# Annual Comprehensive Financial Report

of the

Township of South Brunswick School District

County of Middlesex

South Brunswick, New Jersey

For the Fiscal Year Ended June 30, 2024

Prepared by

Township of South Brunswick, Board of Education
Finance Department

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# INTRODUCTORY SECTION

# SOUTH BRUNSWICK TOWNSHIP PUBLIC SCHOOLS

**David E. Pawlowski**
Business Administrator/ Board Secretary

**Scott Feder**
Superintendent of Schools

**Kimberly Maloy-White**
Assistant Superintendent for Human Resources

**Suzanne Luck-Born**
Assistant Superintendent

**Dr. Evelyn Mamman**
Assistant Superintendent of
Curriculum & Instruction

Monday, December 23, 2024

Honorable President and
Members of the Board of Education
South Brunswick Township
P.O. Box 181
Monmouth Junction, NJ 08852

Dear Board Members:

The Annual Comprehensive Financial Report of the South Brunswick Township Board of Education for the fiscal year ended June 30, 2024, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Annual Comprehensive Financial Report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the Districts organizational chart and a list of principal officials. The financial section includes the basic financial statements and required supplemental information, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the audit requirements of Title 2 U.S. Code of Federal regulations Part 200, Uniform Administrative Requirements, Cost Principals, and Audit Requirements of Federal Awards (Uniform Guidance) and the New Jersey OMB's Circular 15 -08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid Payments." Information related to this single audit, including the auditors report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations are included in the single audit section of this report.

1. **Reporting Entity and Its Services:** South Brunswick Township Schools is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The South Brunswick Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K – 12. These include regular and vocational as well as special education for handicapped youngsters. The following details the changes in the student enrollment of the District over the last eight years.

| Fiscal Year | Average Daily Enrollment | Increase / Decrease | Percent Change |
|---|---|---|---|
| 2016-17 | 8,786 | 31 | .04 |
| 2017-18 | 8,744 | (42) | (0.5) |
| 2018-19 | 8,420 | (324) | (3.8) |
| 2019-20 | 8,228 | (192) | (2.2) |
| 2020-21 | 8,196 | (32) | (.4) |
| 2021-22 | 8,073 | (123) | (1.5) |
| 2022-23 | 8,014 | (59) | (.7) |
| 2023-24 | 7848 | (166) | (2.1) |

The preliminary enrollment projection for the 2024-25 school year is 7,725 students or an decrease of 123 students. This includes a projected PreSchool class of 465 in which 150 students are placed in private provider settings.

2. **Economic Condition and Outlook:** South Brunswick property tax assessments experienced an increase in the overall 2023-24 tax rate (+.048% of a percent per assessed value or 1.62%). This along with manageable increases for health benefits and energy once again allowed the district to provide a school tax rate of 3.027 per 100,000 of assessed value. The South Brunswick School District increased the local levy by 2% for the budget year ending 6/24.

The District continues to be proactive in effects to reduce non-instructional costs specifically in the areas of energy, insurance and the reduction of debt in order to maintain a consistent level of educational program offerings. As an example, the Board and Administration refinanced a 2017 Bond Issue saving the district taxpayers.

The continuing economic uncertainty of both our nation and state will make it necessary for us to keenly monitor operations at all levels, most notably financially. The current economic conditions are likely to have a direct impact with respect to the state funding of any future budgets. The District administration will continue to implement budgets with an eye towards reducing expenditures and maximizing revenues wherever possible. Likewise, the Board will continue with its one major goal. That goal is stated as follows:

WHEREAS, the SOUTH BRUNSWICK BOARD OF EDUCATION reaffirms its mission as follows:

The South Brunswick Township Public Schools will prepare students to be lifelong learners, critical thinkers, effective communicators, and wise decision-makers. This will be accomplished through the use of the New Jersey Student Learning Standards (NJSLS) at all grade levels. The schools will maintain an environment that promotes intellectual challenge, creativity, social and emotional growth, and the healthy physical development of each student; and

WHEREAS, the

SOUTH BRUNSWICK BOARD OF EDUCATION is proud of the South Brunswick tradition of furnishing innovative child-centered programs; and

WHEREAS, the

SOUTH BRUNSWICK BOARD OF EDUCATION, in order to meet the needs of the children in the community, to enable them to continue their education or training beyond high school, to prepare them to be productive citizens in the 21st century, and in order to fulfill its mission, believes that it should seek to raise the academic achievement level of its students;

NOW, THEREFORE, BE IT RESOLVED that the

SOUTH BRUNSWICK BOARD OF EDUCATION hereby establishes that its first priority is high academic performance and achievement for all students in South Brunswick; and

BE IT FURTHER RESOLVED, that the

SOUTH BRUNSWICK BOARD OF EDUCATION use objective indicators of student performance to measure the District's progress toward the goal of high academic performance and achievement; and

BE IT FURTHER RESOLVED, that in order to achieve this goal it will be necessary

- for the Board of Education to articulate clearly and consistently this goal to the community,
- to foster widespread community support for this goal,
- to develop action plans at each school, and
- to reallocate and focus resources; and

BE IT FURTHER RESOLVED, that as part of the Superintendent's annual evaluation, the

SOUTH BRUNSWICK BOARD OF EDUCATION will consider the District's progress toward the goal of high academic performance and achievement as measured by agreed upon indicators.

All activities for the 2024-2025 school year will continue to focus on achieving this Board goal.

3. **Internal Accounting Controls:** Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

4. **Budgetary Controls:** In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. 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 funds. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance on June 30. 2024.

5. **Accounting System and Reports:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB) . The accounting system of the District is organized on the basis of funds and account groups. These. funds and account groups are explained in 'Notes to the Financial Statements," Note 1.

6. **Debt Administration:** The District Finance Committee recommended the refinancing of a 2004 Refunding Bond issue. After receiving approval from the Local Finance Board, the District refinanced Series 2004 Bonds and issued Series 2014 AA + Refunding School Bonds on February 12, 2014. These bonds resulted in a net present value savings of more than $1.9 million. The Administration continues to monitor the current market conditions with the financial advisor and will look for the appropriate opportunity for significant savings in the future . Similarly the administration has positioned itself well with capital reserve which can be used to offset principal and opportunity for significant savings in the future. Similarly the administration has positioned itself well with capital reserve which can be used to offset principal and interest payments for bonded projects. District administration is currently monitoring all debt as the district is nearing its last payment of a very large project.

7. **Risk Management:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/ collision, hazard and theft insurance on property and contents, student accident insurance and fidelity bonds. The District likewise belongs to various consortiums in an effort to spread risk and reduce premium costs.

8. **Other Information:** Independent Audit - State statute requires an annual audit by independent Certified Public Accountants or Registered Municipal Accountants. The accounting firm of Suplee, Clooney and Company, CPA was selected by the Board audit committee. In addition to meeting the requirements set forth in state statute, the audit also was designed to meet the requirements of the Single Audit Act as amended and the related Uniform Guidance and State Treasury Circular Letter 15-08. The auditor's reports related specifically to the single audit are included in the single audit section of this report

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

Respectfully Submitted,

Scott Feder,
Superintendent of Schools

David Pawlowski,
School Business Administrator / Board Secretary

**SOUTH BRUNSWICK TOWNSHIP SCHOOL DISTRICT**
**BOARD OF EDUCATION**
**SOUTH BRUNSWICK, NEW JERSEY**

**ROSTER OF OFFICIALS**
**JUNE 30, 2024**

| **Members of the Board of Education** | **Term Expires** |
|---|---|
| Mrs. Lisa Rodgers, President | 2024 |
| Mrs. Laura Hernandez, Vice President | 2025 |
| Mrs. Julie Ferrara | 2025 |
| Mrs. Deepa Karthik | 2024 |
| Ms. Alisha Kahn | 2025 |
| Mr. Raja Krishna | 2026 |
| Mr. Mike Mitchell | 2026 |
| Mr. Barry Nathanson | 2024 |
| Dr. Smitha Raj | 2026 |

**Other Officials**

Mr. Scott Feder, Superintendent of Schools

Mr. David Pawlowski, Business Administrator/Board Secretary

Mrs. Suzanne Luck-Born, Assistant Superintendent

Dr. Evelyn Mamman, Assistant Superintendent for Curriculum and Instruction

Mrs. Kimberly Maloy-White, Assistant Superintendent for Human Resources

**BOARD OF EDUCATION**
**TOWNSHIP OF SOUTH BRUNSWICK, COUNTY OF MIDDLESEX**

**CONSULTANTS AND ADVISORS**
**JUNE 30, 2024**

**ARCHITECT**
Parette Somjen Architects, LLC
439 US Highway 46, Ste 4
Rockaway, NJ 07866

**AUDIT FIRM**
Suplee, Clooney & Company
308 East Broad Street
Westfield, NJ 07090

**ATTORNEYS**
Porzio, Bromberg & Newman, P.C.
100 Southgate Parkway
Morristown, NJ 07960

Comegno Law Group, P.C.
521 Pleasant Valley Road
Moorestown, NJ 08057

**FINANCIAL ADVISORS**
PFM Asset Management, LLC
Princeton, NJ 08540

Phoenix Advisors, LLC
4 West Park Street
Bordentown, NJ 08505

**BOND COUNSEL**
McManimon & Scotland & Baumann
75 Livingston Ave.
Roseland, NJ 07068

**BOARD OF EDUCATION**
**TOWNSHIP OF SOUTH BRUNSWICK, COUNTY OF MIDDLESEX**
**OFFICIAL DEPOSITORIES**

Bank of America
24 Summerfield Blvd.
Dayton, NJ 08810

Brunswick Bank and Trust
527 Ridge Road
Monmouth Junction, NJ 08852

NJ ARM
PFM Asset Management LLC
821 Alexander Road, Suite 110
Princeton, NJ 08540

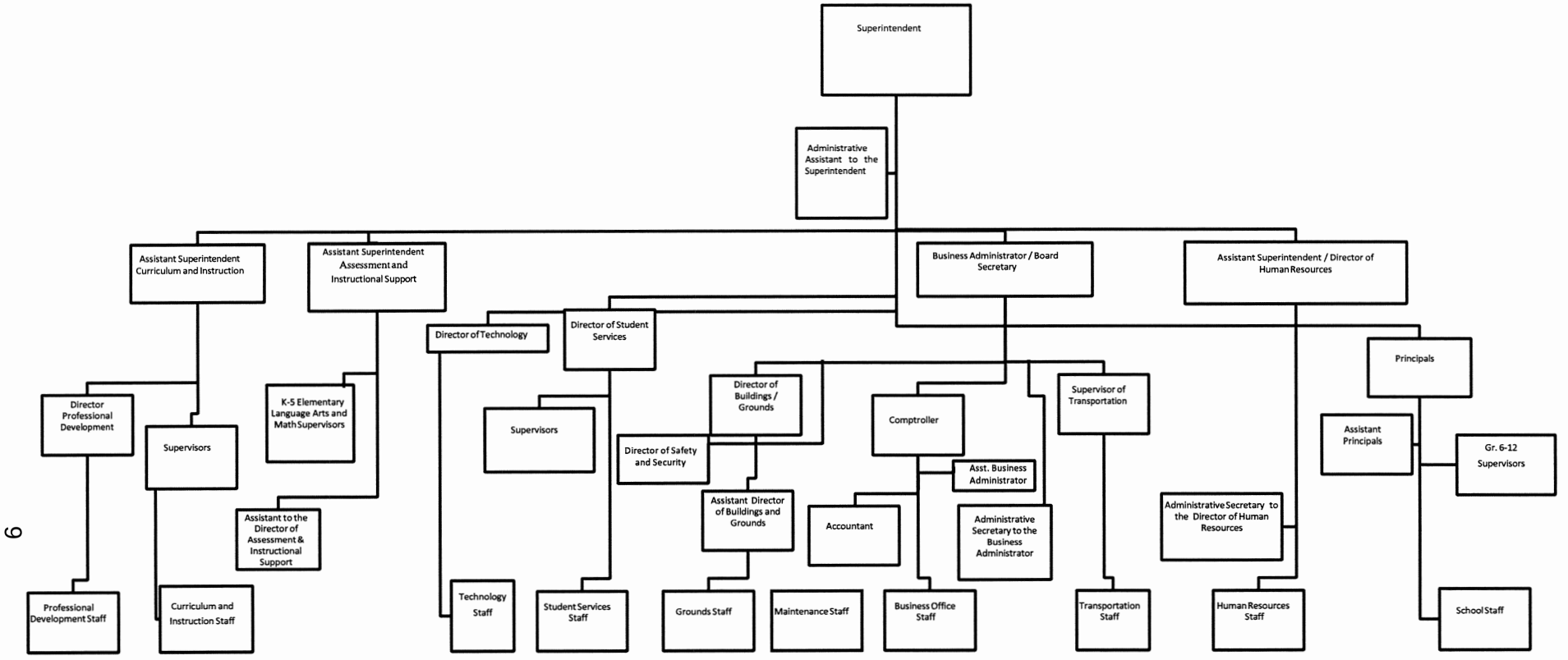
NJ Cash Management Fund
Department of Treasury
Division of Investment
50 West State Street, 9th Floor
Trenton, NJ 08608

PNC Bank
359 Georges Road
Dayton, NJ 08810

TD Bank North
1 Royal Road, Suite 1
Flemington, NJ 08822

Wells Fargo Bank
3510 Route 27
Kendall Park, NJ 08831

South Brunswick Board of Education
2023-2024 Organizational Chart



# FINANCIAL SECTION

SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS
308 East Broad Street, Westfield, New Jersey 07090-2122
Telephone 908-789-9300 Fax 908-789-8535
E-mail info@scnco.com

# INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Township of South Brunswick School District
County of Middlesex
Monmouth Junction, New Jersey 08852

## *Report on the Audit of the Financial Statements*

### *Opinions*

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

In our opinion, the 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 District 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, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey, the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (the "Uniform Guidance") the audit requirements of State of New Jersey OMB Circular 15-08 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards and provisions are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

***Responsibilities of Management for the Financial Statements***

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

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

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, the Uniform Guidance, the State of New Jersey OMB Circular 15-08 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

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

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information in Exhibit C-1 through C-3, the schedules related to accounting and reporting for pensions in Exhibit L-1 through L-4 and the schedules related to accounting and reporting for postretirement benefits other than pensions (OPEB) in Exhibits M-1 and M-2 are 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 District's basic financial statements. The accompanying supplementary information schedules and data such as the combining statements and individual fund financial statements, and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, as required by the Uniform Guidance, New Jersey's OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and the State of New Jersey, Department of Education, Division of Finance, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and the schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

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

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

***Other Reporting Required by Government Auditing Standards***

In accordance with Government Auditing Standards, we have also issued our report dated December 23, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

CERTIFIED PUBLIC ACCOUNTANTS

PUBLIC SCHOOL ACCOUNTANT NO. 962

December 23, 2024

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# REQUIRED SUPPLEMENTARY INFORMATION – PART I

# MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT**
**MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**
**FOR THE YEAR ENDED JUNE 30, 2024**
**UNAUDITED**

The Management's Discussion and Analysis of the Township of South Brunswick School District (the "District") offers readers of the District's financial statements a narrative overview of the financial activities for the fiscal year ended June 30, 2024. The intent of this discussion is to look at the District's financial performance as a whole; therefore, readers should also review the transmittal letter at the front of this report, along with the District's financial statements and notes to the financial statements to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information (RSI) specified in the Governmental Accounting Standards Board's (GASB) Statement Number 34, Basic Financial Statements and Management's Discussion and Analysis of State and Local Governments. Certain comparative information between the current fiscal year and the prior fiscal year is required to be presented in the MD&A.

## Financial Highlights

In the District-wide Financial Statements:

- Net position of Governmental Activities decreased $6,798,867.
- Net position of the Business-type Activities decreased by $1,033,130.

In the Major Fund Financial Statements:

- Governmental fund expenditures exceeded revenues by $13,084,390.
- Among proprietary funds, the enterprise's fund balance decreased by $1,033,130.

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT**
**MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**
**FOR THE YEAR ENDED JUNE 30, 2024**
**UNAUDITED**

## Overview of the Financial Statements

This Annual Comprehensive Financial Report ("ACFR") consists of three parts: Management's Discussion and Analysis (this section), The Basic Financial Statements, and Required Supplementary Information. The Basic Financial Statements include two kinds of statements that present different views of the District, District–wide Financial Statements and Fund Financial Statements.

- District-wide Financial Statements provide both short-term and long-term information about the District's overall financial status.

- Major Fund Financial Statements report the District's operations in more detail than the District-wide statements on individual parts of the District, the Governmental Funds, and Proprietary Funds.

- Governmental Funds Statements tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.

- Proprietary Funds Statements offer short and long-term financial information about the activities the District operates like a business, which include the Children's Community Enrichment, Summer Institute and Food Services programs.

The notes to financial statements are also included, which are an integral part of the financial statements. The information in the notes provides detailed data on the District's financial operations.

Required supplementary information further explains and supports the financial statements with a comparison of the District's budget for the year.

## District-wide Financial Statements

The District-wide Financial Statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the District's assets and liabilities. All current year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or disbursed.

The District-wide Financial Statements report the District's net position and how it has changed. Net position, the difference between the District's assets and liabilities, is one way to measure the District's financial health or position. Over time, increases or decreases in the District's net position is an indicator of whether its financial position has improved or diminished. The causes of this change may be a result of many factors, some financial and some not. Non-financial factors include the District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the District-wide Financial Statements, the District's activities are divided into two categories, governmental and business-type activities.

- Governmental activities - All of the District's programs and services are reported here including, but not limited to regular and special education instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities. Property taxes and state formula aid finance most of these activities.

- Business-type activities - These services are provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The District charges fees to help it cover the costs of certain services it provided. The children's enrichment, summer institute and food service accounts are reported as business activities.

## Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on major funds. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs. Some funds are required by State law and by bond covenants. The District establishes other funds to control and manage money for particular purposes (i.e., long-term debt) or to show that it is properly using certain restricted revenues (i.e., entitlement grants).

**Fund Financial Statements (Continued)**

The District maintains two financial funds:

- Governmental Funds: The District's activities reported in governmental funds focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting that measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the government-wide Statement of Net Position and Statement of Activities) and governmental funds statements is reconciled in the financial statements.

- Proprietary Funds: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide financial statements. The District's enterprise funds (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flow.

## Financial Analysis of the District as a Whole

The net position of governmental activities was $74,431,579 while business-type activities made up $2,750,802. The District's combined net position was $77,182,381 on June 30, 2024. The District's investment in capital assets is shown net of any related debt used to acquire those assets.

Table 1 below reflects the District's net position as a whole for the Fiscal years 2024 and 2023.

TABLE 1
NET POSITION

| | Governmental Activities | | Businees-Type Activities | | Total District | |
|---|---|---|---|---|---|---|
| | FY 2024 | FY 2023 | FY 2024 | FY 2023 | FY 2024 | FY 2023 |
| Assets | | | | | | |
| Current & Other Assets | $24,660,761 | $38,546,459 | $2,823,310 | $3,862,071 | $27,484,071 | $42,408,530 |
| Capital Assets | 134,281,467 | 138,963,533 | 753,443 | 809,597 | 135,034,910 | 139,773,130 |
| Total Assets | 158,942,228 | 177,509,992 | 3,576,753 | 4,671,668 | 162,518,981 | 182,181,660 |
| Deferred Outflow of Resources | | | | | | |
| Related to pensions | 5,669,491 | 6,080,765 | | | 5,669,491 | 6,080,765 |
| Total Deferred Outflows | 5,669,491 | 6,080,765 | | | 5,669,491 | 6,080,765 |
| Liabilities | | | | | | |
| Other Liabilities | 12,268,917 | 11,782,459 | 825,951 | 887,736 | 13,094,868 | 12,670,195 |
| Long-Term Liabilities | 71,573,516 | 79,398,912 | - | | 71,573,516 | 79,398,912 |
| Total Liabilities | 83,842,433 | 91,181,371 | 825,951 | 887,736 | 84,668,384 | 92,069,107 |
| Deferred Inflow of Resources | | | | | | |
| Gain on Refunding of Long-Term Debt | 857,979 | 1,146,692 | | | 857,979 | 1,146,692 |
| Related to pensions | 5,479,728 | 10,032,248 | | | 5,479,728 | 10,032,248 |
| Total Deferred Inflows | 6,337,707 | 11,178,940 | | | 6,337,707 | 11,178,940 |
| Net Position | | | | | | |
| Net investment in capital assets | 97,703,106 | 95,455,454 | 753,443 | 809,597 | 98,456,549 | 96,265,051 |
| Restricted | 13,146,449 | 20,073,242 | | | 13,146,449 | 20,073,242 |
| Unrestricted ( Deficit) | (36,417,976) | (34,298,250) | 1,997,359 | 2,974,335 | (34,420,617) | (31,323,915 |
| Total Net Position | $74,431,579 | $81,230,446 | $2,750,802 | $3,783,932 | $77,182,381 | 85,014,378 |

The Statement of Activities shows the cost of programs and the charges for services and grants offsetting those programs.

Table 2 shows changes in net position for Fiscal Years 2024 and 2023.

TABLE 2
CHANGES IN NET POSITION

| | Governmental Activities | | Businees-Type Activities | | Total District | |
|---|---|---|---|---|---|---|
| | FY 2024 | FY 2023 | FY 2024 | FY 2023 | FY 2024 | FY 2023 |
| REVENUES | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | | | $2,660,098 | $2,562,649 | $2,660,098 | $2,562,649 |
| Operating Grants & Contributions | $42,621,036 | $43,969,986 | 1,486,756 | 1,448,639 | 44,107,792 | 45,418,625 |
| General Revenues: | | | | | | - |
| Property Taxes | 127,431,909 | 125,232,604 | | | 127,431,909 | 125,232,604 |
| Grants & Entitlements | 9,969,168 | 17,941,992 | | | 9,969,168 | 17,941,992 |
| Other | 1,674,262 | 1,487,424 | 1,647 | 687 | 1,675,909 | 1,488,111 |
| Total Revenue | 181,696,375 | 188,632,006 | 4,148,501 | 4,011,975 | 185,844,876 | 192,643,981 |
| EXPENSES | | | | | | |
| Instruction | 107,996,905 | 104,132,207 | | | 107,996,905 | 104,132,207 |
| Pupils and Instructional Staff | 28,667,769 | 28,339,280 | | | 28,667,769 | 28,339,280 |
| General & School Administration, | | | | | | - |
| Central Services & Technology | 15,814,502 | 14,672,339 | | | 15,814,502 | 14,672,339 |
| Maintenance | 19,633,334 | 17,984,652 | | | 19,633,334 | 17,984,652 |
| Transportation | 15,730,574 | 14,097,955 | | | 15,730,574 | 14,097,955 |
| Interest on Long-Term Debt | 483,232 | 728,314 | | | 483,232 | 728,314 |
| Other | 165,472 | 170,354 | | | 165,472 | 170,354 |
| Charter School | 967,189 | 1,061,059 | | | 967,189 | 1,061,059 |
| Business Type | | | 4,081,631 | 3,880,797 | 4,081,631 | 3,880,797 |
| Total Expense | 189,458,977 | 181,186,160 | 4,081,631 | 3,880,797 | 193,540,608 | 185,066,957 |
| Transfers | 1,100,000 | 800,000 | (1,100,000) | (800,000) | | |
| Disposal of Capital Assests (Net) | (136,265) | (62,773) | - | | (136,265) | (62,773) |
| Change in Net Position | (6,798,867) | 8,183,073 | (1,033,130) | (668,822) | (7,831,997) | 7,514,251 |
| Net Position - July 1, | 81,230,446 | 73,047,373 | 3,783,932 | 4,452,754 | 85,014,378 | 77,500,127 |
| Net Position - June 30, | $74,431,579 | $81,230,446 | $2,750,802 | $3,783,932 | $77,182,381 | $85,014,378 |

## Sources of Revenue for Fiscal Year 2024

In the District-wide Financial Statements, the District's total revenue for the 2023-2024 school year was $185,844,876 as reflected in Table 3 below. Property taxes accounted for 68.57 percent of the total revenue with the other 31.43 percent consisting of federal & state aid, charges for service, operating grants & contributions, and miscellaneous sources. Table 3 below summarizes these revenues for Fiscal Years 2024 and 2023.

TABLE 3
DISTRICT-WIDE REVENUES

| | FY 2024 | | FY 2023 | |
|---|---|---|---|---|
| | Amount | Percentage | Amount | Percentage |
| Property Taxes | $127,431,909 | 68.57% | $125,232,604 | 65.01% |
| Federal & State Grants not Restricted | 9,969,168 | 5.36% | 17,941,992 | 9.31% |
| Miscellaneous Income | 1,675,909 | 0.90% | 1,488,111 | 0.77% |
| Charges for Services | 2,660,098 | 1.43% | 2,562,649 | 1.33% |
| Operating Grants & Contributions | 44,107,792 | 23.73% | 45,418,625 | 23.58% |
| | $185,844,876 | 100.00% | $192,643,981 | 100.00% |

## Expenses for the Fiscal Year 2024

The total expenditures for the 2023-2024 fiscal year for all programs and services were $193,540,608. Table 4 below summarizes these program costs.

TABLE 4
DISTRICT-WIDE EXPENSES

| | FY 2024 | | FY 2023 | |
|---|---|---|---|---|
| | Amount | Percentage | Amount | Percentage |
| Instruction | $107,996,905.00 | 55.80% | $104,132,207.00 | 56.27% |
| Pupils and Instructional Staff | 28,667,769.00 | 14.81% | 28,339,280.00 | 15.31% |
| General & School Administration, Central Services & Technology | 15,814,502.00 | 8.17% | 14,672,339.00 | 7.93% |
| Maintenance | 19,633,334.00 | 10.14% | 17,984,652.00 | 9.72% |
| Transportation | 15,730,574.00 | 8.13% | 14,097,955.00 | 7.62% |
| Interest on Long-Term Debt | 483,232.00 | 0.25% | 728,314.00 | 0.39% |
| Other | 165,472.00 | 0.09% | 170,354.00 | 0.09% |
| Charter School | 967,189.00 | 0.50% | 1,061,059.00 | 0.57% |
| Business Type | 4,081,631.00 | 2.11% | 3,880,797.00 | 2.10% |
| | $193,540,608.00 | 100.00% | $185,066,957.00 | 100.00% |

The District's expenses are predominantly related to instructing, providing services and transporting students, grades kindergarten through twelve, which accounts for approximately 79 percent of the total District costs. Administrative and business expenses account for the costs of the Office of the Superintendent of Schools, the Business Office, and the Principal's Offices in all six school buildings. Maintenance and Operations account for the costs of keeping the school buildings and grounds safe, clean and in good operating condition, and includes all the utility costs related to the school facilities. Other costs include interest on long-term debt, unallocated depreciation expense and the costs of the business-type activities of the proprietary funds. It is important to note that depreciation expense on capital assets is included in expenses for the year under the GASB entity-wide reporting model; expenses therefore include $7,583,424 for depreciation. Also included in expenditures is the disposal of capital assets (net) of $136,266.

## Governmental and Business-Type Activities

Table 5 presents the net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs) of District activities. The net cost shows the financial burden placed on the District's taxpayers and the state by each of these functions.

TABLE 5
NET COST OF SERVICE

| | Total Cost of Services FY 2024 | Total Cost of Services FY 2023 | Net Cost of Services FY 2024 | Net Cost of Services FY 2023 |
|---|---|---|---|---|
| Instruction | $107,996,905.00 | $104,132,207.00 | $81,280,166.00 | $76,066,094.00 |
| Pupils and Instructional Staff | 28,667,769.00 | 28,339,280.00 | 17,784,435.00 | 18,145,238.00 |
| General & School Administration, Central Services & Technology | 15,814,502.00 | 14,672,339.00 | 14,137,887.00 | 12,894,038.00 |
| Maintenance | 19,633,334.00 | 17,984,652.00 | 19,633,334.00 | 17,393,798.00 |
| Transportation | 15,730,574.00 | 14,097,955.00 | 13,467,668.00 | 11,876,519.00 |
| Interest on Long-Term Debt | 483,232.00 | 728,314.00 | (598,210.00) | (390,926.00) |
| Other | 165,472.00 | 170,354.00 | 165,472.00 | 170,354.00 |
| Charter School | 967,189.00 | 1,061,059.00 | 967,189.00 | 1,061,059.00 |
| Business Type | 4,081,631.00 | 3,880,797.00 | (65,223.00) | (130,491.00) |
| | $193,540,608.00 | $185,066,957.00 | $146,772,718.00 | $137,085,683.00 |

*General Fund Budgeting Highlights*

The District's budget is prepared according to New Jersey Statutes and is based on accounting for certain transactions on a basis of modified accrual and encumbrance accounting.

Over the course of the year, revisions were made by the District to the annual operating budget. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over expenditures in specific line item accounts. In addition, the following revision is noteworthy:

- Budget amendments totaling $6,159,533 were made during the year, representing an additional appropriation of fund balance of $5,451,510, Maintenance Reserve withdrawals of $278,623 and Capital Reserve withdrawals of $429,400.

- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditure item to the District but is required to be reflected in the financial statements.

## Capital Assets

During the fiscal year 2023-2024 the District's capital acquisitions decreased $4,738,220, the difference between depreciation expense, asset acquisition and disposals. Table 6 reflects the comparative balances of capital assets net of depreciation. The detail of the changes in capital assets is reflected in Note 3 to the financial statements.

TABLE 6
CAPITAL ASSETS (NET OF DEPRECIATION) AT JUNE 30,

| | FY 2024 | FY 2023 |
|---|---|---|
| Land | $9,194,785.00 | $9,194,785.00 |
| Site Improvements | 2,178,858.00 | 2,433,660.00 |
| Building Improvements | 118,078,591.00 | 122,698,195.00 |
| Machinery Equipment | 5,582,676.00 | 5,446,490.00 |
| | $135,034,910.00 | $139,773,130.00 |

## Debt Administration

At June 30, 2024, the District had $71,573,516 of outstanding long-term debt, consisting of bonds payable, compensated absences, installment purchase contracts, leases, SBITAs and net pension liability. The District will continue to pay down its debt, as the obligations are due. Table 7 reflects the comparison of outstanding debt for the past two fiscal years. More information of the District's long-term debt is presented in Note 6 to the financial statements.

TABLE 7
LONG-TERM DEBT AT JUNE 30,

| | FY 2024 | (as restated) FY 2023 |
|---|---|---|
| Bonds Payable | $32,915,000.00 | $39,975,000.00 |
| Installment Purchase Contracts | 2,805,382.00 | 3,657,055.00 |
| Leases | 625,583.00 | 365,752.00 |
| Compensated Absences | 2,901,935.00 | 2,789,549.00 |
| SBITAs Liability | 241,989.00 | 549,358.00 |
| Net Pension Liability | 32,083,627.00 | 32,062,198.00 |
| | $71,573,516.00 | $79,398,912.00 |

**TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT**
**MONMOUTH JUNCTION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**
**FOR THE YEAR ENDED JUNE 30, 2024**
**UNAUDITED**

## Contacting the School District's Financial Management Office

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. Questions regarding this report or if additional information is needed, kindly contact Mr. David Pawlowski, Business Administrator at the South Brunswick Township Board of Education, PO Box 181, Monmouth Junction, NJ 08852.

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## BASIC FINANCIAL STATEMENTS

The basic financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all funds as of June 30, 2024.

## DISTRICT-WIDE FINANCIAL STATEMENTS

The Statement of Net Position and the Statement of Activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

EXHIBIT "A-1"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

| | GOVERNMENTAL ACTIVITIES | BUSINESS-TYPE ACTIVITIES | TOTAL |
|---|---|---|---|
| ASSETS: | | | |
| Cash and cash equivalents | $12,931,472.00 | $2,651,159.00 | $15,582,631.00 |
| Receivables, net | 4,511,999.00 | 89,551.00 | 4,601,550.00 |
| Prepaid expenses | | 10,537.00 | 10,537.00 |
| Inventory | | 72,063.00 | 72,063.00 |
| Restricted assets: | | | |
| Restricted cash and cash equivalents | 6,283,125.00 | | 6,283,125.00 |
| Intangible Assets, Net of Amortization | 373,628.00 | | 373,628.00 |
| Right to Use Leased Assets, | | | |
| Net of Amortization | 560,537.00 | | 560,537.00 |
| Capital assets: | | | |
| Land and construction in progress | 9,194,785.00 | | 9,194,785.00 |
| Other capital assets, net of depreciation | 125,086,682.00 | 753,443.00 | 125,840,125.00 |
| Total Assets | 158,942,228.00 | 3,576,753.00 | 162,518,981.00 |
| DEFERRED OUTFLOW OF RESOURCES: | | | |
| Pension Related | 5,669,491.00 | | 5,669,491.00 |
| Total Deferred Outflow of Resources | 5,669,491.00 | | 5,669,491.00 |
| LIABILITIES: | | | |
| Accounts payable | 5,012,766.00 | 127,299.00 | 5,140,065.00 |
| Payable to state government | 37,020.00 | | 37,020.00 |
| Unearned revenue | 789,164.00 | 698,652.00 | 1,487,816.00 |
| Payroll deductions & withholdings payable | 17,867.00 | | 17,867.00 |
| Unemployment trust fund payable | 245,105.00 | | 245,105.00 |
| Other | 78,326.00 | | 78,326.00 |
| Accrued liability for insurance claims | 5,470,620.00 | | 5,470,620.00 |
| Accrued interest on bonds | 618,049.00 | | 618,049.00 |
| Noncurrent liabilities: | | | |
| Due within one year: | | | |
| Bonds, installment purchase contracts payable leases and SBITAs payable | 8,519,133.00 | | 8,519,133.00 |
| Due beyond one year: | | | |
| Compensated absences payable | 2,901,935.00 | | 2,901,935.00 |
| Bonds, installment purchase contracts payable leases and SBITAs payable | 28,068,821.00 | | 28,068,821.00 |
| Net Pension Liability | 32,083,627.00 | | 32,083,627.00 |
| Total liabilities | 83,842,433.00 | 825,951.00 | 84,668,384.00 |
| DEFERRED INFLOW OF RESOURCES: | | | |
| Pension Related | 5,479,728.00 | | 5,479,728.00 |
| Gain on Refunding of Long-Term Debt | 857,979.00 | | 857,979.00 |
| Total Deferred Inflow of Resources | 6,337,707.00 | | 6,337,707.00 |
| NET POSITION: | | | |
| Net investment in capital assets | 97,703,106.00 | 753,443.00 | 98,456,549.00 |
| Restricted for: | | | |
| Special revenue fund | 511,122.00 | | 511,122.00 |
| Capital projects fund | 1,483,722.00 | | 1,483,722.00 |
| Other purposes | 11,151,605.00 | | 11,151,605.00 |
| Unrestricted (deficit) | (36,417,976.00) | 1,997,359.00 | (34,420,617.00) |
| Total net position | $74,431,579.00 | $2,750,802.00 | $77,182,381.00 |

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

EXHIBIT "A-2"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| Functions/Programs | Expenses | Indirect Expense Allocation | Programs Revenues: Charges for Services | Programs Revenues: Operating Grants and Contributions | Net (Expense) Revenue and Changes in Net Position: Governmental Activities | Net (Expense) Revenue and Changes in Net Position: Business-type Activities | Total |
|---|---|---|---|---|---|---|---|
| Governmental Activities: | | | | | | | |
| Instruction: | | | | | | | |
| Regular | $ 44,888,077.00 | $ 31,451,514.00 | $ | $ 12,746,570.00 | $ (63,593,021.00) | $ | $ (63,593,021.00) |
| Special | 17,090,222.00 | 7,026,698.00 | | 12,781,492.00 | (11,335,428.00) | | (11,335,428.00) |
| Other Instruction | 4,641,001.00 | 2,899,393.00 | | 1,188,677.00 | (6,351,717.00) | | (6,351,717.00) |
| Support services: | | | | | | | |
| Tuition | 4,378,773.00 | | | 2,406,296.00 | (1,972,477.00) | | (1,972,477.00) |
| Student and instruction related services | 17,457,130.00 | 6,831,866.00 | | 8,477,038.00 | (15,811,958.00) | | (15,811,958.00) |
| General administrative services | 1,080,141.00 | 260,447.00 | | 81,681.00 | (1,258,907.00) | | (1,258,907.00) |
| School administrative services | 6,799,915.00 | 3,254,337.00 | | 1,298,302.00 | (8,755,950.00) | | (8,755,950.00) |
| Central services | 2,230,944.00 | 735,787.00 | | 245,044.00 | (2,721,687.00) | | (2,721,687.00) |
| Administration information technology | 1,259,656.00 | 193,275.00 | | 51,588.00 | (1,401,343.00) | | (1,401,343.00) |
| Plant operations and maintenance | 16,184,247.00 | 3,449,087.00 | | | (19,633,334.00) | | (19,633,334.00) |
| Pupil transportation | 12,294,882.00 | 3,435,692.00 | | 2,262,906.00 | (13,467,668.00) | | (13,467,668.00) |
| Allocated benefits | 2,216,818.00 | (2,216,818.00) | | | | | |
| Unallocated benefits | 49,982,488.00 | (49,982,488.00) | | | | | |
| Charter Schools | 967,189.00 | | | | (967,189.00) | | (967,189.00) |
| Interest on Long-Term Debt | 483,232.00 | | | 1,081,442.00 | 598,210.00 | | 598,210.00 |
| Unallocated depreciation | 7,504,261.00 | (7,338,789.00) | | | (165,472.00) | | (165,472.00) |
| Total governmental activities | 189,458,976.00 | | | 42,621,036.00 | (146,837,941.00) | | (146,837,941.00) |
| Business-type activities | | | | | | | |
| Food Service | 3,804,757.00 | | 2,042,535.00 | 1,486,756.00 | | (275,466.00) | (275,466.00) |
| Summer Institute | 215,040.00 | | 507,715.00 | | | 292,675.00 | 292,675.00 |
| Children's Community Enrichment | 61,834.00 | | 109,848.00 | | | 48,014.00 | 48,014.00 |
| Total business-type activities | 4,081,631.00 | | 2,660,098.00 | 1,486,756.00 | | 65,223.00 | 65,223.00 |
| Total primary government | $ 193,540,607.00 | $ | $ 2,660,098.00 | $ 44,107,792.00 | $ (146,837,941.00) | $ 65,223.00 | $ (146,772,718.00) |
| General Revenues: | | | | | | | |
| Taxes: | | | | | | | |
| Property taxes, levied for general purposes, net | | | | | $ 121,490,026.00 | $ | $ 121,490,026.00 |
| Taxes levied for debt service | | | | | 5,941,883.00 | | 5,941,883.00 |
| Federal and state aid not restricted | | | | | 9,873,127.00 | | 9,873,127.00 |
| Federal and state aid restricted | | | | | 96,041.00 | | 96,041.00 |
| Miscellaneous income | | | | | 1,674,262.00 | 1,647.00 | 1,675,909.00 |
| Transfers to/(from) | | | | | 1,100,000.00 | (1,100,000.00) | |
| Disposal of capital asset (net) | | | | | (136,265.00) | | (136,265.00) |
| Total general revenues and special items | | | | | 140,039,074.00 | (1,098,353.00) | 138,940,721.00 |
| Change in net position | | | | | (6,798,867.00) | (1,033,130.00) | (7,831,997.00) |
| Net Position - beginning (As Restated) | | | | | 81,230,446.00 | 3,783,932.00 | 85,014,378.00 |
| Net Position ending | | | | | $ 74,431,579.00 | $ 2,750,802.00 | $ 77,182,381.00 |

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

## MAJOR FUND FINANCIAL STATEMENTS

The individual fund financial statements and schedules present more detailed information for the individual fund in a format that segregates information by the fund type.

