A	N/A	N/A	N/A
2023	\$ 13,114,020	\$ 13,170,169	100.43%	N/A
2022	12,842,280	12,777,055	99.49%	\$ 64,425
2021	12,325,592	12,271,377	99.56%	47,086
2020	11,995,443	11,949,405	99.62%	31,078
2019	11,785,058	11,641,314	98.78%	N/A
2018	11,895,417	11,759,275	98.86%	N/A
2017	11,973,094	11,833,052	98.83%	N/A
2016	12,509,229	12,258,529	98.00%	N/A
2015	12,285,859	12,207,906	99.37%	N/A

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
LONG BEACH TOWNSHIP**

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	
2024	N/A	N/A	N/A	N/A
2023	\$ 95,425,008	\$ 95,590,592	100.17%	N/A
2022	88,683,577	87,987,100	99.21%	\$ 452,960
2021	84,729,738	84,020,433	99.16%	\$ 479,766
2020	80,369,339	80,084,736	99.65%	594,270
2019	80,673,439	79,938,886	99.09%	714,719
2018	77,420,815	76,685,625	99.05%	787,633
2017	77,264,635	76,713,403	99.29%	N/A
2016	77,331,817	76,585,103	99.03%	556,916
2015	76,436,267	74,569,931	97.56%	N/A

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

**SOUTHERN REGIONAL SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
SHIP BOTTOM**

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	
2024	N/A	N/A	N/A	N/A
2023	\$ 16,575,837	\$ 16,604,871	100.18%	N/A
2022	15,256,091	15,084,677	98.88%	\$ 69,924
2021	15,050,238	14,849,976	98.67%	48,118
2020	14,626,421	14,528,991	99.33%	190,361
2019	14,509,123	14,257,944	98.27%	141,156
2018	14,138,792	13,973,811	98.83%	N/A
2017	13,147,115	12,960,287	98.58%	N/A
2016	N/A	N/A	N/A	225,644
2015	12,236,660	11,915,533	97.38%	N/A

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
STAFFORD TOWNSHIP**

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	
2024	N/A	N/A	N/A	N/A
2023	\$ 109,013,784	\$ 109,436,932	100.39%	N/A
2022	103,765,552	103,224,905	99.48%	\$ 489,750
2021	100,985,261	100,351,307	99.37%	553,562
2020	99,179,432	99,195,712	100.02%	515,244
2019	97,395,285	96,789,263	99.38%	85,883
2018	95,760,140	95,157,177	99.37%	266,613
2017	92,715,159	91,976,721	99.20%	233,146
2016	90,747,342	89,902,074	99.07%	N/A
2015	86,552,131	85,762,956	99.09%	N/A

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

**SOUTHERN REGIONAL SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
SURF CITY**

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	
2024	N/A	N/A	N/A	N/A
2023	N/A	N/A	N/A	N/A
2022	N/A	N/A	N/A	N/A
2021	\$ 17,891,019	\$ 17,787,104	99.42%	N/A
2020	17,086,731	16,951,067	99.21%	N/A
2019	16,904,326	16,779,310	99.26%	N/A
2018	16,308,619	16,130,081	98.91%	N/A
2017	16,397,493	16,233,244	99.00%	N/A
2016	15,808,132	15,649,897	99.00%	N/A
2015	15,041,725	14,852,747	98.74%	N/A

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

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

FISCAL YEAR ENDED JUNE 20,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	CAPITAL LEASES				
2024	\$ -	\$ -	\$ -	-	N/A	N/A
2023	\$ -	\$ -	\$ -	-	N/A	N/A
2022	\$ -	\$ -	\$ -	-	N/A	N/A
2021	\$ -	\$ -	\$ -	-	N/A	N/A
2020	\$ -	\$ -	\$ -	-	N/A	N/A
2019	-	268,011.00	268,011.00	268,011.00		7.64
2018	-	606,881.00	606,881.00	606,881.00	N/A	17.30
2017	-	958,324.00	958,324.00	958,324.00	0.0070%	27.61
2016	1,520,000.00	1,253,258.00	2,773,258.00	2,773,258.00	0.1669%	80.32
2015	3,085,000.00	1,261,761.00	4,346,761.00	4,346,761.00	0.2703%	126.63

