SCHOOL DISTRICT OF CITY OF BAYONNE

BOARD OF EDUCATION
COUNTY OF HUDSON
CITY OF BAYONNE, NEW JERSEY

ANNUAL COMPREHENSIVE FINANCIALREPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

PKF O'CONNOR DAVIES
ACCOUNTANTS AND ADVISORS

The Youth of Today. The Leaders of Tomorrow.

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Introductory Section

BAYONNE BOARD OF EDUCATION
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Daniel M. Castles
School Business Administrator

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March 14, 2025

Honorable President and Members of the Board of Education Bayonne School District
Hudson County, New Jersey

Dear Members of the Board of Education:

The Annual Comprehensive Financial Report (A.C.F.R.) of the Bayonne School District (the "District") as of and 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 Bayonne School District. To the best of our knowledge and belief, the data presented in this report are accurate in all material respects and are reported in a manner designed to fairly present the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The A.C.F.R. is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials and consultants, independent auditors and advisors. The financial section includes the general-purpose financial statements, management's discussion and analysis, and schedules, as well as the auditors' report thereon. The statistical section includes selected financial and demographic information, generally presented on a multiyear basis. The District is required to undergo an annual Single Audit in conformity with the provisions of the Single Audit Act Amendments of 1996, the Federal Uniform Guidance and the New Jersey OMB Circular 15-08, "*Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.*" Information related to this single audit, including the auditors' report on internal control and compliance with applicable laws and regulations, and findings and recommendations, is included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES:

Bayonne School District is a Type II District (elected board), having been reclassified from a Type I (appointed school board) during the General Elections held on November 3, 2015. The District is an independent reporting entity within the criteria adopted by GASB. All funds and the Government-wide financial statements of the District are included in this report. The Bayonne School District and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through twelve. These services include regular, vocational programs as well as special education for handicapped youngsters.

The District completed the 2023-2024 fiscal year with an average daily enrollment of 10,001 students, which is 717 or 7.72% higher than the previous year's enrollment.

The following details the changes in the student enrollment of the District over a five-year period.

Average Daily Enrollment

Fiscal Year	Student Enrollment	Percent Change
2023-2024	10,001	7.72%
2022-2023	9,284	3.98%
2021-2022	8,929	-4.11%
2020-2021	9,312	-0.43%
2019-2020	9,352	1.77%

2. ECONOMIC CONDITION AND OUTLOOK:

The Board of Education has maintained quality education programs during the recent expansion of student enrollment, with only a minor increase in school taxes. Community revitalization efforts are ongoing. A Hudson-Bergen NJ Light Rail system is in use. An 18-hole golf course is now open on the east side of the City in an area previously used for trash dumping. New housing in the form of multi-unit dwellings is nearing completion. The District's tax revenue has been steady over the last five years. The District's school buildings have been opened as early as 1903 and as recent as 2008. Many of these schools have undergone new construction and/or renovations utilizing New Jersey Development Authority grant funds. The student population is becoming increasingly diverse and score respectively with the state peers.

3. MAJOR INITIATIVES:

The entire District staff is committed to testing data analysis followed by appropriate teaching strategies and support materials to meet the needs of our students. State and local assessments, student achievement gaps, dropout and attendance data are analyzed to improve student performance. Additionally, training is conducted to support staff members with the creation of Student Growth Objectives (SGOs). Student Growth Objectives (SGOs) are academic goals for groups of students that are aligned to state standards and can be tracked using objective measures. As part of the student achievement component of evaluation under Achieve NJ, each teacher sets SGOs with input and approval from his or her principal at the start of the year. Specifically, teachers and principals are expected to collaborate around the instructional content that will be covered and the skills and knowledge that will be measured. Principals are held accountable in their own evaluations for how well they help teachers with this process and for the degree to which the teachers in their school meet SGOs. Curriculum writers create diagnostic assessments administrated in September. Teachers review student's baseline data and set attainment scores with guidance from their building level administrators and District directors. Conversations continue regarding SGOs as there are build-in checkpoints and teachers will continue to monitor progress on our abbreviated professional days. The District has begun full scope external review of its curriculum, which including a review of Math, Language Arts, Social Studies and next generation science standards.

4. 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 (G.A.A.P.). An internal control system is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of 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 awards 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 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.

5. BUDGETARY CONTROLS:

In addition to internal 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 approved by the Board of Education of the City of Bayonne. In addition, the School district certifies on a monthly basis that major accounts/funds balances have not been over-expended and that sufficient funds are available to meet the District's financial obligations for the remainder of the fiscal year.

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

6. ACCOUNTING SYSTEM AND REPORTS:

A District's accounting records must 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. These funds and government-wide financial statements are explained in "Notes to the Financial Statements," Note 1.

An effective and efficient system of internal controls is essential to accurate, timely reporting of all relevant transactions on an accounting system and the resultant administrative and external reports generated from that system.

7. CASH MANAGEMENT:

The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements," Note 1. The District has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey where the funds are secured in accordance with the Act.

8. RISK MANAGEMENT:
The Board carries various forms of insurance, including but not limited to, general liability and comprehensive collision, hazard and theft insurance on property and contents, and fidelity bonds. Exhibit J-20 provides a summary of the coverage amounts and deductibles.

9. OTHER INFORMATION:
State statutes require an annual audit by independent certified public accountants. The accounting firm of PKF O'Connor Davies, LLP, was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and *New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditors' report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of the report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

10. ACKNOWLEDGEMENTS:
We would like to express our appreciation to the members of the Bayonne School District for taking initiative to provide 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. Further, the preparation of this report could not have been accomplished without the efficient and dedicated services of our business office staff members.

Respectfully Submitted,



John J. Niesz
Superintendent of Schools



Daniel M. Castles
School Business Administrator

Policy 1110

Organizational Chart

Bayonne Board of Education

Superintendent

Business Administrator
Asst Business Administrator

Board Secretary
Asst Board Secretary

Asst. Sup. Special Services
Special Education
Guidance
Project Support
Special Education Director/Supervisors
Special Education Teachers
Special Education T/A's
I&RS
504's
Professional Staff

Asst. Sup. Personnel
School Safety
Human Resources
Attendance Office
Student Registration
Employee Health
Equity & Inclusion
Professional Staff

Asst. Sup. Curriculum/Inst./Funding/Gov. Programs
Directors/Supervisors Curriculum
Grants/Title 1
New Jersey Smart
Testing
Early Childhood
Early Childhood Teachers
Early Childhood T/A's
Professional Staff

Accountant
Business Office
Facilities/Custodial
Transportation
Technology
Pensions Benefits
Foodservice
Payroll
Professional Staff

Principals of Community Schools and High School
Athletic Director
Supervisors/Directors
Asst. Supervisors
Teachers
Office Assistants /Professional Staff
Teacher Assistant/Paraprofessional

Updated December 2021

CITY OF BAYONNE SCHOOL DISTRICT
HUDSON COUNTY, NEW JERSEY

ROSTER OF OFFICIALS
JUNE 30th, 2024

Members of the Board of Education	Term Expires
Jodi Casais, President	December 2024
Hector Gonzalez, Jr., Vice President	December 2025
Miriam Bechay	December 2027
Lisa Burke	December 2027
Mary Jane Desmond	December 2025
Melissa Godesky-Rodriguez	December 2024
Sam Maggio	December 2026
Angela Sanniola	December 2027
Pamela Sclafane	December 2024

Other Officials

John J. Niesz, Superintendent of Schools
Dr. Dennis Degnan, Ed.D, Assistant Superintendent of Schools
Kenneth Kopacz, Assistant Superintendent of Schools
Jennifer Vecchiarelli, Assistant Superintendent of Special Services
Daniel M. Castles, School Business Administrator
Thomas J. Fogu, Jr. Assistant School Business Administrator
Dr. Wachera Ragland-Brown, Chief Academic Officer
Dr. Gary R. Maita, School Board Secretary

CITY OF BAYONNE SCHOOL DISTRICT
Independent Auditors and Advisors

Architects

DMR Architects
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Little Falls, New Jersey 07424

McManimon Scotland Baumann LLC
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Roseland, New Jersey 07068

Weiner Law Group
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Parsipanny, New Jersey 07054

Cleary, Giacobbe, Alferi & Jacobs, LLC
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Matawan, New Jersey 07747

Environmental Engineer/Consultants

T & M Associates
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Middletown, New Jersey 07748

Official Depositories

BCB Community Bank
591-595 Avenue C
Bayonne, New Jersey 07002

The Provident Bank
464-472 Avenue C
Bayonne, New Jersey 07002

Financial Section

PKF O'CONNOR DAVIES
ACCOUNTANTS AND ADVISORS

Independent Auditors' Report

Honorable President and Members
of the Board of Education
City of Bayonne School District
County of Hudson
Bayonne, New Jersey

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 City of Bayonne School District, Hudson County, 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities and each major fund of the 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 (GAAS); audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States ("*Government Auditing Standards")*. Our responsibilities under those standards and requirements 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.

Auditors' 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 auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey 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 GAAS, the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey 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 judgement, 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 management's discussion and analysis and the schedules included under Required Supplementary Information in the accompanying table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, 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 combining and individual fund financial statements, long-term debt schedules, and the schedules of expenditures of federal awards and state financial assistance, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200 Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid,* respectively, are presented for 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 GAAS. In our opinion, the combining and individual fund financial statements, long-term debt schedules 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 Comprehensive Financial Report for the year ended June 30, 2024. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' 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 March 14, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

PKF O'Connor Davies, LLP

Cranford, New Jersey
March 14, 2025

Anthony Branco

Anthony Branco, CPA
Licensed Public School Accountant, No. 2515

Required Supplementary Information – Part I

Management's Discussion and Analysis

CITY OF BAYONNE SCHOOL DISTRICT
City of Bayonne, New Jersey
Hudson County

MANAGEMENT'S DISCUSSION & ANALYSIS (MD&A)
June 30, 2024

This section of the district's annual comprehensive financial report presents a discussion and analysis of the district's financial performance during the fiscal year ending June 30, 2024. It should be read in conjunction with the transmittal letter at the front of this report and the district's financial statements, which immediately follow this section.

The Management's Discussion and Analysis (MD&A) is Required Supplementary Information specified by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 *Basic Financial Statement—and Management's Discussion and Analysis—for State and Local Governments* issued June 1999 and amended by GASB Statement No. 37. Certain comparative information between the current year and the prior year is presented in the MD&A.

FINANCIAL HIGHLIGHTS

The key financial highlights for the 2023-2024 fiscal year include the following:

Total government-wide net position is reported at $97,329,704 at June 30, 2024. This represents an increase of $1,485,561 or 1.55% over the prior year reported government-wide net position. Governmental funds reported a positive fund balance of $6,708,890, which is a $2,846,039 decrease from last year's total governmental fund balance. The general or operating fund balance was reported for GAAP purposes at $7,695,691, which represents a decrease of $2,555,662 from the prior year. Of this total, $436,274 was assigned to cover open purchase orders at year-end. Based upon the reduction imposed by S1701 in the calculation of maximum unassigned fund balance that the District is allowed to retain, the amount of general fund balance required to be reserved for tax relief in the 2024-2025 budget is $5,137,675. The unassigned general fund balance is reported at negative $6,891,414. $5,752,600 is reserved for tax relief in the 2025-2026 budget. Total expenditures for all governmental funds were $270,432,577. Total revenues were $267,038,035 resulting in an excess of expenditures over revenues of $3,394,542 for the year. Revenues included $187,789,959 in state and federal aid and $73,298,177 in local taxes.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

- The first two statements are government-wide financial statements that provide both short-term and long-term information about the district's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the district, reporting the district's operations in more detail than the government-wide statements.
- The governmental funds statements tell how basic services such as regular and special education were financed in the short term as well as what remains for future spending.
- Proprietary funds statements offer short- and long-term financial information about the activities the district operated like businesses, such as food services.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the district's budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1

Organization of the School District Annual Financial Report

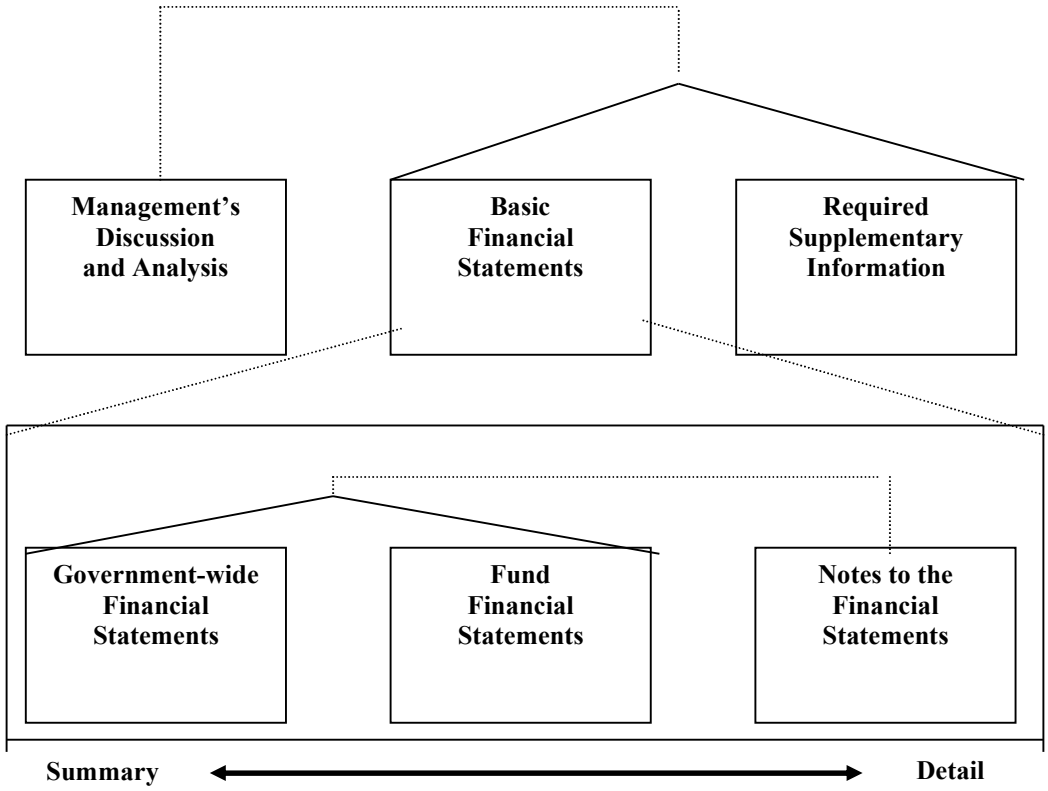

Figure A-2 summarizes the major features of the district's financial statements, including the portion of the district's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents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

Figure A-2
Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as special education and building maintenance	Activities the district operates similar to private businesses: food services and adult education
Required financial Statements	• Statement of net position • Statement of activities	• Balance Sheet • Statement of revenues, expenditures, and changes in fund balances	• Statement of net position • Statement of revenues, expenses and changes in net position • Statement of cash flows
Accounting Basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset / liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid

Government-wide Statements

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

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

- Over time, increases or decreases in the district's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the district's overall health, you need to consider that the school district's goal is to provide services to students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the quality of the education provided and the safety of the of the schools to assess the overall health of the district.

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

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

Fund Financial Statements

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

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

The district has two types of funds:

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

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

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The school district's Governmental Activities net position was $91,373,200 at June 30, 2024. Of this amount, a deficit amount of $48,289,846 was reported as unrestricted net position, primarily due to GASB Statement No. 68 accounting and reporting requirements for the PERS and TPAF defined benefit pension systems. Restricted net positions are reported separately to show legal constraints from debt covenants and enabling legislation that limit the school district's ability to use those net assets for day-to-day operations. Our analysis below focuses on the net position (Figure A-3) and change in net position (Figure A-4) of the school district's governmental activities.

Figure A-3
Net Position at June 30,

	Governmental Activities		Amount	%
	2024	2023	Difference	Increase (Decrease)
ASSETS				
Current and Other Assets	$ 16,262,469	$ 15,425,755	$ 836,714	5.42%
Capital Assets	125,770,115	123,563,581	2,206,534	1.79%
Total Assets	$ 142,032,584	$ 138,989,336	$ 3,043,248	2.19%
DEFERRED OUTFLOWS OF RESOURCES	$ 10,127,516	$ 12,234,394	$ (2,106,878)	-17.22%
LIABILITIES				
Current and other liabilities	13,843,657	10,089,055	3,754,602	37.21%
Long-term liabilities	44,171,722	43,611,383	560,339	1.28%
Total Liabilities	$ 58,015,379	$ 53,700,438	$ 4,314,941	8.04%
DEFERRED INFLOWS OF RESOURCES	$ 2,771,521	$ 6,650,651	$ (3,879,130)	-58.33%
NET POSITION				
Net Investment in Capital Assets	125,103,880	123,244,442	1,859,438	1.51%
Restricted	14,559,166	12,709,073	1,850,093	14.56%
Unrestricted (Deficit)	(48,289,846)	(45,080,874)	(3,208,972)	7.12%
Total Net Position	**$ 91,373,200**	**$ 90,872,641**	**$ 500,559**	**0.55%**

The results of this year's operations for the school district Governmental Activities and Business-type Activities are reported in the Statement of Activities (Exhibit A-2). Figure A - 4, below, takes the information from that financial statement, rounds off the numbers, and rearranges them so slightly so you can see the District's total revenues and expenses for the year.

Figure A-4
Change in Net Position for the Year Ended June 30,

	Governmental Activities		Amount	% Increase
	2024	2023	Difference	(Decrease)
Revenues:				
Program Revenue				
Operating Grants and Contributions	$ 40,376,568	$ 26,135,818	$ 14,240,750	54.49%
Charges for Services	16,212	114,982	(98,770)	-85.90%
General Revenues				
Property Taxes	73,298,177	71,860,958	1,437,219	2.00%
Federal and State Aid not Restricted	128,825,992	118,407,752	10,418,240	8.80%
Other General Revenues	5,838,401	937,471	4,900,930	522.78%
Total Revenues	$ 248,355,350	$ 217,456,981	$ 30,898,369	14.21%
Function/program expense:				
Instruction	134,224,004	123,871,330	10,352,674	8.36%
Support Services:				
Attendance/Social Work	747,871	605,451	142,420	23.52%
Speech, OT, PT and Related Services	7,054,699	6,437,422	617,277	9.59%
Health Services	3,187,898	3,013,032	174,866	5.80%
Other Support Services	36,131,414	29,614,894	6,516,520	22.00%
Improvement of Instruction	3,392,156	3,241,950	150,206	4.63%
Other Support: Instructional Staff	332,350	252,576	79,774	31.58%
School Library	7,700,158	3,787,171	3,912,987	103.32%
General Administration	4,111,038	2,762,452	1,348,586	48.82%
School Administration	12,258,211	10,075,497	2,182,714	21.66%
Central Services	3,501,259	2,976,878	524,381	17.62%
Plant Operation and Maintenance	26,210,091	24,136,346	2,073,745	8.59%
Student Transportation	7,852,788	6,972,823	879,965	12.62%
Special Schools	1,150,854	957,498	193,356	20.19%
Interest on Long-Term Debt	-	25,090	(25,090)	-100.00%
Total Expenses	$ 247,854,791	$ 218,730,410	$ 29,124,381	13.32%
Increase/(Decrease) in Net Position	**$ 500,559**	**$ (1,273,429)**	**$ 1,773,988**	139.31%

Figure A-4 (continued)
Change in Net Position for the Year Ended June 30,

	Business Type Activities 2024	Business Type Activities 2023	Amount Difference	% Increase (Decrease)
Revenues:				
Charges for Services	$ 2,018,484	$ 1,917,413	$ 101,071	5.27%
Operating Grants and Contributions	6,662,175	6,217,604	444,571.00	7.15%
Total Revenues	$ 8,680,659	$ 8,135,017	$ 545,642	6.71%
Program Expenses				
Food Service	$ 6,104,112	$ 5,577,850	$ 526,262	9.43%
Community Education	1,591,545	1,390,605	200,940.00	14.45%
Total Expenses	$ 7,695,657	$ 6,968,455	$ 727,202	10.44%
Increase/(Decrease) in Net Position	**$ 985,002**	**$ 1,166,562**	**$ (181,560)**	-15.56%

In figure A-5 below, we have presented the cost of each of the school district's functions for the current year and prior year. Providing this information allows our citizens to consider the cost of each function in comparison to the benefits they believe are provided by each function.

Table Figure A-5
Governmental Activities - Total Cost of Services

	2024	2023	Increase (Decrease) $	Increase (Decrease) %
Instruction	$ 134,224,004	$ 123,871,330	$ 10,352,674	8.36%
Support Services:				
Attendance/Social Work	747,871	605,451	142,420	23.52%
Speech, OT, PT and Related Services	7,054,699	6,437,422	617,277	9.59%
Health Services	3,187,898	3,013,032	174,866	5.80%
Other Support Services	36,131,414	29,614,894	6,516,520	22.00%
Improvement of Instruction	3,392,156	3,241,950	150,206	4.63%
Other Support: Instructional Staff	332,350	252,576	79,774	31.58%
School Library	7,700,158	3,787,171	3,912,987	103.32%
General Administration	4,111,038	2,762,452	1,348,586	48.82%
School Administration	12,258,211	10,075,497	2,182,714	21.66%
Central Services	3,501,259	2,976,878	524,381	17.62%
Plant Operation and Maintenance	26,210,091	24,136,346	2,073,745	8.59%
Student Transportation	7,852,788	6,972,823	879,965	12.62%
Special Schools	1,150,854	957,498	193,356	20.19%
Interest on Long-Term Debt	-	25,090	(25,090)	-100.00%
Total Expenses	**$ 247,854,791**	**$ 218,730,410**	**$ 29,124,381**	13.32%

As we noted earlier, the school district uses funds to help it control and manage money for particular purposes. Looking at funds helps you consider whether the school district is being accountable for the resources provided to it, and also, gives more insight into the school district's overall financial health.

As the school district completed this year, our governmental funds reported a combined fund balance of $6,708,890, which is a decrease of $2,846,039 from last year. This amount includes the general fund (decrease of $2,555,662) and special revenue fund (decrease of $290,377).

General Fund Budgetary Highlights

Over the course of the year, the school district revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. Budget changes/transfers are approved by the Board of Education throughout the year. Although the district's projected budget for the general fund anticipated that revenues and expenditures would be roughly equal, the actual results for the year show a surplus.

Actual revenues reflect a positive variance of $47.32 million. This is due primarily to the State reimbursement/on behalf in the amount of $42.29 million for TPAF pension and post retirement and social security contributions. This is always a non-budgeted item that the State requires to be included.

Actual expenditures reflect a negative variance of $40.95 million even though all budget categories show a positive variance. This again is due to the State requirement to include TPAF pension and post retirement and social security contributions.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2024, the school district governmental activities reported $125,770,115 invested in a broad range of capital assets, including land, buildings, building improvements, other improvements, vehicles, furniture and equipment. This amount represents a net increase (including additions, trade-ins and retirements) of $2,206,534 from the prior year. Figure A-6 details the composition of capital assets at June 30th of the current and prior year and the net changes for the current year.

Figure A - 6
Governmental Activity Capital Assets, Net at Year-End June 30,

	FY 2024	FY 2023	Increase (Decrease)
Land	$ 2,596,562	$ 2,596,562	$ -
Construction in Progress	8,227,700	685,429	7,542,271
Buildings and Improvements	109,403,294	113,153,719	(3,750,425)
Machinery and Equipment	4,558,053	5,914,532	(1,356,479)
Vehicles	984,506	1,213,339	(228,833)
Total	**$ 125,770,115**	**$ 123,563,581**	**$ 2,206,534**

Long-Term Liabilities

At the end of this year, the school district had $44,521,460 in long term liabilities outstanding versus $43,876,436 last year – an increase of 1.47%. The summary of year-end long-term liabilities and changes for the 2023-2024 school year are as follows:

Figure A - 7

Outstanding Long-Term Liabilities at Year-End June 30,

	Governmental Activities	
	2024	2023
Financed Purchases Payable	$ 666,235	$ 319,139
Compensated Absences Payable	1,013,423	953,438
Net Pension Liability (PERS)	42,841,802	42,603,859
Total Liabilities	**$ 44,521,460**	**$ 43,876,436**

FACTORS AFFECTING THE DISTRICT'S FUTURE

- The District has been and continues to utilize sound accounting practices in the state of declining economy and uncertainty in state funding.
- The Business Office, through collaboration with district and building administrators, will be responsible for updating the internal controls to meet the demands of updated DOE regulations and the applicable OMB circulars. Currently underway is a concerted effort to develop plans for expending funds to the maximum benefit of the schools for the current and upcoming year.
- Accountability and internal controls will continue to guide the operations of the district.

CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

Our financial report is designed to provide our citizens, taxpayers, parents, students, 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 received. If you have questions about this report or wish to request additional financial information, contact Daniel Castles, School Business Administrator, Bayonne Board of Education, 29th Street and Avenue A, Bayonne, New Jersey 07002.

Basic Financial Statements

Government-wide Financial Statements

The government-wide financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all governmental activities and business-type activities as of and for the year ended June 30, 2024.

CITY OF BAYONNE SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash and Cash Equivalents	$ 9,911,035	$ 4,908,880	$ 14,819,915
Accounts Receivable	6,596,444	330,167	6,926,611
Internal Balances	(245,010)	245,010	-
Inventory		136,121	136,121
Capital Assets, Net	125,770,115	797,698	126,567,813
Total Assets	**142,032,584**	**6,417,876**	**148,450,460**
DEFERRED OUTFLOWS OF RESOURCES			
Pension Deferrals	10,127,516		10,127,516
Total Deferred Outflows of Resources	**10,127,516**		**10,127,516**
LIABILITIES			
Accounts Payable	10,332,069		10,332,069
Claims Payable	263,548		263,548
Unearned Revenue	1,451,150	11,625	1,462,775
Payable to Other Governments	191,098	449,747	640,845
Payroll Deductions and Withholdings Payable	1,211,914		1,211,914
Unemployment Compensation Claims Payable	44,140		44,140
Noncurrent Liabilities:			
Due Within One Year	349,738		349,738
Due Beyond One Year	1,329,920		1,329,920
Net Pension Liability	42,841,802		42,841,802
Total Liabilities	**58,015,379**	**461,372**	**58,476,751**
DEFERRED INFLOWS OF RESOURCES			
Pension Deferrals	2,771,521		2,771,521
Total Deferred Inflows of Resources	**2,771,521**		**2,771,521**
NET POSITION			
Net Investment in Capital Assets	125,103,880	797,698	125,901,578
Restricted for:			
Other Purposes	14,559,166		14,559,166
Unrestricted (Deficit)	(48,289,846)	5,158,806	(43,131,040)
Total Net Position	**$ 91,373,200**	**$ 5,956,504**	**$ 97,329,704**

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

CITY OF BAYONNE SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Functions/Programs	EXPENSES	PROGRAM REVENUES: CHARGES FOR SERVICES	PROGRAM REVENUES: OPERATING GRANTS AND CONTRIBUTIONS	NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION: GOVERNMENTAL ACTIVITIES	NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION: BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction	$ 134,224,004	$ 16,212	$ 14,732,998	$ (119,474,794)	$	$ (119,474,794)
Support Services:						
Attendance/social work	747,871			(747,871)		(747,871)
Speech, OT, PT and Related Services	7,054,699			(7,054,699)		(7,054,699)
Health Services	3,187,898			(3,187,898)		(3,187,898)
Other Support Services	36,131,414		17,363,870	(18,767,544)		(18,767,544)
Improvement of Instruction	3,392,156			(3,392,156)		(3,392,156)
Other Support: Instructional Staff	332,350			(332,350)		(332,350)
School Library	7,700,158			(7,700,158)		(7,700,158)
General Administration	4,111,038			(4,111,038)		(4,111,038)
School Administration	12,258,211			(12,258,211)		(12,258,211)
Central Services	3,501,259			(3,501,259)		(3,501,259)
Administrative Information Technology				-		-
Plant Operation and Maintenance	26,210,091			(26,210,091)		(26,210,091)
Student Transportation	7,852,788			(7,852,788)		(7,852,788)
Charter Schools	1,150,854			(1,150,854)		(1,150,854)
Capital Outlay			8,279,700	8,279,700		8,279,700
Total Governmental Activities	**247,854,791**	**16,212**	**40,376,568**	**(207,462,011)**	**-**	**(207,462,011)**
Business-Type Activities:						
Food Service	6,104,112	946,085	5,144,481		(13,546)	(13,546)
Community Education	1,591,545	1,072,399	1,517,694		998,548	998,548
Total Business-Type Activities	7,695,657	2,018,484	6,662,175		985,002	985,002
Total Primary Government	**$ 255,550,448**	**$ 2,034,696**	**$ 47,038,743**	**(207,462,011)**	**985,002**	**(206,477,009)**
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				73,298,177		73,298,177
Federal and State Aid Not Restricted				128,825,992		128,825,992
Miscellaneous Income				5,838,401		5,838,401
Total General Revenues				**207,962,570**	**-**	**207,962,570**
Change in Net Position				**500,559**	**985,002**	**1,485,561**
Net Position—Beginning				90,872,641	4,971,502	95,844,143
Net Position—Ending				**$ 91,373,200**	**$ 5,956,504**	**$ 97,329,704**

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

Fund Financial Statements

Governmental Funds

CITY OF BAYONNE SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	Major Funds		
	General Fund	Special Revenue Fund	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	$ 9,502,700	$ 408,335	$ 9,911,035
Accounts Receivable:			
Federal	24,220	4,025,968	4,050,188
State	1,085,009	1,284,199	2,369,208
Interfund	3,099,909		3,099,909
Other		177,048	177,048
Total Assets	$ **13,711,838**	$ **5,895,550**	$ **19,607,388**
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES			
Liabilities:			
Accounts Payable	2,814,316	3,577,413	6,391,729
Intergovernmental Accounts Payable:			
- State		191,098	191,098
Claims Payable	263,548		263,548
Interfund Payable	245,010	3,099,909	3,344,919
Payroll Deductions and Withholdings Payable	1,211,914		1,211,914
Unemployment Compensation Claims Payable	44,140		44,140
Unearned Revenue	1,437,219	13,931	1,451,150
Total Liabilities	6,016,147	6,882,351	12,898,498
Fund Balances:			
Restricted for:			
Excess Surplus - Current Year	5,752,600		5,752,600
Excess Surplus - Designated for Subsequent Year Expenditures	5,137,675		5,137,675
Capital Reserve Account	2,647,173		2,647,173
Maintenance Reserve	250,000		250,000
Unemployment Compensation	363,383		363,383
Student Activities		408,335	408,335
Assigned to:			
Year End Encumbrances	436,274		436,274
Unassigned			
General Fund	(6,891,414)		(6,891,414)
Special Revenue Fund		(1,395,136)	(1,395,136)
Total Fund Balances	7,695,691	(986,801)	6,708,890
Total Liabilities, Deferred Inflows and Fund Balances	$ **13,711,838**	$ **5,895,550**	$ **19,607,388**

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

CITY OF BAYONNE SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

Amounts reported for *governmental activities* in the statement of net position (A-1) are different because:		
Total fund balances - Governmental Funds		**$** 6,708,890
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is $211,153,524, and the accumulated depreciation is $85,383,409.		125,770,115
Long-term liabilities, including financed purchase payable commitments and compensated absences are not due and payable in the current period and therefore are not reported as liabilities in the funds.		(1,679,658)
The Net Pension Liability, and associated Deferred Inflows and Outflows of Resources of the District relating to its participation in the PERS system are not recognized in the funds using the current financial resources measurement focus, but are recognized in the statement of net position using the economic resources measurement focus.		
The carrying amounts of the individual components are as follows:		
Deferred Outflows of Resources - Pension Deferrals	$ 10,127,516	
Accounts Payable for Pension Expense	(3,940,340)	
Net Pension Liability	(42,841,802)	
Deferred Inflows of Resources - Pension Deferrals	(2,771,521)	
		(39,426,147)
Net Position of Governmental Activities		**$ 91,373,200**

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

CITY OF BAYONNE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Major Funds		
	General Fund	Special Revenue Fund	Total Governmental Funds
REVENUES			
Local Tax Levy	$ 73,298,177	$	$ 73,298,177
Tuition-LEAs Within State	16,212		16,212
Other Local Sources	5,289,898	643,789	5,933,687
State Sources	150,364,710	14,288,479	164,653,189
Federal Sources	529,263	22,607,507	23,136,770
Total Revenues	229,498,260	37,539,775	267,038,035
EXPENDITURES			
Current:			
Instruction	77,520,726	14,732,998	92,253,724
Undistributed-Current:			
Instruction	3,697,059		3,697,059
Attendance/social work	477,097		477,097
Speech, OT, PT, and Related Services	5,095,401		5,095,401
Health Services	2,055,525		2,055,525
Other Support Services	12,475,201	16,667,446	29,142,647
Improvement of Instruction	2,160,898		2,160,898
Education Media Library	6,913,993		6,913,993
Other Support: Instructional Staff	321,477		321,477
General Administration	3,486,475		3,486,475
School Administration	7,843,722		7,843,722
Central Services	2,339,188		2,339,188
Administrative Information Technology	414		414
Required Maintenance of Plant Services	4,085,225		4,085,225
Operation of Plant	14,408,081		14,408,081
Student Transportation	6,774,229		6,774,229
Unallocated Benefits	36,718,103		36,718,103
On-behalf TPAF Social Security and Pension Contributions	42,292,319		42,292,319
Transfer to Charter Schools	1,150,854		1,150,854
Capital Outlay	936,446	8,279,700	9,216,146
Total Expenditures	230,752,433	39,680,144	270,432,577
Excess (Deficiency) of Revenues over Expenditures	(1,254,173)	(2,140,369)	(3,394,542)
OTHER FINANCING SOURCES (USES)			
Transfers	(1,849,992)	1,849,992	-
Capital Lease (Non-Budgeted)	548,503		548,503
Total Other Financing Sources and (Uses)	(1,301,489)	1,849,992	548,503
Net Change in Fund Balances	(2,555,662)	(290,377)	(2,846,039)
Fund Balance—July 1	10,251,353	(696,424)	9,554,929
Fund Balance—June 30	**$ 7,695,691**	**$ (986,801)**	**$ 6,708,890**

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

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

Total Net Change in Fund Balances - Governmental Funds (from B-2)	$	**(2,846,039)**
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	$ (6,123,449)	
Retirements	(16,380)	
Capital outlays	8,346,363	2,206,534
Repayment of financed purchase obligation (long-term debt) principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		201,407
Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net position.		
Financed purchase obligation proceeds		(548,503)
Pension expenditures in the governmental funds are recognized when paid or payable from expendable available financial resources. In the statement of activities, pension costs are recognized on a full accrual basis utilizing actuarial valuations. The net amount by which actuarialy calculated pension expense exceeds the expenditure reported in the funds (expense less "on-behalf" revenue) is a deduction.		1,547,145
In the statement of activities, certain operating expenses, e.g., compensated absences (sick pay) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-);when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		(59,985)
Change in net position of governmental activities (A-2)	**$**	**500,559**

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

Proprietary Funds

CITY OF BAYONNE SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	Major Enterprise Funds		
	Food Service	Community Education	Totals
ASSETS			
Current Assets:			
Cash and Cash Equivalents	$ 2,188,535	$ 2,720,345	$ 4,908,880
Accounts Receivable:			
Federal	320,458		320,458
State	9,709		9,709
Interfund	245,010		245,010
Inventories	136,121		136,121
Total Current Assets	2,899,833	2,720,345	5,620,178
Noncurrent Assets:			
Furniture, Machinery & Equipment	1,680,267		1,680,267
Less Accumulated Depreciation	(882,569)		(882,569)
Total Noncurrent Assets	797,698		797,698
Total Assets	$ 3,697,531	$ 2,720,345	$ 6,417,876
LIABILITIES			
Due to Grantor	$ 1,477	$ 448,270	$ 449,747
Unearned Revenues	11,625		11,625
Total liabilities	13,102	448,270	461,372
NET POSITION			
Investment in Capital Assets	797,698		797,698
Unrestricted	2,886,731	2,272,075	5,158,806
Total Net Position	3,684,429	2,272,075	5,956,504
Total Liabilities and Net Position	$ 3,697,531	$ 2,720,345	$ 6,417,876

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

CITY OF BAYONNE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Major Enterprise Funds		
	Food Service	Community Education	Total
OPERATING REVENUES			
Charges for Services:			
Program Sales	$ 930,950		930,950
Non-Program Sales	15,135		$ 15,135
Education Programs		$ 609,342	609,342
Facility Rentals		463,057	463,057
Total Operating Revenues	946,085	1,072,399	2,018,484
OPERATING EXPENSES			
Cost of Sales:			
Program Food Costs	2,989,128		2,989,128
USDA Commodities	408,882		408,882
Subtotal-Cost of Sales	3,398,010		3,398,010
Supplies and Materials	338,905	32,863	371,768
Salaries and Wages	2,207,057	1,543,489	3,750,546
Purchased Professional Services	36,913		36,913
Other Objects	12,018	15,193	27,211
Depreciation	111,209		111,209
Total Operating Expenses	6,104,112	1,591,545	7,695,657
Operating Loss	(5,158,027)	(519,146)	(5,677,173)
NON-OPERATING REVENUES			
State Sources:			
State School Lunch Program	74,220		74,220
Breakfast After the Bell	70,107		70,107
Reduced Breakfast and Lunch State Aid	19,862		19,862
Summer Supplement for Food	2,862		2,862
Federal Sources:			
Child Care Program		1,517,694	1,517,694
Local Food for Schools	40		40
School Breakfast Program	1,378,870		1,378,870
National School Lunch Program	2,907,734		2,907,734
After School Snacks Program	103,253		103,253
Summer Sponsor Administration	10,947		10,947
Summer Food Service Program for Children	105,449		105,449
Healthy Hunger-Free Kids Act (HHFKA)	67,700		67,700
P-EBT SNAP Benefits	6,180		6,180
USDA Commodities Program	397,257		397,257
Total Non-Operating Revenues	5,144,481	1,517,694	6,662,175
Change in Net Position	(13,546)	998,548	985,002
Total Net Position - Beginning	3,697,975	1,273,527	4,971,502
Total Net Position - Ending	$ **3,684,429**	$ **2,272,075**	$ **5,956,504**

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

CITY OF BAYONNE SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Major Enterprise Funds		
	Food Service	Community Education	Totals
Cash Flows from Operating Activities:			
Cash Received from Customers	$ 965,211	$ 1,072,399	$ 2,037,610
Cash Payments for Goods & Supplies	(3,409,136)	(48,056)	(3,457,192)
Cash Payments for Employee Expenses	(2,207,057)	(1,543,489)	(3,750,546)
Net Cash Flows from Operating Activities	(4,650,982)	(519,146)	(5,170,128)
Cash Flows from Non-Capital Financing Activities			
State Sources	188,346		188,346
Federal Sources	5,102,517	1,517,694	6,620,211
Local Sources	40		40
Net Cash Flows from Non-Capital Financing Activities	5,290,903	1,517,694	6,808,597
Cash Flows from Capital and Related Financing Activities			
Purchase of Equipment	(181,287)		(181,287)
Net Cash Flows from Capital and Related Financing Activities	(181,287)	-	(181,287)
Net Increase in Cash and Cash Equivalents	458,634	998,548	1,457,182
Cash and Cash Equivalents, July 1	1,729,901	1,721,797	3,451,698
Cash and Cash Equivalents, June 30	$ 2,188,535	$ 2,720,345	$ 4,908,880
Reconciliation of Operating Loss to Net Cash (Used)/Provided by Operating Activities:			
Operating Loss	$ (5,158,027)	$ (519,146)	$ (5,677,173)
Adjustments to Reconcile Operating Loss to Net Cash Flows from Operating Activities:			
Depreciation	111,209		111,209
USDA Commodities	408,882		408,882
Change in assets and liabilities:			
(Increase) Decrease in Accounts Receivable	19,126		19,126
(Increase) in Inventory	(32,172)		(32,172)
Net Cash Flows from Operating Activities	$ (4,650,982)	$ (519,146)	$ (5,170,128)

Noncash noncapital financing activities:
The District received and expended $396,275 of food commodities from the Department of Agriculture for the year ended June 30, 2024.

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

CITY OF BAYONNE SCHOOL DISTRICT
COUNTY OF HUDSON, NEW JERSEY

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Bayonne School District (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America (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 District's accounting policies are described below.

A. Reporting Entity:

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

The District, as the primary government for financial reporting entity purposes, has oversight responsibility and control over all activities related to the City of Bayonne School District in the City of Bayonne, New Jersey. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

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

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

Based on the aforementioned criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the District. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. The New Jersey Department of Education (NJDOE) has elected to require New Jersey school districts to treat each governmental and enterprise fund as a major fund with the exception of the internal service fund, which is presented in the financial statements as a non-major fund. Each major and non-major individual funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the fiscal period that the taxes are levied by the municipality(s) within which the District is domiciled. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when it becomes both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. If expenditures are the prime factor for determining eligibility, revenues from Federal and State grants are recognized as revenues when the expenditure is made. A one year availability period is generally used for revenue recognition for most other governmental fund revenues. Expenditures are generally recorded when a liability is incurred, as under accrual basis accounting. However, debt service expenditures, as well as expenditures related to certain claims, compensated absences, net pension liabilities and other postemployment benefit obligations are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in the governmental funds. Issuance of long-term debt and acquisitions under financed purchases or leases are reported as “other financing sources”.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

The District has reported the following major governmental funds:

General Fund - The general fund is the general operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment, which are classified in the capital outlay subfund. Since the District's unemployment and payroll agency funds do not meet the criteria defined by the Government Accounting Standards Board Statement No. 84, the unemployment compensation fund which is used to account for contributions from the District and employees and interest earned on the balance as well as payments to the State for reimbursement of unemployment claims and the payroll agency fund which is used to account for the assets that the District holds on behalf of others as their agent are reported in the general fund as governmental activities.

Special Revenue Fund - The District maintains one special revenue fund, which includes the proceeds of specific revenue sources (other than major capital projects) that are legally restricted or committed to expenditures for specified purposes. The revenue sources reported in the Special Revenue Fund include resources from the United States government, the State of New Jersey and some local organizations. Since the District's scholarship and student activity funds do not meet the criteria defined by the of Governmental Accounting Standards Board Statement No. 84, the private purpose scholarship fund which is utilized to provide scholarships to students and to account for the related transactions and student activities which is used to account for funds derived from athletic events or other activities of pupil organizations and to account for the accumulation of money to pay for student group activities are reported in the special revenue fund as governmental activities.

The District reports the following major proprietary funds:

Enterprise Funds (Food Service Fund and Community Education Fund) – The Enterprise Funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises -- where the intent of the District is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

As a general rule the effect of interfund activity has been eliminated from the governmentwide financial statements, however, interfund services provided and used are not eliminated in the process of consolidation.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

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

Ad Valorem (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 moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable."

The County Board of Taxation is responsible for the assessment of properties and the Township Tax Collector is responsible for collection of taxes. Assessments are certified and taxes are levied on January 1; taxes are due February 1, May 1, August 1 and November 1. Unpaid taxes are considered delinquent the following January 1 and are then subject to lien.

D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general and special revenue funds. The budgets are submitted to the Hudson County office of the DOE for approval. Budgets are prepared using the modified accrual basis of accounting and the special revenue fund uses a non-GAAP budget (budgetary basis). 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 referred to in N.J.A.C. 6A:23A. All budget amendments must be approved by School Board resolution. Budgetary transfers were made during the current year in accordance with statutory guidelines. The amendments made by the District were part of the normal course of operations. The over-expenditures in the General Fund is due to the inclusion of the non-budgeted on-behalf payments made by the State of New Jersey as District expenditures as well as a tuition over-expenditure related to unforeseen tuition costs. The on-behalf amounts are offset by related revenues and as such do not represent budgetary over-expenditures.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the last two state aid payments for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

D. Budgets/Budgetary Control (continued)

Except for the student activity funds, 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 the GAAP basis financial reports. Open encumbrances in governmental funds, other than the special revenue fund, are reported as assigned fund balance at fiscal year end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services which are reappropriated and honored subsequently.

E. Interfund Receivables/Payables

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

F. Inventories

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

Inventories in the Proprietary Funds are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The cost of such inventories is recorded as expenses when consumed rather than when purchased.

G. Tuition

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined. Tuition charges for the 2023-24 fiscal year were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

H. Capital Assets

Capital assets are capitalized at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The District maintains a threshold level of $2,000 or more for capitalizing capital assets.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

H. Capital Assets (continued)

The system for accumulation of fixed assets cost data does not provide the means for determining the percentage of assets valued at actual and those valued at estimated cost.

Capital assets are recorded in the District-wide financial statement, but are not reported in the Fund financial statements. Capital assets are depreciated using the straight-line method over their estimated useful lives. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public school purpose by the District, no salvage value is taken into consideration for depreciation purposes. Useful lives vary from 20 to 50 years for land improvements and buildings, and 5 to 15 years for equipment.

Capital assets not being depreciated include land and construction in progress.

The District does not possess any material amounts of infrastructure capital assets, such as sidewalks and parking lots. Such items are considered to be part of the cost of buildings or other improvable property.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund statement of net position. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives for the food service fund are as follows:

Equipment	7-20 Years
Vehicles	10 Years

I. Compensated Absences

A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits. The District uses the “vesting method” for estimating its accrued sick and vacation leave liability.

District employees are granted vacation and sick leave in varying amounts under the District’s personnel policies and collective bargaining agreements. In the event of termination, an employee is reimbursed for accumulated vacation time. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after one year of service.

The liability for vested compensated absences of the district is recorded in the government-wide financial statements and includes salary related payments.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2024, a liability existed for compensated absences in the government-wide financial statements in the amount of $1,013,423 and no liability existed for compensated absences in the enterprise funds.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

J. Unearned Revenue

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned, and outstanding encumbrances.

K. Deferred Outflows/Inflows of Resources:

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

In addition to liabilities, the statement of net position may report a separate section for *deferred inflows of resources*. This separate financial statement element represents the acquisition of net assets that applies to a future period(s) and will not be recorded as an inflow of resources (revenue) until that time. The District has one item that qualifies for reporting in this category, deferred amounts related to pensions.

L. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position.

M. Fund Balances

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* ("GASB 54") established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Under GASB 54, fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories.

1) Nonspendable – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.
2) Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3) Committed - includes amounts that can be used only for the specific purposes imposed by a formal action of the government's highest level of decision-making authority. The District's highest level of decision-making authority is the Board of Education (the "Board") and formal action is taken by resolution of the Board at publicly held meetings. Once committed, amounts cannot be used for other purposes unless the Board revises or changes the specified use by taking the same action (resolution) taken to originally commit these funds.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

M. Fund Balances (continued)

4) Assigned – amounts intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Intent is expressed by either the Board or Business Administrator, to whom the Board has delegated the authority to assign amounts to be used for specific purposes, including the encumbering of funds.

5) Unassigned - includes all spendable amounts not contained in the other classifications in 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 is the only fund that reports a positive unassigned fund balance amount. In the other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed. For the unrestricted fund balance, the District first spends committed funds, then assigned funds, and finally, unassigned funds.

N. Net Position and Fund Balance / Restricted Assets

Net Position represents the difference between assets, deferred outflows, deferred inflows, and liabilities in the government-wide financial statements. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets.

Net position is reported as restricted in the government-wide financial statements when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

O. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates and such differences may be material.

P. On-Behalf Payments

Revenues and expenditures of the general fund include payments made by the State of New Jersey for social security contributions and pension contributions for certified teachers and other members of the New Jersey Teachers Pension and Annuity Fund. The amounts are not required to be included in the District's annual budget.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Q. Calculation of Excess Surplus

The designation for restricted fund balance-excess surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve fund balance in the general fund at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The District has excess fund balance at the end of the 2023-2024 fiscal year in the amount of $10,890,275. Of this amount, $5,137,675 has been appropriated in the 2024-2025 budget and the remaining $5,752,600 will be appropriated in the 2025-2026 budget.