EXHIBIT "B-1"
SHEET #1

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

| | GENERAL FUND | SPECIAL REVENUE FUND | CAPITAL PROJECTS FUND | TOTAL GOVERNMENTAL FUNDS |
|---|---|---|---|---|
| ASSETS: | | | | |
| Cash and cash equivalents | $ 12,965,617.00 | $ 453,979.00 | $ 472,907.00 | $ 13,892,503.00 |
| Cash, Capital Reserve | 1,054,322.00 | | | 1,054,322.00 |
| Cash, Maintenance Reserve | 3,567,772.00 | | | 3,567,772.00 |
| Cash, Emergency Reserve | 700,000.00 | | | 700,000.00 |
| Intergovernmental accounts receivable: | | | | |
| Federal | 11,138.00 | 1,403,050.00 | | 1,414,188.00 |
| State | 2,766,229.00 | | | 2,766,229.00 |
| Other | 331,582.00 | | | 331,582.00 |
| Interfunds receivable | 30,530.00 | | | 30,530.00 |
| Total assets | $ 21,427,190.00 | $ 1,857,029.00 | $ 472,907.00 | $ 23,757,126.00 |
| LIABILITIES AND FUND BALANCES: | | | | |
| Liabilities: | | | | |
| Accounts payable | $ 1,072,270.00 | $ 920,810.00 | $ | $ 1,993,080.00 |
| Interfund payables | | 30,530.00 | | 30,530.00 |
| Payable to state government | | 37,020.00 | | 37,020.00 |
| Unearned revenue | 41,282.00 | 747,882.00 | | 789,164.00 |
| Payroll deductions & withholdings payable | 17,867.00 | | | 17,867.00 |
| Unemployment trust fund payable | 245,105.00 | | | 245,105.00 |
| Other | 78,326.00 | | | 78,326.00 |
| Accrued liability for insurance claims | 5,470,620.00 | | | 5,470,620.00 |
| Total liabilities | 6,925,470.00 | 1,736,242.00 | | 8,661,712.00 |
| Fund balances: | | | | |
| Restricted for: | | | | |
| Excess surplus - designated for subsequent years expenditures | 3,950,555.00 | | | 3,950,555.00 |
| Maintenance reserve account | 3,289,149.00 | | | 3,289,149.00 |
| Capital reserve account | 1,054,322.00 | | | 1,054,322.00 |
| Emergency reserve account | 700,000.00 | | | 700,000.00 |
| Unemployment | 241,529.00 | | | 241,529.00 |
| Student Activities | | 479,862.00 | | 479,862.00 |
| Scholarships | | 31,260.00 | | 31,260.00 |
| Capital Projects- Debt service | | | 43,507.00 | 43,507.00 |
| Committed to: | | | | |
| Encumbrances | | | 429,400.00 | 429,400.00 |
| Designated for subsequent years expenditures | 2,970,372.00 | | | 2,970,372.00 |
| Assigned to: | | | | |
| Encumbrances | 399,480.00 | | | 399,480.00 |
| Unassigned: | | | | |
| General fund | 1,896,313.00 | | | 1,896,313.00 |
| Special revenue fund (deficit) | | (390,335.00) | | (390,335.00) |
| Total fund balances | 14,501,720.00 | 120,787.00 | 472,907.00 | 15,095,414.00 |
| Total liabilities and fund balances | $ 21,427,190.00 | $ 1,857,029.00 | $ 472,907.00 | $ 23,757,126.00 |

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

EXHIBIT "B-1"
SHEET #2

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

| | | |
|---|---|---|
| Total Fund Balances (Brought Forward) | | $15,095,414.00 |
| 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. | | |
| Cost of Assets | $275,558,723.00 | |
| Accumulated Depreciation | (141,277,256.00) | |
| | | 134,281,467.00 |
| Intangible assets used in governmental activities are not financial resources and therefore are not reported in the funds. | | 373,628.00 |
| Right to Use assets used in governmental activities are not financial resources and therefore are not reported in the funds. | | 560,537.00 |
| Long term liabilities, including bonds payable, and other related amounts that are not due and payable in the current period and therefore are not reported as liabilities in the funds. | | |
| Compensated Absences | (2,901,935.00) | |
| Bonds Payable | (32,915,000.00) | |
| Leases payable (Net of Unexpended Proceeds) | (625,583.00) | |
| Installment Purchase Contracts (Net of Unexpended Proceeds) | (2,805,382.00) | |
| Subscription Based Information Technology Arrangements | (241,989.00) | |
| Net Pension Liability | (32,083,627.00) | |
| | | (71,573,516.00) |
| Deferred Outflows and Inflows of resources are applicable to future periods and therefore are not reported in the funds. | | |
| Pensions: | | |
| Deferred Outflows | | |
| Pension related | | 5,669,491.00 |
| Deferred Inflows: | | |
| Pension related | (5,479,728.00) | |
| Gain on Refunding Bonds | (857,979.00) | |
| | | (6,337,707.00) |
| Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds. | | |
| Accounts Payable - Pension Related | (3,019,686.00) | |
| Accrued Interest Payable | (618,049.00) | |
| | | (3,637,735.00) |
| Net Position of Governmental Activities | | $74,431,579.00 |

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

EXHIBIT "B-2"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE 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 | $121,490,026.00 | | | $5,941,883.00 | $127,431,909.00 |
| Tuition | 157,273.00 | | | | 157,273.00 |
| Transportation | 9,314.00 | | | | 9,314.00 |
| Interest on capital reserve | 16,997.00 | | | | 16,997.00 |
| Other restricted miscellaneous revenues | 44.00 | | | | 44.00 |
| Miscellaneous | 1,490,634.00 | $1,624,312.00 | | | 3,114,946.00 |
| Total revenues - local sources | 123,164,288.00 | 1,624,312.00 | | 5,941,883.00 | 130,730,483.00 |
| State sources | 55,725,598.00 | 4,334,344.00 | | 1,081,442.00 | 61,141,384.00 |
| Federal sources | 15,351.00 | 4,010,494.00 | | | 4,025,845.00 |
| Total revenues | 178,905,237.00 | 9,969,150.00 | | 7,023,325.00 | 195,897,712.00 |
| EXPENDITURES: | | | | | |
| Current expense: | | | | | |
| Regular instruction | 44,666,389.00 | | | | 44,666,389.00 |
| Special instruction | 12,592,414.00 | 4,497,808.00 | | | 17,090,222.00 |
| Other Instruction | 4,645,441.00 | | | | 4,645,441.00 |
| Support services: | | | | | |
| Tuition | 4,378,773.00 | | | | 4,378,773.00 |
| Student and instruction related services | 12,653,195.00 | 5,192,257.00 | | | 17,845,452.00 |
| General administrative services | 1,080,141.00 | | | | 1,080,141.00 |
| School administrative services | 6,799,915.00 | | | | 6,799,915.00 |
| Central services | 2,325,753.00 | | | | 2,325,753.00 |
| Administration information technology | 1,069,820.00 | | | | 1,069,820.00 |
| Plant operations and maintenance | 16,740,173.00 | | | | 16,740,173.00 |
| Pupil transportation | 13,390,755.00 | | | | 13,390,755.00 |
| Allocated benefits | 2,216,818.00 | | | | 2,216,818.00 |
| Unallocated benefits | 68,132,049.00 | | | | 68,132,049.00 |
| Charter Schools | 967,189.00 | | | | 967,189.00 |
| Debt Service: | | | | | |
| Principal | | | | 6,300,000.00 | 6,300,000.00 |
| Interest | | | | 723,325.00 | 723,325.00 |
| Capital outlay | 2,051,028.00 | 96,041.00 | 1,440,709.00 | | 3,587,778.00 |
| Total expenditures | 193,709,853.00 | 9,786,106.00 | 1,440,709.00 | 7,023,325.00 | 211,959,993.00 |
| Excess (deficiency) of revenues over (under) expenditures | (14,804,616.00) | 183,044.00 | (1,440,709.00) | | (16,062,281.00) |
| Other financing sources (uses): | | | | | |
| Transfers in/(out) | 670,600.00 | | 429,400.00 | | 1,100,000.00 |
| Assets acquired under IT subscription arrangements (non-budgeted) | 183,725.00 | | | | 183,725.00 |
| Assets acquired under leases (non-budgeted) | 337,148.00 | | | | 337,148.00 |
| Assets acquired under installment purchase contracts (non-budgeted) | 1,357,018.00 | | | | 1,357,018.00 |
| Total other financing sources (uses) | 2,548,491.00 | | 429,400.00 | | 2,977,891.00 |
| Net change in fund balances | (12,256,125.00) | 183,044.00 | (1,011,309.00) | | (13,084,390.00) |
| Fund Balances, July 1, 2023 (Restated) | 26,757,845.00 | (62,257.00) | 1,484,216.00 | | 28,179,804.00 |
| Fund Balances, June 30, 2024 | $14,501,720.00 | $120,787.00 | $472,907.00 | $-0- | $15,095,414.00 |

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

EXHIBIT "B-3"
SHEET #1

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | | |
|---|---|---|
| Total net change in fund balances - governmental funds (from B-2) | | ($13,084,390.00) |
| 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 | | (7,504,261.00) |
| Capital outlays | $3,587,778.00 | |
| Right to Use Assets - Not capitalized | (337,148.00) | |
| Subscription based IT arrangements - Not capitalized | (183,725.00) | |
| Loss on disposal of capital assets | (136,265.00) | |
| Less: Assessment for debt Service on SDA funding | (108,445.00) | |
| | | 2,822,195.00 |
| Capital outlays related to lease are reported in governmental funs as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as amortization expense. This is the amount by which capital outlays exceeded amortization in the period. | | |
| Leased asset additions | 337,148.00 | |
| Amortization expense | (141,155.00) | |
| | | 195,993.00 |
| Subscription based information technology are reported in the governmental fund as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as amortization expense. This is the amount by which governmental expenditures exceeded \ amortization in the period. | | |
| Subscription Based Information Technology Arrangements additions | 183,725.00 | |
| Amortization expense | (397,433.00) | |
| | | (213,708.00) |
| Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net positions and is not reported in the statement of activities. | | |
| Payment of bonds payable | | 7,060,000.00 |
| Payment of installment purchase contracts payable | | 851,673.00 |
| Payment of lease payable | | 77,317.00 |
| Payment of Subscription Based Information Technology Arrangements | | 491,094.00 |
| Proceeds from debt issues are a financing source in governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net positions. | | |
| Lease proceeds | | (337,148.00) |
| Installment purchase contract proceeds | | (1,270,668.00) |
| Deferred amortization on issuance of refunding bonds | | 288,713.00 |
| SBITAs proceeds | | (183,725.00) |
| In the statement of activities, interest on long-term debt is accrued, regardless of when due In governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation. | | 59,825.00 |

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

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.

| | | |
|---|---|---|
| District pension contributions | $2,962,827.00 | |
| Add: Pension benefit | 1,097,782.00 | |
| | | $4,060,609.00 |

In the statement of activities, certain expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-). When the paid amount exceeds the earned amount, the difference is an addition to the reconciliation (+).

| | |
|---|---|
| Increase in Compensated Absences | (112,386.00) |
| Change in net positions of governmental activities | ($6,798,867.00) |

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

# OTHER FUNDS

EXHIBIT "B-4"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

| | BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND | | | |
|---|---|---|---|---|
| | CHILDRENS' COMMUNITY ENRICHMENT FUND | SUMMER INSTITUTE | FOOD SERVICE FUND | TOTAL |
| ASSETS: | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | $173,549.00 | $788,623.00 | $1,688,987.00 | $2,651,159.00 |
| Accounts receivable - other | | | 19,841.00 | 19,841.00 |
| Interfund Receivable | | | | |
| Intergovernmental receivables: | | | | |
| State | | | 6,135.00 | 6,135.00 |
| Federal | | | 63,575.00 | 63,575.00 |
| Inventories | | | 72,063.00 | 72,063.00 |
| Prepaid expenses | | 10,537.00 | | 10,537.00 |
| Total current assets | 173,549.00 | 799,160.00 | 1,850,601.00 | 2,823,310.00 |
| Noncurrent assets: | | | | |
| Furniture, machinery and equipment | 265,095.00 | 4,200.00 | 2,451,437.00 | 2,720,732.00 |
| Less accumulated depreciation | (265,095.00) | (4,000.00) | (1,698,194.00) | (1,967,289.00) |
| Total noncurrent assets | | 200.00 | 753,243.00 | 753,443.00 |
| Total assets | 173,549.00 | 799,360.00 | 2,603,844.00 | 3,576,753.00 |
| LIABILITIES: | | | | |
| Current liabilities: | | | | |
| Accounts payable | | 364.00 | 126,935.00 | 127,299.00 |
| Unearned revenue | 77,201.00 | 496,175.00 | 125,276.00 | 698,652.00 |
| Total current liabilities | 77,201.00 | 496,539.00 | 252,211.00 | 825,951.00 |
| Total liabilities | 77,201.00 | 496,539.00 | 252,211.00 | 825,951.00 |
| NET POSITION: | | | | |
| Net investment in capital assets | | 200.00 | 753,243.00 | 753,443.00 |
| Unrestricted | 96,348.00 | 302,621.00 | 1,598,390.00 | 1,997,359.00 |
| Total net position | $96,348.00 | $302,821.00 | $2,351,633.00 | $2,750,802.00 |

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

EXHIBIT "B-5"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND | | | |
|---|---|---|---|---|
| | CHILDRENS' COMMUNITY ENRICHMENT FUND | SUMMER INSTITUTE | FOOD SERVICE FUND | TOTAL |
| OPERATING REVENUES: | | | | |
| Charges for services: | | | | |
| Daily sales - Reimbursable Programs | | | $1,398,551.00 | $1,398,551.00 |
| Daily sales - Non-Reimbursable Programs | | | 637,409.00 | 637,409.00 |
| Miscellaneous | | | 6,575.00 | 6,575.00 |
| Program fees | $109,848.00 | $507,715.00 | | 617,563.00 |
| Total operating revenues | 109,848.00 | 507,715.00 | 2,042,535.00 | 2,660,098.00 |
| OPERATING EXPENSES: | | | | |
| Salaries | 54,817.00 | 187,197.00 | 1,669,759.00 | 1,911,773.00 |
| Employee Benefits | | | 411,191.00 | 411,191.00 |
| Other Purchase Service (Administrative Expenses) | 599.00 | 15,701.00 | 198,217.00 | 214,517.00 |
| General Supplies | | 11,542.00 | 143,713.00 | 155,255.00 |
| Miscellaneous Expenditures | 660.00 | | | 660.00 |
| Depreciation | 5,758.00 | 600.00 | 72,805.00 | 79,163.00 |
| Cost of sales - reimbursable programs | | | 1,032,172.00 | 1,032,172.00 |
| Cost of sales - non-reimbursable programs | | | 276,900.00 | 276,900.00 |
| Total operating expenses | 61,834.00 | 215,040.00 | 3,804,757.00 | 4,081,631.00 |
| Operating income (loss) | 48,014.00 | 292,675.00 | (1,762,222.00) | (1,421,533.00) |
| NONOPERATING REVENUES (EXPENSES): | | | | |
| State Sources: | | | | |
| State School Lunch Program | | | 42,477.00 | 42,477.00 |
| State School Lunch Program - NJEIE | | | 15,277.00 | 15,277.00 |
| State School Breakfast Program | | | 4,880.00 | 4,880.00 |
| State School Breakfast Program -NJEIE | | | 5,201.00 | 5,201.00 |
| Summer - EBT Administrative Costs | | | 1,556.00 | 1,556.00 |
| Federal Sources: | | | | |
| National School Lunch Program | | | 734,751.00 | 734,751.00 |
| National School Breakfast Program | | | 180,432.00 | 180,432.00 |
| National School Snack Program | | | 32,356.00 | 32,356.00 |
| COVID Supply Chain Assistance | | | 179,450.00 | 179,450.00 |
| LFS - Local Food for Schools | | | 11,919.00 | 11,919.00 |
| Summer - EBT Administrative Costs | | | 1,556.00 | 1,556.00 |
| National food distribution commodities | | | 276,901.00 | 276,901.00 |
| Interest on Investments | | | 1,647.00 | 1,647.00 |
| Total nonoperating revenues | | | 1,488,403.00 | 1,488,403.00 |
| Income/(loss) before contributions and transfers | 48,014.00 | 292,675.00 | (273,819.00) | 66,870.00 |
| Capital Contributions and Operating Transfers | | | | |
| Operating Transfers | (400,000.00) | (700,000.00) | | (1,100,000.00) |
| Total Capital Contributions and Operating Transfers | (400,000.00) | (700,000.00) | | (1,100,000.00) |
| Change in net position | (351,986.00) | (407,325.00) | (273,819.00) | (1,033,130.00) |
| Total net position - beginning of the year | 448,334.00 | 710,146.00 | 2,625,452.00 | 3,783,932.00 |
| Total net position - end of the year | $96,348.00 | $302,821.00 | $2,351,633.00 | $2,750,802.00 |

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

EXHIBIT "B-6"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND | | | |
|---|---|---|---|---|
| | CHILDRENS' COMMUNITY ENRICHMENT FUND | SUMMER INSTITUTE | FOOD SERVICE FUND | TOTAL |
| Cash flows from operating activities: | | | | |
| Receipts from customers (net of refunds) | $110,492.00 | $495,900.00 | $2,049,266.00 | $2,655,658.00 |
| Payments to employees | (54,817.00) | (187,197.00) | (1,669,759.00) | (1,911,773.00) |
| Payments to employee benefits | | | (411,191.00) | (411,191.00) |
| Payments to suppliers | (1,259.00) | (27,555.00) | (1,427,772.00) | (1,456,586.00) |
| Net cash provided by (used for) operating activities | 54,416.00 | 281,148.00 | (1,459,456.00) | (1,123,892.00) |
| Cash flows from noncapital financing activities: | | | | |
| State Sources | | | 66,671.00 | 66,671.00 |
| Federal Sources | | | 1,155,124.00 | 1,155,124.00 |
| Interfund Activity | | | 239.00 | 239.00 |
| Operating subsidies and transfers to other funds | (400,000.00) | (700,000.00) | | (1,100,000.00) |
| Net cash provided by noncapital financing activities: | (400,000.00) | (700,000.00) | 1,222,034.00 | 122,034.00 |
| Cash flows from capital and related financing activities: | | | | |
| Purchases of capital assets | | | (23,009.00) | (23,009.00) |
| Net cash provided by (used for) capital and related financing activities | | | (23,009.00) | (23,009.00) |
| Cash flows from investing activities: | | | | |
| Interest | | | 1,647.00 | 1,647.00 |
| Net cash provided by (used for) investing activities | | | 1,647.00 | 1,647.00 |
| Net increase (decrease) in cash and cash equivalents | (345,584.00) | (418,852.00) | (258,784.00) | (1,023,220.00) |
| Cash and cash equivalents, July 1, 2023 | 519,133.00 | 1,207,475.00 | 1,947,771.00 | 3,674,379.00 |
| Cash and cash equivalents, June 30, 2024 | $173,549.00 | $788,623.00 | $1,688,987.00 | $2,651,159.00 |
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities: | | | | |
| Operating income (loss) | $48,014.00 | $292,675.00 | ($1,762,222.00) | ($1,421,533.00) |
| Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities: | | | | |
| Depreciation | 5,758.00 | 600.00 | 72,805.00 | 79,163.00 |
| Federal commodities | | | 276,901.00 | 276,901.00 |
| Change in assets and liabilities: | | | | |
| (Increase )decrease in accounts receivable - other | 660.00 | | (1,964.00) | (1,304.00) |
| (Increase) decrease in inventories | | | 4,284.00 | 4,284.00 |
| (Increase) decrease in prepaid expenses | | 382.00 | | 382.00 |
| Increase (decrease) in accounts payable | | (694.00) | (60,841.00) | (61,535.00) |
| Increase (decrease) in unearned revenue | (16.00) | (11,815.00) | 11,581.00 | (250.00) |
| | 6,402.00 | (11,527.00) | 302,766.00 | 297,641.00 |
| Net cash provided by (used for) operating activities | $54,416.00 | $281,148.00 | ($1,459,456.00) | ($1,123,892.00) |

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

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Township of South Brunswick School District (the "District") have been prepared in conformity with U.S. Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Board's accounting policies are described below.

### Reporting Entity

The Township of South Brunswick School District is a Type II District located in Middlesex County, New Jersey. The School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of nine elected officials and is responsible for the fiscal control of the District. A Superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, are set forth in Statement No. 39 of the Governmental Accounting Standards Board entitled *"Determining Whether Certain Organizations are Component Units" (GASB 39)* as codified in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

Organizations that are legally separate, tax-exempt entities and that meet *all* of the following criteria should be discretely presented as component units. These criteria are:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government.

2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources of the organization.

3. The economic resources received or held by an *individual organization* that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include elementary schools, intermediate schools and a high school. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Basis of Presentation

The District's basic financial statements consist of District-wide statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements which provide a more detailed level of financial information.

***District-wide Statements***: The Statement of Net Position and the Statement of Activities display information about the District as a whole. These statements include the financial activities of the overall District. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish generally between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Net Position presents the financial condition of the governmental and business-type activity of the District at fiscal year end. The Statement of Activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirement of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as generally revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

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

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Governmental Fund Types**

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

As required by the New Jersey State 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, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expense by board resolution; in certain instances, approval by the County Superintendent of Schools may be required.

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

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

**Debt Service Fund** - Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Proprietary Fund**

**Enterprise Fund** - The enterprise fund accounts for all revenues and expenses pertaining to cafeteria operations, Summer Institute and the Childrens' Community Enrichment programs. These funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

**Basis of Accounting – Measurement Focus**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

*Districtwide and Proprietary Fund Financial Statements:* The Districtwide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures. Ad Val Orem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable." Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

*Governmental Fund Financial Statements*: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transactions can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under installment purchase contracts are reported as other financing sources.

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office. In accordance with P.L. 2011, c. 202, which became effective January 17, 2012, the District elected to move the School Board election to the date of the November general election thereby eliminating the vote on the annual base budget unless required by the mandated State budget CAP. 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. Expenditures may not legally exceed budgeted appropriations at the line item level. All budget amendments and transfers must be approved by School Board resolution. Budget amendments during the year ended June 30, 2024 totaled $6,159,533, representing an additional appropriation of fund balance of $5,451,510, withdrawals from the Maintenance Reserve of $278,623 and withdrawals from the Capital Reserve of $429,400.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles (GAAP) with the exception of the legally mandated (NJSA 18A:22-44.2) revenue recognition of deferred State Aid payments for budgetary purposes only and the accounting treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Encumbrance Accounting

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 deferred revenues 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.

### Interfunds

Interfund receivables and payables arise from transactions between particular funds and are considered short term in duration. The interfund transactions are recorded by all funds affected in the period in which the transactions are executed and are part of the district's available spendable resources.

### Inventories and Prepaid Expenses

Inventories of materials and supplies held for consumption in the governmental funds are recorded as expenditures at the time of purchase and year end balances are not reported in the financial statements.

Inventories of food and/or supplies in the food service fund are recorded at cost on a first-in, first-out basis or, in the case of Food Distribution Commodities, at stated value which approximates market.

Prepaid expenses which benefit future period, other than those recorded in the enterprise fund, are recorded as an expenditure in the year of purchase.

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Capital Assets

The District has an established formal system of accounting for its capital assets. Capital Assets used for governmental purposes, which include land, buildings and improvements and furniture and equipment, are only reported in the district- wide financial statements. The District generally defines capital assets as assets with an initial cost of $2,000.00 or more and an estimated useful life in excess of one year. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are depreciated in the district-wide statements using the straight-line method over the following estimated useful lives:

| Asset Class | Estimated Useful Lives |
|---|---|
| School Buildings | 50 |
| Building Improvements | 20 |
| Electrical/Plumbing | 30 |
| Vehicles | 8 |
| Office & Computer Equipment | 5-10 |
| Instructional Equipment | 10 |
| Grounds Equipment | 15 |

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Compensated Absences

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after four years of service.

The liability for compensated absences was accrued using the vesting method, whereby the liability is calculated on the probability the employee will, in the future meet required conditions to receive a cash payment at termination. Salary-related payments for the employer's share of social security and medicare taxes are included.

In the district-wide Statement of Net Position, the liabilities whose average maturities are greater than one year should be reported in two components – the amount due within one year and the amount due in more than one year. Compensated absences are a reconciling item between the fund level and district-wide presentations

### Fund Balance and Net Position

Fund balance restrictions are used to indicate that portion of the fund balance that is not available for expenditures or is legally segregated for a specific future use. Designation of portions of the fund balances are established to indicate tentative plans for financial utilization in a future period. The unassigned fund balances represent the amount available for future budgetary operations.

Unassigned net position represents the remains of the District's equity in the cumulative earnings of the proprietary fund.

### Unearned Revenue

Unearned revenue in the special revenue and capital projects funds represents funds which have been received but not yet earned. A corresponding accounts receivable has also been established for any open encumbrances at year end which is an allowable practice under generally accepted accounting principles.

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental 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, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Long term debt is recognized as a liability on the fund financial statements when due.

### Net Position

GASB 63 provides guidance for reporting net position in the statement of financial position and related disclosures. Net Position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. 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. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fund Balance Restrictions**

Under GASB 54, in the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation. The District reports the Capital Reserve, Maintenance Reserve, Emergency Reserve, Unemployment Compensation, Scholarships, Student Activities and Excess Surplus as Restricted Fund Balance.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education. The District reports amounts Designated for Subsequent Year's Expenditures as Committed Fund Balance.

Assigned – includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator. The District reports Year End Encumbrances as Assigned Fund Balance.

Unassigned – is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Revenues – Exchange and Nonexchange Transactions**

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

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

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

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Proprietary Fund Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the School District enterprise funds are charges to customers for sales of the food service. Operating expenses for enterprise funds include the cost of sales and services, administrative expense and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

### Allocation of Indirect Expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of the program. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities.

### Extraordinary and Special Items

Extraordinary items are transactions or events that are unusual in nature and infrequent of occurrence. Special items are transactions or events that are within control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

### Management Estimates

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

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Accounting and Financial Reporting for Pensions**

In the District-Wide Financial Statements for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the District's proportionate share of the New Jersey Public Employees Retirement System ("PERS") and the Teachers' Pension and Annuity Fund ("TPAF") and the additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they were reported by PERS and 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.

In the Governmental Fund Financial Statements, the year end Net pension liability is not required to be reflected. Pension related revenues and expenditures are reflected based on amounts that are normally expected to be liquidated with available financial resources for required pension contributions. Expenditures for PERS are recognized based upon billings made by the State of New Jersey due April 1st of each fiscal year. TPAF contributions are paid on the District's behalf by the State of New Jersey. The governmental fund financial statements reflect both a revenue and expenses for this pension contribution.

**Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has only one item that qualifies for reporting in this category, deferred amounts related to pensions.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has two items that qualify in this category, deferred amounts related to refunding debt and deferred amounts related to pension.

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Leases**

Lease receivables are measured at the present value of the lease payments expected to be received during the lease term. The District may receive variable lease payments that are dependent upon the lessee's revenue. The variable payments are recorded as an inflow of resources in the period the payment is received. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized in a systematic and rational manner over the lease term.

Lease liabilities represent obligations to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of the expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term. The lease term may include options to extend or terminate the lease when it is reasonably certain that the option will be exercised. Payments for short-term leases with a term of 12 months or less are expensed as incurred and these leases are not included as lease liabilities or right–to-use assets on the statements of net position.

**Right to Use Assets**

Right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized in a systematic and rational manner over the life of the related lease.

**Subscription-Based Information Technology Arrangements (SBITAs)**

GASB Statement No. 96 defines a SBITA; establishes that a SBITA results in a right-to-use subscription assets (an intangible asset) and a corresponding liability; provides capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and requires note disclosure regarding SBITAs.

## NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

The District considers petty cash, change funds, cash in banks, deposits in the New Jersey Asset and Rebate Management Program and short-term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at cost, which approximates market.

### Deposits

New Jersey statutes permit the deposit of public funds in public depositories which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a Banking Institution that is a member of the Federal Reserve System, and has capital funds of not less than $25,000,000. Under (GUDPA), 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 the deposits to the governmental unit.

The Township of South Brunswick School District had the following cash and cash equivalents at June 30, 2024.

| Fund Type | Bank Balance | N.J. Asset and Rebate Management | Reconciling Items Additions | Reconciling Items Deletions | Reconciled Balance |
|---|---|---|---|---|---|
| Governmental | $8,399,809 | $14,552,180 | $1,445,711 | $5,183,103 | $19,214,597 |
| Proprietary | 2,651,159 | | | | 2,651,159 |
| | $11,050,968 | $14,552,180 | $1,445,711 | $5,183,103 | $21,865,756 |

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2024, based upon the coverage provided by FDIC and NJ GUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank $250,000 was covered by Federal Depository Insurance and $10,800,968 was covered by NJ GUDPA. The New Jersey Asset and Rebate Management Program (NJARM) is an investment pool and is not insured by either FDIC or GUDPA.

## NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

### Investments

The purchase of investments by the Board is strictly limited by the express authority of the N.J.S.A. 18A:20-37 Education, Administration of School Districts. Permitted investments include any of the following type of securities:

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

2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. These funds are also required to be rated by a nationally recognized statistical rating organization.

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

4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.

5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by School Districts.

6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.

## NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

### Investments (Continued)

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

8. Agreements for the repurchase of fully collateralized securities if:

   a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;

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

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

   d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C. 17:19-41); and;

   e. a master repurchase agreement providing for the custody and security of collateral is executed.

As of June 30, 2024, the District has $14,552,180 on deposit with the New Jersey Asset and Rebate Management Program. Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1, and existing investment practices of the Investment Council of the NJARM, the District is generally not exposed to credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risk for its deposits and investments.

## NOTE 3: CHANGE IN CAPITAL ASSETS

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

| | Beginning Balance | Additions | Transfers/ Deletions | Ending Balance |
|---|---|---|---|---|
| Governmental Activities | | | | |
| Capital assets not being depreciated: | | | | |
| Land | $ 9,194,785 | $ | $ | $ 9,194,785 |
| Total Capital assets not being depreciated | 9,194,785 | | | 9,194,785 |
| Site Improvements | 7,399,218 | | 218,050 | 7,181,168 |
| Building and Building Improvements | 242,962,110 | 1,494,883 | | 244,456,993 |
| Machinery and Equipment | 14,750,668 | 1,463,578 | 1,488,469 | 14,725,777 |
| Totals as historical cost | 265,111,996 | 2,958,461 | 1,706,519 | 266,363,938 |
| Total Gross assets (Memo only) | $ 274,306,781 | $ 2,958,461 | $ 1,706,519 | $ 275,558,723 |
| Less: Accumulated Depreciation for: | | | | |
| Site Improvements | $ (4,965,558) | $ (254,802) | $ (218,050) | $ (5,002,310) |
| Building and Building Improvements | (120,263,915) | (6,114,487) | | (126,378,402) |
| Machinery and Equipment | (10,113,775) | (1,134,972) | (1,352,203) | (9,896,544) |
| Total depreciation | (135,343,248) | (7,504,261) | (1,570,253) | (141,277,256) |
| Total Capital assets being depreciated net of accumulated depreciation | 129,768,748 | (4,545,800) | 136,266 | 125,086,682 |
| Governmental activities capital assets, net | $ 138,963,533 | $ (4,545,800) | $ 136,266 | $ 134,281,467 |
| Business-type activities: | | | | |
| Equipment | $ 2,697,723 | $ 23,009 | $ | $ 2,720,732 |
| Less: Accumulated Depreciation | (1,888,126) | (79,163) | | (1,967,289) |
| Proprietary fund capital assets, net | $ 809,597 | $ (56,154) | $ | $ 753,443 |

**NOTE 3: CHANGE IN CAPITAL ASSETS (CONTINUED)**

Depreciation Expense was charged to governmental expenses as follows:

| | | |
|---|---|---|
| Instruction: | | |
| Regular | $ | 3,604,700 |
| Special | | 496,415 |
| Other | | 245,061 |
| Support Services: | | |
| General Administrative Services | | 64,165 |
| School Administrative Services | | 23,722 |
| Pupil Transportation | | 643,351 |
| Plant Operations & Maintenance | | 2,261,375 |
| Unallocated | | 165,472 |
| | $ | 7,504,261 |

## NOTE 4: RIGHT TO USE LEASED ASSETS

The District has recorded the following right to use leased assets. The assets are right to use assets for leased copiers and chromebooks. The related leases are discussed in the Leases section of the Long-term debt section of these notes. The right to use lease assets are amortized on a straight-line basis over the terms of the related leases. Right to use asset activity for the Governmental Funds for the year ended June 30, 2024 was as follows:

| GOVERNMENTAL ACTIVITIES: | Restated Balance as of June 30, 2023 | Additions | Balance as of June 30, 2024 |
|---|---|---|---|
| Lease Assets | | | |
| Equipment | | | |
| Ricoh Copiers | $ 404,550 | $ | $ 404,550 |
| Chromebooks | | 337,148 | 337,148 |
| Total Leases Assets | $ 404,550 | $ 337,148 | $ 741,698 |
| Lease Accumulated Amortization | | | |
| Equipment | | | |
| Ricoh Copiers | $ 40,006 | $ 80,910 | $ 120,916 |
| Chromebooks | | 60,245 | 60,245 |
| Total Lease Accumulated Amortization | 40,006 | 141,155 | 181,161 |
| Total Governmental Funds Lease Assets, Net | $ 364,544 | $ 195,993 | $ 560,537 |

## NOTE 5: INTANGIBLE ASSETS

The District has recorded the following intangible assets. The assets are for various subscription-based information technology arrangements ("SBITAs"). These agreements are discussed in the SBITAs subsection of the Long-term liabilities section of these notes. The intangible assets are amortized on a straight-line basis over the terms of the related agreement. Intangible asset activity for the Governmental Funds for the year ended June 30, 2024 was as follows:

| **GENERAL ACTIVITIES:** | Balance as of June 30, 2023 | Additions | Reductions | Balance as of June 30, 2024 |
|---|---|---|---|---|
| Subscription Assets | | | | |
| Software | | | | |
| EMAP Software System License | $ 7,047 | $ | $ 7,047 | $ |
| Frontline Central Solution | 48,199 | | 48,199 | |
| Professional Growth Solution | 60,526 | | 60,526 | |
| Time & Attendance | 42,459 | | 42,459 | |
| Applicant Tracking | 21,974 | | 21,974 | |
| RTI - Direct, unlimited usage | 13,925 | | | 13,925 |
| 504 Program Management | 2,272 | | | 2,272 |
| IEP - Direct | 107,802 | | | 107,802 |
| Genesis Student Information System | 67,186 | | 67,186 | |
| Unlimited Package - Online HR, OSHA and Prof. Devel. | 2,174 | | 2,174 | |
| Hudl Subscription | 23,087 | | | 23,087 |
| SMARTnet Renewal - Core Switch | 15,443 | | | 15,443 |
| SMARTnet Renewal - Firewall | 55,238 | | | 55,238 |
| SMARTnet Renewal - VOIP - Servers and Gateways-Aug1 | 9,864 | | | 9,864 |
| SMARTnet Renewal - VOIP - Servers and Gateways-June23 | 5,086 | | | 5,086 |
| Systems 3000 Software | 143,681 | | | 143,681 |
| SchoolMessanger Communication | | 48,618 | | 48,618 |
| SchoolMessanger Presence - CMS | | 31,115 | | 31,115 |
| Meraki Enterprise - Cisco (VeeMost Technologies) | 230,000 | | | 230,000 |
| Meraki MR Enterprise (CoveragOne Inc.) | | 103,992 | | 103,992 |
| Versatrans Onscreen Software | 8,802 | | | 8,802 |
| Total Software Subscription Assets | 864,765 | 183,725 | 249,565 | 798,925 |
| Total Subscription Assets | $ 864,765 | $ 183,725 | $ 249,565 | $ 798,925 |

## NOTE 5: INTANGIBLE ASSETS (CONTINUED)

| | Balance as of June 30, 2023 | Additions | Reductions | Balance as of June 30, 2024 |
|---|---|---|---|---|
| Subscription Accumulated Amortization | | | | |
| Software | | | | |
| EMAP Software System License | $ 3,524 | $ 3,524 | $ 7,048 | $ |
| Frontline Central Solution | 24,100 | 24,100 | 48,200 | |
| Professional Growth Solution | 30,263 | 30,263 | 60,526 | |
| Time & Attendance | 21,229 | 21,229 | 42,458 | |
| Applicant Tracking | 10,987 | 10,987 | 21,974 | |
| RTI - Direct, unlimited usage | 3,481 | 3,481 | | 6,962 |
| 504 Program Management | 568 | 568 | | 1,136 |
| IEP - Direct | 26,950 | 26,950 | | 53,900 |
| Genesis Student Information System | 33,593 | 33,592 | 67,185 | |
| Unlimited Package - Online HR, OSHA and Prof. Devel. | 1,087 | 1,087 | 2,174 | |
| Hudl Subscription | 7,728 | 11,544 | | 19,272 |
| SMARTnet Renewal - Core Switch | 7,078 | 7,721 | | 14,799 |
| SMARTnet Renewal - Firewall | 25,317 | 27,619 | | 52,936 |
| SMARTnet Renewal - VOIP - Servers and Gateways-Aug1 | 4,521 | 4,932 | | 9,453 |
| SMARTnet Renewal - VOIP - Servers and Gateways-June23 | 2,441 | 2,441 | | 4,882 |
| Systems 3000 Software | 47,894 | 47,894 | | 95,788 |
| SchoolMessanger Communication | | 14,360 | | 14,360 |
| SchoolMessanger Presence - CMS | | 10,372 | | 10,372 |
| Meraki Enterprise - Cisco (VeeMost Technologies) | 23,000 | 76,667 | | 99,667 |
| Meraki MR Enterprise (CoveragOne Inc.) | | 33,701 | | 33,701 |
| Versatrans Onscreen Software | 3,668 | 4,401 | | 8,069 |
| Total Software Subscription Accumulated Amortization | 277,429 | 397,433 | 249,565 | 425,297 |
| Total Subscription Accumulated Amortization | 277,429 | 397,433 | 249,565 | 425,297 |
| Total General Subscription Assets, Net | $ 587,336 | $ (213,708) | $ | $ 373,628 |

## NOTE 6: LONG-TERM LIABILITIES

Bonds are issued by the District pursuant to the provisions of Title 18A, Education, of the New Jersey Statutes and are required to be approved by the voters of the municipality through referendum. The proceeds of bonds are recorded in the Capital Projects Fund and are restricted to the use for which they were approved in the bond referendum. All bonds are retired in annual installments within the statutory period of usefulness.