**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	CAPITAL LEASES				
2024	-	-	-	-	N/A	N/A
2023	-	-	-	-	N/A	N/A
2022	-	-	-	-	N/A	N/A
2021	-	-	-	-	N/A	N/A
2020	-	-	-	-	N/A	N/A
2019	-	268,011.05	268,011.05	268,011.05	0.0013%	7.64
2018	-	606,881.27	606,881.27	606,881.27	0.0031%	17.30
2017	-	958,324	958,324	958,324	0.0050%	27.61
2016	-	958,324	958,324	958,324	0.0146%	80.32
2015	3,085,000	1,261,761	4,346,761	3,085,000	0.0238%	126.63

**SOUTHERN REGIONAL SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
6/30/2024**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Barnegat Light	\$ 1,168,105	100.00%	\$ 1,168,105
Beach Haven	13,313,024	100.00%	13,313,024
Harvey Cedars	2,779,627	100.00%	2,779,627
Long Beach Township	23,703,499	100.00%	23,703,499
Borough of Ship Bottom	15,769,610	100.00%	15,769,610
Stafford Township	72,581,292	100.00%	72,581,292
Stafford Township School District	8,440,000	100.00%	8,440,000
Surf City	3,374,125	100.00%	3,374,125
Ocean County General Obligation Debt	577,862,993	21.66%	125,165,124
Subtotal, Overlapping Debt			266,294,406
Southern Regional School District Direct Debt	-	100.00%	-
Total Direct & Overlapping Debt			<u>\$ 266,294,406</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Ocean County Board of Taxation.

**SOUTHERN REGIONAL SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)**

	FISCAL YEAR									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Debt Limit	\$1,216,224,189	\$ 1,062,169,763	\$ 945,444,523	\$ 889,675,774	\$ 843,670,544	\$ 794,162,466	\$ 751,746,477	\$ 713,798,531	\$ 698,284,296	\$ 740,128,043
Total Net Debt Applicable to Limit	-	-	-	-	-	-	-	1,520,000	4,346,761	4,710,000
Legal Debt Margin	\$1,216,224,189	\$ 1,062,169,763	\$ 945,444,523	\$ 889,675,774	\$ 843,670,544	\$ 794,162,466	\$ 751,746,477	\$ 712,278,531	\$ 693,937,535	\$ 735,418,043
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.21%	0.62%	0.64%

Legal Debt Margin Calculation for Fiscal Year 2024

	Equalized Valuation Basis
Average Equalized Valuation of Taxable Property	2024 \$35,049,860,266
	2023 \$30,714,629,933
	2022 \$25,452,323,980
	<u>\$91,216,814,179</u>
	<u>\$30,405,604,726</u>
Debt Limit (4 % of Average Equalization Value) Net Bonded School Debt	\$ 1,216,224,189
Legal Debt Margin	<u>\$ 1,216,224,189</u>

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

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

YEAR	POPULATION	PERSONAL INCOME*	PER CAPITA PERSONAL INCOME	UNEMPLOYMENT RATE
BARNEGAT LIGHT BOROUGH				
2024	N/A	N/A	N/A	N/A
2023	652	N/A	N/A	3.0%
2022	654	38,803,128	59,332	4.5%
2021	653	39,717,419	60,823	3.8%
2020	588	33,718,272	57,344	3.5%
2019	585	31,307,445	53,517	2.7%
2018	584	30,207,400	51,725	3.6%
2017	582	29,307,192	50,356	4.5%
2016	578	28,221,428	48,826	6.8%
2015	583	27,556,661	47,267	5.3%
BEACH HAVEN BOROUGH				
2024	N/A	N/A	N/A	N/A
2023	1,069	N/A	N/A	5.7%
2022	1,065	63,188,580	59,332	4.4%
2021	1,057	64,289,911	60,823	6.5%
2020	1,216	69,730,304	57,344	9.2%
2019	1,202	64,327,434	53,517	4.3%
2018	1,192	61,656,200	51,725	6.2%
2017	1,178	59,319,368	50,356	7.8%
2016	1,172	57,224,072	48,826	7.4%
2015	1,168	55,207,856	47,267	7.8%
HARVEY CEDARS BOROUGH				
2024	N/A	N/A	N/A	N/A
2023	397	N/A	N/A	4.6%
2022	401	23,792,132	59,332	2.7%
2021	402	24,450,846	60,823	2.8%
2020	348	19,955,712	57,344	6.0%
2019	345	18,463,365	53,517	2.9%
2018	341	17,638,225	51,725	5.8%
2017	341	17,171,396	50,356	5.8%
2016	340	16,600,840	48,826	9.7%
2015	342	16,165,314	47,267	7.9%
LONG BEACH TOWNSHIP				
2024	N/A	N/A	N/A	N/A
2023	3,145	N/A	N/A	5.0%
2022	3,143	186,480,476	59,332	4.4%
2021	3,143	191,166,689	60,823	6.2%
2020	3,073	176,218,112	57,344	9.1%
2019	3,076	164,618,292	53,517	4.0%
2018	3,068	158,692,300	51,725	5.9%
2017	3,054	153,787,224	50,356	6.2%
2016	3,044	148,626,344	48,826	6.6%
2015	3,044	143,880,748	47,267	7.3%