R. Cash, Cash Equivalents and Investments

Cash and cash equivalents include petty cash, amounts on deposit and short-term investments with original maturities of three months or less.

Investments are stated at fair value in accordance with Governmental Accounting Standards Board (GASB) Statement No. 72, "*Fair Value Measurement and Application*." The District classifies certificates of deposit, which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments and are stated at cost. All other investments are stated at fair value.

S. 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 are authorized to enter into tax abatement agreements. Furthermore if the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district. For a local school district board of education or board of school estimate that has elected to raise their minimum tax levy using the required local share provisions at N.J.S.A. 18A:7F-5(b), the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth. There have been no tax abatement agreements entered into by the City that will affect the District.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

T. District-Wide Financial Statement Classifications

1. Program Revenues – Amounts reported as program revenues include a) charges to customers or applicants who purchase, use or benefit from goods services or privileges provided by a given function or segment and b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.
2. General Revenues – all taxes, including those designated for specific purposes such as debt service, are reported as general revenues. All other resources, including internally dedicated resources, unrestricted entitlements, and investment income are reported as general revenues.
3. Capital Assets – In the statement of net position, capital assets are reported, net of accumulated depreciation as assets of the governmental activities and business-type activities.
4. Long-term Debt - In the Statement of Net Position, long-term debt is reported as a component of long-term liabilities of the governmental activities and business-type activities.
5. Net Investment in Capital Assets – In the statement of Net Position, the net undepreciated value of capital assets, less the value of outstanding debt issued to purchase acquire or build those capital assets, is reported as Net Investment in Capital Assets, as a component of net position for the governmental activities and business-type activities.

U. Proprietary Fund Operating and Nonoperating Revenues and Expenses:

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and products in connection with the primary purpose or function for which the fund was established. The District's Food Service proprietary fund reports operating revenues from the sales of lunches and a la carte items, and operating expenses include the costs of sales (food, supplies and labor), administrative costs and depreciation on capital assets. Revenues earned through the District's participation in the National School Lunch Program are classified as nonoperating revenues. The District's Community Education proprietary fund reports operating revenues from education programs and facility rentals. Revenues earned through the Child Care and Development Block Grant provide assistance to students in the aftercare program and are classified as nonoperating revenues.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

V. Reconciliation of District-Wide and Fund Financial Statements:

I. Differences between governmental fund balance sheet and District-wide statement of net position:

Total Governmental Fund Balance (B-1)	**$ 6,708,890**
Adjustments to District-Wide Net Position:	
Capital Assets (see Note 3)	125,770,115
Long-Term Liabilities (see Note 4)	(1,679,658)
Net Pension Liability	(42,841,802)
Other Items not recognized in Fund Financial Statements:	
Deferred Outflows of Financial Resources	10,127,516
Deferred Inflows of Financial Resources	(2,771,521)
Payment Subsequent to Measurement Date	(3,940,340)
Net Position of Governmental Activities	**$ 91,373,200**

II. Differences between governmental fund statement of revenues, expenditures and changes in fund balances and District-wide statement of activities:

Total Net Change Governmental Fund Balance (B-2)	**$ (2,846,039)**
Adjustments to District-Wide Net Position:	
Capital Outlays, net of depreciation	2,206,534
Proceeds from Issuance of Financed Purchase Payable	(548,503)
Repayment of Long-Term Liabilities (see Note 4)	201,407
Decrease in Value of Compensated Absences	(59,985)
Net Decrease in Pension Expense	1,547,145
Change in Net Position of Governmental Activities	**$ 500,559**

Y. Recently Issued and Adopted Accounting Principles

The GASB issued Statement No. 101, *Compensated Absences* in June 2022. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for periods beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged. Management has not determined the impact of the Statement on the financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Y. Recently Issued and Adopted Accounting Principles (continued)

The GASB issued Statement No. 102, *Certain Risk Disclosures* in January 2024. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for periods beginning after June 15, 2024, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements.

The GASB issued Statement No. 103, *Financial Reporting Model Improvements* in April 2024. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The requirements of this Statement are effective for periods beginning after June 15, 2025, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements.

The GASB issued Statement No. 104, *Disclosure of Certain Capital Assets* in September 2024. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets including lease assets, intangible right-to-use assets, subscription assets, other intangible assets and assets held for sale. The requirements of this Statement are effective for periods beginning after June 15, 2025, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

State statutes set forth deposit requirements and investments that may be purchased by local units and the District deposits and invests its funds pursuant to statutory requirements, its policies and an adopted cash management plan.

Deposits

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey that are insured by the Federal Deposit Insurance Corporation (FDIC), New Jersey's Governmental Unit Deposit Protection Act, by any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund. The New Jersey Governmental Deposit Protection Act requires all banks doing business in the State of New Jersey to maintain collateral in the amount of 5% of the average public deposits and deposit these amounts with the Federal Reserve Bank for all deposits not covered by the FDIC. Cash on deposit is partially insured by federal deposit insurance in the amount of $250,000 in each depository. Balances above the federal deposit insurance amount are insured by the Government Unit Deposit Protection Act (GUDPA), N.J.S.A. 17:941, et seq., which insures all New Jersey governmental units' deposits in excess of the federal deposit insurance maximums. Based upon GASB criteria, the District considers cash and cash equivalents to include petty cash, change funds, demand deposits, money market accounts and short-term investments and are either any direct and general obligation of the United States of America or certificates of deposit issued by any bank, savings and bank or national banking association if qualified to serve as a depository for public funds under the provisions of the Governmental Unit Depository Protection Act.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONT'D)

The District had the following depository accounts. All deposits are carried at cost plus accrued interest.

Depository Account	Bank Balance
Insured—FDIC	$ 500,000
Insured—NJGUDPA (N.J.S.A. 17:9-41)	17,978,846
Uninsured	3,955,983
Total	$ 22,434,829

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the board's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. As of June 30, 2024, the carrying amount of the District's deposits was $14,819,915 and the bank balance was $22,434,829. Of the bank balance, $500,000 of the District's cash deposits on June 30, 2024 was covered by federal depository insurance. The New Jersey Government Unit Depository Protection Act covered the bank balance of $17,978,846. $3,955,983 of cash equivalents are not covered by GUDPA.

New Jersey Cash Management Fund – All investments in the Fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis. The District had $2,212,048 on deposit with the New Jersey Cash Management Fund at June 30, 2024. Pursuant to GASB Statement No. 40, the NJCMF, which is a pooled investment, is exempt from custodial credit exposure. The District does not have a policy for custodial credit risk.

Concentration of Credit Risk – This is the risk associated with the amount of investments that the Board has with any one issuer that exceeds 5 percent or more of its total investments. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this requirement.

Credit Risk – GASB 40 requires that disclosure be made as to the credit rating of all debt security investments except for obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government. This is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. In general, the Board does not have an investment policy regarding Credit Risk except to the extent outlined under the Board's investment policy.

Interest Rate Risk – This is the risk that changes in interest rates will adversely affect the fair value of an investment. The Board does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate fluctuations.

NOTE 3. CAPITAL ASSETS

The following schedule is a summarization of the governmental activities changes in capital assets for the year ended June 30, 2024:

	Beginning Balance	Additions	Retirements	Transfers	Ending Balance
Governmental Activities:					
Capital Assets not being depreciated:					
Land	$ 2,596,562				$ 2,596,562
Construction in Progress	685,429	$ 8,227,700	$ (16,380)	$ (669,049)	8,227,700
Total Capital Assets not being depreciated	3,281,991	8,227,700	(16,380)	(669,049)	10,824,262
Building & Building Improvements	182,656,872	71,163		669,049	183,397,084
Machinery and Equipment	13,527,720	47,500			13,575,220
Vehicles	3,356,958				3,356,958
Totals at Historical Cost	199,541,550	118,663		669,049	200,329,262
Less Accumulated Depreciation For:					
Building & Building Improvements	69,503,153	4,490,637			73,993,790
Machinery and Equipment	7,613,188	1,403,979			9,017,167
Vehicles	2,143,619	228,833			2,372,452
Total Accumulated Depreciation	79,259,960	6,123,449			85,383,409
Total Capital Assets being depreciated (Net of Accumulated Depreciation)	117,038,941	(6,004,786)	-	669,049	114,945,853
Governmental Activities Capital Assets, Net	$ 123,563,581	$ 2,222,914	$ (16,380)	$ -	$ 125,770,115

Depreciation expense was charged to functions/programs of the District for the year ended June 30, 2024 as follows:

Instruction	$ 3,245,143
Attendance/social work	16,136
Speech, OT, PT and related services	172,331
Health services	69,520
Other support services	985,631
Improvement of instruction	73,084
Education media library	233,838
Other support: instruction staff	10,873
General administration	117,916
School administration	265,282
Central services	79,113
Plant Operation and Maintenance	625,474
Student transportation	229,108
Total depreciation expense	$ 6,123,449

NOTE 3. CAPITAL ASSETS (CONT'D)

The following schedule is a summarization of business-type activities changes in capital assets for the year ended June 30, 2024:

	Beginning Balance	Additions	Ending Balance
Business-type Activities			
Machinery and Equipment	$ 1,276,980	$ 181,287	$ 1,458,267
Vehicles	222,000		222,000
Totals at Historical Cost	1,498,980	181,287	1,680,267
Less Accumulated Depreciation for:			
Machinery and Equipment	590,460	97,709	688,169
Vehicles	180,900	13,500	194,400
Total Accumulated Depreciation	771,360	111,209	882,569
Business-type Activities Capital Assets, Net	$ 727,620	$ 70,078	$ 797,698

NOTE 4. LONG-TERM LIABILITIES

During the year ended June 30, 2024, the following changes occurred in governmental activities long-term liabilities:

	Beginning Balance	Additions/ Adjustments	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
Liabilities:					
Financed Purchases Payable	$ 319,139	$ 548,503	$ 201,407	$ 666,235	$ 248,396
Compensated Absences Payable	953,438	90,721	30,736	1,013,423	101,342
Subtotal - Liabilities	1,272,577	639,224	232,143	1,679,658	349,738
Net Pension Liability (PERS)	42,603,859	237,943		42,841,802	-
Total Liabilities	$ 43,876,436	$ 877,167	$ 232,143	$ 44,521,460	$ 349,738

A. Bonds Authorized But Not Issued -- As of June 30, 2024, the District had no bonds authorized but not issued.

NOTE 4. LONG-TERM DEBT (CONT'D)

B. Financed Purchases Payables –

Governmental Funds
The District has financed purchases payable outstanding for various purposes (School buses and office equipment-copiers) with rates ranging approximately from 3.50% to 5.98%. The following is a schedule of the future minimum payments under these financed purchases payables and the present value of the net future minimum lease payments at June 30, 2024:

Year ending June 30,	Copiers I	Copiers II	Total
2025	$ 152,352	$ 127,188	$ 279,540
2026		127,188	127,188
2027		127,188	127,188
2028		127,188	127,188
2029		84,792	84,792
Total Minimum Lease Payments	152,352	593,544	745,896
Less: Amount Representing Interest	(2,922)	(76,739)	(79,661)
Present Value of Net Minimum Lease Payments	$ 149,430	$ 516,805	$ 666,235

NOTE 5. PENSION PLANS

Description of Systems

Substantially all of the District's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employees' Retirement System (PERS). These systems are sponsored and administered by the State of New Jersey. The Teachers' Pension and Annuity Fund Retirement System 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 Board and the system's other related non-contributing employers. The Public Employees' Retirement System is considered a cost-sharing multiple-employer plan.

Teachers' Pension and Annuity Fund

The Teachers' Pension and Annuity Fund was established in January 1955 under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time public school employees in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for health care coverage. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment.

NOTE 5. PENSION PLANS (CONT'D)

Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively, with an annual benefit generally determined to be 1/60th of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

Public Employees' Retirement System

The Public Employees' Retirement System was established in January 1955 under the provisions of N.J.S.A. 43:15A to provide coverage including post-retirement health care to substantially all full time employees of the State or any county, municipality, school Board or public agency provided the employee is not a member of another State-administered retirement system. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60 and 62, respectively with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively with an annual benefit generally determined to be 1/60th of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

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

Funding Policy

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing members. Plan member and employer contributions may be amended by State of New Jersey legislation. Employee contribution rates for TPAF and PERS are 7.5% of employees' annual compensation. Employers are required to contribute at an actuarially determined rate in both the TPAF and PERS. The actuarially determined contribution includes funding for noncontributory death benefits and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

NOTE 5. PENSION PLANS (CONT'D)

During the year ended June 30, 2024, the State of New Jersey contributed $35,996,714 to the TPAF for on-behalf medical, non-contributory insurance and pension and post-retirement medical benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District $6,295,605 during the year ended June 30, 2024 for the employer's share of social security contributions for TPAF members as calculated on their base salaries.

The District's actuarially determined contributions to PERS for each of the years ended June 30, 2024, 2023 and 2022 were $3,953,173, $3,560,014, and $3,039,957, respectively.

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

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

Public Employees' Retirement System (PERS)

At June 30, 2024, the District reported a liability of $42,841,802 for its proportionate share of the net pension liability. 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 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 school districts, actuarially determined. At June 30, 2023, the District's proportion was 0.2957794518 percent, which was an increase of 0.0134734700% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized full accrual pension expense of $2,430,169 in the government-wide financial statements. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

NOTE 5. PENSION PLANS (CONT'D)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in assumptions	$ 94,115	$ 2,596,397
Net difference between projected and actual experience	409,623	175,124
Net difference between projected and actual earnings on plan investments	197,292	
Changes in proportion and differences between District contributions and proportionate share of contributions	5,486,146	
District contributions subsequent to the measurement date	3,940,340	
Total	$ 10,127,516	$ 2,771,521

$3,940,340 is reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30,	
2025	$ (363,791)
2026	865,955
2027	2,733,681
2028	137,793
2029	42,017
	$ 3,415,655

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

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary increases:	2.75 - 6.55% based on years of service
Investment rate of return	7.00%

NOTE 5. PENSION PLANS (CONT'D)

The actuarial assumptions used in the July 1, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Mortality Rates

Pre-retirement morality 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.

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 Investments and Division of Pension 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 expecting future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2023 are summarized in the following table:

NOTE 5. PENSION PLANS (CONT'D)

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

Discount rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers 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 to determine the total pension liability.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate

The following presents the District's proportionate share of the net pension liability as of June 30, 2024 calculated using the discount rate as disclosed above as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	At 1% Decrease (6.00%)	At current discount rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the net pension liability	$ 55,770,911	$ 42,841,802	$ 31,837,421

NOTE 5. PENSION PLANS (CONT'D)

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.

Additional Information

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

Deferred outflows of resources	$	1,080,204,730
Deferred inflows of resources	$	1,780,216,457
Net pension liability	$	14,606,489,066
District's Proportion		0.2957794518%

Collective pension (benefit) for the Local Group for the measurement period ended June 30, 2023 is ($79,181,803).

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) for the years 2023, 2022, 2021, 2020, 2019, and 2018 is 5.08, 5.04, 5.13, 5.16, 5.21, and 5.63 years, respectively.

Teachers Pensions and Annuity Fund (TPAF) – Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. 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 State's proportionate share of the TPAF net pension liability associated with the District as of June 30, 2023 was $318,799,536. The District's proportionate share was $0. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The State's proportionate share of the net pension liability associated with the District was based on a projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State's proportionate share of the TPAF net pension liability associated with the District was 0.6246969611 percent, which was an increase of 0.0250423755 percent from its proportion measured as of June 30, 2022.

NOTE 5. PENSION PLANS (CONT'D)

For the year ended June 30, 2023, the District recognized on-behalf pension expense and revenue in the government-wide financial statements of $7,831,977 for contributions incurred by the State.

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. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary increases:	2.75 - 4.25% based on years of service
Investment rate of return	7.00%

Mortality Rates

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

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

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of 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.

NOTE 5. PENSION PLANS (CONT'D)

Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2022 are summarized in the following table:

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

Discount Rate

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

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2023 calculated using the discount rate as disclosed above as well as what the State's proportionate share of the net pension liability associated with the District would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

NOTE 5. PENSION PLANS (CONT'D)

	At 1% Decrease (6.00%)	At current discount rate (7.00%)	At 1% increase (8.00%)
State's proportionate share of the District's net pension liability	$ 375,922,504	$ 318,799,536	$ 270,688,420

Pension plan fiduciary net position

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

Additional Information

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

Collective Deferred Outflows of Resources	$ 2,498,730,891
Collective Deferred Inflows of Resources	14,719,080,314
State's Total Non-employer Net Pension Liability	51,032,669,551
District's Proportion	0.6246969611%

Collective pension expense of the Local Group for the plan for the measurement period ended June 30, 2022 is $1,292,291,943.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at July 1, 2023, 2022, 2021, 2020, 2019 and 2018 is 7.93, 7.83, 7.93, 8.04, 8.29, 8.30 years, respectively.

NOTE 6. POST-EMPLOYMENT BENEFITS:

General Information about the OPEB Plan:

The State Health Benefit State Retired Employees Plan (State Retired OPEB Plan) is a single-employer defined benefit OPEB plan with a special funding situation. The State Retired OPEB Plan 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. The Local Education Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A. 52:14-17.32f. According to N.J.S.A. 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP).

NOTE 6. POST-EMPLOYMENT BENEFITS (CONT'D):

Pursuant to P.L.2011, c.78, future retirees eligible for postemployment medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

The State is legally required to pay for the OPEB benefit coverage for the participating local education employers. Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a non-employer contributing entity. The State, as a non-employer contributing entity, reported a Fiscal Year 2023 total OPEB liability of $52,361,668,239 for this special funding situation. The State's contributions to the SHBP Fund for TPAF retirees' post-retirement medical benefits on behalf of the District for the years ended June 30, 2024, 2023 and 2022 were $7,698,163, $6,801,845, and $5,848,954, respectively, which equaled the required contributions for each year.

In accordance with the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments.

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

The State's proportionate share of the net OPEB liability associated with the District as of June 30, 2023 was, $287,316,818, or 0.55%. Additional information can be obtained from the State of New Jersey's annual comprehensive financial report.

Additional information on pensions and OPEB can be assessed at state.nj.us/treasury/pensions/financialreports.shtml.

Actuarial assumptions and other inputs

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

	TPAF/ABP	PERS
Salary Increases:	2.75 - 4.25% Based on Years of Service	2.75 - 6.55% Based on years of service

NOTE 6. POST-EMPLOYMENT BENEFITS (CONT'D):

Mortality Rates

Preretirement mortality rates were based on the Pub-2010 Health "Teachers" (TPAF/ABP) and "General" (PERS) classification headcount-weighted morality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Postretirement morality 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 "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 actuarial experience studies for the periods July 1, 2018 to June 30, 2021

Healthcare 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 14.80% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is increasing to 17.40% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.50% and 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 for June 30, 2023 was 3.65%. This represents the municipal bond return rate as chosen by the Division. The source is Bond Buyer GO 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

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

The following presents the total nonemployer OPEB liability associated with the District as of June 30, 2023 calculated using a 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 (2.65%) or 1-percentage-point higher (4.65%) than the current rate:

	At 1% decrease (2.65%)	At discount rate (3.65%)	At 1% increase (4.65%)
Net OPEB Liability (Allocable to the District and the responsibility of the State)	$ 336,829,643	$ 287,316,818	$ 247,563,767

NOTE 6. POST-EMPLOYMENT BENEFITS (CONT'D):

The following represents sensitivity of the Total Non-employer OPEB liability associated with the District to changes in the discount rate and healthcare cost trend rate:

The following presents the total non-employer OPEB liability associated with the District as of June 30, 2023 calculated using a healthcare cost 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 healthcare cost trend rate:

	1% decrease	Healthcare cost trend rate	1% increase
Net OPEB Liability (Allocable to the District and the responsibility of the State)	$ 238,517,255	$ 287,316,818	$ 351,171,172

Changes in the Total Non-employer OPEB Liability:

Changes to the State's Total Non-employer OPEB Liability and the portion of those amounts allocated to the District during the fiscal year ended June 30, 2023 were as follows:

	State Totals	District Allocation
Balance at June 30, 2022	$ 50,646,462,966	$ 275,090,943
Changes during the Current Year:		
Service Cost	2,136,235,476	14,204,566
Interest on the Total OPEB Liability	1,844,113,951	10,118,947
Differences Between Expected and Actual Experience	(980,424,863)	(5,048,179)
Changes in Assumptions	105,539,463	579,112
Gross Benefit Payments	(1,437,516,858)	(7,887,884)
Employee Contributions	47,258,104	259,313
Net Changes	1,715,205,273	12,225,875
Balance at June 30, 2023	$ 52,361,668,239	$ 287,316,818

Employees covered by benefit terms:

The following employees were covered by the benefit terms:

Local Education	June 30, 2023
Active Plan Members	217,212
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	152,383
Total Plan Members	369,595

NOTE 6. POST-EMPLOYMENT BENEFITS (CONT'D):

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the District did not recognize any portion of the collective total OPEB liability on the Statement of Net Position. The State's proportionate share of the total OPEB liability associated with the District as of June 30, 2023 was $287,316,818. Additional information can be obtained from the State of New Jersey's annual comprehensive financial report.

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

For the year ended June 30, 2024, the District recognized on-behalf OPEB expense and revenue in the government-wide financial statements of $11,709,653 for OPEB expenses incurred by the State. Collective balances of the Education Group at June 30, 2023 are as follows:

Deferred Outflows of Resources	$17,347,811,894
Deferred Inflows of Resources	30,503,688,706
State's Total Non-employer OPEB Liability	52,361,668,239
District's Proportion	0.548715936%

NOTE 7. COMPENSATED ABSENCES

The District accounts for compensated absences (e.g. unused vacation, sick leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB16), "*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 vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and accumulate for use in future years. Upon the attainment of specified years of service or upon reaching normal retirement age, employees become eligible to receive compensation for unused accumulated sick leave. The specific terms for eligibility and compensation are governed by the various collective bargaining agreements and employment contract. Generally, payments are based upon a set amount per day of earned and unused sick pay, with a cap on the maximum number of days subject to reimbursement.

The liability for vested compensated absences of the District is recorded in the Government-wide financial statements and amounted to $1,013,423 at June 30, 2024. A liability for these amounts is reported in the governmental funds only if they have matured at June 30, 2024, for example, as a result of employee resignations and retirements.

NOTE 8. RISK MANAGEMENT

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

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

Employee Health Benefit/Prescription – Beginning on July 1, 2017, the District implemented a self-insurance program for prescription coverage. Billings for the cost of health benefits are charged to the General Fund, Special Revenue Fund for personnel within the various grant programs, and the Food Service Enterprise Fund for personnel in the food service program. For the year ended June 30, 2024, the Board has incurred cost totaling $5,211,967 for prescription benefits for all employees. In addition, the Board has an accrued liability related to the self-insurance program in the amount of $263,548 for the year ended June 30, 2024.

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.

NOTE 9. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2024:

Fund	Interfund Receivable	Interfund Payable
General Fund	$ 3,099,909	$ 245,010
Special Revenue Fund		3,099,909
Food Service Fund	245,010	
Total	$ 3,344,919	$ 3,344,919

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

NOTE 10. INVENTORY

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

Food	$ 127,862
Supplies	8,259
Total Inventory	$ 136,121

NOTE 11. FUND BALANCES

General Fund - Of the $7,695,691 of fund balance in the General Fund, $2,647,173 has been restricted in the capital reserve account, $363,383 has been restricted for the unemployment reserve account, $250,000 has been restricted in the maintenance reserve account, $5,752,600 is restricted for current year excess surplus, $5,137,675 is restricted for prior year excess surplus and $(6,891,414) is unassigned.

Special Revenue Fund – Of the $(986,801) of fund balance in the Special Revenue Fund, $408,335 has been restricted for student activities and $(1,395,136) is unassigned.

NOTE 12. DEFICIT FUND BALANCES

The District has a deficit unassigned fund balance of $6,891,414 in the General Fund and $986,801 in the Special Revenue Fund at June 30, 2024 that was 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, for budget purposes only, in the current school budget year. Similarly, Extraordinary Special Education Aid is both received by the District and budgeted by the State in the fiscal period subsequent to the year that budget revenue must be recorded. The bill provides legal authority for school districts to recognize these revenues in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability.