School Bonds issued by the District are entitled to and benefit from the provision of the New Jersey School Board Reserve Act P.L. 1980 c.72. Basically, funds are held by the State of New Jersey within its State Fund for the Support of Free Public Schools as a school bond reserve pledged by law to secure payment of principal and interest due on such bonds in the event of the inability of the issuer to make payments.

The following is a summary of changes in liabilities that effect other long-term obligations for the year ended June 30, 2024:

| | (Restated) Balance June 30 2023 | Additions | Reductions | Balance June 30 2024 | Amounts due within one year |
|---|---|---|---|---|---|
| Compensated Absences | $ 2,789,549 | $ 112,386 | $ | $ 2,901,935 | $ |
| Installment Purchase Contracts | 3,657,055 | | 851,673 | 2,805,382 | 965,088 |
| Leases | 365,752 | 337,148 | 77,317 | 625,583 | 191,960 |
| Bonds Payable | 39,975,000 | | 7,060,000 | 32,915,000 | 7,180,000 |
| SBITA's Payable | 549,358 | 183,725 | 491,094 | 241,989 | 182,085 |
| Net Pension Liability | 32,062,198 | 21,429 | | 32,083,627 | |
| Totals | $ 79,398,912 | $ 654,688 | $ 8,480,084 | $ 71,573,516 | $ 8,519,133 |

## NOTE 6: LONG-TERM LIABILITIES (CONTINUED)

### Bonds Payable

The annual requirements to amortize all debt outstanding as of June 30, 2024, with interest payments on issued debt, are as follows:

| Fiscal Year Ended June 30, | Principal | Interest | Total |
|---|---|---|---|
| 2025 | $ 7,180,000 | $ 1,244,750 | $ 8,424,750 |
| 2026 | 2,465,000 | 1,033,250 | 3,498,250 |
| 2027 | 2,595,000 | 912,700 | 3,507,700 |
| 2028 | 2,715,000 | 788,425 | 3,503,425 |
| 2029 | 2,835,000 | 662,100 | 3,497,100 |
| 2030 | 1,255,000 | 573,175 | 1,828,175 |
| 2031 | 1,350,000 | 521,075 | 1,871,075 |
| 2032 | 1,450,000 | 465,075 | 1,915,075 |
| 2033 | 1,555,000 | 406,788 | 1,961,788 |
| 2034 | 1,660,000 | 345,850 | 2,005,850 |
| 2035 | 1,775,000 | 278,700 | 2,053,700 |
| 2036 | 1,895,000 | 205,300 | 2,100,300 |
| 2037 | 2,025,000 | 126,900 | 2,151,900 |
| 2038 | 2,160,000 | 43,200 | 2,203,200 |
| | $ 32,915,000 | $ 7,607,288 | $ 40,522,288 |

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

General obligation school and refunding bonds payable with their outstanding balances are comprised of the following individual issues:

| Issue | Amount Outstanding June 30, 2024 |
|---|---|
| $29,525,000 in School Bonds (2012 Series) dated March 7, 2012, due in remaining annual installments ranging between $2,610,000 and $2,625,000 beginning December 1, 2023 and ending December 1, 2024 with interest of 4.00% | $2,625,000 |
| $36,330,000 in Refunding Bonds (2014 Series) dated February 12 2014, due in remaining annual installments ranging between $1,475,000 and $1,675,000 beginning August 1, 2023 and ending August 1, 2028 with interest of 5.00% | 7,985,000 |
| $10,785,000 in School Energy Savings Bonds dated December 15, 2016, due in remaining annual installments ranging between $280,000 and $800,000 beginning August 1, 2023 and ending August 1, 2037 with interest from 3.375% to 5.00% | 7,500,000 |
| $15,180,000 in School Energy Savings Bonds dated May 3, 2017, due in remaining annual installments ranging between $360,000 and $1,360,000 beginning August 1, 2023 and ending August 1, 2037 with interest of 4.00% | 12,600,000 |
| $15,775,000 in Refunding School Bonds dated May 3, 2017, due in remaining annual installments ranging between $2,205,000 and $2,275,000 beginning August 1, 2023 and ending August 1, 2024 with interest of 4.00% | 2,205,000 |
| | $32,915,000 |

**Bonds Authorized But Not Issued**

At June 30, 2024, the District had no bonds or notes authorized but not issued.

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

**Refunding School Bonds**

The District's outstanding Bonds Payable include Refunding Bonds. As a result of these refundings, the Statement of Net Assets reflect Deferred Inflows for Gains on Refunding Bonds. Under the escrow agreements, the escrows are irrevocably pledged to the payment of principal and interest on the refunded bonds. As a result, the refunded obligations are considered to be defeased and the liability for those bonds have been removed from the financial statements.

The balance of the Deferred Inflows resulting from the Bond Refunding as well as the FY2024 activity is reflected below.

Deferred Inflow - Gain on Refunding of Long Term Debt

| | Balance June 30, 2023 | Reductions | Balance June 30, 2024 |
|---|---|---|---|
| 2014 Refunding | $900,125 | $165,150 | $734,975 |
| 2017 Refunding | $246,567 | $123,563 | $123,004 |
| | $1,146,692 | $288,713 | $857,979 |

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

**Installment Purchase Contracts Payable**

The District has entered into various installment purchase contracts for school buses and textbooks. Future annual debt service payments on installment purchases as of June 30, 2024 including interest of $190,122 are as follows:

| Fiscal Year June 30, | Principal Payments | Interest Payments | Total Payments |
|---|---|---|---|
| 2025 | $ 965,088 | $ 67,602 | $ 1,032,690 |
| 2026 | 557,118 | 48,387 | 605,505 |
| 2027 | 370,454 | 35,131 | 405,585 |
| 2028 | 519,399 | 25,201 | 544,600 |
| 2029 | 393,323 | 13,801 | 407,124 |
| | $ 2,805,382 | $ 190,122 | $ 2,995,504 |

**Leases Payable:**

On 01/07/2023, the District, entered into a 60 month lease as Lessee for the use of Ricoh Copiers – IM9000. An initial lease liability was recorded in the amount of $404,550. As of 06/30/2024, the value of the lease liability is $288,435. The District is required to make fixed payments of $79,612. The lease has an interest rate of 2.8220%.

On 01/20/2024, the District, entered into a 30 month lease as Lessee for the use of Chromebooks. An initial lease liability was recorded in the amount of $337,148. As of 06/30/2024, the value of the lease liability is $337,148. The District is required to make annual fixed payments of $121,418. The lease has an interest rate of 5.330%.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2024, were as follows:

| Fiscal Year June 30, | Principal Payments | Interest Payments | Total Payments |
|---|---|---|---|
| 2025 | $ 191,960 | $ 16,101 | $ 208,061 |
| 2026 | 191,242 | 16,820 | 208,062 |
| 2027 | 199,413 | 8,648 | 208,061 |
| 2028 | 42,968 | 355 | 43,323 |
| | $ 625,583 | $ 41,924 | $ 667,507 |

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

**Subscription-Based Information Technology Agreements Payable ("SBITAs"):**

For the year ended 6/30/2024, the financial statements include the following SBITAs:

On 07/01/2022, South Brunswick School District, NJ entered into a 48 month subscription for the use of RTI - Direct, unlimited usage. An initial subscription liability was recorded in the amount of $13,325. As of 06/30/2024, the value of the subscription liability is $6,994. South Brunswick School District, NJ is required to make annual fixed payments of $3,233. The subscription has an interest rate of 2.4450%.

On 07/01/2022, South Brunswick School District, NJ entered into a 48 month subscription for the use of IEP - Direct. An initial subscription liability was recorded in the amount of $107,802. As of 06/30/2024, the value of the subscription liability is $56,265. South Brunswick School District, NJ is required to make annual fixed payments of $26,006. The subscription has an interest rate of 2.4450%.

On 07/01/2022, South Brunswick School District, NJ entered into a 48 month subscription for the use of 504 Program Management. An initial subscription liability was recorded in the amount of $1,672. As of 06/30/2024, the value of the subscription liability is $877. South Brunswick School District, NJ is required to make annual fixed payments of $406. The subscription has an interest rate of 2.4450%.

On 07/01/2022, South Brunswick School District, NJ entered into a 36 month subscription for the use of Systems 3000 Software. An initial subscription liability was recorded in the amount of $143,681. As of 06/30/2024, the value of the subscription liability is $48,851. South Brunswick School District, NJ is required to make annual fixed payments of $48,060. The subscription has an interest rate of 2.3540%.

On 03/13/2023, South Brunswick School District, NJ entered into a 36 month subscription for the use of Meraki Enterprise - Cisco (VeeMost Technologies). An initial subscription liability was recorded in the amount of $230,000. As of 06/30/2024, the value of the subscription liability is $76,647. South Brunswick School District, NJ is required to make annual fixed payments of $78,790. The subscription has an interest rate of 2.7960%.

On 08/12/2023, South Brunswick School District, NJ entered into a 36 month subscription for the use of School Messenger Communication. An initial subscription liability was recorded in the amount of $48,618. As of 06/30/2024, the value of the subscription liability is $31,924. South Brunswick School District, NJ is required to make annual fixed payments of $16,694. The subscription has an interest rate of 3.0410%.

## NOTE 6: LONG-TERM LIABILITIES (CONTINUED)

**Subscription-Based Information Technology Agreements Payable ("SBITAs"):**

On 07/01/2023, South Brunswick School District, NJ entered into a 36 month subscription for the use of School Messenger Presence - CMS. An initial subscription liability was recorded in the amount of $31,115. As of 06/30/2024, the value of the subscription liability is $20,431. South Brunswick School District, NJ is required to make annual fixed payments of $10,684. The subscription has an interest rate of 3.0410%.

| | Governmental Activities | | |
|---|---|---|---|
| Fiscal Year | Principal Payments | Interest Payments | Total Payments |
| 2025 | $ 182,085 | $ 6,453 | $ 188,538 |
| 2026 | 59,904 | 1,623 | 61,527 |
| | $ 241,989 | $ 8,076 | $ 250,065 |

## NOTE 7: PENSION PLANS

**Description of Plans** - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, N.J., 08625.

**Teachers' Pension and Annuity Fund (TPAF)** - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

**NOTE 7: PENSION PLANS (CONTINUED)**

**Public Employees' Retirement System (PERS)** - The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provision of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

**Defined Contribution Retirement Program (DCRP)** - The Defined Contribution Retirement Program (DCRP) was established under the provision of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 to provide coverage to elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one year of membership.

**Significant Legislation**

Effective June 28, 2011, P.L. 2011, c. 78 enacted certain changes in the operations and benefit provisions of the TPAF and the PERS systems.

Pension Plan Design Changes

Effective June 28, 2011, P.L. 2011, c. 78, new members of TPAF and PERS, hired on or after June 28, 2011, will need 30 years of creditable service and have attained the age of 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. New members will be eligible for a service retirement benefit at age 65.

Funding Changes

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2019 actuarial valuation (July 1, 2018 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

COLA Suspension

The payment of automatic cost-of-living adjustment to current and future retirees and beneficiaries are suspended until reactivated as permitted by this law.

**NOTE 7: PENSION PLANS (CONTINUED)**

**Vesting and Benefit Provisions** - The vesting and benefit provisions of PERS are set by N.J.S.A. 43:15A and 43.3B and N.J.S.A. 18A:6C for TPAF. All benefits vest after ten years of service, except for post-retirement healthcare benefits that vest after 25 years of service.

Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

**Contribution Requirements** The contribution policy is set by N.J.S.A. 43:15A and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. As of April 1, 2018 employee contribution rates were increased to 7.5%.

Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of TPAF (i.e., the State of new Jersey makes the employer contribution on behalf of public school districts.

Three-Year Trend Information for PERS

| Year June 30, | Annual Pension Cost (APC) | Percentage of APC Contributed | Net Pension Obligation |
|---|---|---|---|
| 2024 | $2,960,478 | 100.00% | $2,960,478 |
| 2023 | $2,679,144 | 100.00% | $2,679,144 |
| 2022 | $2,773,838 | 100.00% | $2,773,838 |

Three-Year Trend Information for TPAF (Paid on-behalf of the District)

| Year June 30, | Annual Pension Cost (APC) | Percentage of APC Contributed | Net Pension Obligation |
|---|---|---|---|
| 2024 | $23,744,471 | 100.00% | $23,744,471 |
| 2023 | $22,560,509 | 100.00% | $22,560,509 |
| 2022 | $23,183,735 | 100.00% | $23,183,735 |

**NOTE 7: PENSION PLANS (CONTINUED)**

Also, in accordance with N.J.S.A. 18A:66-66 during the years ended June 30, 2024, 2023 and 2022, the State of New Jersey reimbursed the District $5,136,526, $4,951,678 and $4,810,451 respectively for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**

**Public Employees Retirement System (PERS)**

At June 30, 2024, the State reported a net pension liability of $32,083,627.00 for the District 's proportionate share of the total net pension liability. 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. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2023, the District's proportion was 0.2215050969 percent, which was an increase of 0.0090513320 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized a pension benefit of $1,097,781.00 in the government-wide financial statements. This pension benefit was based on the pension plan's June 30, 2023 measurement date.

At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

| | Deferred Outflow of Resources | Deferred Inflow of Resources |
|---|---|---|
| Differences between expected and actual experience | $ 306,761.00 | $ 131,148.00 |
| Changes of assumptions | 70,481.00 | 1,944,405.00 |
| Net difference between projected and actual earnings on pension plan investments | 147,749.00 | |
| Changes in proportion and differences between District contributions and proportionate share of contributions | 2,124,814.00 | 3,404,175.00 |
| District contributions subsequent to the measurement date | 3,019,685.00 | |
| | $ 5,669,490.00 | $ 5,479,728.00 |

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68 (CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

The $3,019,685.52 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2024, the plan measurement date is June 30, 2023) will be recognized as a reduction of the net pension liability in the year ended June 30, 2024.

Other local amounts reported by the State as the District's proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the State's actuarially calculated pension expense as follows:

| Year Ended June 30 | Amount |
|---|---|
| 2024 | ($1,949,767) |
| 2025 | (1,201,339) |
| 2026 | 1,065,356 |
| 2027 | (492,320) |
| 2028 | (251,852) |
| | ($2,829,923) |

**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 rolled forward to June 30, 2023. These actuarial valuations used the following assumptions:

| | |
|---|---|
| Inflation | |
| Price | 2.75% |
| Wage | 3.25% |
| Salary Increases | |
| Through 2026 | 2.75-6.55% Based on Years of Service |
| Investment Rate of Return | 7.00% |

## NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68 (CONTINUED)

### Public Employees Retirement System (PERS) (Continued)

### Actuarial Assumptions (Continued)

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.

### Long-Term 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 Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major assets class included in PERS's target assets allocation as of June 30, 2023 asset are summarized in the following table:

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68 (CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

**Actuarial Assumptions (Continued)**

**Long-Term Rate of Return (Continued)**

| Assets Class | Target Allocation | Long-Term Expected Real Rate of Return |
|---|---|---|
| US Equity | 28.00% | 8.98% |
| Non-U.S. Developed Market Equity | 12.75% | 9.22% |
| International Small Cap Equity | 1.25% | 9.22% |
| Emerging Market 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. Treasury's | 4.00% | 3.31% |
| Risk Mitigation Strategies | 3.00% | 6.21% |

**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 and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers.

Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68 (CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

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

The following presents the District's proportionate share of the net pension liability of the participating employers as of June 30, 2023 respectively, calculated using the discount rate as disclosed above as well as what the District's proportionate share of the collective net pension 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 | | |
|---|---|---|---|
| | 1% Decrease 6.00% | At Current Discount Rate 7.00% | 1% Increase 8.00% |
| District's proportionate share of the pension liability | $41,766,056 | $32,083,627 | $23,842,600 |

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 by visiting http://www.state.nj.us/treasury/pensions.

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68 (CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF)**

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

The portion of the TPAF Net Pension Liability that was associated with the District recognized at June 30, 2024 was as follows:

| | |
|---|---|
| Net Pension Liability: | |
| Districts proportionate share | -0- |
| State's proportionate share associated with the District | $281,630,623 |
| | $281,630,623 |

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 June 30, 2022 which was rolled forward to June 30, 2023. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2023, the proportion of the TPAF net pension liability associated with the District was .5518633956% which was a decrease of .0113056846 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized on-behalf pension expense and revenue of $6,918,845.00 in the government-wide financial statements for contributions provided by the State. This pension expense and revenue was based on the pension plans June 30, 2023 measurement date.

## NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68 (CONTINUED)

### Teachers Pensions and Annuity Fund (TPAF) (Continued)

### 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%<br>Based on Years of Service |
| Investment Rate of Return | 7.00% |

### Mortality Rate

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.

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68 (CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF) (Continued)**

**Actuarial Assumptions (Continued)**

**Long-Term Expected Rate of Return (Continued)**

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries.

The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic 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:

| Assets Class | Target Allocation | Long-Term Expected Real Rate of Return |
|---|---|---|
| U.S. Equity | 28.00% | 8.98% |
| Non-U.S. Developed Market Equity | 12.75% | 9.22% |
| International Small Cap Equity | 1.25% | 9.22% |
| Emerging Market Equity | 5.50% | 11.13% |
| Private Equity | 13.00% | 12.50% |
| Real Assets | 3.00% | 8.58% |
| Real Estate | 8.00% | 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% |

## NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68 (CONTINUED)

### Teachers Pensions and Annuity Fund (TPAF) (Continued)

### Actuarial Assumptions (Continued)

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

### Sensitivity of the Net Pension Liability to Changes in the Discount Rate

Because the District's proportionate share of the net pension liability is zero, consideration of potential changes in the discount rate is not applicable to the District.

### Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Teachers Public and Annuity Fund (TPAF). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 by visiting http://www.state.nj.us/treasury/pensions.

## NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75

### Plan Description and Benefits Provided

The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan, which is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for 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. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. 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.

### Employees Covered by Benefit Terms

The State Health Benefit Local Education Retired Employees Plan Membership covered by the benefit terms consisted of the following:

| | |
|---|---|
| Active Plan Members | 217,212 |
| Inactive Plan Members or Beneficiaries Currently Receiving Benefits | 152,383 |
| Inactive Plan Members or Beneficiaries Not Yet Receiving Benefits | - 0 - |
| Total Plan Members | 369,595 |

**NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Total Non-Employer OPEB Liability**

The portion of the total Non-Employer OPEB Liability that was associated with the District at June 30, 2024 was as follows:

| | |
|---|---|
| Total OPEB Liability: | |
| District's Proportionate Share | $-0- |
| State's Proportionate Share associated with the District | 290,276,625 |
| | $290,276,625 |

The total Non-Employer OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023.

The total Non-Employer OPEB liability was determined separately based on actual data of the District.

For the year ended June 30, 2024, the District recognized on-behalf post-employment expense and revenue of $9,439,688 in the government-wide financial statements for contributions provided by the State. This expense and revenue was based on the plans June 30, 2023 measurement date.

At June 30, 2024, the District's proportion was .5543685577 percent, which was an increase of .0015720471 from its proportion measured as of June 30, 2022.

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS, TPAF/ABP and PFRS participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Consequently, the District did not recognize any portion of the collective Non-Employer OPEB liability on the Statement of Net Position.

## NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

### Actuarial Assumptions and Other Inputs

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

| | June 30, 2023 | | |
|---|---|---|---|
| | TPAF/ABP | PERS | PFRS |
| Inflation – 2.5% | | | |
| Salary Increases | 2.75-4.25%* | 2.75-6.55%* | 3.25-16.25%* |

*- Based on Years of Service

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

The actuarial assumptions used in the July 1, 2022 valuation were based on the results of the TPAF, PERS and PFRS experience studies prepared for July 1, 2018 to June 30, 2021.

## NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

### Actuarial Assumptions and Other Input (Continued)

#### 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 decreases 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 9.5% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

#### Discount Rate

The discount rate used to measure the total OPEB liability 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.

**NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Changes in the Total Non-Employer OPEB Liability**

Shown below are details regarding The Total OPEB non-employer Liability associated with the District for the measurement period from June 30, 2022 to June 30, 2023.

| | | |
|---|---|---|
| Balance at 6/30/22 | | $279,971,880 |
| Changes for the year: | | |
| Service cost | $11,800,873 | |
| Interest | 10,223,188 | |
| Differences between expected and actual experience | (4,597,237) | |
| Changes in assumptions or other inputs | 585,078 | |
| Membership Contributions | 261,984 | |
| Benefit payments - Net | (7,969,141) | |
| Net changes | | 10,304,745 |
| Balance at 6/30/23 | | $290,276,625 |

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate**

The following presents the total Non-Employer OPEB liability associated with the District as of June 30, 2023, calculated using the discount rate as disclosed above as well as what the total Non-Employer 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 | | |
|---|---|---|---|
| | 1.00% Decrease (2.65%) | At Discount Rate (3.65%) | 1.00% Increase (4.65%) |
| State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District | $340,299,509 | $290,276,625 | $250,114,057 |

**NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in Healthcare Trends**

The following presents the total Non-Employer OPEB liability associated with the District as of June 30, 2023, calculated using the healthcare trend rate as disclosed above as well as what the total Non-Employer 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 | | |
|---|---|---|---|
| | 1.00% Decrease | Healthcare Cost Trend Rate | 1.00% Increase |
| State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District | $240,974,351 | $290,276,625 | $354,788,77 |

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Non-Employer OPEB Liability**

At June 30, 2024, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's Non-Employer OPEB Liability associated with the District from the following sources:

| | Deferred Outflow of Resources | Deferred Inflow of Resources |
|---|---|---|
| Differences between expected and actual experience | $ 42,352,192 | $ 76,455,968 |
| Changes of assumptions | 41,277,703 | 80,105,971 |
| Changes in proportion | 10,706,176 | 1,221,534 |
| | $ 94,336,071 | $ 157,783,473 |

## NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

### OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Non-Employer OPEB Liability (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the State's proportionate share of the total Non-Employer OPEB Liability associated with the District will be recognized in OPEB expense as follows:

| Measurement Period Ended June 30, | Amount |
|---|---|
| 2024 | ($12,578,884) |
| 2025 | ($12,578,884) |
| 2026 | ($10,684,596) |
| 2027 | ($5,520,661) |
| 2028 | $378,637 |
| Total Thereafter | ($22,463,016) |
| | ($63,447,402) |

In accordance with GASBS No. 75, the District's proportionate share of school retirees OPEB is zero. There is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources in the financial statements.

### State Health Benefit Local Education Retired Employee Plan Information

The New Jersey Division of Pension and Benefits issues publicly available reports on the OPEB plan. Those reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, NJ 08625-0295 or on their website at http://www.state.nj.us/treasury/pensions/financial-reports.shtml.

## NOTE 10: LITIGATION

The District's counsel advises that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the School District, and which might materially affect the District's financial position.

## NOTE 11: CONTINGENCIES

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2023-2024 fiscal year were subject to the Uniform Guidance and New Jersey OMB Circular 15-08 which mandates that grant revenues and expenditures be audited in conjunction with the District's annual audit if expenditures for federal or state programs exceed $750,000. Findings and questioned costs, if any, relative to federal and state financial assistance programs are discussed in the Single Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. The District's management does not believe any such audit would result in material amounts of disallowed costs.

## NOTE 12: 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. There have been no significant reductions in insurance coverage from the prior years and no settlements have exceeded insurance coverage over the past three years.

**Property and Liability Insurance** - The District maintains insurance coverage covering each of those risks of loss. The administration believes such coverage is sufficient to preclude any significant uninsured losses to the District. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report.

**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. Charges are applied to the Unemployment Compensation Claims Payable first, and any remaining charges are applied to the Unemployment Compensation budget appropriation.

## NOTE 12: RISK MANAGEMENT (CONTINUED)

### New Jersey Unemployment Compensation Insurance (Continued)

The following table is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid, and the ending balance of the District's fund for the current and previous two years:

| Fiscal Year | Interest Earnings | Contributions | Amount Reimbursed | Ending Balance | Balance Analysis | |
|---|---|---|---|---|---|---|
| | | | | | Liability | Reserve |
| 2023-24 | $ 44 | $ 156,217 | $ 177,234 | $ 486,634 | $ 245,105 | $ 241,529 |
| 2022-23 | 47 | 147,599 | 164,312 | 507,607 | 266,122 | 241,485 |
| 2021-22 | 37 | 140,682 | | 524,273 | 282,835 | 241,438 |

**Health Benefits** - The District provides health benefits to employees through an administrative services agreement with Aetna. The incurred but not reported liability ("IBNR") actuarially computed by was $5,470,620 at June 30, 2024. It was also noted that the entire IBNR is adjusted for changes in estimate at year end and such changes are reflected in the district's budget and the entire liability is treated as a liability for budgetary purposes.

## NOTE 13: COMPENSATED ABSENCES

District employees earn sick leave per the terms of the various labor agreements negotiated by the Board. Unused sick leave may be carried forward without limitation and upon retirement from the District those employees who have completed 15 years of service in the District, will receive payment for accumulated unused sick leave at rates and percentages in accordance with the various agreements.

Twelve month District employees are entitled to accumulate vacation time, the carryover of which is unlimited for non-unit employees and limited for members of the administrative unit, and will be paid upon separation from service at the District.

The liability for vested compensated absences of the governmental fund types are recorded in the district - wide statement of net assets. As of June 30, 2024, a liability existed for compensated absences for governmental fund-types in the district- wide Statement of Net Position of $2,901,935.

For additional descriptive information see Note 1, Summary of Significant Accounting Policies.

## NOTE 14: FUND BALANCE APPROPRIATED

**General Fund** – The table below reflects the District's Fund Balance at June 30, 2024 on both a GAAP (Exhibit B-1) and Budgetary (Exhibit C-1) basis including the required adjustment related to the last state aid payment which under GAAP is not recognized.

| | Budgetary Basis | Adjustment | GAAP Basis |
|---|---|---|---|
| Restricted for: | | | |
| Excess surplus: | | | |
| Designated for subsequent years expenditures | $ 3,950,555 | $ | $ 3,950,555 |
| Maintenance reserve | 3,289,149 | | 3,289,149 |
| Capital reserve | 1,054,322 | | 1,054,322 |
| Emergency reserve | 700,000 | | 700,000 |
| Unemployment | 241,529 | | 241,529 |
| Committed to: | | | |
| Designated for subsequent years expenditures | 2,970,372 | | 2,970,372 |
| Assigned to: | | | |
| Encumbrances | 399,480 | | 399,480 |
| Unassigned | 3,351,288 | (1,454,975) | 1,896,313 |
| | $ 15,956,695 | $ (1,454,975) | $ 14,501,720 |

## NOTE 15: CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS

The Restricted Fund Balance - Excess Surplus is a required calculation pursuant to *N.J.S.A.* 18A:7F-7, as amended. 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.

| | |
|---|---|
| General Fund Expenditures | |
| Fiscal Year Ended June 30, 2024 | $193,709,853 |
| Add: | |
| Transfer from Capital Reserve to Capital Projects Fund | 429,400 |
| Less: | |
| Assets acquired under Installment Purchase Contracts & Leases | 1,694,166 |
| Assets acquired under IT subscription Arrangements | 183,725 |
| On-behalf TPAF Pension and Social Security Reimbursement | 35,696,397 |
| Adjusted General Fund Expenditures | $156,564,965 |
| Excess Surplus Percentage | 2.00% |
| 2% of Adjusted 2023-24 General Fund Expenditures | $3,131,299 |
| Add: Allowable Adjustments | 511,339 |
| Maximum Unreserved/Undesignated Fund Balance | $3,642,638 |
| Actual Unreserved/Undesignated Fund Balance | 3,351,288 |
| Excess Surplus | None |

## NOTE 16: INTERFUND RECEIVABLES AND PAYABLES

| FUND | INTERFUND RECEIVABLE | INTERFUND PAYABLE |
|---|---|---|
| General Fund | $ 30,530 | $ |
| Special Revenue Fund | | 30,530 |
| | $ 30,530 | $ 30,530 |

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received.

## NOTE 17: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Township of South Brunswick Board of Education 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 of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line item appropriations, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained by either a separate proposal at budget time or by a special question at one of the four special election dates authorized by N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A: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.

**Capital Reserve Account**

| | |
|---|---|
| Beginning balance, July 1, 2023 | $1,466,725 |
| Increased by: | |
| Interest earned | 16,997 |
| | $1,483,722 |
| Withdrawals: | |
| Budgeted | 429,400 |
| Ending balance, June 30, 2024 | $1,054,322 |

## NOTE 18: MAINTENANCE RESERVE ACCOUNT

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

The maintenance reserve account is used to accumulate funds for the required maintenance of a facility in accordance with EFCFA (N.J.S.A. 18A:7G-9). The passage of S1701 also impacts deposits into maintenance reserve. EFCFA requires that upon the district completion of school facilities project, the district must submit a plan for the maintenance of that facility. The activity of the maintenance reserve for the July 1, 2023 to June 30, 2024 year is as follows:

| | |
|---|---|
| Beginning balance, July 1, 2023 | $3,567,772 |
| Withdrawals: | |
| Budgeted | 278,623 |
| Ending balance, June 30, 2024 | $3,289,149 |

## NOTE 19: EMERGENCY RESERVE ACCOUNT

An emergency reserve account was established by the Township of South Brunswick Board of Education for the accumulation of funds for use as emergency expenditures in subsequent fiscal years. The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The emergency reserve is used to accumulate funds in accordance with *N.J.S.A.* 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of $250,000 or 1 percent of the general fund budget not to exceed $1 million. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both.

The department has defined year end for the purpose of depositing surplus into reserve accounts as an amount approved by the district board of education between June 1 and June 30. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of 4 percent.

## NOTE 19: EMERGENCY RESERVE ACCOUNT (CONTINUED)

During the Fiscal Year ended June 30, 2024 the District has the following activity in the Emergency Reserve Account:

| Emergency Reserve Account | |
|---|---|
| Beginning balance, July 1, 2023 and June 30, 2024 | $700,000 |

## NOTE 20: DEFERRED COMPENSATION

The District offers its employees a choice of the deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans permit 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. Since the Board does not have any property or rights to the plan assets and no fiduciary relationship exists between the District and the deferred compensation plan, the plan assets are not included in the District's financial statements as of June 30, 2024.

## NOTE 21: INVENTORY

Inventory in the Food Service Fund at June 30, 2024 consisted of the following:

| | |
|---|---|
| Food and Supplies | $72,063 |

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Act amendments of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

## NOTE 22: TAX ABATEMENTS

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

## NOTE 23: DEFICIT FUND BALANCES / NET POSITION

The District has a deficit fund balance of $390,335 in the Special Revenue Fund as of June 30, 2024 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, in the current budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year.

For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditures, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability.

Since the State is recording the last state aid payment in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the last state aid payment, the fund balance deficit in the Special Revenue Funds do not alone indicate that the District is facing financial difficulties. Pursuant to P.L. 2003, c.97, any negative unreserved, undesignated general fund balance that is reported as a direct result from the delay in the payment of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The District's deficit in the GAAP funds' statements does not exceed the last state aid payment.

## NOTE 24: PRIOR PERIOD ADJUSTMENTS

As of July 1, 2023 the District implemented GASB Statement No. 84 and No.87 The District restated the balance of the accounts indicated below to appropriately reflect the June 30, 2023 balances as follows:

| District-wide Financial Statements: Governmental Activities: | Balance June 30,2023 | Balance June 30,2023 (As Restated) |
|---|---|---|
| Assets: | | |
| Right to Use Leased Assets | | $364,544.00 |
| Liabilities: | | |
| Unemployment compensation claims payable | | 266,122.00 |
| Accrued interest payable | 647,700.00 | 677,874.00 |
| Noncurrent Liabilities - leases | | 365,752.00 |
| Net Position | | |
| Restricted for: | | |
| Debt service fund (deficit) | (593,953.00) | (624,127.00) |
| Other purposes | 17,607,825.00 | 17,341,703.00 |
| Unrestricted (deficit) | (34,297,042.00) | (34,298,250.00) |

| Major Fund Financial Statements: Governmental Funds: General Fund: | Balance June 30,2023 | Balance June 30,2023 (As Restated) |
|---|---|---|
| Liabilities: | | |
| Unemployment compensation claims payable | | 266,122.00 |

## NOTE 25: SUBSEQUENT EVENTS

The District has evaluated material subsequent events occurring after the financial statement date through December 23, 2024 which is the date the financial statements were available to be issued.