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

YEAR	POPULATION	PERSONAL INCOME*	PER CAPITA PERSONAL INCOME	UNEMPLOYMENT RATE
SHIP BOTTOM BOROUGH				
2024	N/A	N/A	N/A	N/A
2023	1,114	N/A	N/A	4.2%
2022	1,115	66,155,180	59,332	3.1%
2021	1,114	67,756,822	60,823	7.7%
2020	1,168	66,977,792	57,344	8.1%
2019	1,156	61,865,652	53,517	4.0%
2018	1,149	59,432,025	51,725	5.7%
2017	1,141	57,456,196	50,356	6.0%
2016	1,140	55,661,640	48,826	6.6%
2015	1,129	53,364,443	47,267	6.9%
STAFFORD TOWNSHIP				
2024	N/A	N/A	N/A	N/A
2023	30,261	N/A	N/A	4.3%
2022	29,881	1,772,899,492	59,332	3.8%
2021	29,498	1,794,156,854	60,823	5.9%
2020	28,532	1,636,139,008	57,344	9.4%
2019	27,862	1,491,090,654	53,517	3.7%
2018	27,588	1,426,989,300	51,725	4.9%
2017	27,283	1,373,862,748	50,356	5.3%
2016	27,109	1,323,624,034	48,826	5.9%
2015	26,916	1,272,238,572	47,267	7.1%
SURF CITY BOROUGH				
2024	N/A	N/A	N/A	N/A
2023	1,288	N/A	N/A	4.3%
2022	1,282	76,063,624	59,332	3.6%
2021	1,275	77,549,325	60,823	6.1%
2020	1,205	69,099,520	57,344	7.8%
2019	1,197	64,059,849	53,517	4.6%
2018	1,190	61,552,750	51,725	5.3%
2017	1,180	59,420,080	50,356	5.8%
2016	1,174	57,321,724	48,826	6.0%
2015	1,174	55,491,458	47,267	7.1%

2015-2024 - Data by County and State

**PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

NOT AVAILABLE

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

Function/Program	FISCAL YEAR									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Instruction:										
Regular	181	181	181	180	180	180	175	175	178	178
Special Education	99	100	100	94	94	91	81	68	70	72
Support Services:										
Student & Instruction Related Services	64	64	64	73	73	73	68	49	51	52
School Administrative Services	17	17	17	17	17	22	27	29	29	29
General & Business Administrative Services	7	7	7	7	7	8	12	12	12	12
Plant Operations & Maintenance	45	45	45	45	45	46	41	41	41	41
Pupil Transportation	68	68	62	62	62	62	61	64	64	64
Business & Other Support Services	8	8	9	9	9	8	8	8	8	8
Total	489	490	485	487	487	490	473	446	453	456