Since the District is not recording the last state aid payments on the GAAP financial statements until the year the State records the payable, it is possible that a positive fund balance could be reported on a mandated budgetary basis while a deficit is reported on a GAAP basis based upon non-recognition of revenue on the GAAP basis for the final state aid payment and any Extraordinary Special Education Aid awards.

Pursuant to *N.J.S.A.* 18A:22-44.2 any negative unreserved, undesignated general fund balance that is reported as a direct result from a 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.

NOTE 13. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance -- Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. Based upon the reduction in the maximum undesignated surplus permitted as a result of the enactment of S1701, the District had excess surplus at June 30, 2024 in the amount of $5,752,600. This amount will be utilized as tax relief in the 2025-2026 school budget. There is another $5,137,675 of excess surplus designated for subsequent year’s expenditures which will be used in the 2024-2025 school budget.

NOTE 14. TAX ABATEMENTS

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

For Bayonne School District, the District's share of abated taxes resulting from the municipality having entered into a tax abatement agreement is indeterminate.

NOTE 15. ECONOMIC DEPENDENCY

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

NOTE 16. PENDING LITIGATION AND CONTINGENT LIABILITIES

PENDING LITIGATION - At June 30, 2024, the District had litigation pending or threatened. Excluding litigation relating to individualized education programs, which seek specific actions and/or tuition reimbursements, and for which no material adverse financial consequence is anticipated, the majority of the litigation is covered, and defended by, the District's insurance providers. There was no litigation pending for which an unfavorable outcome with a material adverse impact on the net position of the District was anticipated.

CONTINGENT LIABILITIES - The District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government.

NOTE 17. TRANSFERS – RECONCILIATION

The following presents a reconciliation of transfers during the 2024 fiscal year:

Fund	In	Out
General Fund		$ 1,849,992
Special Revenue Fund	$ 1,849,992	
Total	$ 1,849,992	$ 1,849,992

The District transferred $1,849,992 from the general fund to the special revenue fund which represents the budgeted general fund contribution to the state preschool education aid program.

NOTE 18. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the District for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1 (d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted projects in its approved LRFP.

The District had a balance of $2,647,173 in the capital reserve account at June 30, 2024 and there was no activity in the capital reserve account during the fiscal year.

NOTE 19. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by the District for the accumulation of funds for the required maintenance of a facility in accordance with N.J.S.A. 18A:7G-9 as amended by P.L. 2004, c. 73 (S1701).

The District had a balance of $250,000 in the maintenance reserve account as of June 30, 2024 and there was no activity in the maintenance reserve account during the fiscal year.

NOTE 20. NET POSITION – NET INVESTMENT IN CAPITAL ASSETS

Net investment in capital assets, Governmental Activities, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. The net investment in capital assets of $125,103,880 indicated as part of the Governmental Activities net position is calculated as follows:

Capital assets, net of depreciation	$	125,770,115
Financed purchases payable		(666,235)
Total net investment in capital assets	$	125,103,880

NOTE 21. SUBSEQUENT EVENTS

Management has reviewed and evaluated all events and transactions from June 30, 2024 through March 14, 2025, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the District that would require disclosure.

Required Supplementary Information – Part II

Schedules Related to Accounting and Reporting for Pensions and OPEB
(GASB 68 and GASB 75)

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION

Last 10 Fiscal Years*

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's Proportion of the Net Pension Liability	0.2000565%	0.2112561%	0.2250583%	0.2205595%	0.2290078%	0.2458923%	0.2538651%	0.2595777%	0.2823060%	0.2957795%
District's Proportionate Share of the Net Pension Liability	$37,456,050	$47,422,764	$66,655,820	$51,342,721	$45,090,500	$44,306,066	$41,398,757	$30,750,875	$42,603,859	$42,841,802
District's Covered-Employee Payroll	$15,122,699	$15,122,699	$15,172,232	$15,634,992	$16,878,549	$17,790,316	$19,816,002	$21,893,808	$22,546,371	$24,210,754
District's Proportionate Share of the Net Pension Liability as a percentage of the Covered-Employee Payroll	247.68%	313.59%	439.33%	328.38%	267.15%	249.05%	208.92%	140.45%	188.96%	176.95%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%

* Amounts presented for each fiscal year were determined as of June 30.

See Notes to Required Supplementary Information.

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
REQUIRED SUPPLEMENTARY INFORMATION

Last 10 Fiscal Years*

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	$ 1,636,220	$ 1,816,236	$ 2,013,206	$ 2,078,720	$ 2,291,309	$ 2,407,105	$ 2,777,158	$ 3,039,957	$ 3,560,014	$ 3,953,176
Contribution in Relation to Contractually Required Contribution	(1,636,220)	(1,816,236)	(2,013,206)	(2,078,720)	(2,291,309)	(2,407,105)	(2,777,158)	(3,039,957)	(3,560,014)	(3,953,176)
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's Covered-Employee Payroll	$ 15,122,699	$ 15,172,232	$ 15,634,992	$ 16,878,549	$ 17,790,316	$ 19,007,992	$ 19,816,002	$ 21,893,808	$ 22,546,371	$ 24,210,754
Contributions as a Percentage of Covered Employee Payroll	10.82%	11.97%	12.88%	12.32%	12.88%	12.66%	14.01%	13.89%	15.79%	16.33%

* Amounts presented for each fiscal year were determined as of June 30.

See Notes to Required Supplementary Information.

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF THE STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY ASSOCIATED WITH THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
REQUIRED SUPPLEMENTARY INFORMATION

Last 10 Fiscal Years*

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
State's Proportion of the Net Pension Liability (asset) associated with the District-Local Group	0.5827959%	0.5625895%	0.5380858%	0.6005273%	0.5593333%	0.5997827%	0.5541447%	0.5710299%	0.5996546%	0.6246970%
District's Proportionate Share of the Net Pension Liability	-	-	-	-	-	-	-	-	-	-
State's Proportionate Share of the Net Pension Liability (asset) associated with the District	$311,485,455	$355,580,617	$423,292,585	$404,897,178	$377,122,661	$368,092,317	$364,897,642	$274,523,723	$309,388,280	$318,799,536
Total Proportionate Share of the Net Pension Liability (asset) associated with the District	$311,485,455	$355,580,617	$423,292,585	$404,897,178	$377,122,661	$368,092,317	$364,897,642	$274,523,723	$309,388,280	$318,799,536
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%

* Amounts presented for each fiscal year were determined as of June 30.

Note: Percentages shown are Plan-wide, and include NPL and PFNP data that include employees of the State of New Jersey.

See Notes to Required Supplementary Information.

CITY OF BAYONNE SCHOOL DISTRICT
COUNTY OF HUDSON, NEW JERSEY

NOTES TO REQUIRED SUPPLEMENTARY PENSION INFORMATION
JUNE 30, 2024

NOTE 1. CHANGES IN BENEFITS AND ASSUMPTIONS

The following information is as abstracted from the State of New Jersey, Division of Pension and Benefits, Financial Statements and Supplementary Schedules report as of June 30, 2023, dated May 24, 2024. This information pertains to the RSI schedules of changes in net pension liability contained in that report.

PERS

Changes in benefit terms:

There were none

Changes in assumptions:

The discount rate has not changed from 7.00% as of June 30, 2022 and remains at 7.00% as of June 30, 2023.

TPAF

Changes in benefit terms:

There were none

Changes in assumptions:

The discount rate has not changed from 7.00% as of June 30, 2022 and remains at 7.00% as of June 30, 2023.

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF THE STATE'S PROPORTIONATE SHARE OF THE OPEB LIABILITY ASSOCIATED WITH THE DISTRICT
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN
REQUIRED SUPPLEMENTARY INFORMATION

Last Ten Fiscal Years*

	Year Ended June 30, 2018	Year Ended June 30, 2019	Year Ended June 30, 2020	Year Ended June 30, 2021	Year Ended June 30, 2022	Year Ended June 30, 2023	Year Ended June 30, 2024
State's Proportion of the OPEB Liability Associated with the District	0.5256019%	0.5220542%	0.5296619%	0.5341684%	0.5350997%	0.5431592%	0.5487159%
District's Proportionate Share of the OPEB Liability	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State's Proportionate Share of the OPEB Liability Associated with the District	$ 281,932,045	$ 240,723,538	$ 221,023,057	$ 362,219,405	$ 321,100,759	$ 275,090,943	$ 287,316,818
District's Covered Employee Payroll	$ 76,313,001	$ 80,035,538	$ 85,400,048	$ 89,835,234	$ 98,005,771	$ 104,062,102	$ 110,936,672
Total OPEB Liability as a Percentage of Covered Employee Payroll	369.44%	300.77%	258.81%	403.20%	327.63%	264.35%	258.99%

The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

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

Note: The State of New Jersey is solely responsible for the funding and payment of the OPEB costs of the State Health Benefits Local Education Retired Employees Plan.

See Notes to Required Supplementary Information.

NCITY OF BAYONNE SCHOOL DISTRICT
COUNTY OF HUDSON, NEW JERSEY

NOTES TO REQUIRED SUPPLEMENTARY OPEB INFORMATION
JUNE 30, 2024

NOTE 1. SPECIAL FUNDING SITUATION

The State of New Jersey, a non-employer contributing entity, is the only entity that has a legal obligation to make contributions to OPEB for qualified retired SHBLEREP participants. Accordingly, proportionate share information of the Net OPEB Liability is not reflected in the District's financial statements.

NOTE 2. CHANGES IN ASSUMPTIONS

For 2023, the discount rate changed to 3.65% from 3.54% in 2022. For pre-Medicare PPO and HMO medical benefits, the initial trend rate changed to 6.50% from 6.25%. For prescription drug benefits, the initial trend rate changed to 9.50% from 8.00%. Demographic assumptions remained unchanged and are consistent with the assumptions used in the pension plan valuations.

Required Supplementary Information – Part III

Budgetary Comparison Schedules

CITY OF BAYONNE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 73,298,177		$ 73,298,177	$ 73,298,177	
Tuition-LEAs Within State				16,212	$ 16,212
Miscellaneous	600,000		600,000	5,289,898	4,689,898
Total - Local Sources	73,898,177		73,898,177	78,604,287	4,706,110
State Sources:					
Categorical Transportation Aid	403,763		403,763	403,763	
Extraordinary Aid	600,000		600,000	769,885	169,885
Special Education Categorical Aid	6,370,555		6,370,555	6,370,555	
Equalization Aid	98,802,074		98,802,074	98,802,074	
Security Aid	3,438,877		3,438,877	3,438,877	
Teacher's Pension & Annuity Fund (On-Behalf-Non-Budgeted)				28,285,079	28,285,079
TPAF - Post Retirement Medical (On-Behalf - Non-Budgeted)				7,698,163	7,698,163
TPAF Non-Contributory Insurance Contribution (On-behalf-Non-Budgeted)				13,472	13,472
Reimbursed TPAF Social Security Contributions (Non-Budgeted)				6,295,605	6,295,605
Total State Sources	109,615,269		109,615,269	152,077,473	42,462,204
Federal Sources:					
Medicaid Reimbursement	376,105		376,105	529,263	153,158
Total - Federal Sources	376,105		376,105	529,263	153,158
Total Revenues	183,889,551		183,889,551	231,211,023	47,321,472

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

CITY OF BAYONNE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	$ 2,236,190	$ 19,279	$ 2,255,469	$ 2,255,467	$ 2
Grades 1-5 - Salaries of Teachers	13,943,216	(939,311)	13,003,905	13,003,903	2
Grades 6-8 - Salaries of Teachers	14,356,233	(511,613)	13,844,620	13,844,618	2
Grades 9-12 - Salaries of Teachers	14,091,130	(648,588)	13,442,542	13,437,213	5,329
Regular Programs - Home Instruction:					
Salaries of Teachers	250,000	138,311	388,311	388,310	1
Purchased Professional-Educational Services	125,000	198,252	323,252	267,881	55,371
General Supplies		1,142	1,142	1,055	87
Regular Programs - Undistributed Instruction:					
Salaries of Teachers		56,411	56,411	56,411	
Other Salaries for Instruction	1,548,140	(374,509)	1,173,631	1,170,252	3,379
Unused Vaca. Pay to Retired/Terminated Staff	125,000		125,000	21,128	103,872
Purchased Professional-Educational Services	5,487,530	3,414,475	8,902,005	8,794,572	107,433
Other Purchased Services (400-500 series)	245,569	-	245,569		245,569
General Supplies	1,109,500	(129,516)	979,984	812,527	167,457
Textbooks	1,597,500	(1,369,921)	227,579	214,069	13,510
TOTAL REGULAR PROGRAMS - INSTRUCTION	55,115,008	(145,588)	54,969,420	54,267,406	702,014
Learning and/or Language Disabilities:					
Salaries of Teachers	2,793,395	(146,845)	2,646,550	2,564,188	82,362
Other Salaries for Instruction	1,238,388	(130,273)	1,108,115	1,083,732	24,383
Total Learning and/or Language Disabilities	4,031,783	(277,118)	3,754,665	3,647,920	106,745

CITY OF BAYONNE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Emotional Regulation Impairment:					
Salaries of Teachers	$ 582,025	$ (109,546)	$ 472,479	$ 462,479	$ 10,000
Other Salaries for Instruction	505,752	(134,427)	371,325	371,325	
General Supplies	5,000		5,000	1,210	3,790
Total Emotional Regulation Impairment	1,092,777	(243,973)	848,804	835,014	13,790
Multiple Disabilities:					
Salaries of Teachers	785,795	4,909	790,704	780,847	9,857
Other Salaries for Instruction	1,169,844	(152,445)	1,017,399	993,208	24,191
General Supplies	25,000	(8,265)	16,735	16,073	662
Total Multiple Disabilities	1,980,639	(155,801)	1,824,838	1,790,128	34,710
Resource Room/Resource Center:					
Salaries of Teachers	9,454,539	(596,131)	8,858,408	8,801,477	56,931
Other Salaries for Instruction	1,615,785	(229,202)	1,386,583	1,364,608	21,975
General Supplies	12,500		12,500	9,087	3,413
Total Resource Room/Resource Center	11,082,824	(825,333)	10,257,491	10,175,172	82,319
Autism:					
Salaries of Teachers	1,211,699	(218,284)	993,415	977,352	16,063
Other Salaries for Instruction	982,436	(133,500)	848,936	826,266	22,670
General Supplies	17,500	(10,792)	6,708	6,642	66
Total Autism	2,211,635	(362,576)	1,849,059	1,810,260	38,799

CITY OF BAYONNE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Preschool Disabilities - Full-Time:					
Other Salaries for Instruction	$ 105,040	$ -	$ 105,040	$ 69,940	$ 35,100
Total Preschool Disabilities - Full-Time	105,040	-	105,040	69,940	35,100
TOTAL SPECIAL EDUCATION - INSTRUCTION	20,504,698	(1,864,801)	18,639,897	18,328,434	311,463
Basic Skills/Remedial - Instruction					
Salaries of Teachers	368,252	357,602	725,854	725,854	
Total Basic Skills/Remedial - Instruction	368,252	357,602	725,854	725,854	
Bilingual Education - Instruction					
Salaries of Teachers	2,477,529	(1,817,085)	660,444	660,080	364
Other Salaries for Instruction	428,480	(97,897)	330,583	329,338	1,245
Other Objects	3,000	(200)	2,800	2,087	713
Total Bilingual Education - Instruction	2,909,009	(1,915,182)	993,827	991,505	2,322
Vocational Programs - Local - Instruction					
Salaries of Teachers	337,111	43,363	380,474	380,474	
General Supplies	44,000	33,980	77,980	67,822	10,158
Total Vocational Programs - Local - Instruction	381,111	77,343	458,454	448,296	10,158
School-Spon. Cocurricular Actvts. - Inst.					
Salaries	309,158	357,762	666,920	661,887	5,033
Purchased Services (300-500 series)	55,000	(25,900)	29,100	29,091	9
Total School-Spon. Cocurricular Actvts. - Inst.	364,158	331,862	696,020	690,978	5,042
School-Spon. Cocurricular Athletics - Inst.					
Salaries	644,850	43,920	688,770	688,770	
Purchased Services (300-500 series)	408,000	221,551	629,551	621,560	7,991
Supplies and Materials	350,000	(109,360)	240,640	214,596	26,044
Total School-Spon. Cocurricular Athletics - Inst.	1,402,850	156,111	1,558,961	1,524,926	34,035
Before/After School Programs - Instruction					
Salaries of Teachers	10,000	(10,000)			
Total Before/After School Programs - Instruction	10,000	(10,000)			
Summer School - Instruction					
Salaries of Teachers	140,000	(137,816)	2,184	2,184	
Total Summer School - Instruction	140,000	(137,816)	2,184	2,184	

CITY OF BAYONNE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Alternative Education Program - Instruction					
Salaries of Teachers	$ 475,000	$ 63,238	$ 538,238	$ 538,238	
General Supplies	2,500	600	3,100	2,905	$ 195
Total Alternative Education Program - Instruction	477,500	63,838	541,338	541,143	195
TOTAL INSTRUCTION AND AT-RISK PROGRAMS	81,672,586	(3,086,631)	78,585,955	77,520,726	1,065,229
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State - Special	434,536	(321,000)	113,536	76,832	36,704
Tuition to CSSDs & Reg. Day Schools	533,229	(150,377)	382,852	382,851	1
Tuition to Pvt. Schools for the Disabled/Other LEA - Within State	2,978,863	125,971	3,104,834	3,104,834	
Tuition - State Facilities	84,858		84,858	84,858	
Tuition - Other	70,000		70,000	47,684	22,316
Total Undistributed Expenditures - Instruction:	4,101,486	(345,406)	3,756,080	3,697,059	59,021
Undistributed Expend. - Attend. & Social Work					
Salaries	399,808	75,291	475,099	475,099	
Supplies and Materials	1,200	7,854	9,054	1,998	7,056
Total Undistributed Expend. - Attend. & Social Work	401,008	83,145	484,153	477,097	7,056
Undist. Expend. - Health Services					
Salaries	2,088,849	(103,940)	1,984,909	1,983,051	1,858
Purchased Professional and Technical Services	41,500	1,000	42,500	37,358	5,142
Other Purchased Services (400-500 series)	11,000	10,150	21,150	21,147	3
Supplies and Materials	42,550	(27,700)	14,850	13,969	881
Total Undistributed Expenditures - Health Services	2,183,899	(120,490)	2,063,409	2,055,525	7,884

CITY OF BAYONNE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Speech/Occupational Therapy, Physical Therapy & Related Serv.					
Salaries	$ 3,533,132	$ (253,829)	$ 3,279,303	$ 3,279,303	
Salaries of Other Professional Staff		9,903	9,903	9,903	
Salaries of Secretarial and Clerical Assistants		44,881	44,881	44,881	
Purchased Professional - Educational Services	1,465,000	289,815	1,754,815	1,754,815	
Supplies and Materials	8,000	(2,000)	6,000	5,869	$ 131
Other Objects	750		750	630	120
Total Undist. Expend. - Speech/OT, PT & Related Serv.	5,006,882	88,770	5,095,652	5,095,401	251
Other Support Services - Students - Extraordinary					
Salaries	1,472,500	589,614	2,062,114	1,904,273	157,841
Total Support Services - Students - Extraordinary	1,472,500	589,614	2,062,114	1,904,273	157,841
Undist. Expend. - Guidance Services					
Salaries of Other Professional Staff	3,970,569	304,925	4,275,494	4,123,773	151,721
Salaries of Secretarial and Clerical Assistants	208,520	59,470	267,990	199,299	68,691
Purchased Professional - Educational Services	5,000		5,000		5,000
Supplies and Materials	79,200	271	79,471	79,372	99
Total Undist. Expend. - Guidance Services	4,263,289	364,666	4,627,955	4,402,444	225,511
Undist. Expend. - Child Study Teams					
Salaries of Other Professional Staff	4,218,906	87,514	4,306,420	4,299,901	6,519
Salaries of Secretarial and Clerical Assistants	625,348	47,940	673,288	673,287	1
Purchased Professional - Educational Services	830,000	223,375	1,053,375	1,016,856	36,519
Supplies and Materials	55,000	125,932	180,932	177,782	3,150
Other Objects	900	168	1,068	658	410
Total Undist. Expend. - Child Study Teams	5,730,154	484,929	6,215,083	6,168,484	46,599
Undist. Expend. - Improvement of Inst. Serv.					
Salaries of Supervisor of Instruction	1,691,186	(71,715)	1,619,471	1,614,208	5,263
Salaries of Other Professional Staff	92,000	(45,510)	46,490	46,489	1
Salaries of Secr and Clerical Assist.	487,753	12,448	500,201	500,201	
Total Undist. Expend. - Improvement of Inst. Serv.	2,270,939	(104,777)	2,166,162	2,160,898	5,264
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	1,101,085	(70,563)	1,030,522	1,030,522	
Purchased Professional and Technical Services	950,705	156,945	1,107,650	1,098,100	9,550
Other Purchased Services (400-500 series)	2,923,639	(1,224,963)	1,698,676	1,660,589	38,087
Supplies and Materials	28,235	3,100,186	3,128,421	3,124,782	3,639
Total Undist. Expend. - Edu. Media Serv./Sch. Library	5,003,664	1,961,605	6,965,269	6,913,993	51,276

CITY OF BAYONNE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Instructional Staff Training Serv.					
Purchased Professional - Educational Service	$ 192,095	$ 7,000	$ 199,095	$ 198,400	$ 695
Other Purchased Services (400-500 series)	40,000	80,733	120,733	120,116	617
Other Objects	55,000	(52,000)	3,000	2,961	39
Total Undist. Expend. - Instructional Staff Training Serv.	287,095	35,733	322,828	321,477	1,351
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	1,087,208	(570,445)	516,763	516,763	
Salaries of Secretarial and Clerical Assistants		430,707	430,707	428,530	2,177
Unused Vacation Pay to Terminated/Retired Staff	125,000	(115,392)	9,608	9,608	
Legal Services	150,000	22,780	172,780	172,780	
Audit Fees	85,550	20,000	105,550	105,305	245
Other Purchased Professional Services	125,000	67,000	192,000	102,135	89,865
Communications/Telephone		321,869	321,869	321,868	1
BOE Other Purchased Services	3,785		3,785	3,765	20
Miscellaneous Purchased Services (400-500 series other than 530/585)		1,781,975	1,781,975	1,738,099	43,876
General Supplies	42,500	10,500	53,000	43,029	9,971
BOE Membership Dues and Fees		58,500	58,500	44,593	13,907
Total Undist. Expend. - Supp. Serv. - General Admin.	1,619,043	2,027,494	3,646,537	3,486,475	160,062
Undist. Expend. - Support Serv. - School Admin.					
Salaries of Principals/Assistant Principals/Program Directors	6,248,874	(535,460)	5,713,414	5,706,758	6,656
Salaries of Secretarial and Clerical Assistants	1,881,293	167,375	2,048,668	2,034,749	13,919
Supplies and Materials	76,000	31,681	107,681	102,215	5,466
Total Undist. Expend. - Support Serv. - School Admin.	8,206,167	(336,404)	7,869,763	7,843,722	26,041
Undistributed Expenditures - Central Services					
Salaries	2,099,382	(78,549)	2,020,833	2,019,350	1,483
Misc. Purch. Services (400-500 Series)	289,418	29,500	318,918	312,232	6,686
Supplies and Materials	5,500	10,000	15,500	7,606	7,894
Total Undistributed Expenditures - Central Services	2,394,300	(39,049)	2,355,251	2,339,188	16,063