# REQUIRED SUPPLEMENTARY INFORMATION – PART II

# BUDGETARY COMPARISON SCHEDULES

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| REVENUES: | | | | | |
| Revenues from local sources: | | | | | |
| Local tax levy | $ 121,490,026.00 | $ | $ 121,490,026.00 | $ 121,490,026.00 | $ |
| Tuition from individuals | | | | 43,129.00 | 43,129.00 |
| Tuition from LEAs within state | 217,744.00 | | 217,744.00 | 114,144.00 | (103,600.00) |
| Transportation fees from other LEAs | 29,000.00 | | 29,000.00 | 9,314.00 | (19,686.00) |
| Rents and Royalties | | | | 127,779.00 | 127,779.00 |
| Unrestricted miscellaneous revenues | 932,256.00 | | 932,256.00 | 1,362,855.00 | 430,599.00 |
| Advertising fees - school buses | 20,000.00 | | 20,000.00 | | (20,000.00) |
| Interest earned on capital reserve funds | | | | 16,997.00 | 16,997.00 |
| Other restricted miscellaneous revenues | | | | 44.00 | 44.00 |
| Subtotal- Revenues from Local Sources | 122,689,026.00 | | 122,689,026.00 | 123,164,288.00 | 475,262.00 |
| Revenues from state sources: | | | | | |
| Categorical Transportation aid | 2,155,118.00 | | 2,155,118.00 | 2,155,118.00 | |
| Extraordinary aid | 2,000,000.00 | | 2,000,000.00 | 2,406,296.00 | 406,296.00 |
| Categorical special education aid | 5,479,892.00 | | 5,479,892.00 | 5,479,892.00 | |
| Equalization aid | 7,866,620.00 | | 7,866,620.00 | 7,866,620.00 | |
| Categorical security aid | 183,321.00 | | 183,321.00 | 183,321.00 | |
| Reimbursement of Nonpublic School Transportation Costs | | | | 105,043.00 | 105,043.00 |
| Stabilization Aid | | | | 1,381,502.00 | 1,381,502.00 |
| Other state aids | | | | 49,338.00 | 49,338.00 |
| Reimbursed TPAF social security contributions (non-budgeted) | | | | 5,136,526.00 | 5,136,526.00 |
| On-Behalf TPAF - Non-contributory Insurance (non-budgeted) | | | | 270,793.00 | 270,793.00 |
| On-Behalf TPAF - Long-Term Disability (non-budgeted) | | | | 8,531.00 | 8,531.00 |
| On-behalf TPAF post retirement medical (non-budgeted) | | | | 6,536,076.00 | 6,536,076.00 |
| On-behalf TPAF pension contributions (non-budgeted) | | | | 23,744,471.00 | 23,744,471.00 |
| Total - state sources | 17,684,951.00 | | 17,684,951.00 | 55,323,527.00 | 37,638,576.00 |
| Revenues from federal sources: | | | | | |
| Medicaid Reimbursement | 89,263.00 | | 89,263.00 | 15,351.00 | (73,912.00) |
| SUBTOTAL - Revenues from federal sources | 89,263.00 | | 89,263.00 | 15,351.00 | (73,912.00) |
| Total Operating Budget | 140,463,240.00 | | 140,463,240.00 | 178,503,166.00 | 38,039,926.00 |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| EXPENDITURES: | | | | | |
| CURRENT EXPENSE: | | | | | |
| Regular programs - instruction: | | | | | |
| Salaries of teachers: | | | | | |
| Local Contribution-Transfer to Special Revenue-Inclusion | 3,000.00 | | 3,000.00 | 3,000.00 | |
| Kindergarten | 2,090,196.00 | (152,649.00) | 1,937,547.00 | 1,924,408.00 | 13,139.00 |
| Grades 1-5 | 12,991,200.00 | 168,959.00 | 13,160,159.00 | 13,131,511.00 | 28,648.00 |
| Grades 6-8 | 11,504,433.00 | 104,434.00 | 11,608,867.00 | 11,589,754.00 | 19,113.00 |
| Grades 9-12 | 15,262,244.00 | (165,605.00) | 15,096,639.00 | 15,092,358.00 | 4,281.00 |
| Regular programs - Undistributed Instruction: | | | | | |
| Purchased Professional Educational Services | 20,000.00 | (4,220.00) | 15,780.00 | 15,275.00 | 505.00 |
| Purchased Technical Services | 926,000.00 | 229,740.00 | 1,155,740.00 | 1,152,574.00 | 3,166.00 |
| Other Purchased Services (400-500 series) | 747,300.00 | (63,848.00) | 683,452.00 | 673,353.00 | 10,099.00 |
| General Supplies | 1,237,053.00 | (341,679.00) | 895,374.00 | 875,382.00 | 19,992.00 |
| Textbooks | 28,000.00 | 176,750.00 | 204,750.00 | 204,749.00 | 1.00 |
| Other Objects | 5,200.00 | (1,175.00) | 4,025.00 | 4,025.00 | |
| Total Regular Programs | 44,814,626.00 | (49,293.00) | 44,765,333.00 | 44,666,389.00 | 98,944.00 |
| Special Education - Instruction: | | | | | |
| Learning and/or Language Disabilities: | | | | | |
| Salaries of Teachers | 1,052,124.00 | 171,100.00 | 1,223,224.00 | 1,223,222.00 | 2.00 |
| Other Salaries for Instruction | 487,396.00 | (14,454.00) | 472,942.00 | 472,936.00 | 6.00 |
| Purchased Technical Services | 123,000.00 | (79,150.00) | 43,850.00 | 42,643.00 | 1,207.00 |
| General Supplies | 4,000.00 | (1,670.00) | 2,330.00 | 2,330.00 | |
| Total Learning and/or Language Disabilities | 1,666,520.00 | 75,826.00 | 1,742,346.00 | 1,741,131.00 | 1,215.00 |
| Behavioral Disabilities: | | | | | |
| Salaries of Teachers | | 77,798.00 | 77,798.00 | 75,215.00 | 2,583.00 |
| Other Salaries for Instruction | | 12,068.00 | 12,068.00 | 12,056.00 | 12.00 |
| Purchased Technical Services | | 964.00 | 964.00 | 948.00 | 16.00 |
| General Supplies | | 7,518.00 | 7,518.00 | 7,517.00 | 1.00 |
| Total Behavioral Disabilities | | 98,348.00 | 98,348.00 | 95,736.00 | 2,612.00 |
| Multiple Disabilities: | | | | | |
| Salaries of Teachers | 556,902.00 | 218,884.00 | 775,786.00 | 696,165.00 | 79,621.00 |
| Other Salaries for Instruction | 462,893.00 | 17,457.00 | 480,350.00 | 434,631.00 | 45,719.00 |
| Purchased Technical Services | 64,000.00 | (33,819.00) | 30,181.00 | 27,745.00 | 2,436.00 |
| Total Multiple Disabilities | 1,083,795.00 | 202,522.00 | 1,286,317.00 | 1,158,541.00 | 127,776.00 |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| Resource Room/ Resource Center: | | | | | |
| Salaries of Teachers | 6,293,238.00 | (737,746.00) | 5,555,492.00 | 5,544,311.00 | 11,181.00 |
| Other Salaries for Instruction | 560,824.00 | (6,453.00) | 554,371.00 | 554,291.00 | 80.00 |
| Purchased Technical Services | 131,000.00 | 86,500.00 | 217,500.00 | 216,102.00 | 1,398.00 |
| General Supplies | 29,000.00 | (15,367.00) | 13,633.00 | 13,483.00 | 150.00 |
| Total Resource Room/ Resource Center | 7,014,062.00 | (673,066.00) | 6,340,996.00 | 6,328,187.00 | 12,809.00 |
| Autism: | | | | | |
| Salaries of Teachers | 1,138,755.00 | (13,149.00) | 1,125,606.00 | 1,125,604.00 | 2.00 |
| Other Salaries for Instruction | 976,888.00 | 239,199.00 | 1,216,087.00 | 1,178,505.00 | 37,582.00 |
| Purchased Technical Services | 85,500.00 | (820.00) | 84,680.00 | 84,025.00 | 655.00 |
| General Supplies | 14,000.00 | (4,599.00) | 9,401.00 | 8,393.00 | 1,008.00 |
| Total Autism | 2,215,143.00 | 220,631.00 | 2,435,774.00 | 2,396,527.00 | 39,247.00 |
| Preschool Disabilities - Part Time: | | | | | |
| Salaries of Teachers | 96,749.00 | (96,749.00) | | | |
| Purchased Technical Services | 10,000.00 | 1,500.00 | 11,500.00 | 11,097.00 | 403.00 |
| General Supplies | 1,750.00 | (1,500.00) | 250.00 | 202.00 | 48.00 |
| Total Preschool Disabilities - Part Time | 108,499.00 | (96,749.00) | 11,750.00 | 11,299.00 | 451.00 |
| Preschool Disabilities - Full Time: | | | | | |
| Salaries of Teachers | 360,472.00 | 22,289.00 | 382,761.00 | 382,694.00 | 67.00 |
| Other Salaries for Instruction | 124,339.00 | 188,394.00 | 312,733.00 | 311,950.00 | 783.00 |
| Purchased Technical Services | 42,000.00 | (6,546.00) | 35,454.00 | 34,874.00 | 580.00 |
| General Supplies | | 1,156.00 | 1,156.00 | 1,066.00 | 90.00 |
| Total Preschool Disabilities - Full Time | 526,811.00 | 205,293.00 | 732,104.00 | 730,584.00 | 1,520.00 |
| Home Instruction: | | | | | |
| Salaries of Teachers | 60,000.00 | (740.00) | 59,260.00 | 59,252.00 | 8.00 |
| Other Salaries for Instruction | 6,000.00 | 3,385.00 | 9,385.00 | 9,384.00 | 1.00 |
| Purchased Professional- Educational Services | 70,000.00 | (4,676.00) | 65,324.00 | 61,773.00 | 3,551.00 |
| Total Home Instruction | 136,000.00 | (2,031.00) | 133,969.00 | 130,409.00 | 3,560.00 |
| Total Special Education - Instruction | 12,750,830.00 | 30,774.00 | 12,781,604.00 | 12,592,414.00 | 189,190.00 |
| Basic Skills/Remedial - Instruction: | | | | | |
| Salaries of Teachers | 2,556,644.00 | 4,721.00 | 2,561,365.00 | 2,560,195.00 | 1,170.00 |
| Purchased Technical Services | 40,000.00 | (26,000.00) | 14,000.00 | 12,351.00 | 1,649.00 |
| General Supplies | 4,000.00 | (4,000.00) | | | |
| Total Basic Skills/Remedial - Instruction | 2,600,644.00 | (25,279.00) | 2,575,365.00 | 2,572,546.00 | 2,819.00 |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| Bilingual education - Instruction: | | | | | |
| Salaries of Teachers | 618,842.00 | 102,258.00 | 721,100.00 | 721,100.00 | |
| Other Salaries for Instruction | 26,757.00 | (26,757.00) | | | |
| Purchased Technical Services | 11,500.00 | (7,570.00) | 3,930.00 | 2,223.00 | 1,707.00 |
| Total Bilingual Education - Instruction | 657,099.00 | 67,931.00 | 725,030.00 | 723,323.00 | 1,707.00 |
| School Sponsored Co/Extra Curricular Activities - Instruction: | | | | | |
| Salaries | 149,350.00 | 84,233.00 | 233,583.00 | 230,080.00 | 3,503.00 |
| Purchased Services (300-500 series) | 38,190.00 | (6,319.00) | 31,871.00 | 29,425.00 | 2,446.00 |
| Supplies and Materials | 44,463.00 | (16,695.00) | 27,768.00 | 25,944.00 | 1,824.00 |
| Other Objects | 22,450.00 | (14,041.00) | 8,409.00 | 7,387.00 | 1,022.00 |
| Total School Sponsored Co/Extra Curricular Activities - Instruction | 254,453.00 | 47,178.00 | 301,631.00 | 292,836.00 | 8,795.00 |
| School Sponsored Athletics - Instruction: | | | | | |
| Salaries | 730,000.00 | (8,226.00) | 721,774.00 | 721,151.00 | 623.00 |
| Purchased Services (300-500 series) | 86,040.00 | (13,482.00) | 72,558.00 | 70,709.00 | 1,849.00 |
| Supplies and Materials | 165,660.00 | (4,588.00) | 161,072.00 | 150,527.00 | 10,545.00 |
| Other Objects | 8,820.00 | (380.00) | 8,440.00 | 8,370.00 | 70.00 |
| Transfers to Cover Deficit (Custodial Funds) | 106,000.00 | | 106,000.00 | 105,979.00 | 21.00 |
| Total School Sponsored Athletics - Instruction | 1,096,520.00 | (26,676.00) | 1,069,844.00 | 1,056,736.00 | 13,108.00 |
| Undistributed Expenditures - Instruction | | | | | |
| Tuition to other LEAs within the State - Regular | 110,000.00 | (73,418.00) | 36,582.00 | 35,242.00 | 1,340.00 |
| Tuition to other LEAs within the State - Special | 165,000.00 | (93,711.00) | 71,289.00 | 67,908.00 | 3,381.00 |
| Tuition to County Voc. School District - Regular | 35,571.00 | (35,466.00) | 105.00 | | 105.00 |
| Tuition to CSSD & Regular Day Schools | 1,300,000.00 | 1,092,415.00 | 2,392,415.00 | 2,347,225.00 | 45,190.00 |
| Tuition to Private Schools for the Disabled W/I State | 2,060,000.00 | (315,637.00) | 1,744,363.00 | 1,724,786.00 | 19,577.00 |
| Tuition - State Facilities | 75,000.00 | (4,056.00) | 70,944.00 | 70,944.00 | |
| Tuition - Other | 132,000.00 | 668.00 | 132,668.00 | 132,668.00 | |
| Total Undistributed Expenditures - Instruction | 3,877,571.00 | 570,795.00 | 4,448,366.00 | 4,378,773.00 | 69,593.00 |
| Undistributed Expenditures - Health Services: | | | | | |
| Salaries | 889,159.00 | 67,170.00 | 956,329.00 | 955,417.00 | 912.00 |
| Purchased Professional and Technical Services | 332,500.00 | 412,752.00 | 745,252.00 | 740,444.00 | 4,808.00 |
| Supplies and Materials | 58,393.00 | (17,368.00) | 41,025.00 | 36,903.00 | 4,122.00 |
| Total Undistributed Expenditures - Health Services | 1,280,052.00 | 462,554.00 | 1,742,606.00 | 1,732,764.00 | 9,842.00 |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| Undistributed Expend. - Speech, OT, PT & Related Services: | | | | | |
| Salaries | 1,805,550.00 | (30,984.00) | 1,774,566.00 | 1,772,999.00 | 1,567.00 |
| Purchased Professional - Educational Services | 46,000.00 | 29,793.00 | 75,793.00 | 57,370.00 | 18,423.00 |
| Supplies and materials | 50,000.00 | (34,702.00) | 15,298.00 | 15,079.00 | 219.00 |
| Total Undistributed Expend. - Speech, OT, PT & Related Services | 1,901,550.00 | (35,893.00) | 1,865,657.00 | 1,845,448.00 | 20,209.00 |
| Undistributed Expenditures - Guidance: | | | | | |
| Salaries of Other Professional Staff | 2,534,550.00 | (72,191.00) | 2,462,359.00 | 2,462,291.00 | 68.00 |
| Other Purchased Professional & Technical Services | 42,300.00 | (41,180.00) | 1,120.00 | 1,032.00 | 88.00 |
| Other Purchased Services (400-500 series) | 160,000.00 | (9,205.00) | 150,795.00 | 150,596.00 | 199.00 |
| Supplies and Materials | 69,536.00 | (23,807.00) | 45,729.00 | 44,839.00 | 890.00 |
| Total Undistributed Expenditures - Guidance | 2,806,386.00 | (146,383.00) | 2,660,003.00 | 2,658,758.00 | 1,245.00 |
| Undistributed Expenditures - Child Study Teams: | | | | | |
| Salaries of Other Professional Staff | 2,540,169.00 | 10,346.00 | 2,550,515.00 | 2,536,428.00 | 14,087.00 |
| Salaries of Secretarial and Clerical Assistants | 169,450.00 | 799.00 | 170,249.00 | 170,249.00 | |
| Other Purchased Professional & Technical Services | 486,000.00 | 266,400.00 | 752,400.00 | 733,931.00 | 18,469.00 |
| Other Purchased Services (400-500 series) | 10,000.00 | (10,000.00) | | | |
| Supplies and Materials | 90,000.00 | (21,820.00) | 68,180.00 | 66,786.00 | 1,394.00 |
| Total Undistributed Expenditures - Child Study Teams | 3,295,619.00 | 245,725.00 | 3,541,344.00 | 3,507,394.00 | 33,950.00 |
| Undistributed Expenditures - Improvement of Instr. Serv. | | | | | |
| Salaries of Supervisors of Instruction | 766,000.00 | (71,917.00) | 694,083.00 | 693,952.00 | 131.00 |
| Other Salaries | 77,000.00 | (18,640.00) | 58,360.00 | 58,278.00 | 82.00 |
| Other Purchased Services (400-500 series) | 30,200.00 | 15,287.00 | 45,487.00 | 37,613.00 | 7,874.00 |
| Supplies and Materials | 21,780.00 | (21,000.00) | 780.00 | | 780.00 |
| Total Undistributed Expenditures - Improvement of Instr. Serv. | 894,980.00 | (96,270.00) | 798,710.00 | 789,843.00 | 8,867.00 |
| Undistributed Expend. - Educational Media Serv./School Library: | | | | | |
| Salaries | 945,804.00 | (3,450.00) | 942,354.00 | 942,289.00 | 65.00 |
| Purchased Professional and Technical Services | 17,000.00 | (1,850.00) | 15,150.00 | 14,165.00 | 985.00 |
| Supplies and Materials | 116,631.00 | (29,080.00) | 87,551.00 | 85,268.00 | 2,283.00 |
| Total Undistributed Expend. - Educational Media Serv./School Library | 1,079,435.00 | (34,380.00) | 1,045,055.00 | 1,041,722.00 | 3,333.00 |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| Undistributed Expend.- Instructional Staff Training Services: | | | | | |
| Salaries of Supervisors of Instruction | 765,825.00 | 21,973.00 | 787,798.00 | 787,519.00 | 279.00 |
| Salaries of Secretarial and Clerical Assistants | 185,250.00 | (600.00) | 184,650.00 | 184,627.00 | 23.00 |
| Other Salaries | 5,900.00 | 6,391.00 | 12,291.00 | 11,984.00 | 307.00 |
| Purchased Professional - Educational Services | 576,241.00 | (561,721.00) | 14,520.00 | 14,129.00 | 391.00 |
| Other Purchased Services (400-500 series) | 144,800.00 | (78,052.00) | 66,748.00 | 65,257.00 | 1,491.00 |
| Supplies and Materials | 25,740.00 | (14,359.00) | 11,381.00 | 9,761.00 | 1,620.00 |
| Other Objects | 11,500.00 | (7,500.00) | 4,000.00 | 3,989.00 | 11.00 |
| Total Undistributed Expend.- Instructional Staff Training Services | 1,715,256.00 | (633,868.00) | 1,081,388.00 | 1,077,266.00 | 4,122.00 |
| Undistributed Expend.-Support Services-General Administration: | | | | | |
| Salaries | 361,100.00 | | 361,100.00 | 359,963.00 | 1,137.00 |
| Legal Services | 148,080.00 | 33,000.00 | 181,080.00 | 177,140.00 | 3,940.00 |
| Audit Fees | 45,300.00 | 5,200.00 | 50,500.00 | 50,500.00 | |
| Other Purchased Professional Services | 25,500.00 | (6,800.00) | 18,700.00 | 18,351.00 | 349.00 |
| Purchased Technical Services | 56,600.00 | (6,000.00) | 50,600.00 | 42,147.00 | 8,453.00 |
| Communications/Telephone | 188,500.00 | (118,200.00) | 70,300.00 | 66,545.00 | 3,755.00 |
| BOE Other Purch Serv | 6,500.00 | (3,500.00) | 3,000.00 | 2,644.00 | 356.00 |
| Misc. Purchased Services (400-500 series, O/T 530 & 585) | 303,000.00 | 13,375.00 | 316,375.00 | 314,340.00 | 2,035.00 |
| General Supplies | 42,300.00 | (27,983.00) | 14,317.00 | 7,551.00 | 6,766.00 |
| Miscellaneous Expenditures | 15,000.00 | (6,000.00) | 9,000.00 | 8,815.00 | 185.00 |
| BOE Membership Dues and Fees | 37,000.00 | (4,800.00) | 32,200.00 | 32,145.00 | 55.00 |
| Total Undistributed Expend.-Support Services-General Administration | 1,228,880.00 | (121,708.00) | 1,107,172.00 | 1,080,141.00 | 27,031.00 |
| Undistributed Expend.-Support Services- School Administration: | | | | | |
| Salaries of Principals/Assistant Principals | 3,191,465.00 | 73,847.56 | 3,265,312.56 | 3,264,426.00 | 886.56 |
| Salaries of Other Professional Staff | 849,874.00 | 138,507.00 | 988,381.00 | 988,274.00 | 107.00 |
| Salaries of Secretarial and Clerical Assistants | 2,514,939.00 | (68,470.00) | 2,446,469.00 | 2,442,864.00 | 3,605.00 |
| Unused Vacation Payment to Terminated/Retired Staff | 47,900.00 | (20,044.00) | 27,856.00 | 27,856.00 | |
| Purchased Professional and Technical Services | | 11,421.00 | 11,421.00 | 11,116.00 | 305.00 |
| Other Purchased Services (400-500 series) | 83,000.00 | (34,363.00) | 48,637.00 | 44,718.00 | 3,919.00 |
| Supplies and Materials | 14,500.00 | (11,997.00) | 2,503.00 | 2,169.00 | 334.00 |
| Other Objects | | 19,252.00 | 19,252.00 | 18,492.00 | 760.00 |
| Total Undistributed Expend.-Support Services- School Administration | 6,701,678.00 | 108,153.56 | 6,809,831.56 | 6,799,915.00 | 9,916.56 |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| Undistributed Expend. - Central Services | | | | | |
| Salaries | 2,040,266.00 | (30,308.00) | 2,009,958.00 | 2,009,216.00 | 742.00 |
| Unused Vacation Payment to Terminated/Retired Staff | | 3,576.00 | 3,576.00 | 3,576.00 | |
| Purchased Technical Services | 222,100.00 | 49,193.00 | 271,293.00 | 271,217.00 | 76.00 |
| Miscellaneous Purchased Services (400-500 series, O/T 594) | 38,600.00 | (3,686.00) | 34,914.00 | 33,158.00 | 1,756.00 |
| Supplies and Materials | 12,000.00 | (4,211.00) | 7,789.00 | 4,986.00 | 2,803.00 |
| Miscellaneous Expenditures | 3,700.00 | (100.00) | 3,600.00 | 3,600.00 | |
| Total Undistributed Expend. - Central Services | 2,316,666.00 | 14,464.00 | 2,331,130.00 | 2,325,753.00 | 5,377.00 |
| Undistributed Expend. - Admin. Info. Technology: | | | | | |
| Salaries | 592,658.00 | 117,343.00 | 710,001.00 | 710,000.00 | 1.00 |
| Purchased Technical Services | 202,000.00 | (33,000.00) | 169,000.00 | 168,767.00 | 233.00 |
| Other Purchased Services (400-500 series) | 246,000.00 | (58,600.00) | 187,400.00 | 186,442.00 | 958.00 |
| Supplies and Materials | 18,000.00 | (13,000.00) | 5,000.00 | 4,611.00 | 389.00 |
| Total Undistributed Expend. - Admin. Info. Technology | 1,058,658.00 | 12,743.00 | 1,071,401.00 | 1,069,820.00 | 1,581.00 |
| Undistributed Expend.-Required Maintenance for School Facilities: | | | | | |
| Cleaning, Repair and Maintenance Services | 4,955,659.00 | (361,960.00) | 4,593,699.00 | 3,528,910.00 | 1,064,789.00 |
| General Supplies | 315,379.00 | 9,242.00 | 324,621.00 | 232,046.00 | 92,575.00 |
| Total Undistributed Expend.-Required Maintenance for School Facilities | 5,271,038.00 | (352,718.00) | 4,918,320.00 | 3,760,956.00 | 1,157,364.00 |
| Undistributed Expend.-Custodial Services: | | | | | |
| Salaries | 6,044,993.00 | (17,902.42) | 6,027,090.58 | 6,007,503.00 | 19,587.58 |
| Salaries of Non-Instructional Aides | 1,053,222.00 | (280,933.90) | 772,288.10 | 767,153.00 | 5,135.10 |
| Unused Vacation Payment to Terminated/Retired Staff | 15,000.00 | (1,622.00) | 13,378.00 | 13,083.00 | 295.00 |
| Purchased Professional and Technical Services | 162,389.00 | 35,539.00 | 197,928.00 | 197,881.00 | 47.00 |
| Cleaning, Repair and Maintenance Services | 680,500.00 | (191,484.00) | 489,016.00 | 438,687.00 | 50,329.00 |
| Rental of Land & Bldg. Other than Install Purch. Contracts | 11,000.00 | (11,000.00) | | | |
| Other Purchased Property Services | 145,000.00 | | 145,000.00 | 133,653.00 | 11,347.00 |
| Insurance | 575,300.00 | 53,486.00 | 628,786.00 | 628,785.00 | 1.00 |
| Miscellaneous Purchased Services | 3,700.00 | (3,700.00) | | | |
| General Supplies | 407,518.00 | (21,518.00) | 386,000.00 | 364,730.00 | 21,270.00 |
| Energy (Electricity) | 1,104,600.00 | 193,577.00 | 1,298,177.00 | 1,281,969.00 | 16,208.00 |
| Other Objects | 18,300.00 | 3,899.00 | 22,199.00 | 21,113.00 | 1,086.00 |
| Interest- Energy Savings Improv Prog Bonds | 824,125.00 | | 824,125.00 | 824,125.00 | |
| Principal- Energy Savings Improv Prog Bonds | 760,000.00 | | 760,000.00 | 760,000.00 | |
| Total Undistributed Expend.-Custodial Services: | 11,805,647.00 | (241,659.32) | 11,563,987.68 | 11,438,682.00 | 125,305.68 |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| Care and Upkeep of Grounds: | | | | | |
| Salaries | 437,000.00 | 97,628.00 | 534,628.00 | 533,700.00 | 928.00 |
| Cleaning, Repair and Maintenance Services | 300,826.00 | (97,041.00) | 203,785.00 | 184,722.00 | 19,063.00 |
| General Supplies | 148,700.00 | (73,271.00) | 75,429.00 | 73,613.00 | 1,816.00 |
| Total Care and Upkeep of Grounds | 886,526.00 | (72,684.00) | 813,842.00 | 792,035.00 | 21,807.00 |
| Security: | | | | | |
| Salaries | 377,500.00 | (3,950.00) | 373,550.00 | 373,029.00 | 521.00 |
| Purchased Professional and Technical Services | 280,000.00 | 70,000.00 | 350,000.00 | 350,000.00 | |
| Cleaning, Repair and Maintenance Services | 20,000.00 | (20,000.00) | | | |
| General Supplies | 49,902.00 | (23,930.00) | 25,972.00 | 25,471.00 | 501.00 |
| Total Security | 727,402.00 | 22,120.00 | 749,522.00 | 748,500.00 | 1,022.00 |
| Total Undistributed Expend.- Oper. & Maintenance of Plant Serv. | 18,690,613.00 | (644,941.32) | 18,045,671.68 | 16,740,173.00 | 1,305,498.68 |
| Undistributed Expend.-Student Transportation Services: | | | | | |
| Salaries of Non-Instructional Aides | 335,556.00 | (21,300.00) | 314,256.00 | 312,781.00 | 1,475.00 |
| Salaries for Pupil Transportation (bet. home & school)-Reg | 1,577,835.00 | (202,265.00) | 1,375,570.00 | 1,373,915.00 | 1,655.00 |
| Salaries for Pupil Transportation (bet. home & school)-Special Ed. | 1,913,058.00 | (313,612.00) | 1,599,446.00 | 1,568,025.00 | 31,421.00 |
| Salaries for Pupil Transportation (other than bet. home & school) | 68,150.00 | 69,083.00 | 137,233.00 | 124,591.00 | 12,642.00 |
| Other Purchased Professional and Technical Services | 56,900.00 | (27,951.00) | 28,949.00 | 25,741.00 | 3,208.00 |
| Cleaning, Repair and Maintenance Services | 36,000.00 | (30,000.00) | 6,000.00 | 3,686.00 | 2,314.00 |
| Installment Purchase Contract Payments - School Buses | 650,100.00 | 80,628.00 | 730,728.00 | 730,728.00 | |
| Contracted Services - Aid in Lieu of Payments- Non-Public Schools | 285,000.00 | (6,000.00) | 279,000.00 | 266,689.00 | 12,311.00 |
| Contracted Services (between home and school) - Vendors | 3,221,239.00 | 293,491.00 | 3,514,730.00 | 3,511,068.00 | 3,662.00 |
| Contracted Services (other than between home and school) - Vendors | 265,150.00 | (103,100.00) | 162,050.00 | 161,167.00 | 883.00 |
| Contracted Services (between home and school) - Joint Agreements | 9,700.00 | (9,700.00) | | | |
| Contracted Services - Special Ed. Students- Vendors | 4,750,000.00 | 61,100.00 | 4,811,100.00 | 4,803,144.00 | 7,956.00 |
| Contracted Services - Special Ed. Students - Joint Agreements | 50,000.00 | (3,000.00) | 47,000.00 | 46,833.00 | 167.00 |
| Miscellaneous Purchased Services - Transportation | 99,000.00 | 8,292.00 | 107,292.00 | 107,291.00 | 1.00 |
| General Supplies | 121,500.00 | (22,700.00) | 98,800.00 | 89,019.00 | 9,781.00 |
| Transportation Supplies | 280,000.00 | 19,000.00 | 299,000.00 | 265,391.00 | 33,609.00 |
| Fuel Costs Funded by Advertising Revenue | 11,000.00 | | 11,000.00 | | 11,000.00 |
| Other Objects | 2,900.00 | (2,000.00) | 900.00 | 686.00 | 214.00 |
| Total Undistributed Expend.-Student Transportation Services | 13,733,088.00 | (210,034.00) | 13,523,054.00 | 13,390,755.00 | 132,299.00 |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| Allocated Benefits: | | | | | |
| Student Transportation Services: | | | | | |
| Social Security Contributions | 245,000.00 | 24,610.00 | 269,610.00 | 268,640.00 | 970.00 |
| Health Benefits | 1,965,400.00 | (5,950.00) | 1,959,450.00 | 1,948,178.00 | 11,272.00 |
| Total Student Transportation Services | 2,210,400.00 | 18,660.00 | 2,229,060.00 | 2,216,818.00 | 12,242.00 |
| Total Allocated Benefits | 2,210,400.00 | 18,660.00 | 2,229,060.00 | 2,216,818.00 | 12,242.00 |
| Unallocated Benefits: | | | | | |
| Group Insurance | 154.00 | 231.00 | 385.00 | 384.00 | 1.00 |
| Social Security Contributions - Other | 1,922,200.00 | (271,660.00) | 1,650,540.00 | 1,574,425.00 | 76,115.00 |
| Other Retirement Contributions - PERS | 2,403,000.00 | 601,633.00 | 3,004,633.00 | 2,994,537.00 | 10,096.00 |
| Unemployment Compensation | 85,000.00 | (85,000.00) | | | |
| Workmen's Compensation | 827,000.00 | 7,388.00 | 834,388.00 | 734,388.00 | 100,000.00 |
| Health Benefits | 22,002,319.00 | 6,437,454.00 | 28,439,773.00 | 27,056,408.00 | 1,383,365.00 |
| Tuition Reimbursement | 50,000.00 | (40,240.00) | 9,760.00 | 9,590.00 | 170.00 |
| Other Employee Benefits | 491,600.00 | (491,600.00) | | | |
| Unused Sick Payment to Terminated/Retired Staff | 84,100.00 | (15,000.00) | 69,100.00 | 65,920.00 | 3,180.00 |
| Total Unallocated Benefits | 27,865,373.00 | 6,143,206.00 | 34,008,579.00 | 32,435,652.00 | 1,572,927.00 |
| Total Personal Services - Employee | 30,075,773.00 | 6,161,866.00 | 36,237,639.00 | 34,652,470.00 | 1,585,169.00 |
| Reimbursed TPAF social security contributions (non-budgeted) | | | | 5,136,526.00 | (5,136,526.00) |
| On-Behalf TPAF - Non-contributory Insurance (non-budgeted) | | | | 270,793.00 | (270,793.00) |
| On-Behalf TPAF - Long-Term Disability (non-budgeted) | | | | 8,531.00 | (8,531.00) |
| On-behalf TPAF post retirement medical (non-budgeted) | | | | 6,536,076.00 | (6,536,076.00) |
| On-behalf TPAF pension contributions (non-budgeted) | | | | 23,744,471.00 | (23,744,471.00) |
| Total TPAF pension/social security | | | | 35,696,397.00 | (35,696,397.00) |
| TOTAL UNDISTRIBUTED EXPENDITURES | 90,656,205.00 | 5,652,823.00 | 96,309,028.00 | 128,787,392.00 | (32,478,364.00) |
| TOTAL GENERAL CURRENT EXPENSE | 152,830,377.00 | 5,697,458.00 | 158,527,835.00 | 190,691,636.00 | (32,163,801.00) |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| CAPITAL OUTLAY: | | | | | |
| EQUIPMENT: | | | | | |
| Grades 6-8 | | 4,975.00 | 4,975.00 | 4,972.00 | 3.00 |
| Undistributed: | | | | | |
| Undistributed Expenditures - Central Services | | 6,004.00 | 6,004.00 | 5,966.00 | 38.00 |
| Undist. Expend. - Required Maintenance for School Facilities | 6,370.00 | 68,354.00 | 74,724.00 | 50,413.00 | 24,311.00 |
| Undist. Expend. - Care & Upkeep of Grounds | | 3,342.00 | 3,342.00 | 3,341.00 | 1.00 |
| TOTAL EQUIPMENT | 6,370.00 | 82,675.00 | 89,045.00 | 64,692.00 | 24,353.00 |
| Facilities Acquisition and Construction Services: | | | | | |
| Assessment for debt Service on SDA funding | 108,445.00 | | 108,445.00 | 108,445.00 | |
| Total Facilities Acquisition and Construction Services | 108,445.00 | | 108,445.00 | 108,445.00 | |
| Assets acquired under IT subscription arrangements (non-budgeted) | | | | 183,725.00 | (183,725.00) |
| Assets acquired under leases (non-budgeted) | | | | 337,148.00 | (337,148.00) |
| Assets acquired under installment purchase contracts (non-budgeted) | | | | 1,357,018.00 | (1,357,018.00) |
| TOTAL CAPITAL OUTLAY | 114,815.00 | 82,675.00 | 197,490.00 | 2,051,028.00 | (1,853,538.00) |
| Transfer of Funds to Charter Schools | 1,056,657.00 | (50,000.00) | 1,006,657.00 | 967,189.00 | 39,468.00 |
| TOTAL EXPENDITURES | 154,001,849.00 | 5,730,133.00 | 159,731,982.00 | 193,709,853.00 | (33,977,871.00) |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (13,538,609.00) | (5,730,133.00) | (19,268,742.00) | (15,206,687.00) | 4,062,055.00 |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| Other financing sources (use) | | | | | |
| Assets acquired under IT subscription arrangements (non-budgeted) | | | | 183,725.00 | 183,725.00 |
| Assets acquired under leases (non-budgeted) | | | | 337,148.00 | 337,148.00 |
| Assets acquired under installment purchase contracts (non-budgeted) | | | | 1,357,018.00 | 1,357,018.00 |
| Capital Reserve - transfer to capital projects fund | (1,000.00) | (429,400.00) | (430,400.00) | (429,400.00) | 1,000.00 |
| Transfer from other funds | 826,000.00 | | 826,000.00 | 1,100,000.00 | 274,000.00 |
| Total other financing sources | 825,000.00 | (429,400.00) | 395,600.00 | 2,548,491.00 | 2,152,891.00 |
| Excess/Deficit of Revenues and other Financing Sources Over Expenditures and Other Expenditures and other Financing Sources | (12,713,609.00) | (6,159,533.00) | (18,873,142.00) | (12,658,196.00) | 6,214,946.00 |
| Fund Balances, July 1, 2023 (Restated) | 28,614,891.00 | | 28,614,891.00 | 28,614,891.00 | |
| Fund Balances, June 30, 2024 | $ 15,901,282.00 | $ (6,159,533.00) | $ 9,741,749.00 | $ 15,956,695.00 | $ 6,214,946.00 |

| | | |
|---|---|---|
| Recapitulation: | | |
| Restricted Fund Balance: | | |
| Capital Reserve | $ | 1,054,322.00 |
| Maintenance Reserve | | 3,289,149.00 |
| Emergency Reserve | | 700,000.00 |
| Excess Surplus - Designated for Subsequent Year's Expenditures | | 3,950,555.00 |
| Reserve for Unemployment Fund | | 241,529.00 |
| Committed Fund Balance: | | |
| Designated for Subsequent Year's Expenditures | | 2,970,372.00 |
| Assigned Fund Balance: | | |
| Year-end Encumbrances | | 399,480.00 |
| Unassigned Fund Balance | | 3,351,288.00 |
| | | 15,956,695.00 |
| Reconciliation to Governmental Funds Statements (GAAP): | | |
| Last State Aid Payment not recognized on GAAP basis | | (1,454,975.00) |
| Fund Balance per Governmental Funds (GAAP) | $ | 14,501,720.00 |