Source: District Personnel Records

**SOUTHERN 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) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						MIDDLE SCHOOL	HIGH SCHOOL	SENIOR SCHOOL				
2024	2,682	\$ 71,445,801	\$ 26,639	3.02%	232	N/A	N/A	N/A	2,665	2,490	-1.26%	93.43%
2023	2,758	71,316,651	25,858	7.16%	232	12:1	12:1	12:1	2,699	2,490	-3.43%	92.26%
2022	2,811	67,820,783	24,131	8.76%	232	11:1	13:1	13:1	2,795	2,580	-1.17%	92.31%
2021	2,850	63,233,896	22,187	3.56%	235	12:1	13:1	13:1	2,828	2,598	-0.32%	91.87%
2020	2,855	61,166,503	21,424	0.75%	235	12:1	13:1	13:1	2,837	2,717	-0.25%	95.77%
2019	2,857	60,750,905	21,264	-4.14%	229	12:1	13:1	13:1	2,844	2,662	-0.11%	93.60%
2018	2,838	62,952,924	22,182	7.19%	229	13:1	13:1	13:1	2,847	2,669	0.14%	93.75%
2017	2,872	59,433,481	20,694	3.64%	229	13:1	13:1	13:1	2,843	2,671	-0.66%	93.95%
2016	2,877	57,443,985	19,967	7.61%	229	11:1	12:1	12:1	2,862	2,695	-2.09%	94.16%
2015	2,951	54,755,897	18,555	0.28%	232	13:1	13:1	13:1	2,923	2,759	-2.47%	94.39%
2014	2,997	55,454,480	18,503	-1.77%	234	13:1	14:1	14:1	2,997	2,830	0.63%	94.43%

Sources: District records

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

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

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
DISTRICT BUILDINGS											
Middle School (1971, 86):											
Square Feet	119,703	119,703	119,703	119,703	119,703	119,703	119,703	119,703	119,703	119,703	119,703
Capacity (Students)	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	858	903	882	903	932	939	948	948	939	889	990
Junior High School: (1950, 56, 65):											
Square Feet	188,811	188,811	188,811	188,811	188,811	188,811	188,811	188,811	188,811	188,811	188,811
Capacity (Students)	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300
Enrollment	900	941	924	970	980	980	1,000	1,000	1,000	1,085	1,058
Senior High School: (1997, 98):											
Square Feet	123,295	123,295	123,295	123,295	123,295	123,295	123,295	123,295	123,295	123,295	123,295
Capacity (Students)	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400
Enrollment	906	854	989	956	925	926	899	899	905	888	949
Other Buildings:											
Administration Building (1993):											
Square Feet	11,475	11,475	11,475	11,475	11,475	11,475	11,475	11,475	11,475	11,475	11,475
Transportation/Maintenance (1996):											
Square Feet	7,260	7,260	7,260	7,260	7,260	7,260	7,260	7,260	7,260	7,260	7,260
Bus Garage (1965):											
Square Feet	3,250	3,250	3,250	3,250	3,250	3,250	3,250	3,250	3,250	3,250	3,250
Technology Building (1965)											
Square Feet	1,664	1,664	1,664	1,664	1,664	1,664	1,664	1,664	1,664	1,664	1,664
Maintenance Building (1965, 80):											
Square Feet	2,470	2,470	2,470	2,470	2,470	2,470	2,470	2,470	2,470	2,470	2,470
Facilities Office (1975):											
Square Feet	648	648	648	648	648	648	648	648	648	648	648

Number of Schools at June 30, 2023:
 Middle School = 1
 Junior High School = 1
 Senior High School = 1
 Other = 5

Source: District Facilities Office

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

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES
11-000-261-xxx

* School Facilities Project Numbers	MIDDLE SCHOOL 4950-060-04-1000	HIGH SCHOOL	ADULT SCHOOL	TOTAL
2024	\$ 827,562	\$ 1,655,125		\$ 2,482,687
2023	739,938	1,479,876		2,219,814
2022	666,356	1,352,904		2,019,260
2021	711,328	1,422,655		2,133,983
2020	709,759	1,441,025	-	2,150,784
2019	1,676,805	718,631	-	2,395,436
2018	559,906	1,446,447	-	2,006,353
2017	553,360	1,296,725	-	1,850,085
2016	425,078	996,302	-	1,421,380
2015	424,030	993,896	-	1,417,926
2014	435,777	1,019,676	-	1,455,453