CITY OF BAYONNE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Admin. Info. Tech.					
Salaries		$ 414	$ 414	$ 414	
Total Undistributed Expenditures - Admin. Info. Tech.		414	414	414	
Undist. Expend. -Required Maintenance for School Facilities					
Salaries	$ 4,672,699	(571,724)	4,100,975	4,076,208	$ 24,767
General Supplies	675,000	(660,000)	15,000	9,017	5,983
Total Undist. Expend. -Required Maintenance for School Facilities	5,347,699	(1,231,724)	4,115,975	4,085,225	30,750
Undist. Expend. - Custodial Services					
Salaries	4,781,030	(212,559)	4,568,471	4,549,283	19,188
Cleaning, Repair and Maintenance Services	4,522,750	(1,072,388)	3,450,362	3,230,594	219,768
Other Purchased Property Services	425,000	(10,000)	415,000	365,589	49,411
Insurance	470,877		470,877	470,876	1
General Supplies	170,000		170,000	166,727	3,273
Energy - Natural Gas	384,000	45,000	429,000	429,000	
Energy - Electricity	2,656,200	167,700	2,823,900	2,823,900	
Total Undist. Expend. - Custodial Services	13,409,857	(1,082,247)	12,327,610	12,035,969	291,641
Undistributed Expenditures - Security					
Salaries	1,580,257	739,502	2,319,759	2,304,374	15,385
General Supplies	60,000	8,938	68,938	67,738	1,200
Total Undistributed Expenditures - Security	1,640,257	748,440	2,388,697	2,372,112	16,585
Total Undist. Expend. - Oper. & Maint. Of Plant	20,397,813	(1,565,531)	18,832,282	18,493,306	338,976
Undist. Expend. - Student Transportation Serv.					
Salaries of Non-instructional Aides	555,585	25,821	581,406	565,811	15,595
Sal. For Pup.Trans. (Bet. Home and School) - Special	1,113,153	(144,317)	968,836	968,836	
Sal. For Pup. Trans. (Other than Bet. Home and School)		53,869	53,869	50,239	3,630
Lease Purchase Payments - School Buses	25,890		25,890	25,890	
Contr Serv (Spl. Ed. Students) - Vendors	6,008,905	(801,576)	5,207,329	4,992,217	215,112
Misc. Purchased Serv. - Transportation	210,000	20,000	230,000	171,236	58,764
Total Undist. Expend. - Student Transportation Serv.	7,913,533	(846,203)	7,067,330	6,774,229	293,101

CITY OF BAYONNE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
UNALLOCATED BENEFITS					
Social Security Contributions	$ 3,550,875	$ 2,773,391	$ 6,324,266	$ 7,545,325	$ (1,221,059)
Other Retirement Contributions - PERS	3,650,580	302,596	3,953,176	3,953,176	
Workmen's Compensation	978,363	40,814	1,019,177	1,019,177	-
Health Benefits	21,753,334	2,934,764	24,688,098	24,117,783	570,315
Tuition Reimbursement	50,000	34,000	84,000	54,700	29,300
Other Employee Benefits	25,000	17,000	42,000	27,942	14,058
TOTAL UNALLOCATED BENEFITS	30,008,152	6,102,565	36,110,717	36,718,103	(607,386)
On-behalf TPAF Pension Contributions (non-budgeted)				28,285,079	(28,285,079)
On-behalf TPAF Post Retire. Medical Contrib.(non-budgeted)				7,698,163	(7,698,163)
On-behalf TPAF Non-contributory Ins. Contrib. (non-budgeted)				13,472	(13,472)
Reimbursed TPAF Social Security Contributions (non-budgeted)				6,295,605	(6,295,605)
TOTAL ON-BEHALF CONTRIBUTIONS				42,292,319	(42,292,319)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	30,008,152	6,102,565	36,110,717	79,010,422	(42,899,705)
TOTAL UNDISTRIBUTED EXPENDITURES	101,259,924	8,381,075	109,640,999	151,144,407	(41,503,408)
TOTAL GENERAL CURRENT EXPENSE	182,932,510	5,294,444	188,226,954	228,665,133	(40,438,179)
CAPITAL OUTLAY					
Equipment					
Special Education - Instruction:					
Undist. Expend. - Support Serv. - Students - Reg.		50,400	50,400	47,500	2,900
Total Equipment		50,400	50,400	47,500	2,900
Facilities Acquisition and Construction Services					
Construction Services	4,371,460	(4,371,460)	-		
Assessment for Debt Service on SDA Funding	269,280	71,163	340,443	340,443	
Total Facilities Acquisition and Construction Services	4,640,740	(4,300,297)	340,443	340,443	
Assets Acquired Under Capital Leases (non-budgeted)					
Undistributed Expenditures:					
Capital Leases (Non-Budgeted)	-	-	-	548,503	(548,503)
TOTAL CAPITAL OUTLAY	4,640,740	(4,249,897)	390,843	936,446	(545,603)

CITY OF BAYONNE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
TRANSFER OF FUNDS TO CHARTER SCHOOLS					
Transfer of Funds to Charter Schools	$ 1,169,189	$ 13,673	$ 1,182,862	$ 1,150,854	$ 32,008
TOTAL TRANSFER OF FUNDS TO CHARTER SCHOOLS	1,169,189	13,673	1,182,862	1,150,854	32,008
TOTAL EXPENDITURES	188,742,439	1,058,220	189,800,659	230,752,433	(40,951,774)
Other Financing Sources/(Uses):					
Local Contribution-Transfer to Special Revenue Regular	(2,155,100)	157,301	(1,997,799)	(1,849,992)	147,807
Capital Leases (Non-Budgeted)	-		-	548,503	548,503
TOTAL OTHER FINANCING SOURCES/(USES)	(2,155,100)	157,301	(1,997,799)	(1,301,489)	696,310
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(7,007,988)	(900,919)	(7,908,907)	(842,899)	7,066,008
Net Change in Fund Balance	(7,007,988)	(900,919)	(7,908,907)	(842,899)	7,066,008
Fund Balance - July 1	19,395,121		19,395,121	19,395,121	
Fund Balance - June 30	$ 12,387,133	$ (900,919)	$ 11,486,214	$ 18,552,222	$ 7,066,008
Recapitulation of (deficiency) excess of revenues (under) over expenditures and other financing sources (uses)					
Budgeted fund balance	$ (7,007,988)		$ (7,007,988)	$ 58,020	$ 7,066,008
Adjustment for prior year encumbrances		$ (900,919)	(900,919)	(900,919)	
Total	$ (7,007,988)	$ (900,919)	$ (7,908,907)	$ (842,899)	$ 7,066,008

Recapitulation of Fund Balance:

Assigned to:	
Year-End Encumbrances	$ 436,274
Restricted for:	
Capital Reserve	2,647,173
Maintenance Reserve	250,000
Reserve for Excess Surplus - Designated for Subsequent Year's Expenditures	5,137,675
Reserve for Excess Surplus	5,752,600
Unemployment Compensation	363,383
Unassigned	3,965,117
	18,552,222
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payments not recognized on GAAP basis	(10,856,531)
Fund Balance per Governmental Funds (GAAP) (B-2)	$ 7,695,691

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

CITY OF BAYONNE SCHOOL DISTRICT
SPECIAL REVENUE FUND
REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2024

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
REVENUES:					
Local Sources					
Revenues from Local Sources		$ 331,099	$ 331,099	$ 643,789	$ 312,690
Total Local Revenues		331,099	331,099	643,789	312,690
State Sources					
Preschool Education Aid	$ 8,130,257	9,732,182	17,862,439	13,951,360	(3,911,079)
School Based Youth Services		311,853	311,853	311,853	-
Municipal Alliance Program		27,143	27,143	27,143	-
Nonpublic Child Study Teams		18,008	18,008	18,008	-
Nonpublic Teacher STEM Grant	1,000		1,000		(1,000)
Nonpublic Textbooks	21,332		21,332	13,330	(8,002)
Nonpublic Auxiliary Services		88,369	88,369	71,313	(17,056)
Nonpublic Handicapped Services		22,464	22,464	14,868	(7,596)
Nonpublic Speech		6,510	6,510	6,510	-
Nonpublic Security Aid	79,745		79,745	68,571	(11,174)
Nonpublic Nursing Services	46,680		46,680	46,680	-
Nonpublic Technology Initiative	18,081		18,081	18,080	(1)
Total State Revenues	8,297,095	10,206,529	18,503,624	14,547,716	(3,955,908)
Federal Sources					
Title I	3,251,172	2,400,209	5,651,381	5,541,255	(110,126)
Title I SIA	552,990	(102,846)	450,144	356,745	(93,399)
Title II, Part A	279,656	354,163	633,819	552,882	(80,937)
Title III	10,015	140,515	150,530	136,809	(13,721)
Title III Immigrant		7,237	7,237		(7,237)
Title IV	4,000	331,376	335,376	253,154	(82,222)
IDEA Part B, Basic	155,377	3,011,862	3,167,239	3,135,913	(31,326)
IDEA Basic - ARP		7,574	7,574	840	(6,734)
IDEA Part B, Preschool		77,563	77,563	77,563	-
CRRSA - ESSER II	585,567	(91,116)	494,451	494,450	(1)
ESSER II - Mental Health	1,690	6,500	8,190	8,190	-
ESSER II - Learning Acceleration	638,877	(395,280)	243,597	243,597	-
ESSER III	2,519,191	8,764,820	11,284,011	11,130,043	(153,968)
ESSER III- Evidence-Based Summer Learning & Enrichment		41,773	41,773	41,496	(277)
ESSER III- Evidence Based Comprehensive Beyond the School Day		68,724	68,724	68,724	-
ESSER III- Mental Health Support Staffing		14,771	14,771	14,771	-
ESSER III- Homeless Transportation		4,646	4,646	4,646	-
High Impact Tutoring	613,087		613,087	406,081	(207,006)
HUD- CDBG	319,233		319,233	140,348	(178,885)
Total Federal Revenues	8,930,855	14,642,491	23,573,346	22,607,507	(965,839)
Total Revenues	17,227,950	25,180,119	42,408,069	37,799,012	(4,609,057)
EXPENDITURES:					
Instruction					
Salaries of Teachers	9,777,398	(238,273)	9,539,125	9,150,905	388,220
Other Salaries for Instruction	948,105	(68,842)	879,263	868,492	10,771
Purchased Professional and Technical Services	553,560	176,458	730,018	489,235	240,783
Other Purchased Sevices (Incl. Tuition)	112,707	3,070,712	3,183,419	3,183,206	213
General Supplies	373,481	741,617	1,115,098	1,027,830	87,268
Textbooks	21,332		21,332	13,330	8,002
Total Instruction	11,786,583	3,681,672	15,468,255	14,732,998	735,257

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

CITY OF BAYONNE SCHOOL DISTRICT
SPECIAL REVENUE FUND
REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULE
(BUDGETARY BASIS)
YEAR ENDED JUNE 30, 2024

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
Support Services					
Salaries of Teachers	$ 966,628	$ (576,623)	$ 390,005	$ 320,493	$ 69,512
Salaries of Supervisor of Instruction	309,977	16,310	326,287	326,286	1
Salaries of Program Directors	645,431	(12,550)	632,881	449,864	183,017
Salaries of Community Parent Involvement Spec.	362,579	(20,655)	341,924	341,924	-
Salaries of Other Professional Staff	400,560	(43,023)	357,537	357,308	229
Salaries of Secretaries & Clerical Assistants	127,721	155,564	283,285	145,822	137,463
Other Salaries	312,254	50,662	362,916	199,780	163,136
Salaries of Facilitators, Math Coaches, Literacy Coaches and Master Teachers	227,544	(606)	226,938	226,938	-
Personal Services - Employee Benefits	11,456	3,706,113	3,717,569	3,711,613	5,956
Purchased Professional and Technical Services	46,680	514,256	560,936	431,654	129,282
Purchased Professional - Educational Services	148,105	(105,942)	42,163	42,163	-
Purchased Educational Services - Contracted Pre-K	1,781,520	4,128,330	5,909,850	5,909,850	-
Purchased Educational Services - Head Start		851,850	851,850	425,925	425,925
Other Purchased Professional - Education Services		40,394	40,394	40,394	-
Cleaning, Repair and Maintenance Services		3,487,685	3,487,685	2,303,451	1,184,234
Rentals		6,000	6,000	6,000	-
Other Purchased Services	1,000	21,464	22,464	14,868	7,596
Contr. Services (Other than Bet. Home & Sch.) - Grant Agreements		13,452	13,452	13,452	-
Other Purchased Property Services	28,495		28,495	28,439	56
Travel		78,736	78,736	57,546	21,190
Miscellaneous Purchased Services		146,122	146,122	70,855	75,267
Supplies & Materials	67,417	701,335	768,752	748,529	20,223
Other Objects	4,000	59,873	63,873	39,785	24,088
Student Activites				454,507	(454,507)
Total Support Services	5,441,367	13,218,747	18,660,114	16,667,446	1,992,668
Facilities Acquisition and Construction Services:					
Buildings		8,227,700	8,227,700	8,227,700	
Instructional Equipment		52,000	52,000	52,000	
Total Facilities Acquisition and Construction Services		8,279,700	8,279,700	8,279,700	
Total Expenditures	17,227,950	25,180,119	42,408,069	39,680,144	2,727,925
Other Financing Sources (Uses)					
Transfer from Operating Budget - PreK				1,849,992	1,849,992
Total Other Financing Sources (Uses)				1,849,992	1,849,992.00
Total Outflows	17,227,950	25,180,119	42,408,069	37,830,152	4,577,917
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -	$ -	$ -	(31,140)	$ (31,140)
Fund Balance, July 1				439,475	
Fund Balance, June 30				$ 408,335	
Recapitulation:					
Restricted:					
Student Activities				$ 408,335	
Total Fund Balance				408,335	
Reconciliation to Governmental Funds Statements GAAP:					
Last two state aid payments not recognized on GAAP basis				(1,395,136)	
Fund balance per Governmental Funds (GAAP) (B-1)				$ (986,801)	

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

CITY OF BAYONNE SCHOOL DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION

BUDGET TO GAAP RECONCILIATION
YEAR ENDED JUNE 30, 2024

		General Fund		Special Revenue Fund
Sources/inflows of resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	(C-1)	$ 231,211,023	(C-2)	$ 37,799,012
Difference - budget to GAAP:				
State aid payment recognized for budgetary purposes, not recognized for GAAP statements.				
Prior year		9,143,768		1,135,899
Current year		(10,856,531)		(1,395,136)
Total revenues as reported on the statement of revenues, expenditures and change in fund balances - governmental funds	(B-2)	$ 229,498,260	(B-2)	$ 37,539,775
Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	(C-1)	$ 230,752,433	(C-2)	$ 39,680,144
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	(B-2)	$ 230,752,433	(B-2)	$ 39,680,144

Supplementary Information

Special Revenue Fund

CITY OF BAYONNE SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2024

	TOTAL BROUGHT FORWARD (E-1a)	TOTAL BROUGHT FORWARD (PAGE 2)	HUD CDBG	TITLE I	TITLE I SIA	TITLE II PART A	TITLE III	TITLE IV	TOTALS
REVENUES:									
State Sources	$ 14,547,716								$ 14,547,716
Federal Sources		$ 15,626,314	$ 140,348	$ 5,541,255	$ 356,745	$ 552,882	$ 136,809	$ 253,154	22,607,507
Local Sources	643,789								643,789
Total Revenues	15,191,505	15,626,314	140,348	5,541,255	356,745	552,882	136,809	253,154	37,799,012
EXPENDITURES:									
Instruction:									
Salaries of Teachers	3,641,464	2,547,430	140,348	2,779,768		39,896	1,999		9,150,905
Other Salaries for Instruc.	868,492								868,492
Purchased Professional and Technical Services	71,313	382,609		35,313					489,235
Other Purchased Services (Incl. Tuition)		3,183,206							3,183,206
General Supplies	113,442	438,490		86,738	215,363		119,317	54,480	1,027,830
Textbooks	13,330								13,330
Total Instruction	4,708,041	6,551,735	140,348	2,901,819	215,363	39,896	121,316	54,480	14,732,998
Support Services:									
Salaries of Teachers		42,017		5,250	31,564	215,723		25,939	320,493
Salaries of Supervisors of Instruction	128,273			198,013					326,286
Salaries of Program Directors	449,864								449,864
Salaries of Community Parent Involvement Spec.	341,924								341,924
Salaries of Other Professional Staff	357,308	6,510							363,818
Salaries of Seretarial and Clerical Assistants	95,418			50,404					145,822
Other Salaries	199,780								199,780
Salaries of Master Teachers	226,938								226,938
Personnel Services - Employee Benefits	1,009,106	699,418		1,851,998	5,500	142,587	474	2,530	3,711,613
Purchased Professional - Educational Services	42,163								42,163
Purchased Professional and Technical Services	56,378	50,527			97,650	114,251	9,650	103,198	431,654
Purchased Educational Services - Contracted Pre-K	5,909,850								5,909,850
Purchased Educational Services - Head Start	425,925								425,925
Other Purchased Educational Services - Education Services	40,394								40,394
Cleaning, Repair & Maintenance Services	2,303,451								2,303,451
Purchased Property Services	28,439								28,439
Rentals	6,000								6,000
Other Purchased Services	14,868								14,868
Travel	-					28,073		29,473	57,546
Miscellaneous Purchased Services	64,626					1,860	4,369		70,855
Supplies and Materials	162,487	2,917		533,771	6,668	7,397	1,000	34,289	748,529
Contracted Services (Other Than Between Home and School)	13,452								13,452
Other Objects	33,445					3,095		3,245	39,785
Student Activities	454,507								454,507
Total Support Services	12,364,596	801,389		2,639,436	141,382	512,986	15,493	198,674	16,673,956
Facilities Acquis. & Const. Serv.:									
Construction Services		8,227,700							8,227,700
Instructional Equipment		52,000							52,000
Total Facil. Acquis. & Const. Serv.		8,279,700							8,279,700
Total Expenditures	17,072,637	15,632,824	140,348	5,541,255	356,745	552,882	136,809	253,154	39,686,654
Excess/(Deficiency) of Revenues Over/(under) Expenditures	(1,881,132)	(6,510)	-	-	-	-	-	-	(1,887,642)
Other Financing Sources/(Uses):									
Transfer from Operating Budget - PreK	1,849,992								1,849,992
Total Other Financing Sources/(Uses)	1,849,992								1,849,992
Net change in fund balance	(31,140)	(6,510)	-	-	-	-	-	-	(37,650)
Fund Balance, July 1	439,475	-	-	-	-	-	-	-	439,475
Fund Balance, June 30	$ 408,335	$ (6,510)	$ -	$ -	$ -	$ -	$ -	$ -	$ 401,825

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

CITY OF BAYONNE SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2024

	IDEA PART B	IDEA PRESCHOOL	ARP IDEA PART B	ESSER II	ESSER II LEARNING ACCELERATION	ESSER II MENTAL HEALTH	ARP ESSER III	ARP ESSER III SUMMER LEARNING	ARP ESSER III BEYOND THE SCHOOL DAY	ARP ESSER III MENTAL HEALTH	ARP ESSER III HOMELESS TRANSPORTATION	HIGH IMPACT TUTORING GRANT	TOTAL CARRIED FORWARD
REVENUES:													
State Sources													
Federal Sources	$ 3,135,913	$ 77,563	$ 840	$ 494,450	$ 243,597	$ 8,190	$ 11,130,043	$ 41,496	$ 68,724	$ 14,771	$ 4,646	$ 406,081	$ 15,626,314
Local Sources													
Total Revenues	3,135,913	77,563	840	494,450	243,597	8,190	11,130,043	41,496	68,724	14,771	4,646	406,081	15,626,314
EXPENDITURES:													
Instruction:													
Salaries of Teachers				405,921			2,119,180					22,329	2,547,430
Other Salaries for Instruc.													-
Purchased Professional and Technical Services				749								381,860	382,609
Other Purchased Services (Incl. Tuition)	3,100,157	77,563	840								4,646		3,183,206
General Supplies				64,173	191,597		72,500	41,496	68,724				438,490
Textbooks													
Total Instruction	3,100,157	77,563	840	470,843	191,597		2,191,680	41,496	68,724	-	4,646	404,189	6,551,735
Support Services:													
Salaries of Teachers				20,690		8,190	11,245					1,892	42,017
Salaries of Supervisors of Instruction													
Salaries of Program Directors													
Salaries of Community Parent Involvement Spec.													
Salaries of Other Professional Staff													
Salaries of Seretarial and Clerical Assistants													
Other Salaries													
Salaries of Master Teachers													
Personnel Services - Employee Benefits							699,418						699,418
Purchased Professional - Educational Services													
Purchased Professional and Technical Services	35,756									14,771			50,527
Purchased Educational Services - Contracted Pre-K													
Purchased Educational Services - Head Start													
Other Purchased Educational Services - Education Services													
Cleaning, Repair & Maintenance Services													
Purchased Property Services													
Rentals													
Other Purchased Services													
Travel													
Miscellaneous Purchased Services													
Supplies and Materials				2,917									2,917
Contracted Services (Other Than Between Home and School)													
Other Objects													
Student Activities													
Total Support Services	35,756		-	23,607		8,190	710,663					1,892	794,879
Facilities Acquis. & Const. Serv.:													
Construction Services							8,227,700						8,227,700
Instructional Equipment					52,000								52,000
Total Facil. Acquis. & Const. Serv.					52,000	-	8,227,700						8,279,700
Total Expenditures	3,135,913	77,563	840	$ 494,450	243,597	8,190	11,130,043	41,496	68,724	14,771	4,646	406,081	15,626,314
Excess/(Deficiency) of Revenues Over/(under Expenditures	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Financing Sources/(Uses):													
Transfer from Operating Budget - PreK													
Total Other Financing Sources/(Uses)													
Net change in fund balance	-	-	-	-	-	-	-	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	-	-	-	-
Fund Balance, June 30	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

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

CITY OF BAYONNE SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2024

	TOTAL BROUGHT FORWARD (E-1b)	PRESCHOOL EDUCATION AID (E-2)	N.J. NONPUBLIC TECHNOLOGY INITIATIVE	N.J. NONPUBLIC NURSING SERVICES	N.J. NONPUBLIC TEXTBOOK AID	N.J. NONPUBLIC SECURITY AID	TOTAL CARRIED FORWARD
REVENUES:							
State Sources	$ 449,695	$ 13,951,360	$ 18,080	$ 46,680	$ 13,330	$ 68,571	$ 14,547,716
Federal Sources							
Local Sources	643,789						643,789
Total Revenues	1,093,484	13,951,360	18,080	46,680	13,330	68,571	15,191,505
EXPENDITURES:							
Instruction:							
Salaries of Teachers	278,221	3,363,243					3,641,464
Other Salaries for Instruc.	96,829	771,663					868,492
Purchased Professional and Technical Services	71,313						71,313
Other Purchased Services (Incl. Tuition)							
General Supplies	12,070	83,292	18,080				113,442
Textbooks					13,330		13,330
Total Instruction	458,433	4,218,198	18,080		13,330		4,708,041
Support Services:							
Salaries of Teachers							
Salaries of Supervisors of Instruction	2,988	125,285					128,273
Salaries of Program Directors		449,864					449,864
Salaries of Community Parent Involvement Spec.		341,924					341,924
Salaries of Other Professional Staff	6,510	350,798					357,308
Salaries of Seretarial and Clerical Assistants		95,418					95,418
Other Salaries		199,780					199,780
Salaries of Master Teachers		226,938					226,938
Personnel Services - Employee Benefits		1,009,106					1,009,106
Purchased Professional - Educational Services	42,163						42,163
Purchased Professional and Technical Services	9,698			46,680			56,378
Purchased Educational Services - Contracted Pre-K		5,909,850					5,909,850
Purchased Educational Services - Head Start		425,925					425,925
Other Purchased Educational Services - Education Services		40,394					40,394
Cleaning, Repair & Maintenance Services		2,303,451					2,303,451
Purchased Property Services						28,439	28,439
Rentals	6,000						6,000
Other Purchased Services	14,868						14,868
Travel	-						-
Miscellaneous Purchased Services	64,626						64,626
Supplies and Materials	17,934	104,421				40,132	162,487
Contracted Services (Other Than Between Home and Scho	13,452						13,452
Other Objects	33,445						33,445
Student Activities	454,507						454,507
Total Support Services	666,191	11,583,154	-	46,680		68,571	12,364,596
Facilities Acquis. & Const. Serv.:							
Construction Services							
Instructional Equipment							
Total Facil. Acquis. & Const. Serv.							
Total Expenditures	1,124,624	15,801,352	18,080	46,680	13,330	68,571	17,072,637
Excess/(Deficiency) of Revenues Over/(under Expenditures	(31,140)	(1,849,992)	-	-	-	-	(1,881,132)
Other Financing Sources/(Uses):							
Transfer from Operating Budget - PreK		1,849,992					1,849,992
Total Other Financing Sources/(Uses)		1,849,992					1,849,992
Net change in fund balance	(31,140)	-	-	-	-	-	(31,140)
Fund Balance, July 1	439,475	-	-	-	-	-	439,475
Fund Balance, June 30	$ 408,335	$ -	$ -	$ -	$ -	$ -	$ 408,335