EXHIBIT "C-2"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFERS/ AMENDMENTS | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| REVENUES: | | | | | |
| State Aid | $ 4,328,475.00 | $ 222,453.00 | $ 4,550,928.00 | $ 4,332,475.00 | $ (218,453.00) |
| Federal Aid | 5,115,031.00 | 147,201.00 | 5,262,232.00 | 4,007,038.00 | (1,255,194.00) |
| Local Sources | 34,416.00 | 1,621,331.00 | 1,655,747.00 | 1,624,312.00 | (31,435.00) |
| Total Revenues | 9,477,922.00 | 1,990,985.00 | 11,468,907.00 | 9,963,825.00 | (1,505,082.00) |
| EXPENDITURES: | | | | | |
| Instruction: | | | | | |
| Salaries of Teachers | 4,359,707.00 | (1,861,427.00) | 2,498,280.00 | 2,363,763.00 | 134,517.00 |
| Other Salaries for Instruction | | 406,941.00 | 406,941.00 | 396,434.00 | 10,507.00 |
| Purchased Professional and Technical Services | 204,478.00 | 49,699.00 | 254,177.00 | 238,823.00 | 15,354.00 |
| Tuition | 5,797.00 | 1,157,925.00 | 1,163,722.00 | 1,155,580.00 | 8,142.00 |
| Other Purchased Services (400-500 Series) | | 24,255.00 | 24,255.00 | | 24,255.00 |
| General Supplies | 244,761.00 | 709,092.00 | 953,853.00 | 312,755.00 | 641,098.00 |
| Textbooks | 45,203.00 | (979.00) | 44,224.00 | 41,464.00 | 2,760.00 |
| Total Instruction | 4,859,946.00 | 485,506.00 | 5,345,452.00 | 4,508,819.00 | 836,633.00 |
| Support Services: | | | | | |
| Salaries of Supervisors of Instruction | | 134,100.00 | 134,100.00 | 134,100.00 | |
| Salaries of Other Professional Staff | | 37,700.00 | 37,700.00 | 29,814.00 | 7,886.00 |
| Other Salaries | 2,147,396.00 | (1,358,192.00) | 789,204.00 | 606,996.00 | 182,208.00 |
| Salaries of Community Parent Involvement Specialists | | 183,941.00 | 183,941.00 | 183,827.00 | 114.00 |
| Salaries of Master Teachers | | 77,300.00 | 77,300.00 | 77,300.00 | |
| Personal Services - Employee Benefits | 803,966.00 | 1,057,868.00 | 1,861,834.00 | 1,756,343.00 | 105,491.00 |
| Purchased Professional and Technical Services | 89,298.00 | 311,479.00 | 400,777.00 | 265,225.00 | 135,552.00 |
| Purchased Professional - Educational Services | 308,416.00 | (73,604.00) | 234,812.00 | 193,259.00 | 41,553.00 |
| Other Purchased Services (400-500 Series) | 1,206,520.00 | (1,010,300.00) | 196,220.00 | 98,230.00 | 97,990.00 |
| Contracted Services Transportation (Other Than Bet. Home & Sch.) | | 242,032.00 | 242,032.00 | 242,032.00 | |
| Supplies and Materials | 57,380.00 | 77,217.00 | 134,597.00 | 96,204.00 | 38,393.00 |
| Student Activity Fund | | 1,581,592.00 | 1,581,592.00 | 1,513,708.00 | 67,884.00 |
| Scholarship Fund | 5,000.00 | | 5,000.00 | 5,000.00 | |
| Total Support Services | 4,617,976.00 | 1,261,133.00 | 5,879,109.00 | 5,202,038.00 | 677,071.00 |
| Facilities Acquisition and Construction Services: | | | | | |
| Instructional Equipment | | 244,346.00 | 244,346.00 | 190,078.00 | 54,268.00 |
| Total Facilities Acquisition and Construction Services | | 244,346.00 | 244,346.00 | 190,078.00 | 54,268.00 |
| Total Expenditures | 9,477,922.00 | 1,990,985.00 | 11,468,907.00 | 9,900,935.00 | 1,567,972.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses) | $ | $ | $ | $ 62,890.00 | $ 62,890.00 |
| Fund Balance, July 1 | | | | 448,232.00 | |
| Fund Balance, June 30 | | | | $ 511,122.00 | |

EXHIBIT "C-3"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
BUDGET TO GAAP RECONCILIATION
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Note A - Explanation of difference 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 | $178,503,166.00 | $9,963,825.00 |
| Difference - budget to GAAP: | | |
| Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized. | N/A | (114,829.00) |
| The last State aid payment of the current year is recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33) | (1,454,975.00) | (390,335.00) |
| The last State aid payment of the prior year is recognized as revenue under GAAP when the State recognizes the related expense (GASB 33). (This revenue was recognized during the previous fiscal year for budgetary purposes.) | 1,857,046.00 | 510,489.00 |
| Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds. | $178,905,237.00 | $9,969,150.00 |
| Uses/outflows of resources | | |
| Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule. | $193,709,853.00 | $9,900,935.00 |
| Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes. | N/A | (114,829.00) |
| Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds | $193,709,853.00 | $9,786,106.00 |

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# REQUIRED SUPPLEMENTARY INFORMATION – PART III

# SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR PENSION (GASB 68)

EXHIBIT "L-1"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN YEARS

| | Measurement Date Ending June 30, 2023 | Measurement Date Ending June 30, 2022 | Measurement Date Ending June 30, 2021 | Measurement Date Ending June 30, 2020 | Measurement Date Ending June 30, 2019 | Measurement Date Ending June 30, 2018 | Measurement Date Ending June 30, 2017 | Measurement Date Ending June 30, 2016 | Measurement Date Ending June 30, 2015 | Measurement Date Ending June 30, 2014 |
|---|---|---|---|---|---|---|---|---|---|---|
| District's proportion of the net pension liability (asset) | 0.2215050969% | 0.2124537649% | 0.2368542029% | 0.2270799390% | 0.2390281697% | 0.2359513900% | 0.2431162057% | 0.2372977142% | 0.2322735987% | 0.2242481008% |
| District's proportionate share of the net pension liability (asset) | $32,083,627 | $32,062,198 | $28,058,931 | $37,030,800 | $43,069,250 | $46,457,653 | $56,593,567 | $70,280,777 | $52,140,768 | $41,985,378 |
| District's covered-employee payroll | 16,803,919 | 16,083,561 | 15,333,189 | 16,840,355 | 16,235,717 | 16,555,739 | 16,175,051 | 16,648,652 | 15,742,238 | 15,466,762 |
| District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll | 190.93% | 199.35% | 182.99% | 219.89% | 265.27% | 280.61% | 349.88% | 422.14% | 331.22% | 271.46% |
| 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% | 47.92% | 52.08% |

EXHIBIT "L-2"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN YEARS

| | Fiscal Year Ending June 30, 2024 | Fiscal Year Ending June 30, 2023 | Fiscal Year Ending June 30, 2022 | Fiscal Year Ending June 30, 2021 | Fiscal Year Ending June 30, 2020 | Fiscal Year Ending June 30, 2019 | Fiscal Year Ending June 30, 2018 | Fiscal Year Ending June 30, 2017 | Fiscal Year Ending June 30, 2016 | Fiscal Year Ending June 30, 2015 |
|---|---|---|---|---|---|---|---|---|---|---|
| Contractually required contribution | $ 3,019,686 | $ 2,960,478 | $ 2,679,144 | $ 2,773,838 | $ 2,484,143 | $ 2,325,040 | $ 2,346,954 | $ 2,252,212 | $ 2,108,119 | 1,996,930 |
| Contributions in relation to the contractually required contribution | 3,019,686 | 2,960,478 | 2,679,144 | 2,773,838 | 2,484,143 | 2,325,040 | 2,346,954 | 2,252,212 | 344,043 | 516,756 |
| Contribution deficiency (excess) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | 1,764,076.00 | $ 1,480,174.00 |
| District's covered-employee payroll | 18,300,772 | 16,803,919 | 16,083,561 | 15,333,189 | 16,840,355 | 16,235,717 | 16,555,739 | 16,175,051 | 16,648,652 | 15,742,238 |
| Contributions as a percentage of covered-employee payroll | 16.50% | 17.62% | 16.66% | 18.09% | 14.75% | 14.32% | 14.18% | 13.92% | 12.66% | 12.69% |

EXHIBIT "L-3"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS PENSION AND ANNUITY FUND
LAST TEN YEARS

| | Measurement Date Ending June 30, 2023 | Measurement Date Ending June 30, 2022 | Measurement Date Ending June 30, 2021 | Measurement Date Ending June 30, 2020 | Measurement Date Ending June 30, 2019 | Measurement Date Ending June 30, 2018 | Measurement Date Ending June 30, 2017 | Measurement Date Ending June 30, 2016 | Measurement Date Ending June 30, 2015 | Measurement Date Ending June 30, 2014 |
|---|---|---|---|---|---|---|---|---|---|---|
| District's proportion of the net pension liability (asset) | 0.5518633956% | 0.5631690802% | 0.5444899798% | 0.5425788535% | 0.5444025882% | 0.5449511869% | 0.5289959857% | 0.5290628248% | 0.5208456900% | 0.5279813744% |
| State's proportionate share of the net pension liability (asset) associated with the District | $281,630,623 | $290,563,797 | $261,764,585 | $357,281,646 | $334,105,007 | $346,686,240 | $356,668,168 | $416,194,504 | $331,243,828 | $282,188,861 |
| District's covered-employee payroll | 66,553,604 | 65,398,099 | 63,026,007 | 61,498,418 | 60,118,137 | 58,256,178 | 56,248,078 | 55,361,507 | 54,128,732 | 52,775,899 |
| District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll | 0% | 0% | 0% | 0% | 0% | 0% | 0% | 0% | 0% | 0% |
| State's Proportionate Share of the Total Net Pension Liability associated with the District as a percentage of the District's Covered-Employee Payroll | 423.16% | 444.30% | 415.33% | 580.96% | 555.75% | 595.11% | 634.10% | 751.78% | 611.96% | 534.69% |
| 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% |

EXHIBIT "L-4"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

| Measurement Date Ending June 30, | Discount Rate | Long-Term Expected Rate of Return | Actuarial Experience Study Period |
|---|---|---|---|
| 2023 | 7.00% | 7.00% | 07/01/18-06/30/21 |
| 2022 | 7.00% | 7.00% | 07/01/18-06/30/21 |
| 2021 | 7.00% | 7.00% | 07/01/14-06/30/18 |
| 2020 | 7.00% | 7.00% | 07/01/14-06/30/18 |
| 2019 | 6.28% | 7.00% | 07/01/14-06/30/18 |
| 2018 | 5.66% | 7.00% | 07/01/11-06/30/14 |
| 2017 | 5.00% | 7.00% | 07/01/11-06/30/14 |
| 2016 | 3.98% | 7.65% | 07/01/11-06/30/14 |
| 2015 | 4.90% | 7.90% | 07/01/08-06/30/11 |
| 2014 | 5.39% | 7.90% | 07/01/08-06/30/11 |

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

| Measurement Date Ending June 30, | Discount Rate | Long-Term Expected Rate of Return | Actuarial Experience Study Period |
|---|---|---|---|
| 2023 | 7.00% | 7.00% | 07/01/18-06/30/21 |
| 2022 | 7.00% | 7.00% | 07/01/18-06/30/21 |
| 2021 | 7.00% | 7.00% | 07/01/15-06/30/18 |
| 2020 | 5.40% | 7.00% | 07/01/15-06/30/18 |
| 2019 | 5.60% | 7.00% | 07/01/15-06/30/18 |
| 2018 | 4.86% | 7.00% | 07/01/12-06/30/15 |
| 2017 | 4.25% | 7.00% | 07/01/12-06/30/15 |
| 2016 | 3.22% | 7.65% | 07/01/12-06/30/15 |
| 2015 | 4.13% | 7.90% | 07/01/09-06/30/12 |
| 2014 | 4.68% | 7.90% | 07/01/09-06/30/12 |

# REQUIRED SUPPLEMENTARY INFORMATION – PART IV

# SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (GASB 75)

EXHIBIT "M-1"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE DISTRICT'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST TEN YEARS

| | Measurement Date Ended June 30, | | | | | | |
|---|---|---|---|---|---|---|---|
| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 |
| Total Non-Employer OPEB Liability - State's Proportionate Share of Total OPEB Liability Associated with the School District | | | | | | | |
| Balance at 6/30 | $279,971,880 | $333,159,155 | $369,406,028 | $224,626,976 | $245,487,534 | $282,397,683 | $303,831,804 |
| Changes for the year: | | | | | | | |
| Service cost | 11,800,873 | 15,717,023 | 17,429,947 | 9,974,079 | 9,764,381 | 11,047,185 | 13,327,133 |
| Interest | 10,223,188 | 7,419,564 | 8,642,499 | 8,102,843 | 9,750,008 | 10,392,885 | 8,949,884 |
| Changes of benefit terms | | | (354,607) | | | | |
| Differences between expected and actual experience | (4,597,237) | 5,894,635 | (55,706,476) | 65,460,473 | (37,033,174) | (23,841,918) | |
| Changes in assumptions or other inputs | 585,078 | (75,104,969) | 328,687 | 67,477,787 | 3,349,207 | (28,170,923) | (37,411,061) |
| Membership Contributions | 261,984 | 235,769 | 220,946 | 194,925 | 204,398 | 226,871 | 240,853 |
| Benefit payments - Net | (7,969,141) | (7,349,297) | (6,807,869) | (6,431,055) | (6,895,378) | (6,564,249) | (6,540,930) |
| Net changes | 10,304,745 | (53,187,275) | (36,246,873) | 144,779,052 | (20,860,558) | (36,910,149) | (21,434,121) |
| Balance at 6/30 | $290,276,625 | $279,971,880 | $333,159,155 | $369,406,028 | $224,626,976 | $245,487,534 | $282,397,683 |
| Covered Employee Payroll | 83,357,523 | 81,481,660 | 78,359,196 | 78,338,773 | 76,353,854 | 74,811,917 | 72,423,129 |
| District's Proportionate Share of the Total Non-Employer OPEB Liability as a percentage of the District's Covered Employee Payroll | -0- | -0- | -0- | -0- | -0- | -0- | -0- |
| State's Proportionate Share of the Total Non-Employer OPEB Liability associated with the District as a percentage of the District's Covered Employee Payroll | 348.23% | 343.60% | 425.17% | 471.55% | 294.19% | 328.14% | 389.93% |

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

EXHIBIT "M-2"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART IV
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Change in benefit terms:

None

Change in assumptions:
The following assumptions were used in calculating the net OPEB liability in their respective accounting periods:

| Measurement Date Ending June 30, | Discount Rate |
|---|---|
| 2023 | 3.65% |
| 2022 | 3.54% |
| 2021 | 2.16% |
| 2020 | 2.21% |
| 2019 | 3.50% |
| 2018 | 3.87% |

# OTHER SUPPLEMENTARY INFORMATION

# SPECIAL REVENUE FUND DETAIL STATEMENTS

EXHIBIT "E-1"
SHEET #1

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2024

| | | CH. 193, L. 1977 | | | CH. 192. L. 1977 |
|---|---|---|---|---|---|
| | N.J. NONPUBLIC TEXTBOOK AID N.J. NONPUBLIC CHAPTER 194 L 1979 | EXAMINATION AND CLASSIFICATION | CORRECTIVE SPEECH | SUPPLEMENTAL INSTRUCTION | COMPENSATORY EDUCATION |
| Revenues: | | | | | |
| State Aid | $41,464.00 | $40,196.00 | $22,344.00 | $28,021.00 | $59,249.00 |
| Federal Aid | | | | | |
| Local Sources | | | | | |
| Total Revenues | 41,464.00 | 40,196.00 | 22,344.00 | 28,021.00 | 59,249.00 |
| Expenditures: | | | | | |
| Instruction: | | | | | |
| Salaries Of Teachers | | | | | |
| Other Salaries for Instruction | | | | | |
| Purchased Professional and Technical Services | | 40,196.00 | 22,344.00 | 28,021.00 | 59,249.00 |
| Tuition | | | | | |
| General Supplies | | | | | |
| Textbooks | 41,464.00 | | | | |
| Total Instruction | 41,464.00 | 40,196.00 | 22,344.00 | 28,021.00 | 59,249.00 |
| Support Services: | | | | | |
| Salaries of Supervisors of Instruction | | | | | |
| Salaries of Other Professional Staff | | | | | |
| Other Salaries | | | | | |
| Salaries of Community Parent Involvement Specialists | | | | | |
| Salaries of Master Teachers | | | | | |
| Personal Services - Employee Benefits | | | | | |
| Purchased Professional and Technical Services | | | | | |
| Purchased Professional - Educational Services | | | | | |
| Other Purchased Services (400-500 Series) | | | | | |
| Contracted Services Transportation (Other Than Bet. Home & Sch.) | | | | | |
| Supplies and Materials | | | | | |
| Student Activity Fund | | | | | |
| Scholarship Fund | | | | | |
| Total Support Services | | | | | |
| Facilities Acquisition and Construction Services: | | | | | |
| Instructional Equipment | | | | | |
| Total Facilities Acquisition and Construction Services | | | | | |
| Total Expenditures | $41,464.00 | $40,196.00 | $22,344.00 | $28,021.00 | $59,249.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | | | | | |
| Fund Balance, July 1 | -0- | -0- | -0- | -0- | -0- |
| Fund Balance, June 30 | -0- | -0- | -0- | -0- | -0- |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2024

| | N.J. NONPUBLIC NURSING SERVICES AID CHAPTER 226 L. 1991 | N.J. NONPUBLIC TECHNOLOGY INITIATIVE AID | N.J. SECURITY AID | PRESCHOOL AID 2022-23 | NCLB: TITLE I, SIA PART A 2023-24 | NCLB: TITLE I, PART A 2023-24 |
|---|---|---|---|---|---|---|
| Revenues: | | | | | | |
| State Aid | $92,493.00 | $37,472.00 | $150,037.00 | $3,861,199.00 | | |
| Federal Aid | | | | | $30,585.00 | $347,788.00 |
| Local Sources | | | | | | |
| Total Revenues | 92,493.00 | 37,472.00 | 150,037.00 | 3,861,199.00 | 30,585.00 | 347,788.00 |
| Expenditures: | | | | | | |
| Instruction: | | | | | | |
| Salaries Of Teachers | | | | 1,359,678.00 | | 224,200.00 |
| Other Salaries for Instruction | | | | 396,434.00 | | |
| Purchased Professional and Technical Services | 89,013.00 | | | | | |
| Tuition | | | | | | |
| General Supplies | 3,480.00 | 195.00 | | 129,974.00 | 15,275.00 | |
| Textbooks | | | | | | |
| Total Instruction | 92,493.00 | 195.00 | | 1,886,086.00 | 15,275.00 | 224,200.00 |
| Support Services: | | | | | | |
| Salaries of Supervisors of Instruction | | | | 134,100.00 | | |
| Salaries of Other Professional Staff | | | | 29,814.00 | | |
| Other Salaries | | | | 9,422.00 | 5,862.00 | |
| Salaries of Community Parent Involvement Specialists | | | | 183,827.00 | | |
| Salaries of Master Teachers | | | | 77,300.00 | | |
| Personal Services - Employee Benefits | | | | 1,042,243.00 | 448.00 | 120,934.00 |
| Purchased Professional and Technical Services | | | 104,299.00 | | | |
| Purchased Professional - Educational Services | | 37,277.00 | | 63,054.00 | | |
| Other Purchased Services (400-500 Series) | | | | 18,106.00 | 9,000.00 | |
| Contracted Services Transportation (Other Than Bet. Home & Sch.) | | | | 242,032.00 | | |
| Supplies and Materials | | | 45,738.00 | 4,590.00 | | 2,654.00 |
| Student Activity Fund | | | | | | |
| Scholarship Fund | | | | | | |
| Total Support Services | | 37,277.00 | 150,037.00 | 1,804,488.00 | 15,310.00 | 123,588.00 |
| Facilities Acquisition and Construction Services: | | | | | | |
| Instructional Equipment | | | | 170,625.00 | | |
| Total Facilities Acquisition and Construction Services | | | | 170,625.00 | | |
| Total Expenditures | $92,493.00 | $37,472.00 | $150,037.00 | $3,861,199.00 | $30,585.00 | $347,788.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | | | | | | |
| Fund Balance, July 1 | -0- | -0- | -0- | -0- | -0- | -0- |
| Fund Balance, June 30 | -0- | -0- | -0- | -0- | -0- | -0- |

EXHIBIT "E-1"
SHEET #3

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2024

| | NCLB: TITLE I, PART A 2022-23 | NCLB: TITLE II, PART A 2023-24 | NCLB: TITLE II, PART A 2022-23 | NCLB: TITLE III, PART A 2023-24 | NCLB: TITLE III, PART A 2022-23 | NCLB: TITLE IV, PART A 2023-24 |
|---|---|---|---|---|---|---|
| Revenues: | | | | | | |
| State Aid | | | | | | |
| Federal Aid | $294.00 | $75,803.00 | $30,061.00 | $77,497.00 | $4,702.00 | $8,671.00 |
| Local Sources | | | | | | |
| Total Revenues | 294.00 | 75,803.00 | 30,061.00 | 77,497.00 | 4,702.00 | 8,671.00 |
| Expenditures: | | | | | | |
| Instruction: | | | | | | |
| Salaries Of Teachers | | | | | | |
| Other Salaries for Instruction | | | | | | |
| Purchased Professional and Technical Services | | | | | | |
| Tuition | | | | | | |
| General Supplies | | | | 41,119.00 | | 8,671.00 |
| Textbooks | | | | | | |
| Total Instruction | | | | 41,119.00 | | 8,671.00 |
| Support Services: | | | | | | |
| Salaries of Supervisors of Instruction | | | | | | |
| Salaries of Other Professional Staff | | | | | | |
| Other Salaries | 273.00 | 10,481.00 | 27,344.00 | 1,001.00 | 4,368.00 | |
| Salaries of Community Parent Involvement Specialists | | | | | | |
| Salaries of Master Teachers | | | | | | |
| Personal Services - Employee Benefits | 21.00 | 802.00 | 2,092.00 | 77.00 | 334.00 | |
| Purchased Professional and Technical Services | | 46,470.00 | | 35,300.00 | | |
| Purchased Professional - Educational Services | | | | | | |
| Other Purchased Services (400-500 Series) | | 13,275.00 | 625.00 | | | |
| Contracted Services Transportation (Other Than Bet. Home & Sch.) | | | | | | |
| Supplies and Materials | | 4,775.00 | | | | |
| Student Activity Fund | | | | | | |
| Scholarship Fund | | | | | | |
| Total Support Services | 294.00 | 75,803.00 | 30,061.00 | 36,378.00 | 4,702.00 | |
| Facilities Acquisition and Construction Services: | | | | | | |
| Instructional Equipment | | | | | | |
| Total Facilities Acquisition and Construction Services | | | | | | |
| Total Expenditures | $294.00 | $75,803.00 | $30,061.00 | $77,497.00 | $4,702.00 | $8,671.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | | | | | | |
| Fund Balance, July 1 | -0- | -0- | -0- | -0- | -0- | -0- |
| Fund Balance, June 30 | -0- | -0- | -0- | -0- | -0- | -0- |

EXHIBIT "E-1"
SHEET #4

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2024

| | I.D.E.I.A. PART B, BASIC 2023-24 | I.D.E.I.A. PART B, PRESCHOOL 2023-24 | ARP I.D.E.I.A. BASIC 2023-24 | EDUCATION FOUNDATION 2023-24 | UNIFIED CHAMPIONS GRANT 2023-24 | ARP HOMELESS II 2023-24 |
|---|---|---|---|---|---|---|
| Revenues: | | | | | | |
| State Aid | | | | | | |
| Federal Aid | $1,991,038.00 | $71,015.00 | $8,052.00 | | | $19,703.00 |
| Local Sources | | | | $38,974.00 | $3,740.00 | |
| Total Revenues | 1,991,038.00 | 71,015.00 | 8,052.00 | 38,974.00 | 3,740.00 | 19,703.00 |
| Expenditures: | | | | | | |
| Instruction: | | | | | | |
| Salaries Of Teachers | | | | | 2,550.00 | |
| Other Salaries for Instruction | | | | | | |
| Purchased Professional and Technical Services | | | | | | |
| Tuition | 1,084,565.00 | 71,015.00 | | | | |
| General Supplies | 32,890.00 | | 8,052.00 | 19,521.00 | | |
| Textbooks | | | | | | |
| Total Instruction | 1,117,455.00 | 71,015.00 | 8,052.00 | 19,521.00 | 2,550.00 | |
| Support Services: | | | | | | |
| Salaries of Supervisors of Instruction | | | | | | |
| Salaries of Other Professional Staff | | | | | | |
| Other Salaries | 484,317.00 | | | | | |
| Salaries of Community Parent Involvement Specialists | | | | | | |
| Salaries of Master Teachers | | | | | | |
| Personal Services - Employee Benefits | 245,647.00 | | | | | |
| Purchased Professional and Technical Services | 50,691.00 | | | | | |
| Purchased Professional - Educational Services | 92,928.00 | | | | | |
| Other Purchased Services (400-500 Series) | | | | | 1,190.00 | 19,216.00 |
| Contracted Services Transportation (Other Than Bet. Home & Sch.) | | | | | | |
| Supplies and Materials | | | | | | 487.00 |
| Student Activity Fund | | | | | | |
| Scholarship Fund | | | | | | |
| Total Support Services | 873,583.00 | | | | 1,190.00 | 19,703.00 |
| Facilities Acquisition and Construction Services: | | | | | | |
| Instructional Equipment | | | | 19,453.00 | | |
| Total Facilities Acquisition and Construction Services | | | | 19,453.00 | | |
| Total Expenditures | $1,991,038.00 | $71,015.00 | $8,052.00 | $38,974.00 | $3,740.00 | $19,703.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | | | | | | |
| Fund Balance, July 1 | -0- | -0- | -0- | -0- | -0- | -0- |
| Fund Balance, June 30 | -0- | -0- | -0- | -0- | -0- | -0- |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2024

| | NJTSS MENTAL HEALTH 2023-24 | ACSERS 2023-24 | ACCELERATED LEARNING COACH & ED SUPPORT 2023-24 | EVIDENCE BASED SUMMER LEARNING & ENRICHMENT 2023-24 | EVIDENCE BASED COMPREHENSIVE BEYOND THE SCHOOL DAY 2023-24 | STUDENT ACTIVIITES | SCHOLARSHIP |
|---|---|---|---|---|---|---|---|
| Revenues: | | | | | | | |
| State Aid | | | | | | | |
| Federal Aid | $32,331.00 | $265,303.00 | $505,142.00 | $8,045.00 | $32,817.00 | | |
| Local Sources | | | | | | $1,581,592.00 | $6.00 |
| Total Revenues | 32,331.00 | 265,303.00 | 505,142.00 | 8,045.00 | 32,817.00 | 1,581,592.00 | 6.00 |
| Expenditures: | | | | | | | |
| Instruction: | | | | | | | |
| Salaries of Teachers | | 149,888.00 | 340,889.00 | 7,473.00 | 30,485.00 | | |
| Other Salaries for Instruction | | | | | | | |
| Purchased Professional and Technical Services | | | | | | | |
| Tuition | | | | | | | |
| General Supplies | | | | | | | |
| Textbooks | | | | | | | |
| Total Instruction | | 149,888.00 | 340,889.00 | 7,473.00 | 30,485.00 | | |
| Support Services: | | | | | | | |
| Salaries of Supervisors of Instruction | | | | | | | |
| Salaries of Other Professional Staff | | | | | | | |
| Other Salaries | 3,094.00 | 46,690.00 | | | | | |
| Salaries of Community Parent Involvement Specialists | | | | | | | |
| Salaries of Master Teachers | | | | | | | |
| Personal Services - Employee Benefits | 237.00 | 68,725.00 | 164,138.00 | 572.00 | 2,332.00 | | |
| Purchased Professional and Technical Services | | | | | | | |
| Purchased Professional - Educational Services | | | | | | | |
| Other Purchased Services (400-500 Series) | | | | | | | |
| Contracted Services Transportation (Other Than Bet. Home & Sch.) | | | | | | | |
| Supplies and Materials | 29,000.00 | | 115.00 | | | | |
| Student Activity Fund | | | | | | 1,513,708.00 | |
| Scholarship Fund | | | | | | | 5,000.00 |
| Total Support Services | 32,331.00 | 115,415.00 | 164,253.00 | 572.00 | 2,332.00 | 1,513,708.00 | 5,000.00 |
| Facilities Acquisition and Construction Services: | | | | | | | |
| Instructional Equipment | | | | | | | |
| Total Facilities Acquisition and Construction Services | | | | | | | |
| Total Expenditures | $32,331.00 | $265,303.00 | $505,142.00 | $8,045.00 | $32,817.00 | $1,513,708.00 | $5,000.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | | | | | | 67,884.00 | (4,994.00) |
| Fund Balance, July 1 | -0- | -0- | -0- | -0- | -0- | 411,978.00 | 36,254.00 |
| Fund Balance, June 30 | -0- | -0- | -0- | -0- | -0- | 479,862.00 | 31,260.00 |

EXHIBIT "E-1"
SHEET #6

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FISCAL YEAR ENDED JUNE 30, 2024

| | CORONAVIRUS AID RELIEF AND ECONOMIC SECURITY AID | | | |
|---|---|---|---|---|
| | ARP ESSER 2023-24 | LEARNING ACCELERATION 2023-24 | MENTAL HEALTH 2023-24 | TOTAL |
| Revenues: | | | | |
| State Aid | | | | $4,332,475.00 |
| Federal Aid | $465,342.00 | $32,104.00 | $745.00 | 4,007,038.00 |
| Local Sources | | | | 1,624,312.00 |
| Total Revenues | 465,342.00 | 32,104.00 | 745.00 | 9,963,825.00 |
| Expenditures: | | | | |
| Instruction: | | | | |
| Salaries of Teachers | 219,575.00 | 29,025.00 | | 2,363,763.00 |
| Other Salaries for Instruction | | | | 396,434.00 |
| Purchased Professional and Technical Services | | | | 238,823.00 |
| Tuition | | | | 1,155,580.00 |
| General Supplies | 53,578.00 | | | 312,755.00 |
| Textbooks | | | | 41,464.00 |
| Total Instruction | 273,153.00 | 29,025.00 | | 4,508,819.00 |
| Support Services: | | | | |
| Salaries of Supervisors of Instruction | | | | 134,100.00 |
| Salaries of Other Professional Staff | | | | 29,814.00 |
| Other Salaries | 13,347.00 | 797.00 | | 606,996.00 |
| Salaries of Community Parent Involvement Specialists | | | | 183,827.00 |
| Salaries of Master Teachers | | | | 77,300.00 |
| Personal Services - Employee Benefits | 105,459.00 | 2,282.00 | | 1,756,343.00 |
| Purchased Professional and Technical Services | 28,465.00 | | | 265,225.00 |
| Purchased Professional - Educational Services | | | | 193,259.00 |
| Other Purchased Services (400-500 Series) | 36,818.00 | | | 98,230.00 |
| Contracted Services Transportation (Other Than Bet. Home & Sch.) | | | | 242,032.00 |
| Supplies and Materials | 8,100.00 | | 745.00 | 96,204.00 |
| Student Activity Fund | | | | 1,513,708.00 |
| Scholarship Fund | | | | 5,000.00 |
| Total Support Services | 192,189.00 | 3,079.00 | 745.00 | 5,202,038.00 |
| Facilities Acquisition and Construction Services: | | | | |
| Instructional Equipment | | | | 190,078.00 |
| Total Facilities Acquisition and Construction Services | | | | 190,078.00 |
| Total Expenditures | $465,342.00 | $32,104.00 | $745.00 | $9,900,935.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | | | | 62,890.00 |
| Fund Balance, July 1 | -0- | -0- | -0- | 448,232.00 |
| Fund Balance, June 30 | -0- | -0- | -0- | 511,122.00 |

EXHIBIT "E-1A"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FISCAL YEAR ENDED JUNE 30, 2024

| | BALANCE JUNE 30, 2023 | CASH RECEIPTS | CASH DISBURSE-MENTS | BALANCE JUNE 30, 2024 |
|---|---|---|---|---|
| PROGRAMS: | | | | |
| Brooks Crossing | $18,163.00 | $20,904.00 | $23,890.00 | $15,177.00 |
| Brunswick Acres | 2,181.00 | 13,064.00 | 12,566.00 | 2,679.00 |
| Cambridge | 11,090.00 | 46,584.00 | 45,267.00 | 12,407.00 |
| Constable | 3,858.00 | 25,382.00 | 26,065.00 | 3,175.00 |
| Greenbrook | 1,158.00 | 8,613.00 | 8,933.00 | 838.00 |
| Indian Fields | 5,116.00 | 19,947.00 | 20,658.00 | 4,405.00 |
| Monmouth Junction | 1,477.00 | 13,448.00 | 12,319.00 | 2,606.00 |
| | 43,043.00 | 147,942.00 | 149,698.00 | 41,287.00 |
| MIDDLE SCHOOLS: | | | | |
| Crossroads North | 26,289.00 | 241,029.00 | 225,451.00 | 41,867.00 |
| Crossroads South | 40,914.00 | 266,294.00 | 241,737.00 | 65,471.00 |
| Crossroads South Athletic | | 40,334.00 | 37,939.00 | 2,395.00 |
| | 67,203.00 | 547,657.00 | 505,127.00 | 109,733.00 |
| HIGH SCHOOL: | | | | |
| High School | 301,732.00 | 772,863.00 | 745,753.00 | 328,842.00 |
| Athletic Fund | | 113,130.00 | 113,130.00 | |
| | 301,732.00 | 885,993.00 | 858,883.00 | 328,842.00 |
| Total all schools | $411,978.00 | $1,581,592.00 | $1,513,708.00 | $479,862.00 |

EXHIBIT "E-2"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION AID
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | Budgeted | Actual | Variance |
|---|---|---|---|
| EXPENDITURES: | | | |
| Instruction: | | | |
| Salaries of Teachers | $1,383,303 | $1,359,678 | $23,625 |
| Other Salaries for Instruction | 406,941 | 396,434 | 10,507 |
| General supplies | 149,666 | 129,974 | 19,692 |
| Total instruction | 1,939,910 | 1,886,086 | 53,824 |
| Support Services: | | | |
| Salaries of Program Directors | 134,100 | 134,100 | |
| Salaries of Other Professional Staff | 37,700 | 29,814 | 7,886 |
| Other Salaries | 65,130 | 9,422 | 55,708 |
| Salaries of Community Parent Involvement Specialists | 183,941 | 183,827 | 114 |
| Salaries of Master Teachers | 77,300 | 77,300 | |
| Personal Services - Employee Benefits | 1,042,323 | 1,042,243 | 80 |
| Purchased Professional - Educational Services | 72,000 | 63,054 | 8,946 |
| Other Purchased Professional Services | 20,000 | 14,053 | 5,947 |
| Contract Services- Transportation (Btwn Home & School) | 242,032 | 242,032 | |
| Travel | 850 | 850 | |
| Other Purchased Services (400-500 series) | 3,203 | 3,203 | |
| Supplies and Materials | 5,000 | 4,590 | 410 |
| Total support services | 1,883,579 | 1,804,488 | 79,091 |
| Facilities acquisition and const. serv.: | | | |
| Instructional Equipment | 224,893 | 170,625 | 54,268 |
| Total facilities acquisition and const. serv. | 224,893 | 170,625 | 54,268 |
| Total expenditures | $4,048,382 | $3,861,199 | $187,183 |

CALCULATION OF BUDGET AND CARRYOVER

| | |
|---|---|
| Total 2023-2024 Preschool Education Aid Allocation | $3,903,350 |
| Add: Actual PreK Carryover (June 30, 2023) | 552,994 |
| Add: Budgeted Transfer From General Fund | 3,000 |
| Total Preschool Education Funds Available for 2023-2024 Budget | $4,459,344 |
| Less: 2023-2024 Budgeted Prek (Including prior year budgeted carryover) | 4,048,382 |
| Available & Unbudgeted Preschool Education Aid Funds as of (June 30, 2024) | $410,962 |
| Add: 2024 Unexpended Preschool Education Aid | 187,183 |
| 2023-2024 actual Carryover-Preschool Education Aid | $598,145 |
| 2023-2024 Preschool Education Aid Carryover Budgeted for Preschool Programs 2024-2025 | $410,962 |

# CAPITAL PROJECTS FUND DETAIL STATEMENTS

EXHIBIT "F-1"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY STATEMENT OF PROJECT EXPENDITURES
AS OF JUNE 30, 2024

| ISSUE/PROJECT TITLE | ORIGINAL DATE | APPROPRIATIONS AUTHORIZED | APPROPRIATIONS RECOGNIZED | EXPENDITURES TO DATE PRIOR YEAR | EXPENDITURES TO DATE CURRENT YEAR | (MEMO ONLY) UNEXPENDED PROJECT BALANCE |
|---|---|---|---|---|---|---|
| Local Projects: | | | | | | |
| GreenBrook Roof Replacement | FY 2023 | $1,440,709.00 | $1,440,709.00 | | $1,440,709.00 | |
| Cambridge Roof Replacement | FY 2024 | 429,400.02 | 429,400.00 | | | $429,400.00 |
| Totals | | | $1,870,109.00 | | $1,440,709.00 | $429,400.00 |

Reconciliation to GAAP:

| | |
|---|---|
| Unexpended project balance | $429,400.00 |
| Reserve to pay debt | 43,507.00 |
| Unreserved capital fund balance - GAAP | $472,907.00 |

EXHIBIT "F-2"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2024

| | |
|---|---|
| Revenues and Other Financing Sources: | |
| Transfer from Capital Reserve | $429,400.00 |
| Total revenues | 429,400.00 |
| Expenditures and Other Financing Uses: | |
| Construction services | 1,440,709.00 |
| Total expenditures | 1,440,709.00 |
| Excess (deficiency) of revenues over (under) expenditures | (1,011,309.00) |
| Fund balance - beginning | 1,484,216.00 |
| Fund balance - ending | $472,907.00 |

EXHIBIT "F-2a"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
GREENBROOK ROOF REPLACEMENT
FOR THE YEAR ENDED JUNE 30, 2024

| | Prior Periods | Current Year | Totals | Revised Authorized Cost |
|---|---|---|---|---|
| Revenues and Other Financing Sources: | | | | |
| Transfer from Capital Reserve | $ 1,440,709.00 | $ | $ 1,440,709.00 | $ 2,500,000.00 |
| Total revenues | 1,440,709.00 | | 1,440,709.00 | 2,500,000.00 |
| Expenditures and Other Financing Uses: | | | | |
| Construction services | | 1,440,709.00 | 1,440,709.00 | 2,500,000.00 |
| Total expenditures | | 1,440,709.00 | 1,440,709.00 | 2,500,000.00 |
| Excess (deficiency) of revenues over (under) expenditures | $ 1,440,709.00 | $ (1,440,709.00) | $ | $ |

| | |
|---|---|
| Additional project information: | |
| Project Number | |
| Grant Date | N/A |
| Bond Authorization Date | N/A |
| Bonds Authorized | N/A |
| Bonds Issued | N/A |
| Original Authorized Cost | 2,500,000.00 |
| Revised Authorized Cost | 2,500,000.00 |
| Percentage Increase over Original Authorized Cost | |
| Percentage completion | 100.00% |
| Original target completion date | FY2023 |
| Revised target completion date | FY2024 |

EXHIBIT "F-2b"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
CAMBRIDGE ROOF REPLACEMENT
FOR THE YEAR ENDED JUNE 30, 2024

| | Prior Periods | Current Year | Totals | Revised Authorized Cost |
|---|---|---|---|---|
| Revenues and Other Financing Sources: | | | | |
| Transfer from Capital Reserve | $ | $ 429,400.00 | $ 429,400.00 | $ 429,400.00 |
| Total revenues | | 429,400.00 | 429,400.00 | 429,400.00 |
| Expenditures and Other Financing Uses: | | | | |
| Construction services | | | | 429,400.00 |
| Total expenditures | | | | 429,400.00 |
| Excess (deficiency) of revenues over (under) expenditures | $ | $ 429,400.00 | $ 429,400.00 | $ |

| | |
|---|---|
| Additional project information: | |
| Project Number | N/A |
| Grant Date | N/A |
| Bond Authorization Date | N/A |
| Bonds Authorized | N/A |
| Bonds Issued | N/A |
| Original Authorized Cost | 429,400.00 |
| Additional Authorized Cost | |
| Revised Authorized Cost | 429,400.00 |
| Percentage Increase over Original Authorized Cost | |
| Percentage completion | -0- |
| Original target completion date | FY2025 |
| Revised target completion date | FY2025 |

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## PROPRIETARY FUND DETAIL STATEMENTS

Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the District's board is that the costs of providing goods or services be financed through user charges.