**INSURANCE SCHEDULE
June 2024**

	COVERAGE	DEDUCTIBLE
School Package Policy (School Alliance Insurance Fund):		
Property - Blanket Buildings and Contents	\$ 250,000,000	\$ 1,000
General Liability	250,000,000	1,000
Flood Insurance Coverage	10,000,000	-
Earthquake Coverage	25,000,000	-
Pollution Coverage	1,000,000	-
 Umbrella Liability	 10,000,000	
 School Leaders Liability	 15,000,000	 10,000

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 REPORT 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
Southern Regional School District
County of Ocean
Manahawkin, 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 Southern Regional School District (the “School District”), in the County of Ocean, 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 18, 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 18, 2024



HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-2

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND REPORT 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
Southern Regional School District
County of Ocean
Manahawkin, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Southern 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 18, 2024

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

FEDERAL GRANTOR/PASS THROUGH GRANTOR/ PROGRAM TITLE OR CLUSTER	ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2023	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO THROUGH SUBRECIPIENTS	BALANCE, JUNE 30, 2024		
										(ACCOUNTS RECEIVABLE)	DUETO GRANTOR	UNEARNED REVENUE
U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH STATE DEPARTMENT OF AGRICULTURE:												
Child Nutrition Cluster:												
School Breakfast Program	10.553	241N1304N1099	100-010-3350-028	38,182	7/1/23-6/30/24	\$ -	\$ 37,524	(38,182)	\$ -	(658)	\$ -	
School Breakfast Program	10.553	231N1304N1099	100-010-3350-028	51,333	7/1/22-6/30/23	(1,321)	1,321	-	-	-	-	
National School Lunch Program	10.555	241N1304N1099	100-010-3350-026	268,889	7/1/23-6/30/24	-	264,378	(268,889)	-	(4,511)	-	
National School Lunch Program	10.555	231N1304N1099	100-010-3350-026	307,018	7/1/22-6/30/23	(6,535)	6,535	-	-	-	-	
Supply Chain Assistance Grant	10.555	231N1304N1099	100-010-3350-118	66,819	7/1/23-6/30/24	-	66,819	(66,819)	-	(74,138)	3,432	
Food Distribution Program (Noncash Assistance)	10.555	241N1304N1099	Unavailable	77,570	7/1/23-6/30/24	-	77,570	(74,138)	-	-	-	
Food Distribution Program (Noncash Assistance)	10.555	231N1304N1099	Unavailable	51,961	7/1/22-6/30/23	1,497	-	(1,497)	-	-	-	
Total Child Nutrition Cluster						(6,359)	454,147	(449,525)	-	(5,169)	3,432	
Pandemic EBT Admin Cost	10.649	231N1304S9009	100-010-3350-115	653	07/01/23-6/30/24	-	653	(653)	-	-	-	
Subtotal						-	653	(653)	-	-	-	
Local Food for Schools Cooperative Agreement Program	10.185	AM22CPLFS000C015	100-010-3350-123	7,747	07/01/23-6/30/24	-	1,939	(2,722)	-	(783)	-	
Subtotal						-	1,939	(2,722)	-	(783)	-	
Total Enterprise Fund						(6,359)	456,739	(452,900)	-	(5,952)	3,432	
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES PASSED THROUGH STATE DEPARTMENT OF HUMAN SERVICES:												
General Fund:						-	23,294	(23,294)	-	-	-	
Medical Assistance Program (Semi)	93.778	2305NIMAP	100-054-7540-211	23,294	7/1/23-6/30/24	-	23,294	(23,294)	-	-	-	
Total General Fund						-	23,294	(23,294)	-	-	-	
U.S. DEPARTMENT OF EDUCATION PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:												
Special Revenue Fund:						-	153,664	-	-	-	-	
Title I - Part A	84.010	S010A220030	100-034-5064-194	428,680	7/1/22-9/30/23	(153,664)	153,664	-	-	-	-	
Title I - Part A	84.010	S010A220030	100-034-5064-194	409,555	7/1/23-9/30/24	-	171,701	(302,959)	-	(131,258)	-	
Subtotal						(153,664)	325,365	(302,959)	-	(131,258)	-	
Title II - Part A	84.367	S367A220029	100-034-5063-290	78,526	7/1/22-9/30/23	(49,397)	49,397	(46,572)	-	(37,389)	-	
Title II - Part A	84.367	S367A230029	100-034-5063-290	48,514	7/1/23-9/30/24	-	9,183	(46,572)	-	-	-	
Subtotal						(49,397)	58,580	(46,572)	-	(37,389)	-	
Title IV	84.424	S424A220031	100-034-5069-031	33,434	7/1/22-9/30/23	(1,522)	1,522	-	-	-	-	
Title IV	84.424	S424A230031	100-034-5069-031	32,425	7/1/23-9/30/24	-	25,908	(34,650)	-	(8,742)	-	
Subtotal						(1,522)	27,430	(34,650)	-	(8,742)	-	
Education Stabilization Fund:						-	1,144,326	(234,674)	-	(24,582)	-	
COVID-19 ARP ESSER III	84.425U	S425U210027	100-034-5120-523	3,103,641	3/13/20-9/30/24	(934,234)	1,144,326	(234,674)	-	-	-	
COVID-19 ARP ESSER III - Accelerated Learning	84.425U	S425U210027	100-034-5120-523	199,702	3/13/20-9/30/24	-	130,402	(130,402)	-	-	-	
COVID-19 ARP ESSER III - Mental Health	84.425U	S425U210027	100-034-5120-523	88,501	3/13/20-9/30/24	-	52,416	(81,611)	-	(29,195)	-	
COVID-19 ARP ESSER III - Evidence Base Summer Learning	84.425U	S425U210027	100-034-5120-523	40,000	3/13/20-9/30/24	-	30,144	(30,144)	-	-	-	
COVID-19 ARP Homeless Children and Youth	84.425U	S425U210027	100-034-5120-523	40,000	3/13/20-9/30/24	-	20,706	(20,706)	-	-	-	
Subtotal						(934,234)	1,377,994	(497,537)	-	(53,777)	-	
COVID-19 CRRSA - ESSER II	84.425D	S425D200027	100-034-5120-518	1,514,594	3/13/20-9/30/23	(117,044)	117,044	-	-	-	-	
COVID-19 CRRSA - ESSER II - Accelerated Learning	84.425D	S425D200027	100-034-5120-518	225,402	3/13/20-9/30/23	(27,343)	27,343	-	-	-	-	
Subtotal						(144,387)	144,387	-	-	-	-	
Total Education Stabilization Fund:						(1,078,621)	1,522,381	(497,537)	-	(53,777)	-	
Special Education Cluster:						-	126,621	-	-	-	-	
LDE.A, Part B, Basic Regular	84.027A	H027A220100	100-034-5065-016	599,992	7/1/22-9/30/23	(126,621)	126,621	-	-	-	-	
LDE.A, Part B, Basic Regular	84.027A	H027A230100	100-034-5065-016	647,197	7/1/23-9/30/24	-	477,818	(637,905)	-	(160,087)	-	
Subtotal						(126,621)	604,439	(637,905)	-	(160,087)	-	
Total Special Education Cluster						(126,621)	604,439	(637,905)	-	(160,087)	-	
Total Special Revenue Fund						(1,409,825)	2,538,195	(1,519,623)	-	(391,253)	-	
Total Federal Financial Assistance						\$ (1,416,184)	\$ 3,018,228	\$ (1,995,817)	\$ -	\$ (397,205)	\$ 3,432	