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

CITY OF BAYONNE SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2024

	TOTAL BROUGHT FORWARD (E-1c)	NJ NONPUBLIC SERVICES AUXILARY CH. 192 TRANSPORT-ATION	HANDICAPPED SERVICES CH. 193 SUPPL. INSTR.	EXAM. & CLASS.	CORRECTIVE SPEECH	TOTAL CARRIED FORWARD
REVENUES:						
State Sources	$ 338,996	$ 71,313	$ 14,868	$ 18,008	$ 6,510	$ 449,695
Federal Sources						
Local Sources	643,789					643,789
Total Revenues	982,785	71,313	14,868	18,008	6,510	1,093,484
EXPENDITURES:						
Instruction:						
Salaries of Teachers	278,221					278,221
Other Salaries for Instruc.	96,829					96,829
Purchased Professional and Technical Services		71,313				71,313
Other Purchased Services (Incl. Tuition)						
General Supplies	12,070					12,070
Textbooks						
Total Instruction	387,120	71,313				458,433
Support Services:						
Salaries of Teachers						
Salaries of Supervisors of Instruction	2,988					2,988
Salaries of Program Directors						
Salaries of Community Parent Involvement Spec.						
Salaries of Other Professional Staff					6,510	6,510
Salaries of Seretarial and Clerical Assistants						
Other Salaries						
Salaries of Master Teachers						
Personnel Services - Employee Benefits						
Purchased Professional - Educational Services	24,155			18,008		42,163
Purchased Professional and Technical Services	9,698					9,698
Purchased Educational Services - Contracted Pre-K						
Purchased Educational Services - Head Start						
Other Purchased Educational Services - Education Services						
Cleaning, Repair & Maintenance Services						
Purchased Property Services						
Rentals	6,000					6,000
Other Purchased Services			14,868			14,868
Travel	-					-
Miscellaneous Purchased Services	64,626					64,626
Supplies and Materials	17,934					17,934
Contracted Services (Other Than Between Home and Schoo	13,452					13,452
Other Objects	33,445					33,445
Student Activities	454,507					454,507
Total Support Services	626,805		14,868	18,008	6,510	666,191
Facilities Acquis. & Const. Serv.:						
Construction Services						
Instructional Equipment						
Total Facil. Acquis. & Const. Serv.						
Total Expenditures	1,013,925	71,313	14,868	18,008	6,510	1,124,624
Excess/(Deficiency) of Revenues Over/(under Expenditures	(31,140)	-	-	-	-	(31,140)
Other Financing Sources/(Uses):						
Transfer from Operating Budget - PreK						
Total Other Financing Sources/(Uses)						
Net change in fund balance	(31,140)	-	-	-	-	(31,140)
Fund Balance, July 1	439,475	-	-	-	-	439,475
Fund Balance, June 30	$ 408,335	$ -	$ -	$ -	$ -	$ 408,335

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

CITY OF BAYONNE SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2024

	LOCAL PROGRAMS	NJSIG SAFETY GRANT	SCHOOL BASED YOUTH SERVICES	MUNICIPAL ALLIANCE PROGRAM	STUDENT ACTIVITIES	TOTAL CARRIED FORWARD
REVENUES:						
State Sources			$ 311,853	$ 27,143		$ 338,996
Federal Sources						
Local Sources	$ 186,977	$ 33,445			$ 423,367	643,789
Total Revenues	186,977	33,445	311,853	27,143	423,367	982,785
EXPENDITURES:						
Instruction:						
Salaries of Teachers			278,221			278,221
Other Salaries for Instruc.	96,829					96,829
Purchased Professional and Technical Services						
Other Purchased Services (Incl. Tuition)						
General Supplies	12,070					12,070
Textbooks						
Total Instruction	108,899		278,221			387,120
Support Services:						
Salaries of Teachers						
Salaries of Supervisors of Instruction				2,988		2,988
Salaries of Program Directors						
Salaries of Community Parent Involvement Spec.						
Salaries of Other Professional Staff						
Salaries of Seretarial and Clerical Assistants						
Other Salaries						
Salaries of Master Teachers						
Personnel Services - Employee Benefits						
Purchased Professional - Educational Services				24,155		24,155
Purchased Professional and Technical Services			9,698			9,698
Purchased Educational Services - Contracted Pre-K						
Purchased Educational Services - Head Start						
Other Purchased Educational Services - Education Services						
Cleaning, Repair & Maintenance Services						
Purchased Property Services						
Rentals			6,000			6,000
Other Purchased Services						
Travel						-
Miscellaneous Purchased Services	64,626					64,626
Supplies and Materials			17,934			17,934
Contracted Services (Other Than Between Home and School)	13,452					13,452
Other Objects		33,445				33,445
Student Activities					454,507	454,507
Total Support Services	78,078	33,445	33,632	27,143	454,507	626,805
Facilities Acquis. & Const. Serv.:						
Construction Services						
Instructional Equipment						-
Total Facil. Acquis. & Const. Serv.						
Total Expenditures	186,977	33,445	311,853	27,143	454,507	1,013,925
Excess/(Deficiency) of Revenues Over/(under Expenditures	-	-	-	-	(31,140)	(31,140)
Other Financing Sources/(Uses):						
Transfer from Operating Budget - PreK						
Total Other Financing Sources/(Uses)						
Net change in fund balance	-	-	-	-	(31,140)	(31,140)
Fund Balance, July 1	-	-	-	-	439,475	439,475
Fund Balance, June 30	$ -	$ -	$ -	$ -	$ 408,335	$ 408,335

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

CITY OF BAYONNE SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION AID EXPENDITURES
PRESCHOOL - ALL PROGRAMS
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2024

	BUDGETED	ACTUAL	VARIANCE
EXPENDITURES:			
Instruction:			
Salaries of Teachers	$ 3,363,243	$ 3,363,243	$ -
Other Salaries for Instruc.	771,663	771,663	-
General Supplies	83,292	83,292	-
Total Instruction	4,218,198	4,218,198	-
Support Services:			
Salaries of Supervisors of Instruction	125,285	125,285	-
Salaries of Program Directors	632,881	449,864	183,017
Salaries of Community Parent Involvement Spec.	341,924	341,924	-
Salaries of Other Professional Staff	350,798	350,798	-
Salaries of Secr. And Clerical Asst.	200,192	95,418	104,774
Other Salaries	362,916	199,780	163,136
Salaries of Master Teachers	226,938	226,938	-
Personal Serv.-Employee Benefits	1,009,106	1,009,106	-
Purchased Educational Services - Contracted Pre-K	5,909,850	5,909,850	-
Purchased Educational Services - Head Start	851,850	425,925	425,925
Other Purchased Professional - Ed. Services	40,394	40,394	-
Cleaning, Repair & Maintenance Services	3,407,685	2,303,451	1,104,234
Supplies and Materials	104,421	104,421	-
Total Support Services	13,564,240	11,583,154	1,981,086
Total Expenditures	$ 17,782,438	$ 15,801,352	$ 1,981,086

CALCULATION OF BUDGET AND CARRYOVER:

Total revised 2023-24 Preschool Education Aid Allocation	$ 13,951,360
Add: Actual Carryover (June 30, 2023)	1,755,978
Add: General Fund Contribution to Preschool Education	1,849,992
Total Preschool Education Aid Available for 2023-24 Budget	17,557,330
Less: 2023-24 Budgeted Preschool Education Aid	(17,782,438)
Available and Unbudgeted PEA Funds at June 30, 2024	(225,108)
Add: June 30, 2024 Unexpended PEA	1,981,086
2023-24 Carryover - Preschool Aid Programs	$ 1,755,978
2023-24 PEA Carryover Budgeted for 2024-25 Preschool Programs	$ 1,755,978

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

Long-Term Debt

CITY OF BAYONNE SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF FINANCED PURCHASES PAYABLE
YEAR ENDED JUNE 30, 2024

DESCRIPTION	DATE OF LEASE	TERM OF LEASE	AMOUNT OF ORIGINAL LEASE PRINCIPAL	AMOUNT OF ORIGINAL LEASE INTEREST	INTEREST RATE	BALANCE JUNE 30, 2023	CURRENT YEAR ISSUED	RETIRED	BALANCE JUNE 30, 2024
Buses	8/15/2019	5 years	$ 123,878	$ 5,571	4.500%	$ 25,332		$ 25,332	
Digital Copy Machines	3/10/2020	5 years	697,890	63,870	3.501%	293,807		144,377	$ 149,430
Digital Copy Machines	10/31/2023	5 years	548,503	87,437	5.980%		$ 548,503	31,698	516,805
						$ 319,139	$ 548,503	$ 201,407	$ 666,235

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

Statistical Section (Unaudited)

Other Information

CITY OF BAYONNE SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS (UNAUDITED)
(ACCRUAL BASIS OF ACCOUNTING)

	JUNE 30,									
	2015	2016	2017	2018	2019	2020*	2021*	2022	2023	2024
GOVERNMENTAL ACTIVITIES										
NET INVESTMENT IN CAPITAL ASSETS	$ 71,534,738	$ 70,252,999	$ 64,822,684	$ 62,089,615	$ 61,477,554	$ 125,169,182	$ 126,960,246	$ 128,161,027	$ 123,244,442	$ 125,103,880
RESTRICTED	13,611,071	11,423,675	8,804,788	3,359,793	4,179,656	7,962,728	9,150,512	11,446,550	12,709,073	14,559,166
UNRESTRICTED	(37,284,444)	(42,947,006)	(53,981,342)	(51,087,710)	(51,361,979)	(52,357,788)	(53,591,372)	(47,461,507)	(45,080,874)	(48,289,846)
TOTAL GOVERNMENTAL ACTIVITIES NET ASSETS/POSITION	$ 47,861,365	$ 38,729,668	$ 19,646,130	$ 14,361,698	$ 14,295,231	$ 80,774,122	$ 82,519,386	$ 92,146,070	$ 90,872,641	$ 91,373,200
BUSINESS-TYPE ACTIVITIES										
NET INVESTMENT IN CAPITAL ASSETS	$ 789,374	$ 749,752	$ 1,192,738	$ 1,109,588	$ 1,077,134	$ 1,046,236	$ 940,033	$ 833,822	$ 727,620	$ 797,698
UNRESTRICTED	2,159,494	1,646,812	631,871	526,052	834,121	499,910	548,111	2,971,118	4,243,882	5,158,806
TOTAL BUSINESS-TYPE ACTIVITIES NET ASSETS/POSITION	$ 2,948,868	$ 2,396,564	$ 1,824,609	$ 1,635,640	$ 1,911,255	$ 1,546,146	$ 1,488,144	$ 3,804,940	$ 4,971,502	$ 5,956,504
DISTRICT- WIDE										
NET INVESTMENT IN CAPITAL ASSETS	$ 72,324,112	$ 71,002,751	$ 66,015,422	$ 63,199,203	$ 62,554,689	$ 126,215,418	$ 127,900,279	$ 128,994,849	$ 123,972,062	$ 125,901,578
RESTRICTED	13,611,071	11,423,675	8,804,788	3,359,793	4,179,656	7,962,728	9,150,512	11,446,550	12,709,073	14,559,166
UNRESTRICTED	(35,124,950)	(41,300,194)	(53,349,471)	(50,561,658)	(50,527,858)	(51,857,878)	(53,043,261)	(44,490,389)	(40,836,992)	(43,131,040)
TOTAL DISTRICT NET ASSETS/POSITION	$ 50,810,233	$ 41,126,232	$ 21,470,739	$ 15,997,338	$ 16,206,486	$ 82,320,268	$ 84,007,530	$ 95,951,010	$ 95,844,143	$ 97,329,704

* Reflects implementation of GASB Statement No. 84 and restatement due to revaluation of capital assets.

Source: ACFR A-1

CITY OF BAYONNE SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (UNAUDITED)
(ACCRUAL BASIS OF ACCOUNTING)

	YEAR ENDED JUNE 30,									
	2015	2016	2017	2018	2019	2020	2021*	2022	2023	2024
EXPENSES										
GOVERNMENTAL ACTIVITIES:										
INSTRUCTION:										
REGULAR	$ 79,378,908	$ 87,223,327	$ 91,817,468	$ 39,601,036	$ 188,715,394	$ 121,480,304	$ 133,398,176	$ 125,438,766	$ 123,871,330	$ 134,224,004
SPECIAL EDUCATION	23,848,242	21,223,351	27,764,427	23,280,445						
OTHER SPECIAL INSTRUCTION	3,165,132	2,348,059	2,346,897	2,028,717						
OTHER INSTRUCTION	4,242,405	2,974,368	4,344,136	2,487,134						
SUPPORT SERVICES:										
ATTENDANCE/SOCIAL WORK							562,228	559,249	605,451	747,871
SPEECH, OT, PT AND RELATED SERVICES					3,169,296	3,577,923	3,963,611	5,473,021	6,437,422	7,054,699
TUITION	3,154,142	3,704,564	4,013,916	2,056,505						
HEALTH SERVICES					2,730,035	2,639,622	2,834,312	89,171	3,013,032	3,187,898
IMPROVEMENT OF INSTRUCTION					2,385,952	2,601,477	3,238,090	3,186,998	3,241,950	3,392,156
OTHER SUPPORT INSTRUCTIONAL STAFF					45,961	32,530	13,424	19,727	252,576	332,350
SCHOOL LIBRARY					323,446	241,279	1,493,235	2,206,169	3,787,171	7,700,158
STUDENT & INST. RELATED SERVICES	20,523,983	16,187,433	19,951,151	14,925,463						
CENTRAL SERVICES					2,605,262	2,871,754	3,387,804	2,933,634	2,976,878	3,501,259
SCHOOL ADMINISTRATION SERVICES	8,001,097	8,669,898	10,415,044	4,797,816	8,151,708	8,074,525	9,339,889	10,062,920	10,075,497	12,258,211
GENERAL & BUSINESS ADMIN. SERVICES	6,419,764	6,246,216	6,390,416	5,484,197	3,890,030	3,588,977	3,916,928	3,992,602	2,762,452	4,111,038
ADMINISTRATIVE INFORMATION TECHNOLOGY						1,400,596	904,160	270,274	-	-
PLANT OPERATION AND MAINTENANCE	13,897,008	15,225,585	16,645,578	11,096,656	19,377,759	19,459,335	20,501,351	15,994,564	24,136,346	26,210,091
PUPIL TRANSPORTATION	3,199,941	4,100,159	4,737,682	2,879,309	4,306,583	4,162,568	4,371,402	5,331,692	6,972,823	7,852,788
OTHER SUPPORT SERVICES						14,715,518	20,044,912	32,290,633	29,614,894	36,131,414
UNALLOCATED BENEFITS				75,223,568						
SPECIAL SCHOOLS	504,322	596,200	687,376			774,205	848,441	898,466	957,498	1,150,854
TRANSFER TO CHARTER SCHOOL	203,546	312,481	423,561	385,706	477,856					
INTEREST ON LONG TERM DEBT							53,402	24,259	25,090	-
UNALLOCATED DEPRECIATION				1,528,690						
CAPITAL OUTLAYS				269,280	269,280	2,143,741				
TOTAL GOVERNMENTAL ACTIVITIES EXPENSES	$ 166,538,490	$ 168,811,641	$ 189,537,652	$ 186,044,523	$ 181,065,121	$ 187,764,354	$ 208,871,365	$ 208,772,145	$ 218,730,410	$ 247,854,791
BUSINESS - TYPE ACTIVITIES:										
FOOD SERVICE	$ 4,557,667	$ 4,663,524	$ 5,114,856	$ 4,847,519	$ 4,688,908	$ 5,838,930	$ 1,962,523	$ 4,647,211	$ 5,577,850	$ 6,104,112
COMMUNITY EDUCATION							163,198	1,373,080	1,390,605	1,591,545
TOTAL BUSINESS-TYPE ACTIVITIES EXPENSES	4,557,667	4,663,524	5,114,856	4,847,519	4,688,908	5,838,930	2,125,721	6,020,291	6,968,455	7,695,657
TOtAL DISTRICT EXPENSES	$ 171,096,157	$ 173,475,165	$ 194,652,508	$ 190,892,042	$ 185,754,029	$ 193,603,284	$ 210,997,086	$ 214,792,436	$ 225,698,865	$ 255,550,448
PROGRAM REVENUE										
GOVERNMENTAL ACTIVITIES:										
CHARGES FOR SERVICES	$ 87,707	$ 64,792	$ 101,842		$ 779,815	$ 72,711	$ 83,001	$ 1,437,941	$ 2,032,395	$ 2,034,696
OPERATING GRANTS AND CONTRIBUTIONS	90,415,285	95,653,695	108,866,343	$ 43,609,221	10,360,976	16,586,115	26,697,149	41,200,548	32,353,422	47,038,743
CAPITAL GRANTS AND CONTRIBUTIONS	(1,732,099)	(230,764)	41,604		779,797	1,593,908	1,095,715	658,934		-
TOTAL GOVERNMENTAL ACTIVITIES PROGRAM REVENUE	$ 88,770,893	$ 95,487,723	$ 109,009,789	$ 43,609,221	$ 11,920,588	$ 18,252,734	$ 27,875,865	$ 43,297,423	$ 34,385,817	$ 49,073,439

* Reflects implementation of GASB Statement No. 84.

Source: ACFR A-2

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

CITY OF BAYONNE SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (UNAUDITED)
(ACCRUAL BASIS OF ACCOUNTING)

	YEAR ENDED JUNE 30,									
	2015	2016	2017	2018	2019	2020	2021*	2022	2023	2024
BUSINESS-TYPE ACTIVITIES										
CHARGE FOR SERVICES										
FOOD SERVICES	$ 1,013,658	$ 1,038,210	$ 1,047,445	$ 988,445	$ 1,112,361	$ 1,622,848	$ 1,928	$ 369,577	$ 868,256	$ 946,085
COMMUNITY EDUCATION							79,431	1,008,739	1,049,157	1,072,399
OPERATING GRANTS AND CONTRIBUTIONS	3,672,574	3,633,974	3,495,456	3,670,104	3,865,012	3,757,627	1,986,360	6,958,771	6,217,604	6,662,175
TOTAL BUSINESS TYPE ACTIVITY PROG. REVENUE	4,686,232	4,672,184	4,542,901	4,658,549	4,977,373	5,380,475	2,067,719	8,337,087	8,135,017	8,680,659
TOTAL DISTRICT PROGRAM REVENUE	4,686,232	4,672,184	4,542,901	4,658,549	4,977,373	5,380,475	2,067,719	8,337,087	8,135,017	8,680,659
NET (EXPENSE)/ REVENUE:										
GOVERNMENTAL ACTIVITIES	(77,767,597)	(73,323,918)	(80,527,863)	(142,435,302)	(168,878,255)	(169,511,620)	(183,063,219)	(173,811,809)	(192,479,610)	(207,462,011)
BUSINESS - TYPE ACTIVITIES	128,565	8,660	(304,618)	(30,359)	288,464	(458,455)	(58,002)	2,316,796	1,166,562	985,002
TOTAL DISTRICT - WIDE NET EXPENSE	(77,639,032)	(73,315,258)	(80,832,481)	(142,465,661)	(168,589,791)	(169,970,075)	(183,121,221)	(171,495,013)	(191,313,048)	(206,477,009)
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS/POSITION										
GOVERNMENTAL ACTIVITIES:										
PROPERTY TAXES LEVIED FOR GEN. PURPOSES, NET	59,392,474	61,174,248	62,876,035	66,407,653	68,312,303	69,063,735	69,754,379	70,451,920	71,860,958	73,298,177
UNRESTRICTED GRANTS AND CONTRIUTIONS	162,262			64,468,987	61,704,888	97,970,529	114,546,616	111,914,318	118,407,752	128,825,992
RESTRICTED GRANTS AND CONTRIBUTIONS				9,748,223	9,456,674					
TUITION RECEIVED				655,515	779,815					
INVESTMENT EARNINGS	21,621	49,953	57,191							
MISCELLANEOUS INCOME	1,676,933	2,430,481	2,757,070	1,216,891	1,284,141	1,792,534	507,488	1,072,255	937,471	5,838,401
EXTRAORDINARY ITEMS	(67,306)	(23,425)	(269,617)	(5,233,608)						
TRANSFERS	(560,964)	560,964		(112,796)						
TOTAL GOVERNMENTAL ACTIVITIES	60,625,020	64,192,221	65,420,679	137,150,865	141,537,822	168,826,798	184,808,483	183,438,493	191,206,181	207,962,570
BUSINESS-TYPE ACTIVITIES:										
TRANSFERS	560,964	(560,964)								
TOTAL BUSINESS-TYPE ACTIVITIES	560,964	(560,964)	-	-	-	-	-	-	-	-
TOTAL DISTRICT WIDE	$ 61,185,984	$ 63,631,257	$ 65,420,679	$ 137,150,865	$ 141,537,822	$ 168,826,798	$ 184,808,483	$ 183,438,493	$ 191,206,181	$ 207,962,570
CHANGE IN NET ASSETS/POSITION										
GOVERNMENTAL ACTIVITIES	$ (17,142,577)	$ (9,131,697)	$ (15,107,184)	$ (5,284,437)	$ (66,468)	$ (684,822)	$ 1,745,264	$ 9,626,684	$ (1,273,429)	$ 500,559
BUSINESS-TYPE ACTIVITIES	689,529	(552,304)	(304,618)	(30,359)	288,464	(458,455)	(58,002)	2,316,796	1,166,562	985,002
TOTAL DISTRICT	$ (16,453,048)	$ (9,684,001)	$ (15,411,802)	$ (5,314,796)	$ 221,996	$ (1,143,277)	$ 1,687,262	$ 11,943,480	$ (106,867)	$ 1,485,561

* Reflects implementation of GASB Statement No. 84.