**Food Services Fund:** This fund provides for the operation of food services within the District.

**Children's Community Enrichment Fund:** This fund provides for the operation of the Children's Community Enrichment Program provided by the District.

**Summer Institute Fund:** This fund provides for the operation of the Summer Institute Program provided by the District.

EXHIBIT "G-1"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
ENTERPRISE FUND
JUNE 30, 2024

| | BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND | | | |
|---|---|---|---|---|
| | CHILDRENS' COMMUNITY ENRICHMENT FUND | SUMMER INSTITUTE | FOOD SERVICE FUND | TOTAL |
| ASSETS: | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | $173,549.00 | $788,623.00 | $1,688,987.00 | $2,651,159.00 |
| Accounts receivable - other | | | 19,841.00 | 19,841.00 |
| Intergovernmental receivables: | | | | |
| State | | | 6,135.00 | 6,135.00 |
| Federal | | | 63,575.00 | 63,575.00 |
| Inventories | | | 72,063.00 | 72,063.00 |
| Prepaid expenses | | 10,537.00 | | 10,537.00 |
| Total current assets | 173,549.00 | 799,160.00 | 1,850,601.00 | 2,823,310.00 |
| Noncurrent assets: | | | | |
| Furniture, machinery and equipment | 265,095.00 | 4,200.00 | 2,451,437.00 | 2,720,732.00 |
| Less accumulated depreciation | (265,095.00) | (4,000.00) | (1,698,194.00) | (1,967,289.00) |
| Total noncurrent assets | | 200.00 | 753,243.00 | 753,443.00 |
| Total assets | 173,549.00 | 799,360.00 | 2,603,844.00 | 3,576,753.00 |
| LIABILITIES: | | | | |
| Current liabilities: | | | | |
| Accounts payable | | 364.00 | 126,935.00 | 127,299.00 |
| Unearned revenue | 77,201.00 | 496,175.00 | 125,276.00 | 698,652.00 |
| Total current liabilities | 77,201.00 | 496,539.00 | 252,211.00 | 825,951.00 |
| Total liabilities | 77,201.00 | 496,539.00 | 252,211.00 | 825,951.00 |
| NET POSITION: | | | | |
| Net investment in capital assets | | 200.00 | 753,243.00 | 753,443.00 |
| Unrestricted | 96,348.00 | 302,621.00 | 1,598,390.00 | 1,997,359.00 |
| Total net position | $96,348.00 | $302,821.00 | $2,351,633.00 | $2,750,802.00 |

EXHIBIT "G-2"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND | | | |
|---|---|---|---|---|
| | CHILDRENS' COMMUNITY ENRICHMENT FUND | SUMMER INSTITUTE | FOOD SERVICE FUND | TOTAL |
| OPERATING REVENUES: | | | | |
| Charges for services: | | | | |
| Daily sales - Reimbursable Programs | | | $1,398,551.00 | $1,398,551.00 |
| Daily sales - Non-Reimbursable Programs | | | 637,409.00 | 637,409.00 |
| Miscellaneous | | | 6,575.00 | 6,575.00 |
| Program fees | $109,848.00 | $507,715.00 | | 617,563.00 |
| Total operating revenues | 109,848.00 | 507,715.00 | 2,042,535.00 | 2,660,098.00 |
| OPERATING EXPENSES: | | | | |
| Salaries | 54,817.00 | 187,197.00 | 1,669,759.00 | 1,911,773.00 |
| Employee Benefits | | | 411,191.00 | 411,191.00 |
| Other Purchase Service (Administrative Expenses) | 599.00 | 15,701.00 | 198,217.00 | 214,517.00 |
| General Supplies | | 11,542.00 | 143,713.00 | 155,255.00 |
| Miscellaneous Expenditures | 660.00 | | | 660.00 |
| Depreciation | 5,758.00 | 600.00 | 72,805.00 | 79,163.00 |
| Cost of sales - reimbursable programs | | | 1,032,172.00 | 1,032,172.00 |
| Cost of sales - non-reimbursable programs | | | 276,900.00 | 276,900.00 |
| Total operating expenses | 61,834.00 | 215,040.00 | 3,804,757.00 | 4,081,631.00 |
| Operating income (loss) | 48,014.00 | 292,675.00 | (1,762,222.00) | (1,421,533.00) |
| NONOPERATING REVENUES (EXPENSES): | | | | |
| State Sources: | | | | |
| State School Lunch Program | | | 42,477.00 | 42,477.00 |
| State School Lunch Program - NJEIE | | | 15,277.00 | 15,277.00 |
| State School Breakfast Program | | | 4,880.00 | 4,880.00 |
| State School Breakfast Program -NJEIE | | | 5,201.00 | 5,201.00 |
| Summer - EBT Administrative Costs | | | 1,556.00 | 1,556.00 |
| Federal Sources: | | | | |
| National School Lunch Program | | | 734,751.00 | 734,751.00 |
| National School Breakfast Program | | | 180,432.00 | 180,432.00 |
| National School Snack Program | | | 32,356.00 | 32,356.00 |
| COVID Supply Chain Assistance | | | 179,450.00 | 179,450.00 |
| LFS - Local Food for Schools | | | 11,919.00 | 11,919.00 |
| Summer - EBT Administrative Costs | | | 1,556.00 | 1,556.00 |
| National food distribution commodities | | | 276,901.00 | 276,901.00 |
| Interest on Investments | | | 1,647.00 | 1,647.00 |
| Total nonoperating revenues | | | 1,488,403.00 | 1,488,403.00 |
| Income/(loss) before contributions and transfers | 48,014.00 | 292,675.00 | (273,819.00) | 66,870.00 |
| Capital Contributions and Operating Transfers | | | | |
| Operating Transfers | (400,000.00) | (700,000.00) | | (1,100,000.00) |
| Total Capital Contributions and Operating Transfers | (400,000.00) | (700,000.00) | | (1,100,000.00) |
| Change in net position | (351,986.00) | (407,325.00) | (273,819.00) | (1,033,130.00) |
| Total net position - beginning of the year | 448,334.00 | 710,146.00 | 2,625,452.00 | 3,783,932.00 |
| Total net position - end of the year | $96,348.00 | $302,821.00 | $2,351,633.00 | $2,750,802.00 |

EXHIBIT "G-3"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND | | | |
|---|---|---|---|---|
| | CHILDRENS' COMMUNITY ENRICHMENT FUND | SUMMER INSTITUTE | FOOD SERVICE FUND | TOTAL |
| Cash flows from operating activities: | | | | |
| Receipts from customers (net of refunds) | $110,492.00 | $495,900.00 | $2,049,266.00 | $2,655,658.00 |
| Payments to employees | (54,817.00) | (187,197.00) | (1,669,759.00) | (1,911,773.00) |
| Payments to employee benefits | | | (411,191.00) | (411,191.00) |
| Payments to suppliers | (1,259.00) | (27,555.00) | (1,427,772.00) | (1,456,586.00) |
| Net cash provided by (used for) operating activities | 54,416.00 | 281,148.00 | (1,459,456.00) | (1,123,892.00) |
| Cash flows from noncapital financing activities: | | | | |
| State Sources | | | 66,671.00 | 66,671.00 |
| Federal Sources | | | 1,155,124.00 | 1,155,124.00 |
| Interfund Activity | | | 239.00 | 239.00 |
| Operating subsidies and transfers to other funds | (400,000.00) | (700,000.00) | | (1,100,000.00) |
| Net cash provided by noncapital financing activities: | (400,000.00) | (700,000.00) | 1,222,034.00 | 122,034.00 |
| Cash flows from capital and related financing activities: | | | | |
| Purchases of capital assets | | | (23,009.00) | (23,009.00) |
| Net cash provided by (used for) capital and related financing activities | | | (23,009.00) | (23,009.00) |
| Cash flows from investing activities: | | | | |
| Interest | | | 1,647.00 | 1,647.00 |
| Net cash provided by (used for) investing activities | | | 1,647.00 | 1,647.00 |
| Net increase (decrease) in cash and cash equivalents | (345,584.00) | (418,852.00) | (258,784.00) | (1,023,220.00) |
| Cash and cash equivalents, July 1, 2023 | 519,133.00 | 1,207,475.00 | 1,947,771.00 | 3,674,379.00 |
| Cash and cash equivalents, June 30, 2024 | $173,549.00 | $788,623.00 | $1,688,987.00 | $2,651,159.00 |
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities: | | | | |
| Operating income (loss) | $48,014.00 | $292,675.00 | ($1,762,222.00) | ($1,421,533.00) |
| Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities: | | | | |
| Depreciation | 5,758.00 | 600.00 | 72,805.00 | 79,163.00 |
| Federal commodities | | | 276,901.00 | 276,901.00 |
| Change in assets and liabilities: | | | | |
| (Increase )decrease in accounts receivable - other | 660.00 | | (1,964.00) | (1,304.00) |
| (Increase) decrease in inventories | | | 4,284.00 | 4,284.00 |
| (Increase) decrease in prepaid expenses | | 382.00 | | 382.00 |
| Increase (decrease) in accounts payable | | (694.00) | (60,841.00) | (61,535.00) |
| Increase (decrease) in unearned revenue | (16.00) | (11,815.00) | 11,581.00 | (250.00) |
| | 6,402.00 | (11,527.00) | 302,766.00 | 297,641.00 |
| Net cash provided by (used for) operating activities | $54,416.00 | $281,148.00 | ($1,459,456.00) | ($1,123,892.00) |

## FIDUCIARY FUND DETAIL STATEMENTS – N/A

## LONG-TERM LIABILITY SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balances of the long-term liabilities of the District. This includes obligations under serial bonds and installment purchase contract.

EXHIBIT "I-1"
SHEET # 1

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2024

| ISSUE | DATE OF ISSUE | AMOUNT OF ISSUE | MATURITIES DATE | MATURITIES AMOUNT | RATE OF INTEREST | BALANCE JUNE 30, 2023 | RETIRED | BALANCE JUNE 30, 2024 |
|---|---|---|---|---|---|---|---|---|
| Refunding School Bonds, Series March, 2012 | 3/7/2012 | $29,525,000.00 | 12/01/2024 | $2,625,000.00 | 4.000% | $5,235,000.00 | $2,610,000.00 | $2,625,000.00 |
| Refunding School Bonds, Series March, 2014 | 02/12/2014 | 19,890,000.00 | 08/01/2024 | 1,515,000.00 | 5.000% | | | |
| | | | 08/01/2025 | 1,555,000.00 | 5.000% | | | |
| | | | 08/01/2026 | 1,600,000.00 | 5.000% | | | |
| | | | 08/01/2027 | 1,640,000.00 | 5.000% | | | |
| | | | 08/01/2028 | 1,675,000.00 | Variable | 9,460,000.00 | 1,475,000.00 | 7,985,000.00 |
| School Energy Savings Obligation Refunding Bonds Series 1 | 12/15/2016 | 10,785,000.00 | 08/01/2024 | 310,000.00 | 5.000% | | | |
| | | | 08/01/2025 | 340,000.00 | 5.000% | | | |
| | | | 08/01/2026 | 375,000.00 | 5.000% | | | |
| | | | 08/01/2027 | 405,000.00 | 4.000% | | | |
| | | | 08/01/2028 | 435,000.00 | 4.000% | | | |
| | | | 08/01/2029 | 470,000.00 | 4.000% | | | |
| | | | 08/01/2030 | 505,000.00 | 4.000% | | | |
| | | | 08/01/2031 | 545,000.00 | 4.000% | | | |
| | | | 08/01/2032 | 580,000.00 | 3.375% | | | |
| | | | 08/01/2033 | 620,000.00 | 3.500% | | | |
| | | | 08/01/2034 | 660,000.00 | 4.000% | | | |
| | | | 08/01/2035 | 705,000.00 | 4.000% | | | |
| | | | 08/01/2036 | 750,000.00 | 4.000% | | | |
| | | | 08/01/2037 | 800,000.00 | 4.000% | 7,780,000.00 | 280,000.00 | 7,500,000.00 |

EXHIBIT "I-1"
SHEET # 2

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2024

| ISSUE | DATE OF ISSUE | AMOUNT OF ISSUE | ANNUAL MATURITIES DATE | ANNUAL MATURITIES AMOUNT | INTEREST RATE | BALANCE JUNE 30, 2023 | RETIRED | BALANCE JUNE 30, 2024 |
|---|---|---|---|---|---|---|---|---|
| School Energy Savings Obligation Refunding Bonds Series 2 | 05/03/2017 | $15,180,000.00 | 08/01/2024 | $525,000.00 | 4.000% | | | |
| | | | 08/01/2025 | 570,000.00 | 4.000% | | | |
| | | | 08/01/2026 | 620,000.00 | 4.000% | | | |
| | | | 08/01/2027 | 670,000.00 | 4.000% | | | |
| | | | 08/01/2028 | 725,000.00 | 4.000% | | | |
| | | | 08/01/2029 | 785,000.00 | 4.000% | | | |
| | | | 08/01/2030 | 845,000.00 | 4.000% | | | |
| | | | 08/01/2031 | 905,000.00 | 4.000% | | | |
| | | | 08/01/2032 | 975,000.00 | 4.000% | | | |
| | | | 08/01/2033 | 1,040,000.00 | 4.000% | | | |
| | | | 08/01/2034 | 1,115,000.00 | 4.000% | | | |
| | | | 08/01/2035 | 1,190,000.00 | 4.000% | | | |
| | | | 08/01/2036 | 1,275,000.00 | 4.000% | | | |
| | | | 08/01/2037 | 1,360,000.00 | 4.000% | $13,080,000.00 | $480,000.00 | $12,600,000.00 |
| Refunding School Bonds, Series April, 2017 | 05/03/2017 | 15,775,000.00 | 08/01/2024 | 2,205,000.00 | 4.000% | 4,420,000.00 | 2,215,000.00 | 2,205,000.00 |
| | | | | | | $39,975,000.00 | $7,060,000.00 | $32,915,000.00 |

EXHIBIT "I-2"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER INSTALLMENT PURCHASE CONTRACTS
YEAR ENDED JUNE 30, 2024

| SERIES | DATE OF CONTRACT | TERM OF CONTRACT | AMOUNT OF ORIGINAL CONTRACT PRINCIPAL | AMOUNT OF ORIGINAL CONTRACT INTEREST | INTEREST RATE PAYABLE | BALANCE JUNE 30, 2023 | DECREASE | BALANCE JUNE 30, 2024 |
|---|---|---|---|---|---|---|---|---|
| Buses | 8/29/2018 | 5 Years | $ 475,839.00 | $ 43,973.00 | 3.240% | $ 138,271.00 | $ 138,271.00 | $ |
| Buses | 5/30/2019 | 6 Years | 644,791.00 | 53,598.00 | 2.667% | 282,216.00 | 93,464.00 | 188,752.00 |
| Buses and Textbooks3 | 7/15/2020 | 6 Years | 1,046,401.00 | 41,493.00 | 1.382% | 534,165.00 | 172,677.00 | 361,488.00 |
| Buses | 5/18/2021 | 5 Years | 446,752.00 | 16,788.00 | 1.238% | 320,610.00 | 61,952.00 | 258,658.00 |
| Buses | 11/1/2021 | 5 Years | 1,291,489.00 | 52,527.00 | 1.118% | 1,111,125.00 | 178,891.00 | 932,234.00 |
| Textbooks (23-01) | 6/22/2023 | 4 Years | 213,591.00 | 14,883.00 | 4.220% | 213,591.00 | 55,741.00 | 157,850.00 |
| Buses (23-02) | 6/22/2023 | 5 Years | 1,057,077.00 | 135,813.00 | 4.010% | 1,057,077.00 | 150,677.00 | 906,400.00 |
| | | | | | | $ 3,657,055.00 | $ 851,673.00 | $ 2,805,382.00 |

EXHIBIT "I-2.1"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER LEASES
YEAR ENDED JUNE 30, 2024

| PURPOSE | DATE OF LEASE | TERM OF LEASE | AMOUNT OF ORIGINAL LEASE PRINCIPAL | AMOUNT OF ORIGINAL LEASE INTEREST | RATE OF INTEREST | BALANCE JUNE 30, 2023 | ISSUED | RETIRED | BALANCE JUNE 30, 2024 |
|---|---|---|---|---|---|---|---|---|---|
| Copiers | 1/3/2023 | 5 Years | $ 404,550.00 | $ 28,668.00 | 2.822% | $ 365,752.00 | $ | $ 77,317.00 | $ 288,435.00 |
| Chromebooks (24-01) | 1/20/2024 | 2.5 Years | 337,148.00 | 27,106.00 | 5.330% | | 337,148.00 | | 337,148.00 |
| | | | | | | $ 365,752.00 | $ 337,148.00 | $ 77,317.00 | $ 625,583.00 |

EXHIBIT "I-3"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | ORIGINAL BUDGET | BUDGET TRANSFER | FINAL BUDGET | ACTUAL | VARIANCE FINAL TO ACTUAL |
|---|---|---|---|---|---|
| REVENUES: | | | | | |
| Local sources: | | | | | |
| Local tax levy | $5,941,883.00 | | $5,941,883.00 | $5,941,883.00 | |
| State sources: | | | | | |
| Debt service aid type II | 1,081,442.00 | | 1,081,442.00 | 1,081,442.00 | |
| Total revenues | 7,023,325.00 | | 7,023,325.00 | 7,023,325.00 | |
| EXPENDITURES: | | | | | |
| Regular debt service: | | | | | |
| Interest | 723,325.00 | | 723,325.00 | 723,325.00 | |
| Redemption of principal | 6,300,000.00 | | 6,300,000.00 | 6,300,000.00 | |
| Total regular debt service-expenditures | 7,023,325.00 | | 7,023,325.00 | 7,023,325.00 | |
| Excess (deficiency) of revenues over (under) expenditures | | | | | |
| Fund balance, July 1 | | | | | |
| Fund balance, June 30 | | | | | |

EXHIBIT "I-4"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS
YEAR ENDED JUNE 30, 2024

| SERIES | DATE OF CONTRACT | AMOUNT OF ORIGINAL CONTRACT | INTEREST RATE PAYABLE | AMOUNT OUTSTANDING JUNE 30, 2023 | INCREASE | DECREASE | BALANCE JUNE 30, 2024 |
|---|---|---|---|---|---|---|---|
| EMAP Software System License | 7/1/2022 | $ 7,048.00 | 2.194% | $ 3,486.00 | $ | $ 3,486.00 | $ |
| Frontline Central Solution | 7/1/2022 | 48,200.00 | 2.194% | 24,253.00 | | 24,253.00 | |
| Professional Growth Solution | 7/1/2022 | 60,526.00 | 2.194% | 49,710.00 | | 49,710.00 | |
| Time & Attendance | 7/1/2022 | 42,459.00 | 2.194% | 21,364.00 | | 21,364.00 | |
| Applicant Tracking | 7/1/2022 | 21,974.00 | 2.194% | 11,057.00 | | 11,057.00 | |
| RTI - Direct, unlimited usage | 7/1/2022 | 13,325.00 | 2.445% | 10,093.00 | | 3,099.00 | 6,994.00 |
| 504 Program Management | 7/1/2022 | 1,671.00 | 2.445% | 1,266.00 | | 389.00 | 877.00 |
| IEP - Direct | 7/1/2022 | 107,201.00 | 2.445% | 81,196.00 | | 24,931.00 | 56,265.00 |
| Genesis Student Information System | 7/1/2022 | 67,186.00 | 2.940% | 33,831.00 | | 33,831.00 | |
| Unlimited Package - Online HR, OSHA and Prof. Devel. Tutorials | 7/1/2022 | 2,174.00 | 2.194% | 1,174.00 | | 1,174.00 | |
| Hudl Subscription | 10/30/2022 | 23,087.00 | 3.347% | 12,337.00 | | 12,337.00 | |
| SMARTnet Renewal - Core Switch | 8/1/2022 | 15,443.00 | 2.194% | 7,991.00 | | 7,991.00 | |
| SMARTnet Renewal - Firewall | 8/1/2022 | 55,238.00 | 2.194% | 28,411.00 | | 28,411.00 | |
| SMARTnet Renewal - VOIP - Aug1 | 8/1/2022 | 9,864.00 | 2.194% | 9,351.00 | | 9,351.00 | |
| SMARTnet Renewal - VOIP - June23 | 7/1/2022 | 5,086.00 | 2.194% | 2,569.00 | | 2,569.00 | |
| Systems 3000 Software | 7/1/2022 | 143,681.00 | 2.354% | 95,621.00 | | 46,770.00 | 48,851.00 |
| Meraki Enterprise - Cisco (VeeMost Technologies) | 3/13/2023 | 230,000.00 | 2.796% | 151,209.00 | | 74,562.00 | 76,647.00 |
| Versatrans Onscreen Software | 9/1/2022 | 8,802.00 | 2.194% | 4,439.00 | | 4,439.00 | |
| SchoolMessenger Presence - CMS | 7/1/2023 | 31,115.00 | 3.041% | | 31,115.00 | 10,684.00 | 20,431.00 |
| Meraki MR Enterprise (ConvergeOne, Inc.) | 7/11/2023 | 103,992.00 | 3.041% | | 103,992.00 | 103,992.00 | |
| SchoolMessenger Communication | 8/12/2023 | 48,618.00 | 3.041% | | 48,618.00 | 16,694.00 | 31,924.00 |
| | | | | $ 549,358.00 | $ 183,725.00 | $ 491,094.00 | $ 241,989.00 |

# STATISTICAL SECTION (UNAUDITED)

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
STATISTICAL SECTION

Contents


| | Page |
|---|---|
| Financial Trends: | |
| These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time. | J-1 to J-4 |
| Revenue Capacity: | |
| These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax. | J-5 to J-9 |
| Debt Capacity: | |
| These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future. | J-10 to J-13 |
| Demographic and Economic Information: | |
| These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place. | J-14 to J-15 |
| Operating Information: | |
| These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs. | J-16 to J-20 |


Sources

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

EXHIBIT "J-1"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
NET POSITION BY COMPONENT
UNAUDITED

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|---|---|---|---|---|---|---|---|---|---|
| Governmental activities | | | | | | | | | | |
| Net investment in capital assets | $97,703,106 | $95,455,454 | $92,846,397 | $89,838,804 | $88,054,045 | $81,492,616 | $65,602,552 | $55,997,749 | $74,053,037 | $72,559,828 |
| Restricted | 13,146,449 | 20,073,242 | 16,223,759 | 22,890,980 | 20,620,452 | 17,741,789 | 31,610,121 | 11,021,293 | 11,850,660 | 9,679,852 |
| Unrestricted (deficit) | (36,417,976) | (34,298,250) | (35,725,279) | (45,577,133) | (53,934,721) | (52,080,417) | (52,114,742) | (26,322,590) | (44,717,639) | (41,238,967) |
| Total governmental activities net position | $74,431,579 | $81,230,446 | $73,344,877 | $67,152,651 | $54,739,776 | $47,153,988 | $45,097,931 | $40,696,452 | $41,186,058 | $41,000,713 |
| Business-type activities | | | | | | | | | | |
| Net investment in capital assets | $753,443 | $809,597 | $816,094 | $794,363 | $812,450 | $842,759 | $113,156 | $107,649 | $137,951 | $122,790 |
| Unrestricted | 1,997,359 | 2,974,335 | 3,636,660 | 1,629,327 | 1,683,155 | 2,091,251 | 2,485,402 | 2,583,363 | 2,425,969 | 2,034,584 |
| Total business-type activities net position | $2,750,802 | $3,783,932 | $4,452,754 | $2,423,690 | $2,495,605 | $2,934,010 | $2,598,558 | $2,691,012 | $2,563,920 | $2,157,374 |
| District-wide | | | | | | | | | | |
| Net investment in capital assets | $98,456,549 | $96,265,051 | $93,662,491 | $90,633,167 | $88,866,495 | $82,335,375 | $65,715,708 | $56,105,398 | $74,190,988 | $72,682,618 |
| Restricted | 13,146,449 | 20,073,242 | 16,223,759 | 22,890,980 | 20,620,452 | 17,741,789 | 31,610,121 | 11,021,293 | 11,850,660 | 9,679,852 |
| Unrestricted (deficit) | (34,420,617) | (31,323,915) | (32,088,619) | (43,947,806) | (52,251,566) | (49,989,166) | (49,629,340) | (23,739,227) | (42,291,670) | (39,204,383) |
| Total district net position | $77,182,381 | $85,014,378 | $77,797,631 | $69,576,341 | $57,235,381 | $50,087,998 | $47,696,489 | $43,387,464 | $43,749,978 | $43,158,087 |

Source: ACFR Schedule A-1

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CHANGES IN NET POSITION
UNAUDITED

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|---|---|---|---|---|---|---|---|---|---|
| EXPENSES | | | | | | | | | | |
| Governmental activities | | | | | | | | | | |
| Instruction | | | | | | | | | | |
| Regular | $76,339,591 | $74,452,476 | $77,815,240 | $83,243,385 | $74,126,547 | $79,206,425 | $81,502,175 | $77,106,795 | $70,009,925 | $65,349,533 |
| Special education | 24,116,920 | 22,382,924 | 21,912,847 | 23,356,495 | 20,696,831 | 21,616,154 | 22,690,148 | 21,987,609 | 19,939,165 | 18,337,767 |
| Other instruction | 7,540,394 | 7,296,807 | 7,183,144 | 7,745,532 | 7,003,487 | 7,149,223 | 7,035,551 | 6,758,565 | 6,085,671 | 5,120,602 |
| Support Services: | | | | | | | | | | |
| Tuition | 4,378,773 | 3,964,659 | 4,003,268 | 3,998,383 | 4,926,953 | 5,136,463 | 4,972,518 | 4,856,485 | 4,379,014 | 4,596,453 |
| Student & instruction related services | 24,288,996 | 24,374,621 | 22,513,612 | 22,828,476 | 19,100,698 | 20,105,555 | 19,865,146 | 19,814,536 | 17,662,613 | 15,784,938 |
| General administrative services | 1,340,588 | 1,280,770 | 1,409,025 | 1,205,452 | 1,477,836 | 1,553,715 | 2,138,816 | 1,993,856 | 1,934,737 | 2,100,853 |
| School administrative services | 10,054,252 | 9,370,965 | 9,627,018 | 12,044,297 | 10,926,843 | 11,812,220 | 12,425,580 | 12,129,984 | 11,024,492 | 9,520,212 |
| Central services/Admin. Info Technology | 4,419,662 | 4,020,604 | 3,765,584 | 2,196,838 | 4,059,058 | 4,100,360 | 5,060,317 | 6,877,273 | 4,918,855 | 3,839,734 |
| Plant operations and maintenance | 19,633,334 | 17,984,652 | 18,235,203 | 15,639,685 | 16,649,214 | 16,903,046 | 16,149,013 | 15,834,096 | 15,864,246 | 17,627,912 |
| Student transportation services | 15,730,574 | 14,097,955 | 12,682,492 | 11,452,376 | 11,435,632 | 11,458,018 | 12,097,902 | 11,523,842 | 10,370,724 | 10,052,915 |
| Charter School | 967,189 | 1,061,059 | 839,697 | 770,131 | 647,021 | 505,563 | 263,708 | 251,948 | 185,023 | 152,945 |
| Interest on long-term debt | 483,232 | 728,314 | 979,138 | 1,220,479 | 1,087,664 | 1,668,380 | 2,055,141 | 786,086 | 2,544,801 | 2,786,792 |
| Unallocated depreciation | 165,472 | 170,354 | 173,432 | 171,219 | 171,776 | 172,555 | 175,549 | 187,843 | | |
| Total governmental activities expenses | $189,458,977 | $181,186,160 | $181,139,700 | $185,872,747 | $172,309,560 | $181,387,677 | $186,431,564 | $180,108,918 | $164,919,266 | $155,270,656 |
| Business-type activities: | | | | | | | | | | |
| Food Service | $3,804,757 | $3,585,827 | $4,089,397 | $1,614,329 | $2,637,265 | $3,345,188 | $3,367,950 | $3,294,927 | $3,375,527 | $2,892,570 |
| Summer Institute | 215,040 | 235,360 | 249,455 | 193,139 | 149,057 | 316,397 | 184,152 | | | |
| Community School | 61,834 | 59,610 | 213,860 | 705,576 | 2,892,327 | 2,994,579 | 3,177,190 | 3,502,650 | 3,572,359 | 3,176,960 |
| Total business-type activities expense | $4,081,631 | $3,880,797 | $4,552,712 | $2,513,044 | $5,678,649 | $6,656,164 | $6,729,292 | $6,797,577 | $6,947,886 | $6,069,530 |
| Total district expenses | $193,540,608 | $185,066,957 | $185,692,412 | $188,385,791 | $177,988,209 | $188,043,841 | $193,160,856 | $186,906,495 | $171,867,152 | $161,340,186 |
| PROGRAM REVENUES | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Operating grants and contributions | $42,621,036 | $43,969,986 | $49,429,156 | $61,889,036 | $44,615,032 | $49,938,727 | $58,873,967 | $51,370,246 | $40,451,427 | $27,457,672 |
| Total governmental activities program revenues | $42,621,036 | $43,969,986 | $49,429,156 | $61,889,036 | $44,615,032 | $49,938,727 | $58,873,967 | $51,370,246 | $40,451,427 | $27,457,672 |
| Business-type activities: | | | | | | | | | | |
| Charges for services | | | | | | | | | | |
| Food Service | $2,042,535 | $1,953,119 | $452,964 | $9,429 | $1,564,965 | $2,337,990 | $2,394,489 | $2,410,790 | $2,456,620 | $2,289,107 |
| Summer Institute | 507,715 | 480,056 | 429,965 | 390,153 | 343,115 | 321,833 | 270 | | | |
| Community School | 109,848 | 129,474 | 338,875 | 195,494 | 2,421,900 | 3,295,242 | 3,185,115 | 3,481,195 | 3,893,325 | 3,229,617 |
| Operating grants and contributions | 1,486,756 | 1,448,639 | 5,359,891 | 1,839,574 | 908,568 | 1,035,195 | 1,056,757 | 1,031,363 | 1,003,276 | 832,294 |
| Total business type activities program revenues | $4,146,854 | $4,011,288 | $6,581,695 | $2,434,650 | $5,238,548 | $6,990,260 | $6,636,631 | $6,923,348 | $7,353,221 | $6,351,018 |
| Total district program revenues | $46,767,890 | $47,981,274 | $56,010,851 | $64,323,686 | $49,853,580 | $56,928,987 | $65,510,598 | $58,293,594 | $47,804,648 | $33,808,690 |
| NET (EXPENSE)/REVENUE | | | | | | | | | | |
| Governmental activities | ($146,837,941) | ($137,216,174) | ($131,710,544) | ($123,983,711) | ($127,694,528) | ($131,448,950) | ($127,557,597) | ($128,738,672) | ($124,467,839) | ($127,812,984) |
| Business-type activities | $65,223 | $130,491 | $2,028,983 | ($78,394) | ($440,101) | $334,096 | ($92,661) | $125,771 | $405,335 | $281,488 |
| Total district-wide net expense | ($146,772,718) | ($137,085,683) | ($129,681,561) | ($124,062,105) | ($128,134,629) | ($131,114,854) | ($127,650,258) | ($128,612,901) | ($124,062,504) | ($127,531,496) |

EXHIBIT "J-2"
SHEET #2

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CHANGES IN NET POSITION
UNAUDITED

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|---|---|---|---|---|---|---|---|---|---|
| GENERAL REVENUES AND OTHER CHANGES IN NET POSITION | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Property taxes levied for general purposes, net | $121,490,026 | $119,107,869 | $116,772,421 | $114,482,766 | $111,577,953 | $108,405,418 | $105,761,383 | $103,055,614 | $101,034,916 | $98,149,466 |
| Taxes levied for debt service | 5,941,883 | 6,124,735 | 6,220,000 | 6,222,571 | 6,634,864 | 6,571,845 | 6,919,848 | 6,915,343 | 5,877,540 | 6,065,300 |
| Unrestricted grants and contributions | 9,969,168 | 17,941,992 | 13,909,826 | 14,299,562 | 16,191,818 | 17,191,126 | 17,465,314 | 17,448,163 | 17,340,327 | 24,088,658 |
| Disposal of capital assets | (136,265) | (62,773) | (239,361) | (140,608) | (6,518) | (6,955) | (18,495) | (79,167) | (58,866) | |
| Miscellaneous income | 1,674,262 | 1,487,424 | 1,238,084 | 859,439 | 882,199 | 1,343,573 | 1,831,026 | 909,112 | 459,267 | 693,371 |
| Transfers | 1,100,000 | 800,000 | | | | | | | | |
| Total governmental activities | $140,039,074 | $145,399,247 | $137,900,970 | $135,723,730 | $135,280,316 | $133,505,007 | $131,959,076 | $128,249,065 | $124,653,184 | $128,996,795 |
| Business-type activities: | | | | | | | | | | |
| Transfers in (out) | ($1,100,000) | (800,000) | | | | | | | | |
| Miscellaneous Income | $1,647 | $687 | $81 | $6,479 | $1,696 | $1,356 | $207 | $1,321 | $1,211 | $611 |
| Total business-type activities | (1,098,353) | (799,313) | 81 | 6,479 | 1,696 | 1,356 | 207 | 1,321 | 1,211 | 611 |
| Total district-wide | $138,940,721 | $144,599,934 | $137,901,051 | $135,730,209 | $135,282,012 | $133,506,363 | $131,959,283 | $128,250,386 | $124,654,395 | $128,997,406 |
| CHANGE IN NET POSITION | | | | | | | | | | |
| Governmental activities | ($6,798,867) | $8,183,073 | $6,190,426 | $11,740,019 | $7,585,788 | $2,056,057 | $4,401,479 | ($489,607) | $185,345 | $1,183,811 |
| Business-type activities | (1,033,130) | (668,822) | 2,029,064 | (71,915) | (438,405) | 335,452 | (92,454) | 127,092 | 406,546 | 282,099 |
| Total district | ($7,831,997) | $7,514,251 | $8,219,490 | $11,668,104 | $7,147,383 | $2,391,509 | $4,309,025 | ($362,515) | $591,891 | $1,465,910 |