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

SOUTHERN REGIONAL HIGH 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	BALANCE JUNE 30, 2023	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	REPAYMENT OF PRIOR YEARS BALANCES	BALANCE, JUNE 30, 2024		BUDGETARY RECEIVABLE	MEMO CUMULATIVE TOTAL EXPENDITURES	
										UNEARNED REVENUE	ACCOUNTS RECEIVABLE			
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
State Department of Education:														
State Aid Public:														
Special Education Categorical Aid	495-034-5120-089	2,466,974	7/1/23-6/30/24	-	-	2,466,974	(2,466,974)	-	-	-	-	(237,333)	2,466,974	
Security Aid	495-034-5120-084	279,061	7/1/23-6/30/24	-	-	279,061	(279,061)	-	-	-	-	(26,847)	279,061	
Total State Aid Public														
Transportation Aid	495-034-5120-014	1,189,934	7/1/23-6/30/24	-	-	1,189,934	(1,189,934)	-	-	-	-	(264,180)	2,746,035	
Additional Nonpublic Transportation Aid	495-034-5120-014	44,980	7/1/22-6/30/23	(6,670)	-	6,670	-	-	-	-	-	(114,476)	1,189,934	
Additional Nonpublic Transportation Aid	495-034-5120-014	6,670	7/1/22-6/30/23	(923,766)	-	923,766	-	-	-	(15,015)	-	-	15,015	
Extraordinary Aid	495-034-5120-044	928,347	7/1/22-6/30/23	-	-	-	-	-	-	-	-	-	-	
Extraordinary Aid	495-034-5120-044	923,766	7/1/22-6/30/24	(87,158)	-	87,158	-	-	-	(801,186)	-	-	801,186	
Reimbursed TPAF Social Security	495-034-5094-003	1,726,006	7/1/23-6/30/23	-	-	1,772,945	(1,865,785)	-	-	(92,840)	-	-	1,865,785	
Reimbursed TPAF Social Security	495-034-5094-003	1,865,785	7/1/23-6/30/24	-	-	-	-	-	-	-	-	-	-	
Noncash Assistance:														
TPAF - Post Retirement Medical	495-034-5094-001	2,427,330	7/1/23-6/30/24	-	-	2,427,330	(2,427,330)	-	-	-	-	-	2,427,330	
TPAF - Pension Contributions	495-034-5094-002	8,918,649	7/1/23-6/30/24	-	-	8,918,649	(8,918,649)	-	-	-	-	-	8,918,649	
TPAF - Long-Term Disability Insurance	495-034-5094-004	2,426	7/1/23-6/30/24	-	-	2,426	(2,426)	-	-	-	-	-	2,426	
Total General Fund Assistance														
				(1,017,594)	-	18,074,913	(17,966,360)	-	-	(909,041)	-	(378,656)	17,966,360	
Special Revenue Fund:														
Passed-State Department of Education:														
N.J. Nonpublic Aid:														
Textbook Aid	100-034-5120-067	1,677	7/1/23-6/30/24	-	-	1,677	(1,472)	-	-	-	205	-	1,472	
Textbook Aid	100-034-5120-067	1,716	7/1/22-6/30/23	12	-	-	-	(12)	-	-	-	-	-	
Nursing Services	100-034-5120-070	3,480	7/1/23-6/30/24	-	-	3,480	(3,452)	-	-	-	28	-	3,452	
Nursing Services	100-034-5120-070	2,912	7/1/22-6/30/23	109	-	-	-	(109)	-	-	-	-	-	
Technology	100-034-5120-373	1,421	7/1/23-6/30/24	-	-	1,421	(857)	-	-	-	564	-	857	
Auxiliary Services (Ch. 192):														
Compensatory Education	100-034-5120-067	8,709	7/1/22-6/30/23	2,787	-	-	-	(2,787)	-	-	-	-	-	