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

CITY OF BAYONNE SCHOOL DISTRICT
FUND BALANCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (UNAUDITED)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	JUNE 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
GOVERNMENTAL FUNDS:										
GENERAL FUND:										
RESTRICTED	$ 1,523,324	$ 1,523,324		$ 181,511	$ 3,565,474	$ 6,924,439	$ 8,787,328	$ 11,059,239	$ 12,269,598	$ 14,150,831
COMMITTED	4,040,304	5,940,338	$ 144,899	188,706	1,067,964					
ASSIGNED	651,077				220,187	3,699,369	451,609	1,301,523	3,772,344	436,274
UNASSIGNED	(2,130,372)	(7,321,329)	(7,397,711)	(4,034,443)	(3,712,911)	(4,516,492)	(2,349,478)	(2,611,068)	(5,790,589)	(6,891,414)
TOTAL GENERAL FUND	$ 4,084,333	$ 142,333	$ (7,252,812)	$ (3,664,226)	$ 1,140,713	$ 6,107,316	$ 6,889,459	$ 9,749,694	$ 10,251,353	$ 7,695,691
OTHER GOVERNMENTAL FUNDS										
RESTRICTED							$ 363,184	$ 387,311	$ 439,475	$ 408,335
COMMITTED	$ 1,557,834	$ 1,316,204	$ 122,300							
ASSIGNED	10,529,913	8,584,147	8,682,488	$ 3,359,793	$ 795,693	$ 564,695				
UNASSIGNED	(215,446)	(201,736)	(241,887)						(1,135,899)	(1,395,136)
TOTAL OTHER GOVERNMENTAL FUNDS	$ 11,872,301	$ 9,698,615	$ 8,562,901	$ 3,359,793	$ 795,693	$ 564,695	$ 363,184	$ 387,311	$ (696,424)	$ (986,801)

Source: ACFR B-1

CITY OF BAYONNE SCHOOL DISTRICT
CHANGE IN FUND BALANCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (UNAUDITED)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	YEAR ENDED JUNE 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
REVENUES										
TAX LEVY	$ 59,392,474	$ 61,174,248	$ 62,876,035	$ 66,407,653	$ 68,312,303	$ 69,063,735	$ 69,754,379	$ 70,451,920	$ 71,860,958	$ 73,298,177
TUITION CHARGES	87,707	64,792	101,842	655,515	779,815	72,711	1,642	59,625	62,818	16,212
INTEREST EARNINGS	21,621	49,953	57,191							
MISCELLANEOUS	1,676,933	2,430,481	2,757,070	1,216,894	1,452,745	2,005,061	575,261	1,650,618	1,677,966	5,933,687
STATE SOURCES	68,247,696	70,353,660	74,637,595	78,529,144	87,605,167	95,922,791	106,683,446	129,887,752	142,293,036	164,653,189
FEDERAL SOURCES	6,102,408	6,195,298	6,569,508	6,896,478	6,345,394	8,327,637	13,671,397	20,000,152	13,720,424	23,136,770
TOTAL REVENUES	135,528,839	140,268,432	146,999,241	153,705,683	164,495,425	175,391,935	190,686,125	222,050,067	229,615,202	267,038,035
EXPENDITURES										
INSTRUCTION										
REGULAR INSTRUCTION	52,795,612	53,608,866	52,479,475	38,598,789	69,668,607	75,970,064	76,803,777	85,326,154	85,770,748	92,253,724
SPECIAL EDUCATION INSTRUCTION	15,644,626	12,266,080	14,420,155	22,106,562						
OTHER SPECIAL INSTRUCTION	4,190,784	2,147,197	1,928,527	1,926,422						
OTHER INSTRUCTION	1,199,784	1,076,115	1,817,721	2,361,724						
SUPPORT SERVICES										
INSTRUCTION					2,394,192	2,691,903	3,155,574	2,003,444	3,211,520	3,697,059
ATTENDANCE/SOCIAL WORK							302,390	354,008	398,241	477,097
SPEECH, OT, PT, AND RELATED SERVICES					2,076,665	2,688,725	3,087,702	4,695,070	4,680,689	5,095,401
HEALTH SERVICES					1,552,563	1,568,122	1,547,514	85,646	2,016,210	2,055,525
OTHER SUPPORT SERVICES					9,124,879	10,832,647	15,810,447	27,409,252	24,759,527	29,142,647
IMPROVEMENT OF INSTRUCTION					1,490,804	1,505,875	1,738,586	2,040,629	2,131,025	2,160,898
EDUCATION MEDIA LIBRARY					182,947	143,368	998,859	1,778,119	3,245,343	6,913,993
OTHER SUPPORT INSTRUCTIONAL STAFF					44,024	31,293	12,873	18,947	242,724	321,477
TUITION	3,000,977	3,517,867	3,822,028	2,056,505						
STUDENT & INST. RELATED SERVICES	14,751,454	11,552,060	13,395,325	14,925,463						
GENERAL ADMINISTRATION	5,067,051	4,818,459	4,637,991	4,797,816	3,367,204	3,098,180	3,383,099	3,508,666	2,294,835	3,486,475
SCHOOL ADMINISTRATIVE SERVICES	5,088,842	5,035,674	5,445,056	6,222,028	4,558,634	4,739,139	5,114,944	6,401,593	6,654,105	7,843,722
CENTRAL SERVICES					1,637,641	1,835,350	1,971,379	1,950,090	2,030,958	2,339,188
ADMINISTRATIVE INFORMATION TECHNOLOGY					897,416	1,039,811	821,751	184,298		
PLANT OPERATIONS AND MAINTENANCE	12,223,980	12,290,975	11,744,829	11,120,881	13,588,354	14,270,825	14,287,574	12,103,251	18,868,135	18,493,306
PUPIL TRANSPORTATION	2,510,985	2,996,766	3,250,093	2,963,100	3,113,897	3,052,978	3,172,620	4,364,695	5,985,088	6,774,229
EMPLOYEE BENEFITS	31,518,548	34,957,175	39,535,897	40,453,293	44,667,895	43,976,908	50,695,582	59,349,802	65,300,969	79,010,422
TRANSFER TO CHARTER SCHOOLS	203,546	312,481	423,561	385,706	477,856	774,205	848,441	898,466	957,498	1,150,854
SPECIAL SCHOOLS	348,535	381,366	379,149							
CAPITAL OUTLAY	3,449,094	3,191,323	4,730,399	626,853	3,960,078	5,078,797	6,825,975	6,693,575	1,649,663	9,216,146
TOTAL EXPENDITURES	151,993,818	148,152,404	158,010,206	148,545,143	162,803,655	173,298,190	190,579,087	219,165,705	230,197,278	270,432,163
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(16,464,979)	(7,883,972)	(11,010,965)	5,160,541	1,691,770	2,093,745	107,038	2,884,362	(582,076)	(3,394,128)
OTHER FINANCING SOURCES (USES)										
FINANCED PURCHASES PAYABLE (NON-BUDGETED)	122,103	1,230,747	2,480,106			1,762,268				
LOAN INTEREST		(23,425)								
TRANSFERS IN		560,964			608,962	879,592	412,014	675,265	349,656	1,849,992
TRANSFERS OUT	(560,964)			(1,541,456)	(59,894)		(412,014)	(675,265)	(349,656)	(1,849,992)
EXTRAORDINARY ITEMS	(67,306)			(5,233,608)						
TOTAL OTHER FINANCING SOURCES (USES)	(506,167)	1,768,286	2,480,106	(6,775,065)	549,069	2,641,860	-	-	-	-
NET CHANGE IN FUND BALANCES	$ (16,971,146)	$ (6,115,686)	$ (8,530,859)	$ (1,614,524)	$ 2,240,838	$ 4,735,605	$ 107,038	$ 2,884,362	$ (582,076)	$ (3,394,128)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: ACFR B-2

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

CITY OF BAYONNE SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE SOURCE
LAST TEN FISCAL YEARS (UNAUDITED)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

FISCAL YEAR ENDING JUNE 30,	PHYS. ED CTR. FEES	COMM. ED. FEES	TUITION	INTEREST ON INVESTMENTS	SPECIAL PROJ. DONATIONS	MISC.	TOTAL
2015	163,601	319,891	87,707	21,621	140,966	150,776	884,562
2016	124,725	291,147	64,792	49,953	276,147	489,467	1,296,231
2017	638,241	318,454	101,842	57,191	172,064	570,791	1,858,583
2018	305,259	635,984	42,215		149,391	84,045	1,216,894
2019	314,690	570,548	209,267			1,138,056	2,232,561
2020			72,711			1,792,534	1,865,245
2021			1,642			507,488	509,130
2022			59,625			1,072,255	1,131,880
2023			62,818			937,471	1,000,289
2024			16,212			5,289,898	5,306,110

Source: ACFR B-2

CITY OF BAYONNE SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS (UNAUDITED)

YEAR ENDING DECEMBER 31	VACANT LAND	RESIDENT.	FARM REG	Q FARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	MEMO TAX EXEMPT PROPERTY	PUBLIC UTILITIES	NET VALUATION TAXABLE	ESTIMATED ACTUAL EQUALIZED VALUE	TOTAL SCHOOL DISTRICT TAX RATE
2015	$ 88,498,000	$ 1,418,703,549	$ -	$ -	$ 312,518,800	$ 299,784,600	$ 104,642,700	$ 2,224,147,649	$ -	$ 1,744,987	$ 2,225,892,636	$ 5,047,763,545	$ 3.168
2016	88,432,300	1,393,888,890	-	-	300,200,200	286,467,100	104,014,900	2,173,003,390	-	2,665,905	2,175,669,295	4,935,015,894	3.194
2017	88,432,300	1,393,888,890	-	-	300,200,200	286,467,100	104,014,900	2,173,003,390	-	2,665,905	3,851,597,393	4,935,015,894	3.194
2018	131,538,000	1,381,593,664	-	-	292,234,200	256,621,000	104,480,400	2,166,467,264	933,118,175	2,657,878	2,169,125,142	5,969,390,487	3.105
2019	145,152,400	1,380,846,164	-	-	291,908,000	255,317,600	106,660,200	2,179,884,364	916,967,375	2,611,677	2,182,496,041	6,486,311,451	3.147
2020 *	645,967,400	4,483,207,000	-	-	979,883,800	1,007,781,200	453,457,300	7,570,296,700	2,095,670,600	7,803,624	7,578,100,324	6,436,775,677	0.916
2021	661,237,500	4,478,244,400	-	-	986,559,800	987,330,100	419,191,800	7,532,563,600	2,394,594,700	7,725,706	7,540,289,306	7,756,651,898	0.935
2022	674,147,900	4,484,120,400	-	-	986,181,100	957,352,500	425,124,700	7,526,926,600	2,483,361,300	7,497,277	7,534,423,877	8,407,148,725	0.940
2023	743,772,300	4,504,141,150	-	-	955,270,000	958,628,700	435,124,200	7,596,936,350	2,681,100,950	7,219,086	7,604,155,436	9,263,095,586	1.074
2024	801,963,500	4,503,262,900	-	-	942,508,700	889,944,200	426,237,200	7,563,916,500	3,015,387,900	6,787,476	7,570,703,976	10,001,207,298	1.059

* Note - The City of Bayonne a revaluation during the 2020 year, resulting in values adjusted to market.

Source: Municipal Tax Assessor

CITY OF BAYONNE SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS (UNAUDITED)
(RATE PER $100 OF ASSESSED VALUE)

	BAYONNE SCHOOL DISTRICT			OVERLAPING RATES		
ASSESSMENT YEAR END DEC. 31	BASIC RATE	GENERAL OBLIGATION DEBT SERVICE	TOTAL DIRECT SCHOOL TAX RATE	BAYONNE CITY	HUDSON COUNTY	TOTAL DIRECT AND OVERLAPPING TAX RATE
2015	$ 2.728	$ 0.440	$ 3.168	$ 3.206	$ 1.300	$ 7.674
2016	2.856	0.338	3.194	3.472	1.269	7.935
2017	2.988	0.473	3.461	3.536	1.242	8.239
2018	3.105	0.490	3.595	3.624	1.210	8.429
2019	3.226	0.482	3.708	3.723	1.247	8.679
2020 *	0.916	0.140	1.056	1.127	0.383	2.566
2021	0.935	0.139	1.074	1.131	0.407	2.612
2022	0.940	0.120	1.060	1.149	0.424	2.633
2023	0.964	0.110	1.074	1.171	0.438	2.683
2024	0.988	0.071	1.059	1.249	0.488	2.796

* Note - The City of Bayonne conducted a revaluation during the 2020 year, resulting in values adjusted to market.

Source: Municipal Tax Collector

CITY OF BAYONNE SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TEN YEARS AGO (UNAUDITED)

	2024			2015		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DIRECT NET ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DIRECT NET ASSESSED VALUE
Bayonne Indusries Inc/IMTT	$ 509,690,800	1	6.70%	$ 116,103,000	1	24.70%
PR Bayonne Industrial Urb Ren	70,609,100	2	0.93%			
Togus Urban Renewal	70,000,000	3	0.92%			
NJIND Hook Road, LLC	61,947,500	4	0.81%	9,500,000	6	2.02%
Duke Realty Bayonne Development	52,528,500	5	0.69%			
Gordan Terminal Serv Co of NJ Inc.	38,829,600	6	0.51%	15,027,100	3	3.20%
29 E 29th St Holdings LLC	36,072,000	7	0.47%			
Centerpoint Pulaski, LLC	35,367,400	8	0.47%			
Howard Warehouse Inc.	35,277,700	9	0.46%			
Millions Inc.	31,900,000	10	0.42%			
Bayonne Auto Terminal Inc.				23,095,700	2	4.91%
Exxon Corporation				14,312,000	4	3.04%
Texaco, Inc.				13,085,800	5	2.78%
Hess Corp						
Morris Bayonne Assoc., LLC, et als						
South Cove Development, LLC				8,519,700	7	1.81%
MPT of Bayonne, LLC				8,000,000	8	1.81%
Buckeye Bayonne Terminal LLC				7,800,000	9	1.70%
51-53 Hook Road, LLC				7,796,900	10	1.70%
TOTAL	$ 942,222,600		12.39%	$ 223,240,200		47.67%

Source: Municipal Tax Assessor

CITY OF BAYONNE SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
FOR THE LAST TEN YEARS (UNAUDITED)

FISCAL YEAR ENDED JUNE 30	TAXES LEVIED FOR THE YEAR	COLLECTED FOR THE YEAR	PERCENTAGE OF LEVY	COLLECTION IN SUBSEQUENT YEARS*
2015	$ 59,392,474	$ 59,392,474	100.00%	N/A
2016	61,174,248	61,174,248	100.00%	N/A
2017	62,876,035	62,876,035	100.00%	N/A
2018	66,407,653	66,407,653	100.00%	N/A
2019	68,312,303	68,312,303	100.00%	N/A
2020	69,063,735	69,063,735	100.00%	N/A
2021	69,754,379	69,754,379	100.00%	N/A
2022	70,451,920	70,451,920	100.00%	N/A
2023	71,860,958	71,860,958	100.00%	N/A
2024	73,298,177	73,298,177	100.00%	N/A

* - New Jersey School Taxes are levied and collected by the constiutuent municipalities that comprise the District. All New Jesrey school distrricts are entitled to full payment of school taxes levied by the close of the school year for which the taxes were levied. Payments follow statutory or negotiated payment schedules.

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

CITY OF BAYONNE SCHOOL DISTRICT
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS (UNAUDITED)

FISCAL YEAR ENDING JUNE 30,	GOVERNMENTAL ACTIVITIES GENERAL OBLIGATION BONDS	CERTIFICATES OF PARTICIPATION	FINANCED PURCHASES PAYABLE	BOND ANTICIPATION NOTES	BUSINESS-TYPE ACTIVITIES FINANCED PURCHASE PAYABLES	TOTAL DISTRICT	POPULATION		PER CAPITA
2015	$ -	$ -	$ 3,887,373	$ -	$ -	$ 3,887,373	65,301		$ 59.53
2016	-	-	2,544,327	-	-	2,544,327	65,323		38.95
2017	-	-	2,765,078	-	-	2,765,078	65,338		42.32
2018	-	-	1,504,603	-	-	1,504,603	64,725		23.25
2019	-	-	805,554	-	-	805,554	65,060		12.38
2020	-	-	1,865,809	-	-	1,865,809	65,165		28.63
2021	-	-	1,210,183	-	-	1,210,183	69,211		17.49
2022	-	-	609,166	-	-	609,166	69,527		8.76
2023	-	-	319,139	-	-	319,139	70,300		4.54
2024			666,235			666,235	70,300	(A)	9.48

Source: City of Bayonne Finance Office
(A) -Estimated

CITY OF BAYONNE SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS (UNAUDITED)

FISCAL YEAR ENDING JUNE 30,	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
2015	$ -	$ -	$ -	0.000%	$ -
2016	-	-	-	0.000%	-
2017	-	-	-	0.000%	-
2018	-	-	-	0.000%	-
2019	-	-	-	0.000%	-
2020	-	-	-	0.000%	-
2021	-	-	-	0.000%	-
2022	-	-	-	0.000%	-
2023	-	-	-	0.000%	-
2024	-	-	-	0.000%	-

Source: City of Bayonne Finance Office

CITY OF BAYONNE SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2024 (UNAUDITED)

GOVERNMENTAL UNIT	NET DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	ESTIMATED SHARE OF OVERLAPPING DEBT
DEBT REPAID WITH PROPERTY TAXES			
CITY OF BAYONNE	$ 165,032,960	100.00%	$ 165,032,960
COUNTY OF HUDSON	557,105,696	7.84%	43,677,087
SUBTOTAL OVERLAPPING DEBT			208,710,047
SCHOOL DISTRICT DIRECT DEBT			-
TOTAL DIRECT AND OVERLAPPING DEBT			$ 208,710,047

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses situated within the District. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

Source: City of Bayonne Finance Office

CITY OF BAYONNE SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS (UNAUDITED)

LEGAL DEBT MARGIN CACULATION FOR FISCAL YEAR 2024 (As of December 31, 2023 per statute)

EQUALIZED VALUATION BASIS

2023	$ 10,189,024,075
2022	9,054,404,667
2021	8,255,768,961
	$ 27,499,197,703
AVERAGE EQUALIZED VALUATION OF TAXABLE PROPERTY	$ 9,166,399,234
DEBT LIMIT (4% X))	$ 366,655,969
TOTAL DEBT APPLICABLE TO LIMIT	-
LEGAL DEBT MARGIN	$ 366,655,969

YEAR	DEBT LIMIT	TOTAL DEBT APPLICABLE TO LIMIT	LEGAL DEBT MARGIN	PERCENTAGE OF DEBT LIMIT
2014	$ 214,404,298	$ -	$ 214,404,298	0.000%
2015	208,627,750	-	208,627,750	0.000%
2016	209,233,720	-	209,233,720	0.000%
2017	213,574,147	-	213,574,147	0.000%
2018	220,914,437	-	220,914,437	0.000%
2019	235,181,949	-	235,181,949	0.000%
2020	162,765,505	-	162,765,505	0.000%
2021	271,482,816	-	271,482,816	0.000%
2022	336,285,949	-	336,285,949	0.000%
2023	366,655,969		366,655,969	0.000%

Source: Abstract of Ratables and District Records ACFR Schedule J-6

CITY OF BAYONNE SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS (UNAUDITED)

YEAR	POPULATION		PERSONAL INCOME		COUNTY PER CAPITA PERSONAL INCOME	UNEMPLOYMENT RATE
2015	65,301		$ 4,615,148,175		$ 70,675	6.5%
2016	65,323		6,006,188,558		91,946	6.0%
2017	65,338		4,414,888,660		67,570	4.4%
2018	64,725		3,679,810,425		56,853	3.7%
2019	65,060		4,396,104,200		67,570	3.9%
2020	65,165		4,671,157,530		71,682	10.5%
2021	69,211		4,986,375,706		72,046	5.1%
2022	69,527		5,056,698,710		72,730	4.4%
2023	70,300		5,112,919,000		72,730	5.1%
2024	70,300	(A)	5,112,919,000	(A)	72,730	5.1%

Sources:
Population data provided by NJ Dept. of Labor and Workforce Development.
Per Capita Income data provided by US Bureau of Census
Personal Income derrived from Population and Per Capita Personal Income data.
Unemployment data provided by NJ Dept. of Labor and Workforce Development.

(A) -Estimated

CITY OF BAYONNE SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO (UNAUDITED)

	2024			2015		
EMPLOYERS	EMPLOYEES	RANK	PERCENTAGE OF TOTAL MUNICIPAL EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL MUNICIPAL EMPLOYMENT
Bayonne Hospital	1,867	1	5.73%	1,867	1	6.69%
City of Bayonne	1,627	2	4.99%			
Bayonne Board of Education	1,322	3	4.06%			
Gel Spice Company Inc.	500	4	1.53%			
Jerhel Plastics Inc.	500	5	1.53%	500	2	1.79%
Vertellus	350	6	1.07%	150	8	0.54%
Bayonne Community Bank	327	7	1.00%			
European American Food Group Co. Inc.	325	8	1.00%			
Ideal Window Manufacturing Inc.	287	9	0.88%	127	10	0.45%
Muralo Company, Inc.	250	10	0.77%	180	6	0.64%
Royal Wine Corporation				220	3	0.79%
Inserra Inc				220	4	0.79%
Haddad Aooarel Group Ltd.				155	7	0.56%
Season Contracting Corp				150	9	0.54%
Bookazine Co Inc.				180	5	0.64%
	7,355		22.56%	3,749		13.43%

Source: City of Bayonne

CITY OF BAYONNE SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS (UNAUDITED)

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Instruction										
Regular	584	701	608	572	533	557	564	573	583	592
Special Education	315	272	387	372	343	366	376	351	376	339
Other Special Education	33	39	40	42	35	40	44	48	48	47
Vocational	6	3	5	2	2	2	2	5	5	6
Other Instruction	1	2	60							
Support Services										
Student & Instruction Related Services	99	125	50	49	50	47	54	56	63	66
General Administration	11	10	23	23	24	21	23	27	29	31
School Administrative Services	67	65	82	70	63	54	56	58	58	57
Central Services	12	12	8	18	16	16	17	19	22	22
Administrative Information Technology	1	0	9	9	10	7	10	11	15	16
Plant Operations and Maintenance	125	152	159	128	138	149	152	155	164	139
Pupil Transportation	35.0	22.0	39	44.0	42	43	39	41	40	41
Other Support Services		2								
Total	1,289	1,405	1,470	1,329	1,256	1,302	1,337	1,344	1,403	1,356

Source: District Personnel Records

CITY OF BAYONNE SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS (UNAUDITED)

FISCAL YEAR ENDING JUNE 30,	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO ELEMENTARY	PUPIL/TEACHER RATIO SENIOR HIGH SCHOOL	AVERAGE DAILY ENROLLMENT(c)	AVERAGE DAILY ATTENDANCE(c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
2015	9,341	$ 149,064,121	$ 15,958	11.17%	939	13.8-1	13-1	9,341	8,925	4.17%	95.55%
2016	9,359	146,539,905	15,658	-1.88%	1,017	13.2-1	12.4-1	9,359	8,944	0.19%	95.57%
2017	9,631	153,629,124	15,952	1.88%	1,101	13-1	12.3-1	9,315	8,706	-0.47%	93.46%
2018	9,562	148,545,143	15,535	-2.61%	988	14.2-1	13.1-1	9,274	8,654	-0.44%	93.31%
2019	9,474	142,433,757	15,034	-3.22%	1,108	12.67-1	11.45-1	9,189	8,963	-0.92%	97.54%
2020	9,878	146,744,541	14,856	-1.19%	965	10.37-1	9.16-1	9,352	8,979	1.77%	96.01%
2021	9,842	183,753,112	18,670	25.68%	986	10.04-1	8.94-1	9,312	9,218	-0.43%	98.99%
2022	9,826	212,644,000	21,641	15.91%	977	9.86-1	8.71-1	8,929	8,183	-4.11%	91.65%
2023	9,657	228,547,615	23,667	9.36%	986	9.27-1	8.18-1	9,284	9,011	3.98%	97.06%
2024	9,793	258,426,944	26,389	11.50%	978	8.89-1	8.42-1	10,001	9,195	7.72%	91.94%

Sources: District records and ASSA

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).

CITY OF BAYONNE SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS (UNAUDITED)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Elementary										
HENRY E, HARRIS (1921)										
Square Feet	82,320	82,320	82,320	82,320	82,320	82,320	82,320	82,320	82,320	82,320
Capacity	690	690	690	690	690	690	690	690	690	690
Enrollment	699	699	685	710	707	697	697	645	656	656
PHILIP VROOM (1914)										
Square Feet	66,746	66,746	66,746	66,746	66,746	66,746	66,746	66,746	66,746	66,746
Capacity	504	504	504	504	504	504	504	504	504	504
Enrollment	491	491	473	479	485	476	476	470	452	432
WALTER F. ROBINSON (1903)										
Square Feet	119,979	119,979	119,979	119,979	119,979	119,979	119,979	119,979	119,979	119,979
Capacity	960	960	960	960	960	960	960	960	960	960
Enrollment	744	744	710	757	792	843	843	767	906	920
MARY J. DONOHUE (1920)										
Square Feet	61,450	61,450	61,450	61,450	61,450	61,450	61,450	61,450	61,450	61,450
Capacity	500	500	500	500	500	500	500	500	500	500
Enrollment	498	498	496	464	444	478	478	464	461	502
LINCOLN (1919)										
Square Feet	76,614	76,614	76,614	76,614	76,614	76,614	76,614	76,614	76,614	76,614
Capacity	426	426	426	426	426	426	426	426	426	426
Enrollment	45	453	470	434	428	471	471	459	480	497
HORACE MANN (1914)										
Square Feet	85,353	85,353	85,353	85,353	85,353	85,353	85,353	85,353	85,353	85,353
Capacity	636	636	636	636	636	636	636	636	636	636
Enrollment	614	614	627	576	572	629	629	605	648	712
WASHINGTON (1917)										
Square Feet	113,755	113,755	113,755	113,755	113,755	113,755	113,755	113,755	113,755	113,755
Capacity	650	650	650	650	650	650	650	650	650	650
Enrollment	678	678	684	721	723	694	694	647	652	689
NICHOLAS ORESKO (2008)										
Square Feet	80,006	80,006	80,006	80,006	80,006	80,006	80,006	80,006	80,006	80,006
Capacity	600	600	600	600	600	600	600	600	600	600
Enrollment	444	444	467	452	432	445	445	394	394	388
JOHN M. BAILEY (1909)										
Square Feet	84,884	84,884	84,884	84,884	84,884	84,884	84,884	84,884	84,884	84,884
Capacity	750	750	750	750	750	750	750	750	750	750
Enrollment	652	652	679	659	688	707	707	636	657	639
WOODROW WILSON (1931)										
Square Feet	114,998	114,998	114,998	114,998	114,998	114,998	114,998	114,998	114,998	114,998
Capacity	750	750	750	750	750	750	750	750	750	750
Enrollment	635	655	672	716	735	755	755	732	725	742
MIDTOWN COMMUNITY (1992)										
Square Feet	160,876	160,876	160,876	160,876	160,876	160,876	160,876	160,876	160,876	160,876
Capacity	1,252	1,252	1,252	1,252	1,252	1,252	1,252	1,252	1,252	1,252
Enrollment	1,155	1,155	1,151	1,198	1,193	1,248	1,248	1,194	1,214	1,201
High School										
BAYONNE (1926)										
Square Feet	535,570	535,570	535,570	535,570	535,570	535,570	535,570	535,570	535,570	535,570
Capacity	3,895	3,895	3,895	3,895	3,895	3,895	3,895	3,895	3,895	3,895
Enrollment	2,574	2,574	2,605	2,400	2,438	2,401	2,401	2,166	2,303	2,559

Number of Schools at June 30, 2024:
Elementary - 11
Senior High School - 1

Note: Year of original construction shown in parenthesis. Changes in square footage and capacity are the results of additions and alterations. Enrollment is based on the annual October student count.