Source: ACFR Schedule A-2

EXHIBIT "J-3"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
UNAUDITED

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|---|---|---|---|---|---|---|---|---|---|
| General Fund | | | | | | | | | | |
| Restricted | $9,235,555 | $12,390,768 | $12,225,596 | $22,397,131 | $19,557,709 | $14,195,654 | $16,247,277 | $11,691,754 | $12,687,485 | $10,504,920 |
| Committed | 2,970,372 | 6,416,281 | 3,027,759 | | 971,537 | 364,046 | | | 200,000 | 750,000 |
| Assigned | 399,480 | 3,834,476 | 6,780,933 | 4,104,627 | 652,987 | 1,732,874 | 1,122,012 | 267,294 | 173,004 | 434,976 |
| Unassigned | 1,896,313 | 4,116,320 | 5,310,189 | 4,677,338 | 1,242,080 | 1,353,229 | 858,057 | 643,194 | 628,552 | 660,428 |
| Total general fund | $14,501,720 | $26,757,845 | $27,344,477 | $31,179,096 | $22,424,313 | $17,645,803 | $18,227,346 | $12,602,242 | $13,689,041 | $12,350,324 |
| All Other Governmental Funds | | | | | | | | | | |
| Restricted | $554,629 | $491,739 | $471,207 | $1,074,680 | $935,813 | $680,517 | $548,204 | $5,238,783 | $31 | $338,796 |
| Committed | 429,400 | 1,440,709 | 1,226,820 | 234,650 | 61,453 | 3,494,174 | 15,877,767 | 24,187,541 | 338,796 | 747,130 |
| Unassigned/ (Deficit) | (390,335) | (510,489) | | | | | | | | |
| Total all other governmental funds | $593,694 | $1,421,959 | $1,698,027 | $1,309,330 | $997,266 | $4,174,691 | $16,425,971 | $29,426,324 | $338,827 | $1,085,926 |

Source: ACFR Schedule B-1

EXHIBIT "J-4"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
UNAUDITED

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|---|---|---|---|---|---|---|---|---|---|
| **Revenues** | | | | | | | | | | |
| Tax levy | 127,431,909 | 125,232,604 | 122,992,421 | 120,705,337 | 118,212,817 | 114,977,263 | 112,681,231 | 109,970,957 | 106,912,456 | 104,214,766 |
| Tuition charges | 157,273 | 244,379 | 259,670 | 283,737 | 142,720 | 331,880 | 173,128 | 289,960 | 271,238 | 269,532 |
| Transportation fees from other LEA's | 9,314 | | 76,783 | 29,000 | | 28,000 | | 20,956 | | 2,779 |
| Interest on capital reserve | 16,997 | 14,380 | 455 | 1,588 | 42,076 | 24,723 | 2,667 | 1,428 | 1,519 | 3,947 |
| Miscellaneous | 3,114,990 | 2,304,896 | 1,458,508 | 726,423 | 703,834 | 971,822 | 415,192 | 610,334 | 237,534 | 445,270 |
| State sources | 61,141,384 | 64,238,845 | 60,381,951 | 51,771,510 | 48,005,459 | 47,994,053 | 44,090,947 | 41,048,268 | 38,928,959 | 36,855,164 |
| Federal sources | 4,025,845 | 6,664,648 | 4,145,969 | 3,566,762 | 2,990,174 | 2,560,677 | 2,607,085 | 2,446,818 | 2,822,235 | 2,311,992 |
| Total revenue | 195,897,712 | 198,699,752 | 189,315,757 | 177,084,357 | 170,097,080 | 166,888,418 | 159,970,250 | 154,388,721 | 149,173,941 | 144,103,450 |
| **Expenditures** | | | | | | | | | | |
| Instruction | | | | | | | | | | |
| Regular Instruction | 44,666,389 | 43,571,540 | 42,831,657 | 42,071,888 | 42,071,246 | 41,069,109 | 39,783,380 | 39,588,706 | 38,763,627 | 38,289,755 |
| Special education instruction | 17,090,222 | 15,870,252 | 14,594,635 | 12,961,381 | 12,740,837 | 12,177,699 | 12,262,954 | 12,393,538 | 12,536,596 | 12,089,012 |
| Other instruction | 4,645,441 | 4,526,266 | 4,194,157 | 3,949,637 | 4,061,503 | 3,884,909 | 3,594,193 | 3,569,342 | 3,664,192 | 3,304,865 |
| Support Services: | | | | | | | | | | |
| Tuition | 4,378,773 | 3,964,659 | 4,003,268 | 3,998,383 | 4,926,953 | 5,136,463 | 4,972,518 | 4,856,485 | 4,379,014 | 4,596,453 |
| Student & instruction related services | 17,845,452 | 17,604,359 | 14,528,436 | 13,063,852 | 12,145,772 | 12,041,730 | 11,079,613 | 11,514,479 | 10,971,833 | 10,231,447 |
| General administrative services | 1,080,141 | 1,000,358 | 1,115,240 | 979,396 | 1,161,158 | 1,231,097 | 1,882,608 | 1,652,811 | 1,794,079 | 1,776,422 |
| School Administrative services | 6,799,915 | 6,619,359 | 6,602,694 | 6,262,351 | 6,358,157 | 6,298,555 | 6,077,433 | 6,041,216 | 6,128,984 | 5,812,975 |
| Central services/Administration Informatio | 3,395,573 | 3,420,164 | 3,271,815 | 2,681,298 | 3,036,347 | 2,715,563 | 2,814,458 | 2,800,804 | 2,566,720 | 2,426,991 |
| Plant operations and maintenance | 16,740,173 | 16,787,564 | 17,427,157 | 13,482,543 | 14,978,293 | 15,063,164 | 12,891,262 | 12,129,338 | 13,425,453 | 13,108,562 |
| Student transportation services | 13,390,755 | 12,538,462 | 11,312,919 | 9,034,453 | 9,498,431 | 9,179,230 | 9,273,721 | 8,820,637 | 8,488,606 | 8,261,749 |
| Allocated employee benefits | 2,216,818 | 1,840,582 | 1,798,573 | 1,749,240 | 1,179,745 | 1,096,322 | 1,994,381 | 1,816,593 | 1,750,920 | 1,677,965 |
| Unallocated employee benefits | 68,132,049 | 62,287,486 | 60,274,948 | 49,588,460 | 43,864,523 | 47,604,323 | 40,005,692 | 37,499,146 | 33,927,315 | 32,239,143 |
| Capital outlay | 3,587,778 | 1,760,245 | 4,245,044 | 1,472,854 | 4,608,300 | 14,768,363 | 13,602,626 | 3,575,405 | 2,259,436 | 10,282,325 |
| Charter School | 967,189 | 1,061,059 | 839,697 | 770,131 | 647,021 | 505,563 | 263,708 | 251,948 | 185,023 | 152,945 |
| Debt service: | | | | | | | | | | |
| Principal | 6,300,000 | 6,255,000 | 6,220,000 | 6,195,000 | 6,165,000 | 6,160,000 | 6,290,000 | 6,125,000 | 5,030,000 | 5,095,000 |
| Interest and other charges | 723,325 | 988,975 | 1,239,700 | 1,475,900 | 1,697,500 | 1,900,125 | 1,954,270 | 2,484,475 | 2,710,525 | 2,886,635 |
| Total expenditures | 211,959,993 | 200,096,330 | 194,499,940 | 169,736,767 | 169,140,786 | 180,832,215 | 168,742,817 | 155,119,923 | 148,582,323 | 152,232,244 |
| Excess (Deficiency) of revenues over (under) expenditures | (16,062,281) | (1,396,578) | (5,184,183) | 7,347,590 | 956,294 | (13,943,797) | (8,772,567) | (731,202) | 591,618 | (8,128,794) |
| **Other Financing sources (uses)** | | | | | | | | | | |
| Assets acquired under leases (non-budgeted) | 337,148 | | | | | | | | | |
| Assets acquired under installment purchase contracts (non-budgeted) | 1,357,018 | | 1,738,241 | 1,046,401 | 644,791 | 1,110,974 | 106,363 | 1,081,564 | | |
| Assets acquired under IT subscription arrangements (non-budgeted) | 183,725 | | | | | | | | | |
| Bond proceeds | | | | | | | | 41,740,000 | | |
| Premium on sale of bonds | | | | | | | | 3,198,603 | | |
| Cost of issuance | | | | | | | | (289,468) | | |
| Payment to refunded bonds escrow agent | | | | | | | | (16,998,798) | | |
| Prior year cancelations | | | | | | | 1,290,935 | | | |
| Transfers in (out) | 1,100,000 | 800,000 | | | | | | | | |
| Total other financing sources (uses) | 2,977,891 | 800,000 | 1,738,241 | 1,046,401 | 644,791 | 1,110,974 | 1,397,298 | 28,731,901 | | |
| Net change in fund balances | (13,084,390) | (596,578) | (3,445,942) | 8,393,991 | 1,601,085 | (12,832,823) | (7,375,269) | 28,000,699 | 591,618 | (8,128,794) |
| Debt service as a percentage of noncapital expenditures | 3.37% | 3.65% | 3.92% | 4.56% | 4.78% | 4.85% | 5.31% | 5.68% | 5.29% | 5.62% |

Source: ACFR Schedule B-2

EXHIBIT "J-5"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
UNAUDITED

| Fiscal Year Ended June 30, | Tuition | Interest On Investments | Rental Income | Transportation Fees | School Bus Advertising | Unemployment Fund - Restricted | Miscellaneous | Total |
|---|---|---|---|---|---|---|---|---|
| 2024 | $157,273 | $1,004,504 | $127,779 | $9,314 | | $44 | $375,348 | $1,674,262 |
| 2023 | 244,379 | 494,227 | 105,161 | | $11,759 | 47 | 631,851 | 1,487,424 |
| 2022 | 259,670 | 18,317 | 73,455 | 76,783 | 11,759 | 140,717 | 657,006 | 1,237,707 |
| 2021 | 283,737 | 12,186 | 1,650 | 29,000 | 11,759 | 159,557 | 361,213 | 859,102 |
| 2020 | 142,720 | 289,183 | 55,844 | | 12,227 | | 133,668 | 633,642 |
| 2019 | 331,880 | 473,547 | 89,960 | 28,000 | | | 155,898 | 1,079,285 |
| 2018 | 173,128 | 119,561 | 77,310 | | | | 109,978 | 479,977 |
| 2017 | 289,960 | 43,770 | 76,603 | 20,956 | | | 216,809 | 648,098 |
| 2016 | 271,238 | 18,997 | 78,050 | | | | 90,951 | 459,236 |
| 2015 | 269,532 | 3,947 | 90,070 | 2,779 | | | 327,024 | 693,352 |

Source: District Records

EXHIBIT "J-6"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
UNAUDITED

| Fiscal Year Ended June 30, | Vacant Land | Residential | Farm Reg. | Qfarm | Commercial | Industrial | Apartment | Total Assessed Value | Public Utilities a | Net Valuation Taxable | Total Direct School Tax Rate b | Estimated Actual (County Equalized Value) |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 2024 | $ 71,118,900 | $ 2,602,259,860 | $ 12,785,500 | $ 1,471,400 | $ 364,141,000 | $ 1,079,141,400 | $ 92,937,200 | $ 4,223,855,260 | $ 6,338,600 | $ 4,230,193,860 | $ 3.139 | 11,540,402,481 |
| 2023 | 75,497,000 | 2,586,464,200 | 12,164,800 | 1,463,800 | 362,261,700 | 1,057,707,000 | 89,465,100 | 4,185,023,600 | 8,519,200 | 4,193,542,800 | 3.014 | 11,125,334,848 |
| 2022 | 63,642,300 | 2,570,574,100 | 12,343,100 | 1,516,700 | 372,768,100 | 1,058,188,200 | 88,993,700 | 4,168,026,200 | 6,926,446 | 4,174,952,646 | 2.974 | 10,222,813,930 |
| 2021 | 62,852,400 | 2,554,551,500 | 12,968,800 | 1,526,000 | 369,537,700 | 993,643,600 | 88,993,700 | 4,084,073,700 | 7,325,148 | 4,091,398,848 | 2.979 | 9,543,734,192 |
| 2020 | 66,996,000 | 2,530,375,600 | 15,140,400 | 1,598,800 | 361,390,100 | 922,014,300 | 88,993,700 | 3,986,508,900 | 6,517,147 | 3,993,026,047 | 3.015 | 9,228,008,397 |
| 2019 | 76,097,400 | 2,503,223,100 | 13,135,200 | 1,663,800 | 354,358,800 | 791,894,200 | 88,993,700 | 3,829,366,200 | 6,085,307 | 3,835,451,507 | 3.040 | 9,704,425,241 |
| 2018 | 80,825,100 | 2,475,693,900 | 14,175,100 | 1,811,800 | 284,554,900 | 810,800,800 | 88,993,700 | 3,756,855,300 | 6,783,915 | 3,763,639,215 | 3.025 | 9,975,717,738 |
| 2017 | 94,053,400 | 2,420,513,000 | 15,098,700 | 1,822,900 | 285,216,100 | 776,204,600 | 88,984,200 | 3,681,892,900 | 6,662,532 | 3,688,555,432 | 3.019 | 8,630,785,045 |
| 2016 | 95,056,600 | 2,377,216,400 | 14,981,700 | 1,969,600 | 272,150,800 | 784,435,300 | 88,984,200 | 3,634,794,600 | 6,523,012 | 3,641,317,612 | 2.979 | 8,530,379,254 |
| 2015 | 91,042,100 | 2,367,054,100 | 15,101,900 | 2,090,700 | 283,762,500 | 768,957,900 | 88,730,000 | 3,616,739,200 | 7,125,716 | 3,623,864,916 | 2.914 | 8,673,235,492 |

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

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

**b** Tax rates are per $100

EXHIBIT "J-7"

# TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
## DIRECT AND OVERLAPPING PROPERTY TAX RATES
## UNAUDITED

| Calendar Year Ended June 30, | South Brunswick Township Board of Education | | | Overlapping Rates | | | | | Total Direct and Overlapping Tax Rate |
|---|---|---|---|---|---|---|---|---|---|
| | Basic Rate [a] | General Obligation Debt Service [b] | Total Direct | South Brunswick Township | Middlesex County | Fire District 1 | Fire District 2 | Fire District 3 | w/o Fire District |
| 2024 | 2.993 | 0.146 | 3.139 | 1.240 | 0.978 | 0.089 | 0.045 | 0.121 | 5.357 |
| 2023 | 2.867 | 0.147 | 3.014 | 1.169 | 0.982 | 0.085 | 0.043 | 0.106 | 5.165 |
| 2022 | 2.824 | 0.150 | 2.974 | 1.091 | 0.946 | 0.085 | 0.042 | 0.102 | 5.011 |
| 2021 | 2.825 | 0.154 | 2.979 | 1.067 | 0.944 | 0.084 | 0.043 | 0.101 | 4.990 |
| 2020 | 2.846 | 0.169 | 3.015 | 1.034 | 0.991 | 0.084 | 0.044 | 0.099 | 5.040 |
| 2019 | 2.866 | 0.174 | 3.040 | 1.014 | 1.031 | 0.084 | 0.045 | 0.099 | 5.085 |
| 2018 | 2.839 | 0.186 | 3.025 | 0.962 | 0.930 | 0.083 | 0.045 | 0.091 | 4.917 |
| 2017 | 2.829 | 0.190 | 3.019 | 0.953 | 0.938 | 0.082 | 0.045 | 0.090 | 4.910 |
| 2016 | 2.815 | 0.164 | 2.979 | 0.937 | 0.941 | 0.082 | 0.046 | 0.081 | 4.857 |
| 2015 | 2.744 | 0.170 | 2.914 | 0.921 | 0.874 | 0.080 | 0.044 | 0.059 | 4.709 |

Source: District Records and Municipal Tax Collector
(Rates are per $100 of assessed value)

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

**a** The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.

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

EXHIBIT "J-8"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

| | 2023 (Latest Available) | | | | 2015 | | | |
|---|---|---|---|---|---|---|---|---|
| Taxpayer | Taxable Assessed Value | Rank [Optional] | % of Total District Net Assessed Value | | Taxpayer | Taxable Assessed Value | Rank [Optional] | % of Total District Net Assessed Value |
| Forsgate Industrial Complex | $ 136,447,100 | 1 | 3.25% | | Forsgate Industrial Complex | $ 107,454,600 | 1 | 2.97% |
| Heller SBIP, LLC. | 97,224,800 | 2 | 2.32% | | Dow Jones & Company, Inc. | 53,340,600 | 2 | 1.47% |
| Dow Jones & Company, Inc. | 37,082,000 | 3 | 0.88% | | Heller SBIP, LLC. | 51,449,700 | 3 | 1.42% |
| CNJ Company IV, LLC | 30,707,100 | 4 | 0.73% | | Prologis | 49,439,800 | 4 | 1.36% |
| Royal Oaks Apartments, LLC | 29,460,200 | 5 | 0.70% | | Royal Oaks Apartments, LLC | 29,450,700 | 5 | 0.81% |
| Middlesex Industrial Developers | 28,661,200 | 6 | 0.68% | | Windsor South Ridge LLC | 28,392,000 | 6 | 0.78% |
| KTR NJ I, LLC | 28,524,700 | 7 | 0.68% | | CNJ Company IV LLC | 23,207,900 | 7 | 0.64% |
| Windsor South Ridge LLC | 28,392,000 | 8 | 0.68% | | KTR NJ I, LLC | 22,291,100 | 8 | 0.62% |
| LIT/Greek Rt 130, LLC | 25,401,300 | 9 | 0.61% | | Middlesex Industrial Developers | 17,341,300 | 9 | 0.48% |
| AMB Property Corp | 22,887,300 | 10 | 0.55% | | 426 Royal, LLC | 16,719,200 | 10 | 0.46% |
| Total | $ 464,787,700 | | 11.08% | | | $ 399,086,900 | | 11.01% |

Source: Municipal Tax Assessor

EXHIBIT "J-9"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS,
UNAUDITED

| Fiscal Year Ended June 30, | Taxes Levied for the Fiscal Year | Collected within the Fiscal Year of the Levy | | Collections in Subsequent Years |
|---|---|---|---|---|
| | | Amount | Percentage of Levy | |
| 2024 | $ 127,431,909 | $ 127,431,909 | 100.00% | |
| 2023 | 125,232,604 | 125,232,604 | 100.00% | |
| 2022 | 122,992,421 | 122,992,421 | 100.00% | |
| 2021 | 120,705,337 | 120,705,337 | 100.00% | |
| 2020 | 118,212,817 | 118,212,817 | 100.00% | |
| 2019 | 114,977,263 | 114,977,263 | 100.00% | |
| 2018 | 112,681,231 | 112,681,231 | 100.00% | |
| 2017 | 109,970,957 | 109,970,957 | 100.00% | |
| 2016 | 106,912,456 | 106,912,456 | 100.00% | |
| 2015 | 104,214,766 | 104,214,766 | 100.00% | |

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

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

EXHIBIT "J-10"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
UNAUDITED

| Fiscal Year Ended June 30, | Governmental Activities | | | | Total District | Percentage of Personal Income (a) | Per Capita (a) |
|---|---|---|---|---|---|---|---|
| | General Obligation Bonds | SBITAs | Leases | Installment Purchase Contracts | | | |
| 2024 | $ 32,915,000 | $ 241,989 | $ 625,583 | $ 2,805,382 | $ 36,587,954 | * | * |
| 2023 | 39,975,000 | 549,358 | | 3,657,055 | 44,181,413 | * | $ 949 |
| 2022 | 47,215,000 | | | 3,141,871 | 50,356,871 | 0.14% | 1,078 |
| 2021 | 54,335,000 | | | 2,161,079 | 56,496,079 | 0.12% | 1,211 |
| 2020 | 61,375,000 | | | 1,718,335 | 63,093,335 | 0.10% | 1,391 |
| 2019 | 68,770,000 | | | 1,573,989 | 70,343,989 | 0.09% | 1,540 |
| 2018 | 76,075,000 | | | 1,437,871 | 77,512,871 | 0.07% | 1,695 |
| 2017 | 82,365,000 | | | 985,443 | 83,350,443 | 0.07% | 1,825 |
| 2016 | 63,405,000 | | | - | 63,405,000 | 0.09% | 1,407 |
| 2015 | 68,435,000 | | | - | 68,435,000 | 0.08% | 1,527 |

Source: District ACFR Schedules I-1, I-2
Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.

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

* - Not available at time of audit

EXHIBIT "J-11"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
RATIOS OF NET BONDED DEBT OUTSTANDING
UNAUDITED

| Fiscal Year Ended June 30, | General Bonded Debt Outstanding: General Obligation Bonds | Deductions | Net General Bonded Debt Outstanding | Percentage of Actual Taxable Value (a) of Property | Per Capita (b) |
|---|---|---|---|---|---|
| 2024 | $ 32,915,000 | -0- | $ 32,915,000 | 0.779% | * |
| 2023 | 39,975,000 | -0- | 39,975,000 | 0.955% | 858 |
| 2022 | 47,215,000 | -0- | 47,215,000 | 1.133% | 1,011 |
| 2021 | 54,335,000 | -0- | 54,335,000 | 1.330% | 1,165 |
| 2020 | 61,375,000 | -0- | 61,375,000 | 1.540% | 1,353 |
| 2019 | 68,770,000 | -0- | 68,770,000 | 1.796% | 1,506 |
| 2018 | 76,075,000 | -0- | 76,075,000 | 2.025% | 1,664 |
| 2017 | 82,365,000 | -0- | 82,365,000 | 2.237% | 1,803 |
| 2016 | 63,405,000 | -0- | 63,405,000 | 1.744% | 1,407 |
| 2015 | 68,435,000 | -0- | 68,435,000 | 1.892% | 1,527 |

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

(a) See Exhibit NJ J-6 for property tax data.
(b) Population data can be found in Exhibit NJ J-14.

* - Not available at time of audit

EXHIBIT "J-12"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2023
UNAUDITED

| Governmental Unit | Debt Outstanding | Estimated Percentage Applicable (a) | Estimated Share of Overlapping Debt |
|---|---|---|---|
| Debt repaid with property taxes | | | |
| South Brunswick Township | $70,724,345 | 100.00% | $70,724,345 |
| Other debt | | | |
| Middlesex County | 879,752,381 | 7.9000% | 69,535,664 |
| Stony Brook Regional Sewerage Authority | 13,141,816 | 40.4500% | 5,315,865 |
| Middlesex County Utilities Authority | 219,426,302 | 7.9000% | 17,343,464 |
| Subtotal, overlapping debt | | | $162,919,338 |
| South Brunswick School District Direct Debt | | | 40,524,358 |
| Total direct and overlapping debt | | | $203,443,696 |

Source: Township of South Brunswick Chief Financial Officer, Middlesex County Treasurer's Office and Middlesex County Utilities Authority.

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

EXHIBIT "J-13"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
UNAUDITED

Legal Debt Margin Calculation for Calendar Year 2023

Equalized Valuation Basis

Calendar Year

| | | |
|---|---|---|
| 2023 | $ | 11,397,123,094 |
| 2022 | | 11,038,755,167 |
| 2021 | | 10,005,080,108 |
| | $ | 32,440,958,369 |
| Average Equalized Valuation of Taxable Property | $ | 10,813,652,790 |
| Debt Limit (4% (a) of average equalization value) | | 432,546,112 |
| Total Net Debt Applicable to Limit | | 32,915,000 |
| Legal Debt Margin | $ | 399,631,112 |

| | Fiscal Year Ending June 30, | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| Debt Limit | $432,546,112 | $403,624,582 | $385,833,517 | $385,422,018 | $377,479,040 | $361,825,094 | $344,458,664 | $334,634,822 | $325,406,277 | $312,082,956 |
| Total Net Debt Applicable To Limit | 32,915,000 | 39,975,000 | 47,215,000 | 54,335,000 | 61,375,000 | 68,770,000 | 76,075,000 | 82,365,000 | 63,405,000 | 68,435,000 |
| Legal Debt Margin | $399,631,112 | $363,649,582 | $338,618,517 | $331,087,018 | $316,104,040 | $293,055,094 | $268,383,664 | $252,269,822 | $262,001,277 | $243,647,956 |
| Total Net Debt Applicable to the Limit as a % of Debt Limit | 7.61% | 9.90% | 12.24% | 14.10% | 16.26% | 19.01% | 22.09% | 24.61% | 19.48% | 21.93% |

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation
(a) Limit set by N.J.S.A. 18A:24-19 for a K through 12 district; other % limits would be applicable for other district types.

Source: http://www.state.nj.us/treasury/taxation/lpt/lptvalue.shtml

EXHIBIT "J-14"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
UNAUDITED

| Year | Population (a) | Personal Income (b) | Per Capita Personal Income (c) | Unemployment Rate (d) |
|---|---|---|---|---|
| 2023 | 46,565 | * | * | 3.30% |
| 2022 | 46,702 | 3,275,739,429 | 70,951 | 2.70% |
| 2021 | 46,649 | 3,275,739,429 | 70,221 | 4.40% |
| 2020 | 45,370 | 3,023,456,800 | 62,665 | 6.70% |
| 2019 | 45,664 | 2,861,534,560 | 60,547 | 2.60% |
| 2018 | 45,729 | 2,768,753,763 | 57,889 | 3.00% |
| 2017 | 45,674 | 2,644,022,186 | 56,207 | 3.40% |
| 2016 | 45,059 | 2,532,631,213 | 54,542 | 3.80% |
| 2015 | 44,824 | 2,444,790,608 | 53,501 | 4.00% |
| 2014 | 44,671 | 2,389,943,171 | 52,115 | 5.00% |

Source:
(a) Population information provided by the NJ Dept. of Labor and Workforce Development.
(b) Personal income has been estimated based upon the municipal population and per capita personal income presentec
(c) Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.
(d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development.

* - Not available at time of audit.

EXHIBIT "J-16"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
UNAUDITED

| Function/Program | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|---|---|---|---|---|---|---|---|---|---|
| Instruction: | | | | | | | | | | |
| Regular | 544 | 520 | 516 | 553 | 617 | 581 | 579 | 584 | 639 | 637 |
| Special education | 186 | 148 | 127 | 237 | 111 | 165 | 158 | 138 | 215 | 206 |
| Support Services: | | | | | | | | | | |
| Student & instruction related services | 143 | 180 | 168 | 105 | 148 | 120 | 108 | 119 | 74 | 69 |
| General administrative services | 52 | 65 | 54 | 9 | 5 | 82 | 83 | 84 | 30 | 32 |
| School administrative services | 52 | 64 | 91 | 109 | 84 | 90 | 92 | 61 | 97 | 96 |
| Central services | 76 | 71 | 53 | 20 | 23 | 14 | 15 | 9 | 7 | 6 |
| Plant operations and maintenance | 96 | 102 | 100 | 95 | 97 | 115 | 104 | 112 | 113 | 110 |
| Pupil transportation | 53 | 64 | 73 | 74 | 68 | 55 | 67 | 60 | 75 | 75 |
| Total | 1,202 | 1,214 | 1,182 | 1,202 | 1,153 | 1,222 | 1,206 | 1,167 | 1,250 | 1,231 |

Source: District Personnel Records

EXHIBIT "J-17"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
OPERATING STATISITICS
UNAUDITED

| Fiscal Year | Enrollment | Operating Expenditures (a) | Cost Per Pupil | % Change | Teaching Staff (b) | Pupil/Teacher Ratio | | | Average Daily Enrollment (c) | Average Daily Attendance (c) | % Change in Average Daily Enrollment | Student Attendance Percentage |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | Elementary | Middle School | High School | | | | |
| 2024 | 7,848 | $ 201,348,890 | 25,656 | 10.63% | 756 | 1:13 | 1:14 | 1:11 | 7,845 | 7,464 | -0.06% | 95.14% |
| 2023 | 8,240 | 191,092,110 | 23,191 | 2.92% | 763 | 1:13 | 1:13 | 1:11 | 7,850 | 7,744 | -2.62% | 98.65% |
| 2022 | 8,112 | 182,795,196 | 22,534 | 15.24% | 721 | 1:14 | 1:12 | 1:14 | 8,061 | 7,647 | -2.29% | 94.86% |
| 2021 | 8,217 | 160,673,010 | 19,554 | 12.29% | 790 | 1:14 | 1:14 | 1:14 | 8,250 | 8,073 | -2.27% | 97.85% |
| 2020 | 8,997 | 156,669,986 | 17,414 | -5.81% | 728 | 1:12 | 1:11 | 1:12 | 8,442 | 8,200 | -1.56% | 97.13% |
| 2019 | 8,546 | 158,003,727 | 18,489 | 10.99% | 705 | 1:12 | 1:11 | 1:12 | 8,576 | 8,224 | -1.93% | 95.90% |
| 2018 | 8,818 | 146,895,921 | 16,659 | 0.88% | 737 | 1:12 | 1:11 | 1:13 | 8,745 | 8,400 | 0.01% | 96.05% |
| 2017 | 8,656 | 142,935,043 | 16,513 | 5.51% | 722 | 1:12 | 1:11 | 1:13 | 8,744 | 8,382 | 0.51% | 95.86% |
| 2016 | 8,855 | 138,582,362 | 15,650 | 1.67% | 733 | 1:12 | 1:11 | 1:13 | 8,700 | 8,380 | 0.52% | 96.32% |
| 2015 | 8,703 | 133,968,284 | 15,393 | 11.84% | 729 | 1:12 | 1:12 | 1:12 | 8,655 | 8,345 | -4.12% | 96.42% |

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).

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION - LAST TEN FISCAL YEARS
UNAUDITED

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | ♯ | 2021 | 2022 | 2023 | 2024 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| District Building | | | | | | | | | | | |
| Elementary | | | | | | | | | | | |
| Brooks Crossing (2002) | | | | | | | | | | | |
| Square Feet | 82,104 | 82,104 | 82,104 | 82,104 | 82,104 | 82,104 | | 82,104 | 82,104 | 82,104 | 82,104 |
| Capacity (students) | 853 | 853 | 853 | 853 | 853 | 853 | | 853 | 853 | 853 | 853 |
| Enrollment | 725 | 725 | 651 | 600 | 589 | 576 | | 583 | 564 | 623 | 540 |
| Brooks Crossing at Deans(1929) | | | | | | | | | | | |
| Square Feet | 28,110 | 28,110 | 28,110 | 28,110 | 28,110 | 28,110 | | 28,110 | 28,110 | 28,110 | 28,110 |
| Capacity (students) | | | | | | | | | | | |
| Enrollment | * | * | * | * | * | * | * | * | * | * | 108 |
| Brunswick Acres (1975) | | | | | | | | | | | |
| Square Feet | 63,258 | 63,258 | 63,258 | 63,258 | 63,258 | 63,258 | | 63,258 | 63,258 | 63,258 | 63,258 |
| Capacity (students) | 641 | 641 | 641 | 641 | 641 | 641 | | 641 | 641 | 641 | 641 |
| Enrollment [a] | 518 | 518 | 524 | 539 | 534 | 600 | | 478 | 449 | 425 | 444 |
| Cambridge | | | | | | | | | | | |
| Square Feet | 59,500 | 59,500 | 59,500 | 59,500 | 59,500 | 59,500 | | 59,500 | 59,500 | 59,500 | 59,500 |
| Capacity (students) | 637 | 637 | 637 | 637 | 637 | 637 | | 637 | 637 | 637 | 637 |
| Enrollment | 548 | 548 | 517 | 530 | 461 | 518 | | 487 | 458 | 411 | 427 |
| Constable | | | | | | | | | | | |
| Square Feet | 70,973 | 70,973 | 70,973 | 70,973 | 70,973 | 70,973 | | 70,973 | 70,973 | 70,973 | 70,973 |
| Capacity (students) | 681 | 681 | 681 | 681 | 681 | 681 | | 681 | 681 | 681 | 681 |
| Enrollment | 462 | 462 | 468 | 472 | 464 | 460 | | 470 | 498 | 512 | 504 |
| Greenbrook | | | | | | | | | | | |
| Square Feet | 64,312 | 64,312 | 64,312 | 64,312 | 64,312 | 64,312 | | 64,312 | 64,312 | 64,312 | 64,312 |
| Capacity (students) | 667 | 667 | 667 | 667 | 667 | 667 | | 667 | 667 | 667 | 667 |
| Enrollment | 424 | 424 | 424 | 408 | 392 | 390 | | 383 | 389 | 392 | 395 |
| Indian Fields(1992) | | | | | | | | | | | |
| Square Feet | 82,450 | 82,450 | 82,450 | 82,450 | 82,450 | 82,450 | | 82,450 | 82,450 | 82,450 | 82,450 |
| Capacity (students) | 824 | 824 | 824 | 824 | 824 | 824 | | 824 | 824 | 824 | 824 |
| Enrollment | 596 | 596 | 661 | 698 | 651 | 627 | | 597 | 560 | 565 | 471 |
| Indian Fields at Dayton(1928) | | | | | | | | | | | |
| Square Feet | 23,350 | 23,350 | 23,350 | 23,350 | 23,350 | 23,350 | | 23,350 | 23,350 | 23,350 | 23,350 |
| Capacity (students) | | | | | | | | | | | |
| Enrollment | * | * | * | * | * | * | * | * | * | * | 94 |
| Monmouth Junction | | | | | | | | | | | |
| Square Feet | 48,625 | 48,625 | 48,625 | 48,625 | 48,625 | 48,625 | | 48,625 | 48,625 | 48,625 | 48,625 |
| Capacity (students) | 506 | 506 | 506 | 506 | 506 | 506 | | 506 | 506 | 506 | 506 |
| Enrollment | 355 | 355 | 343 | 334 | 322 | 346 | | 326 | 322 | 279 | 281 |

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION - LAST TEN FISCAL YEARS
UNAUDITED

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | # 2021 | 2022 | 2023 | 2024 |
|---|---|---|---|---|---|---|---|---|---|---|
| Middle School | | | | | | | | | | |
| Crossroads North(1967) | | | | | | | | | | |
| Square Feet | 142,849 | 142,849 | 142,849 | 142,849 | 142,849 | 142,849 | 142,849 | 142,849 | 142,849 | 142,849 |
| Capacity (students) | 1,150 | 1,150 | 1,150 | 1,150 | 1,150 | 1,150 | 1,150 | 1,150 | 1,150 | 1,150 |
| Enrollment | 1,017 | 1,017 | 1,004 | 1,046 | 990 | 943 | 843 | 894 | 917 | 960 |
| Crossroads South(1959) | | | | | | | | | | |
| Square Feet | 197,710 | 197,710 | 197,710 | 197,710 | 197,710 | 197,710 | 197,710 | 197,710 | 197,710 | 197,710 |
| Capacity (students) | 1,200 | 1,200 | 1,200 | 1,200 | 1,200 | 1,200 | 1,200 | 1,200 | 1,200 | 1,200 |
| Enrollment | 1,139 | 1,139 | 1,143 | 1,145 | 1,105 | 1,096 | 1,072 | 1,019 | 984 | 923 |
| High School | | | | | | | | | | |
| South Brunswick High School(1997) | | | | | | | | | | |
| Square Feet | 472,000 | 472,000 | 472,000 | 472,000 | 472,000 | 472,000 | 472,000 | 472,000 | 472,000 | 472,000 |
| Capacity (students) | 3,000 | 3,000 | 3,000 | 3,000 | 3,000 | 3,000 | 3,000 | 3,000 | 3,000 | 3,000 |
| Enrollment | 2,919 | 2,919 | 2,921 | 2,965 | 2,945 | 2,964 | 2,977 | 2,869 | 2,791 | 2,724 |
| Other | | | | | | | | | | |
| Maintenance Annex | | | | | | | | | | |
| Square Feet | 20,000 | 20,000 | 20,000 | 20,000 | 20,000 | 20,000 | 20,000 | 20,000 | 20,000 | 20,000 |
| Board of Education Administration Building | | | | | | | | | | |
| Square Feet | 30,000 | 30,000 | 30,000 | 30,000 | 30,000 | 30,000 | 30,000 | 30,000 | 30,000 | 30,000 |
| * - Enrollments are included in the Administrative Base School | | | | | | | | | | |
| Number of Schools at June 30, 2024 | 8,703 | 8,703 | 8,656 | 8,737 | 8,453 | 8,520 | 8,216 | 8,022 | 7,899 | 7,871 |
| Elementary = 9 | | | | | | | | | | |
| Middle School = 2 | | | | | | | | | | |
| High School = 1 | | | | | | | | | | |
| Other = 2 | | | | | | | | | | |

Source: District records, ASSA

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

EXHIBIT "J-19"