Compensatory Education	100-034-5120-067	7,013	7/1/23-6/30/24	-	-	7,013	(7,013)	-	-	-	-	-	7,013	
Handicapped Services (Ch. 193):														
Corrective Speech	100-034-5120-066	1,860	7/1/23-6/30/24	-	-	1,860	(986)	-	-	-	874	-	986	
Examination & Classification	100-034-5120-066	6,825	7/1/22-6/30/23	3,979	-	-	-	(3,979)	-	-	-	-	-	
Examination & Classification	100-034-5120-066	5,498	7/1/23-6/30/24	-	-	5,498	(4,426)	-	-	-	1,072	-	4,426	
Supplementary Instruction	100-034-5120-066	4,956	7/1/23-6/30/24	-	-	4,956	(3,403)	-	-	-	1,553	-	3,403	
School Climate Change	23E00194	6,600	4/1/23-6/30/23	(6,224)	-	6,224	-	-	-	-	-	-	-	
SDA Emergent Needs	100-034-5120-086	178,855	7/1/23-6/30/24	49,581	-	71,936	(121,517)	-	-	-	-	-	121,517	
Subtotal														
				50,244	-	104,065	(143,126)	-	-	(6,887)	-	4,296	143,126	
Capital Projects Fund:														
New Jersey School Development Authority:														
Middle School Window Project	4950-060-14-G2ZV	275,760	Until Complete	(213,174)	-	-	-	-	-	(213,174)	-	-	-	
High School Renovations	4950-050-14-1001-G04	2,992,350	Until Complete	(2,088,249)	-	-	-	-	-	(2,088,249)	-	-	-	
Total Capital Projects Fund														
				(2,301,423)	-	-	-	-	-	(2,301,423)	-	-	-	
State Department of Agriculture:														
Enterprise Fund:														
National School Lunch Program	495-010-3350-001	15,376	7/1/23-6/30/24	-	-	15,128	(15,376)	-	-	(248)	-	-	15,376	
National School Lunch Program	495-010-3350-001	15,526	7/1/22-6/30/23	(326)	-	326	-	-	-	-	-	-	-	
National School Breakfast Program	495-010-3350-002	873	7/1/23-6/30/24	(26)	-	26	(873)	-	-	(14)	-	-	873	
National School Breakfast Program	495-010-3350-002	1,209	7/1/22-6/30/23	(26)	-	-	-	-	-	-	-	-	-	
Working Class Families State Supplement - Lunch	495-010-3350-006	9,610	7/1/23-6/30/24	-	-	9,467	(9,610)	-	-	(143)	-	-	9,610	
Working Class Families State Supplement - Breakfast	495-010-3350-006	2,037	7/1/23-6/30/24	-	-	2,003	(2,037)	-	-	(34)	-	-	2,037	
Total Enterprise Fund Assistance														
				(352)	-	27,809	(27,896)	-	-	(439)	-	-	27,896	
Grand Total State Financial Assistance														
				(3,269,125)	\$	18,206,787	(18,137,382)	\$	\$	(6,887)	\$	(3,210,903)	\$	18,137,382
Less: State Financial Assistance Programs Not Subject to Calculation for Major Program Determination:														
TPAF - Post Retirement Medical (Noncash Assistance)	495-034-5094-001	2,427,330	7/1/23-6/30/24	-	-	-	2,427,330	-	-	-	-	-	-	
TPAF - Pension Contributions (Noncash Assistance)	495-034-5094-002	8,918,649	7/1/23-6/30/24	-	-	-	8,918,649	-	-	-	-	-	-	
TPAF - Long-Term Disability Insurance (Noncash Assistance)	495-034-5094-004	2,426	7/1/23-6/30/24	-	-	-	2,426	-	-	-	-	-	-	
Total State Financial Assistance subject to Major Program Determination														
							\$						\$	(6,788,977)

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

**SOUTHERN REGIONAL 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 Southern Regional 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.

**SOUTHERN REGIONAL 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 \$(35,892) for the general fund and \$625,308 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	\$ 23,294	\$ 17,930,468	\$ 17,953,762
Special Revenue Fund	2,193,565	94,492	2,288,057
Food Service Fund	<u>452,900</u>	<u>27,896</u>	<u>480,796</u>
Total Awards & Financial Assistance	<u>\$ 2,669,759</u>	<u>\$ 18,052,856</u>	<u>\$ 20,722,615</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 Southern Regional School District had no loan balances outstanding at June 30, 2024.

**SOUTHERN 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		<u>Unmodified</u>
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		<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of Uniform Guidance?	_____ yes	___X___ no

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027A	H027A230100	I.D.E.A. Part B, Basic Regular

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

**SOUTHERN 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	\$750,000	
Auditee qualified as low-risk auditee?	<input checked="" type="checkbox"/> yes	<input type="checkbox"/> no
Internal control over major programs:		
1) Material weakness(es) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no
2) Significant deficiency(ies) identified?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> 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?	<input type="checkbox"/> yes	<input checked="" type="checkbox"/> no

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
495-034-5094-003	Reimbursed T.P.A.F. Social Security Contributions

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

Section II – Financial Statement Findings – N/A

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.

**SOUTHERN 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 – N/A

STATE FINANCIAL ASSISTANCE – N/A

**SOUTHERN REGIONAL SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
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- N/A

Federal Awards- N/A

State Financial Assistance – N/A