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

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

| School Facilities | Project # (s) | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| Brooks Crossing Elementary | N/A | 131,911 | 1,280,423 | 80,098 | 63,281 | 63,432 | 103,653 | 103,037 | 104,555 | 136,566 | 198,732 |
| Brunswick Acres Elementary | N/A | 61,090 | 135,185 | 64,052 | 79,891 | 58,042 | 81,869 | 78,634 | 97,429 | 104,223 | 113,388 |
| Cambridge Elementary | N/A | 84,514 | 91,106 | 23,698 | 41,799 | 50,261 | 113,445 | 66,109 | 188,101 | 128,100 | 189,322 |
| Constable Elementary | N/A | 64,900 | 74,240 | 98,583 | 95,922 | 98,899 | 91,987 | 92,457 | 119,040 | 128,623 | 195,984 |
| Indian Fields @ Dayton Elementary | N/A | 19,037 | 10,214 | 9,818 | 37,358 | 13,374 | 9,550 | 10,252 | 1,877 | 12,296 | 74,550 |
| Brooks Crossing @ Deans Elementary | N/A | 15,775 | 437,106 | 21,920 | 14,157 | 25,711 | 10,912 | 9,530 | 25,487 | 24,818 | 48,650 |
| Greenbrook Elementary | N/A | 41,786 | 35,133 | 61,636 | 96,851 | 47,119 | 110,377 | 112,734 | 111,189 | 104,236 | 132,837 |
| Indian Fields Elementary | N/A | 68,238 | 48,494 | 102,545 | 165,945 | 57,730 | 99,467 | 97,110 | 135,305 | 129,504 | 230,987 |
| Monmouth Junction Elementary | N/A | 29,786 | 94,609 | 107,917 | 56,761 | 65,207 | 90,289 | 91,596 | 85,342 | 91,616 | 110,157 |
| Crossroads North Middle | N/A | 1,406,226 | 545,197 | 136,697 | 239,850 | 130,287 | 183,522 | 225,247 | 306,886 | 323,491 | 488,719 |
| Crossroads South Middle | N/A | 1,389,748 | 197,886 | 180,974 | 256,660 | 150,161 | 207,660 | 222,788 | 207,154 | 248,183 | 1,272,008 |
| High School | N/A | 398,367 | 490,893 | 188,923 | 610,734 | 424,957 | 445,532 | 527,435 | 366,184 | 486,537 | 905,731 |
| Total School Facilities | | 3,711,378 | 3,440,486 | 1,076,861 | 1,759,209 | 1,185,180 | 1,548,263 | 1,636,930 | 1,748,550 | 1,918,193 | 3,961,064 |
| Other Facilities | | 49,578 | 270,990 | 373,935 | 115,656 | 49,232 | 346,018 | 575,050 | 736,127 | 701,071 | 73,553 |
| Grand Total | | 3,760,956 | 3,711,476 | 1,450,796 | 1,874,865 | 1,234,412 | 1,894,281 | 2,211,980 | 2,484,677 | 2,619,264 | 4,034,616 |

Source District Records

EXHIBIT "J-20"
SHEET #1

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
INSURANCE SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED

| Type | Coverage | Deductible | Carrier | Policy # |
|---|---|---|---|---|
| Property | | | | |
| Blanket, building and contents | $498,341,829 | | National Union Fire Ins. Co. of Pittsburgh | GPNU-EP-0017570-03 |
| Extra expense per occurrence | $2,000,000 | | | |
| EDP | $500,000 | | | |
| Demolition/Increased cost of construction per occurrence | $1,000,000 | | | |
| Deductible | | $10,000 | | |
| Flood per occurrence | $5,000,000 | $50,000 | | |
| School Board Legal | | | National Union Fire Ins. Co. of Pittsburgh | GPNU-EP-0017570-03 |
| Coverage A - Limit of liability | $1,000,000 | $15,000 | | |
| Coverage B - Limit of liability | $100,000 | $15,000 | | |
| NJ Unshared Excess Program | | | | |
| Limit of liability | $30,000,000 | | Hudson Excess Ins. Co.<br>Allied World Assur. Co.<br>Great American | EPGA 000073-03<br>0312-3968<br>2480095 |
| Environmental Impairment Liability | | | | |
| Limit of liability - Each Loss | $1,000,000 | $25,000 | PHLY Insurance Company | PHPK2572943 |
| Aggregate | $1,000,000 | | | |
| Commercial Liability | | | National Union Fire Ins. Co. of Pittsburgh | GPNU-EP-0017570-03 |
| Bodily Injury & Property Damage | $1,000,000 | | | |
| Premises Medical Payments | $10,000 | | | |
| Fire Legal Liability | $1,000,000 | | | |
| Employee Benefit Cov | $1,000,000 | | | |
| Crime | | | National Union Fire Ins. Co. of Pittsburgh | GPNU-EP-0017570-03 |
| Money & Securities-inside | $250,000 | $1,000 | | |
| Money & Securities-outside | $250,000 | $1,000 | | |
| Faithful Performance | $250,000 | $1,000 | | |
| Depositors Forgery | $250,000 | $1,000 | | |
| Deductible | | | | |
| Excess Liability | $10,000,000 | | National Union Fire Ins. Co. of Pittsburgh | GPNU-EP-0017570-03 |
| Each Occurrence | $10,000,000 | | | |
| Aggregate | | | | |
| Cyber Liability | $1,000,000 | | National Union Fire Ins. Co. of Pittsburgh | GPNU-EP-0017570-03 |
| Each Event | | | | |

EXHIBIT "J-20"
SHEET #2

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
INSURANCE SCHEDULE (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED

| Type | Coverage | Deductible | Carrier | Policy # |
|---|---|---|---|---|
| Business Auto | | | | |
| Bodily Injury & Property Damage | $1,000,000 | | National Union Fire Ins. Co. of Pittsburgh | GPNU-EP-0017570-03 |
| Personal Injury Protection | STATUTORY | | | |
| Medical Payments (PIP) | $5,000 | | | |
| Uninsured/Underinsured | $1,000,000 | | | |
| Comprehensive Deductible | | $1,000 | | |
| Collision Deductible | | $1,000 | | |
| Compulsory Student Accident | | | | |
| Limit of Liability | $100,000 | | Zurich American Ins. Co. | GTU 6480599 |
| Bonds | | | | |
| Board Secretary/Business Administrator | $525,000 | | RLI | LSM1144814 |
| Workers' Compensation | | | Pooled Insurance Program of NJ | SP 4066555 |
| Section II | $1,000,000 | | | |
| Underground Storage Tanks | | | CHUBB | UST G72596353 002 |
| Limit of Liability Per Tank/Aggregate | $2,000,000 | $50,000 | Illinois Union Ins. Co. | |

# SINGLE AUDIT SECTION

SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS
308 East Broad Street, Westfield, New Jersey 07090-2122
Telephone 908-789-9300 Fax 908-789-8535
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# INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF BASIC FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable President and Members
of the Board of Education
Township of South Brunswick School District
County of Middlesex
Monmouth Junction, New Jersey 08852

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, the financial statements of the governmental activities, the business-type activities and each major fund of the Township of South Brunswick School District, in the County of Middlesex, State of New Jersey (the "District") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 23, 2024.

***Internal Control Over Financial Reporting***

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

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

Our consideration of 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.

***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the 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.*

***Purpose of This Report***

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

CERTIFIED PUBLIC ACCOUNTANTS

PUBLIC SCHOOL ACCOUNTANT NO. 962

December 23, 2024

SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS
308 East Broad Street, Westfield, New Jersey 07090-2122
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## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE FINANCIAL ASSISTANCE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08

Honorable President and Members
of the Board of Education
Township of South Brunswick School District
County of Middlesex
Monmouth Junction, New Jersey 08852

### *Report on Compliance for Each Major Federal and State Program*

### *Opinion on Each Major Federal and State Program*

We have audited Township of South Brunswick School District, County of Middlesex, State of New Jersey (the "District") compliance with the types of compliance requirements identified as subject to audit in the Federal *OMB Compliance Supplement* and the *New Jersey OMB State Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2024. The 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 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; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (*Uniform Guidance*) and *the New Jersey OMB State Grant Compliance Supplement.* Our responsibilities under those standards, the Uniform Guidance and the New Jersey OMB State Grant Compliance Supplement are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

***Responsibilities of Management for Compliance***

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

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

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and New Jersey OMB State Grant Compliance Supplement, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and the New Jersey OMB State Grant Compliance Supplement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

***Report on Internal Control Over Compliance***

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

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

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

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

Suplee, Clooney & Co.
CERTIFIED PUBLIC ACCOUNTANTS

Dana M. Kosky
REGISTERED MUNICIPAL ACCOUNTANT NO. 962

December 23, 2024

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| Federal Grantor/Pass-Through Grantor/ Program Title | Federal AL Number | Federal FAIN Number | Grant or State Project Number | Program or Award Amount | Grant Period From | Grant Period To | Balance at June 30, 2023 | Carryover/ (Walkover) Amount | Cash Received | Budgetary Expenditures | Adjust-ments | Repayment of Prior Years' Balances | Balance at June 30, 2024 (Accounts Receivable) | Balance at June 30, 2024 Unearned Revenue | Balance at June 30, 2024 Due to Grantor |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **General Fund:** | | | | | | | | | | | | | | | |
| **U.S. Department of Health and Human Services:** | | | | | | | | | | | | | | | |
| **Passed-through State Department of Education:** | | | | | | | | | | | | | | | |
| Medical Assistance Program (SEMI) | 93.778 | 2005NJ5MAP | N/A | $15,351 | 7/1/23 | 6/30/24 | | | $4,213 | ($15,351) | | | ($11,138) | | |
| Total U.S. Department of Health and Human Services | | | | | | | | | 4,213 | (15,351) | | | (11,138) | | |
| **Special Revenue Fund:** | | | | | | | | | | | | | | | |
| **U.S. Department of Education:** | | | | | | | | | | | | | | | |
| **Passed-through State Department of Education:** | | | | | | | | | | | | | | | |
| N.C.L.B.: | | | | | | | | | | | | | | | |
| Title I, Part A Grants to Local Education Agencies | 84.010A | S010A240030 | NCLB-4860-24 | 371,008 | 7/1/23 | 9/30/24 | | | 193,224 | (347,788) | | | (154,564) | | |
| Title I, Part A Grants to Local Education Agencies | 84.010A | S010A230030 | NCLB-4860-23 | 440,911 | 7/1/22 | 9/30/23 | (166,070) | | 166,364 | (294) | | | | | |
| Title I, SIA Part A | 84.010A | S010A240030 | NCLB-4860-24 | 35,000 | 7/1/23 | 9/30/24 | | | 18,766 | (30,585) | | | (11,819) | | |
| Title II, Part A, Supporting Effective Instruction | 84.367A | S367A240029 | NCLB-4860-24 | 256,726 | 7/1/23 | 9/30/24 | | | 59,178 | (75,803) | | | (16,625) | | |
| Title II, Part A, Supporting Effective Instruction | 84.367A | S367A230029 | NCLB-4860-23 | 243,608 | 7/1/22 | 6/30/23 | (28,134) | | 58,194 | (30,061) | 1 | | | | |
| Title III English Language Acquisition | 84.365A | S365A240030 | NCLB-4860-24 | 94,814 | 7/1/23 | 9/30/24 | | | 31,590 | (77,497) | 1 | | (45,906) | | |
| Title III English Language Acquisition | 84.365A | S365A230030 | NCLB-4860-23 | 95,720 | 7/1/22 | 6/30/23 | (18,884) | | 23,587 | (4,702) | (1) | | | | |
| Title IV Student Support and Academic Enrichment Grants | 84.424A | S365A240031 | NCLB-4860-24 | 25,872 | 7/1/23 | 9/30/24 | | | 8,671 | (8,671) | | | | | |
| Total N.C.L.B | | | | | | | (213,088) | | 559,574 | (575,401) | 1 | | (228,914) | | |
| I.D.E.A.Part B Special Education Cluster: | | | | | | | | | | | | | | | |
| Individuals with Disabilities - State Grant | 84.027A | H027A240100 | FT-4860-24 | 2,121,695 | 7/1/23 | 6/30/24 | | | 1,341,152 | (1,991,038) | 1 | | (649,885) | | |
| Individuals with Disabilities - State Grant | 84.027A | H027A230100 | FT-4860-23 | 2,059,173 | 7/1/22 | 6/30/23 | (724,346) | | 724,346 | | | | | | |
| ARP - Individuals with Disabilities - State Grant | 84.027X | H027X240100 | FT-4860-24 | 402,920 | 7/1/23 | 6/30/24 | | | 8,053 | (8,052) | (1) | | | | |
| ARP - Individuals with Disabilities - State Grant | 84.027X | H027X230100 | FT-4860-23 | 402,920 | 7/1/22 | 6/30/23 | (78,516) | | 78,516 | | | | | | |
| I.D.E.A. Part B, Preschool Grants for Children with Disabilities | 84.173A | H173A240114 | PS-4860-24 | 72,556 | 7/1/23 | 6/30/24 | | | 55,127 | (71,015) | | | (15,888) | | |
| I.D.E.A. Part B, Preschool Grants for Children with Disabilities | 84.173A | H173A230114 | PS-4860-23 | 76,220 | 7/1/22 | 6/30/23 | (14,124) | | 14,124 | | | | | | |
| Total I.D.E.A.Part B Special Education Cluster | | | | | | | (816,986) | | 2,221,318 | (2,070,105) | | | (665,773) | | |
| Coronavirus Relief Fund: | | | | | | | | | | | | | | | |
| COVID ARP-State and Local Fiscal Recovery Fund DOE | | | | | | | | | | | | | | | |
| Special Education Services | 21.027 | SLFRDOE1SES | N/A | 265,303 | 7/1/23 | 6/30/24 | | | 33,224 | (265,303) | | | (232,079) | | |
| Special Education Services | 21.027 | SLFRDOE1SES | N/A | 576,724 | 7/1/22 | 6/30/24 | (576,724) | | 576,724 | | | | | | |
| Total Special Education Services | | | | | | | (576,724) | | 609,948 | (265,303) | | | (232,079) | | |
| Emergency Impact Aid: | | | | | | | | | | | | | | | |
| CRRSA - ESSER II Allocation | 84.425D | S425D210027 | N/A | 1,488,300 | 3/13/20 | 9/30/23 | (180,878) | | 180,878 | | | | | | |
| Learning Acceleration | 84.425D | S425D210027 | N/A | 95,511 | 3/13/20 | 9/30/23 | (2,698) | | 34,802 | (32,104) | | | | | |
| Mental Health Supports and Services | 84.425D | S425D210027 | N/A | 45,000 | 3/13/20 | 9/30/23 | (1,258) | | 2,003 | (745) | | | | | |
| American Rescue Plan-ESSER | | | | | | | | | | | | | | | |
| ARP ESSER | 84.425U | S425U210027 | N/A | 3,344,857 | 3/13/2020 | 9/30/2024 | (319,625) | | 733,034 | (465,342) | (1) | | (51,934) | | |
| Accelerated Learning Coach and Educator Support | 84.425U | S425U210027 | N/A | 695,966 | 3/13/2020 | 9/30/2024 | (60,358) | | 350,047 | (505,142) | | | (215,453) | | |
| Evidence Based Summer Learning and Enrichment | 84.425U | S425U210027 | N/A | 47,450 | 3/13/2020 | 9/30/2024 | (472) | | 7,945 | (8,045) | | | (572) | | |
| Evidence Based Comprehensive Beyond the School Day | 84.425U | S425U210027 | N/A | 47,450 | 3/13/2020 | 9/30/2024 | (294) | | 25,478 | (32,817) | | | (7,633) | | |
| NJTSS Mental Health Support Staffing | 84.425U | S425U210027 | N/A | 45,000 | 3/13/2020 | 9/30/2024 | | | 31,639 | (32,331) | | | (692) | | |
| ARP Homeless II | 84.425W | S425W210031 | N/A | 28,106 | 4/23/2021 | 9/30/2024 | | | 19,703 | (19,703) | | | | | |
| Total Coronavirus Aid Relief and Economic Security | | | | | | | (565,583) | | 1,385,529 | (1,096,229) | (1) | | (276,284) | | |
| Total U.S. Department of Education: | | | | | | | (2,172,381) | | 4,776,369 | (4,007,038) | | | (1,403,050) | | |
| Total Special Revenue Fund | | | | | | | (2,172,381) | | 4,776,369 | (4,007,038) | | | (1,403,050) | | |

See accompanying notes to schedules of expenditures of awards and financial assistance.

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| Federal Grantor/Pass-Through Grantor/ Program Title | Federal AL Number | Federal FAIN Number | Grant or State Project Number | Program or Award Amount | Grant Period From | Grant Period To | Balance at June 30, 2023 | Carryover/ (Walkover) Amount | Cash Received | Budgetary Expenditures | Adjust-ments | Repayment of Prior Years' Balances | Balance at June 30, 2024 (Accounts Receivable) | Balance at June 30, 2024 Unearned Revenue | Balance at June 30, 2024 Due to Grantor |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Enterprise Fund:** | | | | | | | | | | | | | | | |
| U.S. Department of Agriculture | | | | | | | | | | | | | | | |
| Passed-through State Department of Agriculture: | | | | | | | | | | | | | | | |
| Child Nutrition Cluster: | | | | | | | | | | | | | | | |
| Non-Cash Assistance (Commodities): | | | | | | | | | | | | | | | |
| National School Lunch Program | 10.555 | 231NJ304N1099 | N/A | 255,430 | 07/01/2022 | 06/30/2023 | 16,540 | | | (16,540) | | | | | |
| National School Lunch Program | 10.555 | 241NJ304N1099 | N/A | 279,787 | 07/01/2023 | 06/30/2024 | | | 279,787 | (260,361) | | | | 19,427 | |
| Cash Assistance: | | | | | | | | | | | | | | | |
| School Breakfast Program | 10.553 | 231NJ304N1099 | N/A | 145,103 | 07/01/2022 | 06/30/2023 | (14,891) | | 14,891 | | | | | | |
| School Breakfast Program | 10.553 | 241NJ304N1099 | N/A | 180,432 | 07/01/2023 | 06/30/2024 | | | 166,601 | (180,432) | | | (13,831) | | |
| National School Lunch Program | 10.555 | 231NJ304N1099 | N/A | 761,745 | 07/01/2022 | 06/30/2023 | (59,306) | | 59,306 | | | | | | |
| National School Lunch Program | 10.555 | 241NJ304N1099 | N/A | 734,751 | 07/01/2023 | 06/30/2024 | | | 686,563 | (734,751) | | | (48,188) | | |
| Snacks | 10.555 | 231NJ304N1199 | N/A | 38,755 | 07/01/2022 | 06/30/2023 | (3,385) | | 3,385 | | | | | | |
| Snacks | 10.555 | 241NJ304N1199 | N/A | 32,356 | 07/01/2023 | 06/30/2024 | | | 32,356 | (32,356) | | | | | |
| COVID Supply Chain Assistance Award | 10.555 | 241NJ304N1199 | N/A | 179,450 | 07/01/2023 | 06/30/2024 | | | 179,450 | (179,450) | | | | | |
| Total Child Nutrition Cluster | | | | | | | (61,042) | | 1,422,339 | (1,403,890) | | | (62,019) | 19,427 | |
| Local Food For Schools CoOp Program (LFS) | 10.185 | 240103350100123 | N/A | 11,919 | 07/1/2023 | 06/30/2024 | | | 11,919 | (11,919) | | | | | |
| Summer-EBT Administrative Costs | 10.649 | 202424N180341 | N/A | 1,556 | 07/01/2022 | 06/30/2023 | | | | (1,556) | | | (1,556) | | |
| P-EBT Administrative Costs | 10.649 | 2022225900941 | N/A | 653 | 07/01/2022 | 06/30/2023 | (653) | | 653 | | | | | | |
| Total U.S. Department of Agriculture | | | | | | | (61,695) | | 1,434,911 | (1,417,365) | | | (63,575) | 19,427 | |
| Total Federal Financial Assistance | | | | | | | (2,234,076) | - | 6,215,493 | (5,439,754) | - | - | (1,477,763) | 19,427 | - |



See accompanying notes to schedules of expenditures of awards and financial assistance.

TOWNSHIP OF SOUTH BRUNSWICK SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| State Grantor/Program Title | Grant or State Project Number | Program or Award Amount | Grant Period From | Grant Period To | Balance at June 30, 2023 (Accounts Receivable) | Balance at June 30, 2023 Unearned Revenue/ | Balance at June 30, 2023 Due to Grantor | Carryover (Walkover) Amount | Cash Received | Budgetary Expenditures | Adjustments | Repayment of Prior Years' Balances | Balance at June 30, 2024 (Accounts Receivable) | Balance at June 30, 2024 Unearned Revenue | Balance at June 30, 2024 Due to Grantor | MEMO Budgetary Receivable | MEMO Cumulative Total Expenditures |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| State Department of Education | | | | | | | | | | | | | | | | | |
| General Fund: | | | | | | | | | | | | | | | | | |
| State Aid Cluster: | | | | | | | | | | | | | | | | | |
| Special Education Categorical Aid | 24-495-034-5120-089 | $5,479,892 | 7/1/23 | 6/30/24 | | | | | 4,971,563 | (5,479,892) | 508,329 | | | | | (508,329) | 5,479,892 |
| Security Aid | 24-495-034-5120-084 | 183,321 | 7/1/23 | 6/30/24 | | | | | 166,316 | (183,321) | 17,005 | | | | | (17,005) | 183,321 |
| Equalization Aid | 24-495-034-5120-078 | 7,866,620 | 7/1/23 | 6/30/24 | | | | | 7,136,893 | (7,866,620) | 729,727 | | | | | (729,727) | 7,866,620 |
| Stabilization Aid | 24-100-034-5120-494 | 1,381,502 | 7/1/23 | 6/30/24 | | | | | 1,381,502 | (1,381,502) | | | | | | | 1,381,502 |
| Total State Aid Cluster | | | | | | | | | 13,656,274 | (14,911,335) | 1,255,061 | | | | | (1,255,061) | 14,911,335 |
| Transportation Aid | 24-495-034-5120-014 | 2,155,118 | 7/1/23 | 6/30/24 | | | | | 1,955,204 | (2,155,118) | 199,914 | | | | | (199,914) | 2,155,118 |
| Nonpublic Transportation Aid | 23-495-034-5120-014 | 64,584 | 7/1/22 | 6/30/23 | (64,584) | | | | 64,584 | | | | | | | | |
| Nonpublic Transportation Aid | 24-495-034-5120-014 | 105,043 | 7/1/23 | 6/30/24 | | | | | | (105,043) | | | (105,043) | | | (105,043) | 105,043 |
| Extraordinary Aid | 23-495-034-5120-044 | 2,023,686 | 7/1/22 | 6/30/23 | (2,023,686) | | | | 2,023,686 | | | | | | | | |
| Extraordinary Aid | 24-495-034-5120-044 | 2,406,296 | 7/1/23 | 6/30/24 | | | | | | (2,406,296) | | | (2,406,296) | | | (2,406,296) | 2,406,296 |
| Payment for Institutionalized Children - Unknown Di | 24-495-034-5120-005 | 49,338 | 7/1/23 | 6/30/24 | | | | | 49,338 | (49,338) | | | | | | | 49,338 |
| On-Behalf TPAF Pension Contribution | 24-495-034-5094-002 | 23,744,471 | 7/1/23 | 6/30/24 | | | | | 23,744,471 | (23,744,471) | | | | | | | 23,744,471 |
| On-Behalf TPAF Long Term Disability Insurance | 24-495-034-5094-004 | 8,531 | 7/1/23 | 6/30/24 | | | | | 8,531 | (8,531) | | | | | | | 8,531 |
| On-Behalf TPAF Non-contributory Insurance | 24-495-034-5094-004 | 270,793 | 7/1/23 | 6/30/24 | | | | | 270,793 | (270,793) | | | | | | | 270,793 |
| On-Behalf TPAF Post-Retirement Medical | 24-495-034-5094-001 | 6,536,076 | 7/1/23 | 6/30/24 | | | | | 6,536,076 | (6,536,076) | | | | | | | 6,536,076 |
| Reimbursed TPAF Social Security Contributions | 24-495-034-5094-003 | 5,136,526 | 7/1/23 | 6/30/24 | | | | | 4,881,636 | (5,136,526) | | | (254,890) | | | (254,890) | 5,136,526 |
| Total General Fund | | | | | (2,088,270) | | | | 53,190,593 | (55,323,527) | 1,454,975 | | (2,766,229) | | | (4,221,204) | 55,323,527 |
| **Special Revenue Fund:** | | | | | | | | | | | | | | | | | |
| **Passed Through State Department of Education:** | | | | | | | | | | | | | | | | | |
| N.J. Nonpublic Aid: | | | | | | | | | | | | | | | | | |
| Handicapped Services: | | | | | | | | | | | | | | | | | |
| Corrective Speech | 24-100-034-5120-066 | 22,344 | 7/1/23 | 6/30/24 | | | | | 22,344 | (22,344) | | | | | | | 22,344 |
| Examination & Classification | 24-100-034-5120-066 | 41,522 | 7/1/23 | 6/30/24 | | | | | 41,522 | (40,196) | | | | | 1,326 | | 40,196 |
| Examination & Classification | 23-100-034-5120-066 | 34,496 | 7/1/22 | 6/30/23 | | | 5,684 | | | | | (5,684) | | | | | |
| Supplementary Instruction | 24-100-034-5120-066 | 28,021 | 7/1/23 | 6/30/24 | | | | | 28,021 | (28,021) | | | | | | | 28,021 |
| Auxiliary Services: | | | | | | | | | | | | | | | | | |
| Compensatory Education | 24-100-034-5120-067 | 59,249 | 7/1/23 | 6/30/24 | | | | | 59,249 | (59,249) | | | | | | | 59,249 |
| Compensatory Education | 23-100-034-5120-067 | 46,582 | 7/1/22 | 6/30/23 | | | 99 | | | | 5,750 | (99) | | | 5,750 | | |
| English as a Second Language | 24-100-034-5120-067 | 3,662 | 7/1/23 | 6/30/24 | | | | | 3,662 | | | | | | 3,662 | | |
| Transportation | 24-100-034-5120-068 | 7,339 | 7/1/23 | 6/30/24 | | | | | 7,339 | | | | | | 7,339 | | |
| Transportation | 23-100-034-5120-068 | 9,707 | 7/1/22 | 6/30/23 | | | 9,707 | | | | | (9,707) | | | | | |
| Nonpublic Technology Initiative Aid | 24-100-034-5120-373 | 37,485 | 7/1/23 | 6/30/24 | | | | | 37,485 | (37,472) | | | | | 13 | | 37,472 |
| Nonpublic Technology Initiative Aid | 23-100-034-5120-373 | 31,962 | 7/1/22 | 6/30/23 | | | 260 | | | | | (260) | | | | | |
| Nonpublic Textbook Aid | 24-100-034-5120-064 | 44,224 | 7/1/23 | 6/30/24 | | | | | 44,224 | (41,464) | | | | | 2,760 | | 41,464 |
| Nonpublic Textbook Aid | 23-100-034-5120-064 | 50,226 | 7/1/22 | 6/30/23 | | | 3,927 | | | | | (3,927) | | | | | |
| Nonpublic Security Aid | 24-100-034-5120-509 | 163,180 | 7/1/23 | 6/30/24 | | | | | 163,180 | (150,037) | | | | | 13,143 | | 150,037 |
| Nonpublic Security Aid | 23-100-034-5120-509 | 162,975 | 7/1/22 | 6/30/23 | | | 8,228 | | | | | (8,228) | | | | | |
| Nonpublic Nursing Services Aid | 24-100-034-5120-070 | 95,520 | 7/1/23 | 6/30/24 | | | | | 95,520 | (92,493) | | | | | 3,027 | | 92,493 |
| Nonpublic Nursing Services Aid | 23-100-034-5120-070 | 89,040 | 7/1/22 | 6/30/23 | | | 690 | | | | | (690) | | | | | |
| Preschool Expansion Aid | 24-495-034-5120-086 | 3,903,350 | 7/1/23 | 6/30/24 | | | | | 3,516,015 | (3,719,167) | | | (390,335) | 187,183 | | (390,335) | 3,719,167 |
| Preschool Expansion Aid | 23-495-034-5120-086 | 2,041,956 | 7/1/22 | 6/30/23 | (510,489) | 552,994 | | | 510,489 | (142,032) | | | | 410,962 | | | 142,032 |
| Schools Climate Change Pilot | | 6,660 | 4/1/2023 | 6/30/2023 | (5,643) | | | | 5,643 | | | | | | | | |
| **Passed-through Department of Children and Families, Division of Prevention and: Community Partnerships:** | | | | | | | | | | | | | | | | | |
| Family Friendly Centers Initiative | 19-100-016-1630-024 | 45,463 | 7/1/18 | 6/30/19 | | | 7,580 | | | | | (7,580) | | | | | |
| Family Friendly Centers Initiative | 20-100-016-1630-024 | 45,463 | 7/1/19 | 6/30/20 | | | 12,339 | | | | | (12,339) | | | | | |
| Family Friendly Centers Initiative | 21-100-016-1630-024 | 45,463 | 7/1/20 | 6/30/21 | | | 3,790 | | | | | (3,790) | | | | | |
| Total Special Revenue Fund | | | | | (516,132) | 552,994 | 52,304 | | 4,534,693 | (4,332,475) | 5,750 | (52,304) | (390,335) | 598,145 | 37,020 | (390,335) | 4,332,475 |
| **Debt Service Fund:** | | | | | | | | | | | | | | | | | |
| Debt Service Aid - Type II | 24-495-034-5120-075 | 1,081,442 | 7/1/2023 | 6/30/2024 | | | | | 1,081,442 | (1,081,442) | | | | | | | 1,081,442 |
| | | | | | | | | | 1,081,442 | (1,081,442) | | | | | | | 1,081,442 |
| State Department of Agriculture: | | | | | | | | | | | | | | | | | |
| Enterprise Fund: | | | | | | | | | | | | | | | | | |
| State School Lunch Program | 24-100-010-3350-023 | 42,477 | 7/1/23 | 6/30/24 | | | | | 39,826 | (42,477) | | | (2,651) | | | | 42,477 |
| State School Lunch Program | 23-100-010-3350-023 | 39,836 | 7/1/22 | 6/30/23 | (3,027) | | | | 3,027 | | | | | | | | |
| State School Lunch Program -NJEIE | 24-100-010-3350-023 | 15,277 | 7/1/23 | 6/30/24 | | | | | 14,130 | (15,277) | | | (1,147) | | | | 15,277 |
| State School Breakfast Program | 24-100-010-3350-023 | 5,269 | 7/1/23 | 6/30/24 | | | | | 4,529 | (4,880) | | | (351) | | | | 4,880 |
| State School Breakfast Program | 23-100-010-3350-023 | 3,830 | 7/1/22 | 6/30/23 | (388) | | | | 388 | | | | | | | | |
| State School Breakfast Program -NJEIE | 24-100-010-3350-023 | 5,201 | 7/1/23 | 6/30/24 | | | | | 4,771 | (5,201) | | | (430) | | | | 5,201 |
| Summer-EBT Administrative Cost | | 1,556 | 7/1/23 | 6/30/24 | | | | | | (1,556) | | | (1,556) | | | | |
| Total Enterprise Fund | | | | | (3,415) | | | | 66,671 | (69,391) | | | (6,135) | | | | 67,835 |
| Total State Financial Assistance | | | | | (2,607,817) | 552,994 | 52,304 | | 58,873,399 | (60,806,835) | 1,460,725 | (52,304) | (3,162,699) | 598,145 | 37,020 | (4,611,539) | 60,805,279 |
| Less: On-Behalf amounts not utilized for determination of Major Programs: | | | | | | | | | | | | | | | | | |
| On-Behalf TPAF Pension Contribution | 24-495-034-5094-002 | 23,744,471 | 7/1/23 | 6/30/24 | | | | | 23,744,471 | (23,744,471) | | | | | | | |
| On-Behalf TPAF Long Term Disability Insurance | 24-495-034-5094-004 | 8,531 | 7/1/23 | 6/30/24 | | | | | 8,531 | (8,531) | | | | | | | |
| On-Behalf TPAF Non-contributory Insurance | 24-495-034-5094-004 | 270,793 | 7/1/23 | 6/30/24 | | | | | 270,793 | (270,793) | | | | | | | |
| On-Behalf TPAF Post-Retirement Medical | 24-495-034-5094-001 | 6,536,076 | 7/1/23 | 6/30/24 | | | | | 6,536,076 | (6,536,076) | | | | | | | |
| Total State Financial Assistance Subject to Single Audit | | | | | | | | | 28,313,528 | (30,246,964) | | | | | | | |

See accompanying notes to schedules of expenditures of awards and financial assistance.

EXHIBIT "K-5"

**Township of South Brunswick School District**
**Notes to the Schedules of Expenditures of Federal Awards**
**and State Financial Assistance**
**Year Ended June 30, 2024**

## NOTE 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state activity of the Board of Education, Township of South Brunswick School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from the 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 financials assistance.

## NOTE 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exceptions of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 of the District's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

## 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 schedule (RSI) are presented for the general fund and special revenue fund to demonstrate finance-regulated legal compliance in which certain revenue is permitted by law or grant agreement to be recognized in the audit year, whereas for GAAP reporting, revenue is not recognized until the subsequent year or when expenditures have been made.

The General fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment 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 revenue, whereas GAAP basis does not.

## NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $402,071 for the general fund and $5,325 for the special revenue fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

| | Federal | State | Total |
|---|---|---|---|
| General Fund | $15,351.00 | $55,323,527.00 | $55,338,878.00 |
| Special Revenue Fund | 4,007,038.00 | 4,332,475.00 | 8,339,513.00 |
| Debt Service Fund | | 1,081,442.00 | 1,081,442.00 |
| Food Service Fund | 1,417,365.00 | 69,391.00 | 1,486,756.00 |
| | $5,439,754.00 | $60,806,835.00 | $66,246,589.00 |
| GAAP Adjustment | 3,456.00 | 403,940.00 | 407,396.00 |
| Total Awards & Financial Assistance | $5,443,210.00 | $61,210,775.00 | $66,653,985.00 |

## 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: OTHER

Revenues and expenditures reported in the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF pension contributions, post-retirement medical benefits and long-term disability insurance represents the amount paid by the state on behalf of the district for the year ended June 30, 2024. TPAF Social Security contributions represent the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2024.

EXHIBIT "K-6"

# Township of South Brunswick 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

| | | |
|---|---|---|
| (1) | Type of Auditor's Report Issued: | Unmodified |
| (2) | Internal Control Over Financial Reporting: | |
| | (a) Material weakness identified? | No |
| | (b) Significant deficiencies identified that are not considered to be material weaknesses? | No |
| (3) | Noncompliance material to basic financial statements noted? | No |

### Federal Program(s)

| | | |
|---|---|---|
| (1) | Internal Control Over Major Federal Programs: | |
| | (a) Material weakness identified? | No |
| | (b) Significant deficiencies identified that are not considered to be material weaknesses? | No |
| (2) | Type of Auditor's Report issued on compliance for major federal program(s)? | Unmodified |
| (3) | Any audit findings disclosed that are required to be reported in accordance with section .510(a) of Circular Uniform Guidance? | No |

(4) Identification of Major Federal Program(s):

| AL Number | FAIN Number | Program |
|---|---|---|
| 84.010A | S010A240030 | Title I |
| | | Special Education Cluster: |
| 84.027A | H027A240100 | Individuals with Disabilities - State Grant |
| 84.173A | H173A240114 | Preschool Grants for Children with Disabilities |

**Township of South Brunswick School District**
**Schedule of Findings and Questioned Costs**
**For the Fiscal Year Ended June 30, 2024**

## Section I – Summary of Auditor's Results (Continued)

(5) Program Threshold Determination:
Type A Federal Program Threshold > $750,000.00
Type B Federal Program Threshold <= $750,000.00

(6) Auditee qualified as a low-risk auditee under OMB Uniform Guidance? Yes

## State Program(s)

(1) Internal Control Over Major State Programs:

(a) Material weakness identified? No

(a) Significant deficiencies identified that are not considered to be material weaknesses? No

(2) Type of Auditor's Report issued on compliance for major state program(s)? Unmodified

(3) Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 15-08? No

(4) Identification of Major State Program(s):

| Program | Grant Number |
|---|---|
| Special Education Aid | 495-034-5120-089 |
| Equalization Aid/Stabilization Aid | 495-034-5120-078 |
| Security Aid | 495-034-5120-084 |

(5) Program Threshold Determination:
Type A State Program Threshold > $874,919
Type B State Program Threshold <= $874,919

(6) Auditee qualified as a low-risk auditee under OMB Circular 15-08? Yes

**Township of South Brunswick School District**
**Schedule of Findings and Questioned Costs**
**For the Fiscal Year Ended June 30, 2024**

## Section II – Financial Statement Audit – Reported Findings Under Government Auditing Standards

### Internal Control Findings

None Reported

### Compliance Findings

None Reported

## Section III – Findings and Questioned Costs Relative to Major Federal and State Programs

Federal Programs – None Reported

State Programs – None Reported

EXHIBIT "K-7"

**Township of South Brunswick School District**

**Schedule of Prior Year Audit Findings**

Not Applicable