Source: District Facilities Office

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

UNDISTRIUTED EXPENDITURES - REQUIRED
MAINTENANCE F0R SCHOOL FACILITIES
11-000-261-XXX

SCHOOL FACILITIES:	PROJECT #	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
HENRY E. HARRIS SCHOOL	N/A	$ 257,635	$ 295,994	$ 308,481	$ 304,690	$ 203,325	$ 263,808	$ 118,906	$ 224,319	$ 166,641	$ 135,713
PHILIP VROOM SCHOOL	N/A	208,894	239,996	250,120	287,613	219,804	213,898	43,334	148,094	197,742	161,042
WALTER F. ROBINSON SCHOOL	N/A	375,499	431,407	449,607	483,568	198,098	384,492	128,425	222,779	330,916	269,499
MARY J. DONOHUE SCHOOL	N/A	192,321	220,956	230,277	261,720	172,278	196,927	92,187	157,505	276,505	225,186
LINCOLN SCHOOL	N/A	239,780	275,481	287,102	346,302	305,911	245,522	160,285	236,112	276,216	224,951
HORACE MANN SCHOOL	N/A	267,130	306,903	319,850	293,809	208,833	273,528	96,410	207,785	218,535	177,975
WASHINGTON SCHOOL	N/A	356,020	409,027	426,282	432,895	219,930	364,547	74,464	224,526	330,025	268,773
NICHOLAS ORESKO SCHOOL	N/A	250,394	287,675	299,811	333,796	228,006	256,392	83,711	170,929	295,168	240,385
JOHN M. BAILEY SCHOOL	N/A	265,659	305,213	318,088	334,781	197,531	272,025	81,913	222,443	263,293	214,426
WOODROW WILSON SCHOOL	N/A	359,908	413,494	430,938	417,430	218,290	368,530	87,269	185,803	237,588	193,492
MIDTOWN COMMUNITY SCHOOL	N/A	503,492	578,457	602,860	560,508	283,272	515,554	216,086	545,675	510,987	416,149
BAYONNE HIGH SCHOOL	N/A	1,676,170	1,925,736	2,006,975	1,734,726	2,073,660	1,716,322	3,010,312	1,852,521	1,912,610	1,557,634
TOTAL		$ 4,952,902	$ 5,690,339	$ 5,930,391	$ 5,791,838	$ 4,528,938	$ 5,071,545	$ 4,193,302	$ 4,398,491	$ 5,016,226	$ 4,085,225

Source: ACFR C-1

CITY OF BAYONNE SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024

UNAUDITED

The District is a member of the North Jersey Educational Insurance Fund (NJEIF) and maintains commercial insurance coverages for the various risks to which it is exposed.

The District, through NJEIF, has obtained the following coverages for the 2023-2024 fiscal year:

	Coverage	Deductible
Property - Blanket Building And Contents	$459,399,932	$5,000
Environmental	1,000,000	60,000
Blanket Extra Expense	50,000,000	5,000
Valuable Papers	10,000,000	5,000
Loss of Rents	10,000	5,000
Electronic Data Processing/ Public Entity Inland Marine Coverage	10,984,900	1,000
Equipment Breakdown	100,000,000	5,000
Public Employee Crime Coverage:		
Faithful Performance	100,000	1,000
Forgery or Alteration	100,000	1,000
Money and Securities	10,000	500
Money Orders/Counterfeit	10,000	500
Computer Fraud	25,000	500
Comprehensive General Liability	31,000,000	N/A
Student Activities	31,000,000	N/A
Comprehensive Auto Liability	31,000,000	N/A
Workers Compensation and Supplemental Indemnity Options:		
Statutory	3,000,000	
School Leaders Errors and Omissions		
Coverage A	31,000,000	10,000
Coverage B	300,000	10,000
The Hartford Fire Insurance Co.		
Public Officials Bond:		
Business Administrator	575,000	N/A
Asst. Business Administrator	575,000	N/A
Board Secretary	575,000	N/A
Accountant	575,000	N/A

Note: Coverage amounts as shown above, unless otherwise noted, represent per occurrence and aggregate annual NJSIG limits.
Source: School Business Administrator

Single Audit Section

PKF O'CONNOR DAVIES
ACCOUNTANTS AND ADVISORS

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

Honorable President and Members
of the Board of Education
City of Bayonne School District
County of Hudson
Bayonne, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States ("*Government Auditing Standards*"), the financial statements of the governmental activities, the business-type activities and each major fund of the City of Bayonne School District, in the County of Hudson, 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 March 14, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the 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.

PKF O'Connor Davies, LLP is a member firm of the PKF International Limited network of legally independent firms and does not accept any responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

PKF O'Connor Davies, LLP

Cranford, New Jersey
March 14, 2025

Anthony Branco

Anthony Branco, CPA
Licensed Public School Accountant, No. 2515

Report on Compliance for Each Major Federal and State Program and Report on Internal Control Over Compliance Required by the Uniform Guidance and NJ OMB Circular 15-08

Independent Auditors' Report

Honorable President and Members
of the Board of Education
City of Bayonne School District
County of Hudson
Bayonne, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited City of Bayonne School District's, in the County of Hudson, New Jersey (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the 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 auditors' results section of the accompanying schedule of findings and questioned costs.

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

PKF O'Connor Davies, LLP is a member firm of the PKF International Limited network of legally independent firms and does not accept any responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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.

Purpose of this Report

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

PKF O'Connor Davies, LLP

Cranford, New Jersey
March 14, 2025

Anthony Branco

Anthony Branco, CPA
Licensed Public School Accountant, No. 2515

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Federal FAIN Number	Grant or State Project Number	Program or Award Amount*	Grant Period From	Grant Period To	Balance June 30, 2023 Unearned Revenue (Accounts Receivable)	Balance June 30, 2023 Due to Grantor	Cash Received	Budgetary Expenditures	Adjustments	Provided to Subrecipients	Repayment of Prior Years' Balances	Balance June 30, 2024 (Accounts Receivable)	Balance June 30, 2024 Unearned Revenue	Balance June 30, 2024 Due to Grantor
General Fund:																
U.S. Department of Health and Human Services																
Passed-through State Department of Education																
Medicaid Cluster:																
Medical Assistance Program	93.778	2305NJ5MAP	7540-100-211	$ 831,246	7/1/2022	6/30/2023	$ (24,220)		$ 24,220							
Medical Assistance Program	93.778	2405NJ5MAP	7540-100-211	553,483	7/1/2023	6/30/2024			529,263	$ (529,263)						
Total U.S. Department of Health and Human Services							(24,220)		553,483	(529,263)						
Total General Fund							(24,220)		553,483	(529,263)						
Special Revenue Fund:																
U.S. Department of Education																
Passed-through State Department of Education:																
Title I	84.010	S010A220030	5064-100-194	4,185,681	7/1/2022	9/30/2023	(660,339)		660,339							
Title I	84.010	S010A230030	5064-100-194	5,651,381	7/1/2023	9/30/2024			5,520,851	(5,541,255)				$ (20,404)		
Title I - ESEA National Award	84.010	S010A210030	5064-100-194	15,000	7/1/2021	9/30/2022	151								$ 151	
Title I SIA	84.010	S010A220030	5064-100-132	174,929	7/1/2022	9/30/2023	(19,011)		19,011							
Title I SIA	84.010	S010A230030	5064-100-132	450,145	7/1/2023	6/30/2024			322,645	(356,745)				(34,100)		
Subtotal Title I							(679,199)		6,522,846	(5,898,000)				(54,504)	151	
Title II, Part A	84.367	S367A220029	5063-100-290	531,801	7/1/2022	9/30/2023	(108,323)		108,323							
Title II, Part A	84.367	S367A230029	5063-100-290	633,819	7/1/2023	6/30/2024			551,972	(552,882)				(910)		
Subtotal Title II, Part A							(108,323)		660,295	(552,882)				(910)		
Title III	84.365	S365A220030	5064-100-187	121,686	7/1/2022	9/30/2023	(15,703)		15,703							
Title III	84.365	S365A230030	5064-100-187	150,530	7/1/2023	6/30/2024			136,808	(136,809)				(1)		
Title III Immigrant	84.365	S365A220030	5064-100-187	83,327	7/1/2022	9/30/2023	(977)		977							
Subtotal Title III							(16,680)		153,488	(136,809)				(1)		
Title IV - Student Support & Academic Enrichment Program	84.424	S424A220031	5063-100-348	330,572	7/1/2022	9/30/2023	(78,735)		78,735							
Title IV - Student Support & Academic Enrichment Program	84.424	S424A230031	5063-100-348	335,376	7/1/2023	6/30/2024			243,367	(253,154)				(9,787)		
Subtotal Title IV - Student Support & Academic Enrichment Program							(78,735)		322,102	(253,154)				(9,787)		
Special Education (IDEA) Cluster:																
IDEA, Part B	84.027	H027A220100	5065-100-016	3,021,919	7/1/2022	9/30/2023	(571,546)		571,546							
IDEA, Part B	84.027	H027A230100	5065-100-016	3,167,239	7/1/2023	6/30/2024			2,891,021	(3,135,913)				(244,892)		
IDEA, Preschool	84.173	H173A220114	5065-100-020	76,287	7/1/2022	9/30/2023	(15,064)		15,064							
IDEA, Preschool	84.173	H173A230114	5065-100-020	77,563	7/1/2023	6/30/2024			77,563	(77,563)				-		
COVID-19 ARP IDEA, Basic	84.027X	H027A200100	5065-100-016	534,651	7/1/2021	9/30/2023			840	(840)						
Subtotal IDEA Cluster							(586,610)		3,556,034	(3,214,316)				(244,892)		
Elementary and Secondary School Emergency Relief Fund (ESSER):																
COVID-19 CARES Act - ESSER II	84.425D	S425D210027	N/A	9,705,439	3/13/2020	9/30/2023	(84,461)		578,911	(494,450)						
COVID-19 CARES Act - ESSER II Learning Accelerated	84.425D	S425D200027	N/A	622,846	3/13/2020	9/30/2023	(47,537)		291,134	(243,597)						
COVID-19 CARES Act - ESSER II Mental Health	84.425D	S425D200027	N/A	51,599	3/13/2020	9/30/2023			8,190	(8,190)						
COVID-19 ARP - ESSER III	84.425U	S425U210027	N/A	21,812,347	3/13/2020	9/30/2024	(1,199,273)		8,733,903	(11,130,043)				(3,595,413)		
COVID-19 ARP - ESSER III Summer	84.425U	S425U210027	N/A	68,724	3/13/2020	9/30/2024	(2,777)		43,996	(41,496)				(277)		
COVID-19 ARP - ESSER III Beyond the School Day	84.425U	S425U210027	N/A	68,724	3/13/2020	9/30/2024				(68,724)				(68,724)		
COVID-19 ARP - ESSER III Mental Health	84.425U	S425U210027	N/A	45,000	3/13/2020	9/30/2024				(14,771)				(14,771)		
COVID-19 ARP - ESSER III Homeless	84.425U	S425U210027	N/A	89,262	3/13/2020	9/30/2024			4,646	(4,646)						
Subtotal ESSER							(1,334,048)		9,660,780	(12,005,917)				(3,679,185)		
Total U.S. Department of Education							(2,803,595)		20,875,545	(22,061,078)				(3,989,279)	151	
U.S. Department of the Treasury																
Coronavirus State and Local Fiscal Recovery Funds	21.027	E2400316	N/A	613,087	10/11/2023	8/31/2024			369,392	(406,081)				(36,689)		
Total U.S. Department of the Treasury									369,392	(406,081)				(36,689)		
U.S. Department of Housing and Urban Development																
Passed-through City of Bayonne:																
Community Development Block Grant/Entitlement Grant Cluster	14.218	N/A	N/A	475,000	9/1/2021	8/31/2023			140,348	(140,348)						
Total U.S. Department of Housing and Urban Development									140,348	(140,348)						
Total Special Revenue Fund							(2,803,595)		21,385,285	(22,607,507)				(4,025,968)	151	

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

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Federal FAIN Number	Grant or State Project Number	Program or Award Amount*	Grant Period From	Grant Period To	Balance June 30, 2023 Unearned Revenue (Accounts Receivable)	Balance June 30, 2023 Due to Grantor	Cash Received	Budgetary Expenditures	Adjustments	Provided to Subrecipients	Repayment of Prior Years' Balances	Balance June 30, 2024 (Accounts Receivable)	Balance June 30, 2024 Unearned Revenue	Balance June 30, 2024 Due to Grantor
Enterprise Funds:																
U.S. Department of Agriculture																
Passed-through State Department of Education																
Child Nutrition Cluster:																
National School Lunch Program-After School Snack	10.555	231NJ304N1099	N/A	63,354	7/1/2022	6/30/2023	$ (15,924)		$ 15,924							
National School Lunch Program-After School Snack	10.555	241NJ304N1099	N/A	103,253	7/1/2023	6/30/2024			97,169	$ (103,253)				$ (6,084)		
Food Distribution Program (NC)	10.555	241NJ304N1099	N/A	408,882	7/1/2023	6/30/2024			408,882	(397,257)					$ 11,625	
National School Lunch Program	10.555	231NJ304N1099	N/A	4,241,693	7/1/2022	6/30/2023	(577,778)		577,778							
National School Lunch Program	10.555	241NJ304N1099	N/A	2,907,734	7/1/2023	6/30/2024			2,700,370	(2,907,734)				(207,364)		
Healthy Hunger-Free Kids Act	10.555	201NJ304N1099	N/A	68,068	7/1/2022	6/30/2023	(13,243)		13,243							
Healthy Hunger-Free Kids Act	10.555	241NJ304N1099	N/A	67,700	7/1/2023	6/30/2024			62,950	(67,700)				(4,750)		
School Breakfast Program	10.553	231NJ304N1099	N/A	1,435,073	7/1/2022	6/30/2023	(235,897)		235,897							
School Breakfast Program	10.553	241NJ304N1099	N/A	1,378,870	7/1/2023	6/30/2024			1,276,610	(1,378,870)				(102,260)		
Summer Food Service Program for Children	10.559	N/A	N/A	19,126	7/1/2022	6/30/2023	(19,126)		19,126							
Summer Food Service Program for Children	10.559	N/A	N/A	116,396	7/1/2023	6/30/2024			116,396	(116,396)						
Subtotal Child Nutrition Cluster							(861,968)		5,524,345	(4,971,210)				(320,458)	11,625	
P-EBT SNAP Benefits	10.649	N/A	N/A	6,180	7/1/2023	6/30/2024			6,180	(6,180)						
Local Food for Schools Cooperative Agreement Program	10.185	N/A	N/A	40	7/1/2023	6/30/2024			40	(40)						
Total U.S. Deptartment of Agriculture							(861,968)		5,530,565	(4,977,430)				(320,458)	11,625	
U.S. Department of Health and Human Services																
Passed-through Urban League of Hudson County																
Trio Cluster:																
Child Care and Development Block Grant	93.575	N/A	N/A	456,643	7/1/2020	6/30/2021		448,270								$ 448,270
Child Care and Development Block Grant	93.575	N/A	N/A	1,517,694	7/1/2023	6/30/2024			1,517,694	(1,517,694)						
Total Enterprise Funds							(861,968)	448,270	7,048,259	(6,495,124)				(320,458)	11,625	448,270
Total Federal Financial Awards							$ (3,689,783)	$ 448,270	$ 28,987,027	$ (29,631,894)	$ -	$ -	$ -	$ (4,346,426)	$ 11,776	$ 448,270

Footnotes:
N/A - Not Available
NC - Non Cash Expenditures
*- Award Amounts do not include approved carryover funds from prior grant periods.

The accompanying notes to schedules of expenditures of federal awards and state financial assistance are an integral part of this statement.

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance at June 30, 2023 Unearned Revenue (Accounts Receivable)	Balance at June 30, 2023 Due to Grantor	Transfers	Cash Received	Budgetary Expenditures	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
General Fund															
State Department of Education															
Equalization Aid	495-034-5120-078	$ 82,064,147	7/1/2022	6/30/2023	(8,131,741)			$ 8,131,741							
Equalization Aid	495-034-5120-078	98,802,074	7/1/2023	6/30/2024				88,962,647	$ (98,802,074)					$ (9,839,427)	$ (98,802,074)
Special Education Categorical Aid	495-034-5120-089	6,370,555	7/1/2022	6/30/2023	(631,259)			631,259							
Special Education Categorical Aid	495-034-5120-089	6,370,555	7/1/2023	6/30/2024				5,736,129	(6,370,555)					(634,426)	(6,370,555)
Security Aid	495-034-5120-084	3,438,877	7/1/2022	6/30/2023	(340,759)			340,759							
Security Aid	495-034-5120-084	3,438,877	7/1/2023	6/30/2024				3,096,409	(3,438,877)					(342,468)	(3,438,877)
Transportation Aid	495-034-5120-014	403,763	7/1/2022	6/30/2023	(40,009)			40,009							
Transportation Aid	495-034-5120-014	403,763	7/1/2023	6/30/2024				363,553	(403,763)					(40,210)	(403,763)
Extraordinary Aid (Spec Ed)	495-034-5120-044	631,064	7/1/2022	6/30/2023	(631,064)			631,064							
Extraordinary Aid (Spec Ed)	495-034-5120-044	769,885	7/1/2023	6/30/2024					(769,885)		$ (769,885)				(769,885)
T.P.A.F. Social Security Aid	495-034-5094-003	5,880,998	7/1/2022	6/30/2023	(300,306)			300,306							
T.P.A.F. Social Security Aid	495-034-5095-003	6,295,605	7/1/2023	6/30/2024				5,980,481	(6,295,605)		(315,124)				(6,295,605)
T.P.A.F. On-Behalf Pension	495-034-5094-001	28,285,079	7/1/2023	6/30/2024				28,285,079	(28,285,079)						(28,285,079)
T.P.A.F. On-Behalf Post Retirement Medical	495-034-5094-002	7,698,163	7/1/2023	6/30/2024				7,698,163	(7,698,163)						(7,698,163)
T.P.A.F. On-Behalf Long-Term Disability Ins.	495-034-5094-004	13,472	7/1/2023	6/30/2024				13,472	(13,472)						(13,472)
Total General Fund					(10,075,138)			150,211,071	(152,077,473)		(1,085,009)			(10,856,531)	(152,077,473)
Special Revenue Fund															
State Department of Education															
Preschool Education Aid	495-034-5120-086	11,358,990	7/1/2022	6/30/2023	620,079			1,135,899	(1,755,978)						(11,358,990)
Preschool Education Aid	495-034-5120-086	13,951,360	7/1/2023	6/30/2024			$ 1,849,992	9,570,333	(14,045,374)		(1,229,913)			(1,395,136)	(14,045,374)
School Development Authority - Emergent Needs	Not Available	266,643	7/1/2021	6/30/2022		$ 6,862							$ 6,862		
School Development Authority - Emergent Needs	N/A		7/1/2022	6/30/2023											
NJ Nonpublic Aid:															
Textbook Aid	100-034-5120-064	25,542	7/1/2022	6/30/2023		339				$ (339)					
Textbook Aid	100-034-5120-064	21,332	7/1/2023	6/30/2024				21,332	(13,330)				8,002		(13,330)
Auxiliary Services:															
Compensatory Education	100-034-5120-067	80,019.00	7/1/2023	6/30/2024				80,019	(71,313)				8,706		(71,313)
ESL	100-034-5120-067	1,002	7/1/2022	6/30/2023		1,002				(1,002)					
Home Instruction	100-034-5120-067	1,074	7/1/2022	6/30/2023	(1,074)			1,074							
Handicapped Transportation	100-034-5120-068	18,398	7/1/2022	6/30/2023		9,198				(9,198)			-		
Handicapped Transportation	100-034-5120-068	8,350	7/1/2023	6/30/2024				8,350					8,350		
Handicapped Services:															
Supplemental Instruction	100-034-5120-066	15,694	7/1/2022	6/30/2023		1,652				(1,652)					
Supplemental Instruction	100-034-5120-066	17,346	7/1/2023	6/30/2024				17,346	(14,868)				2,478		(14,868)
Examination & Classification	100-034-5120-066	21,800	7/1/2022	6/30/2023		8,531				(8,531)					
Examination & Classification	100-034-5120-066	23,126	7/1/2023	6/30/2024				23,126	(18,008)				5,118		
Corrective Speech	100-034-5120-066	6,510	7/1/2023	6/30/2024				6,510	(6,510)						
Technology Initiative	100-034-5120-373	16,254	7/1/2022	6/30/2023		175				(175)					
Technology Initiative	100-034-5120-373	18,081	7/1/2023	6/30/2024				18,081	(18,080)				1		
Security Aid	100-034-5120-509	83,640	7/1/2022	6/30/2023		2,261				(2,261)					
Security Aid	100-034-5120-509	79,745	7/1/2023	6/30/2024				79,745	(68,571)				11,174		
Nursing Services	100-034-5120-070	46,680	7/1/2023	6/30/2024				46,680	(46,680)						(46,680)
State Department of Children and Families															
School Based Youth Services	100-054-7500-068	132,809	7/1/2019	6/30/2020		140,407							140,407		
School Based Youth Services	100-054-7500-068	283,164	7/1/2022	9/30/2023	106							106			
School Based Youth Services	100-054-7500-068	311,853	7/1/2023	6/30/2024				311,853	(311,853)						
State Department of Treasury															
Passed through City of Bayonne															
Municipal Alliance Program	100-082-C001-004	27,143	7/1/2022	6/30/2023	(27,143)						(27,143)				
Municipal Alliance Program	100-082-C001-004	27,143	7/1/2023	6/30/2024					(27,143)		(27,143)				
Total Special Revenue Fund					591,968	170,427	1,849,992	11,320,348	(16,397,708)	(23,158)	(1,284,199)	106	191,098	(1,395,136)	(25,550,555)
Enterprise Fund															
State Department of Agriculture															
State School Lunch Program	21-100-010-3350-023	50,432	7/1/2020	6/30/2021		1,477							1,477		
State School Lunch Program	22-100-010-3350-023	57,572	7/1/2022	6/30/2023	(11,203)			11,203							
State School Lunch Program	22-100-010-3350-023	57,465	7/1/2023	6/30/2024				53,424	(57,465)		(4,041)			(4,041)	(57,465)
Breakfast After the Bell	Not Available	61,106	7/1/2022	6/30/2023	(11,799)			11,799							
Breakfast After the Bell	Not Available	70,107	7/1/2023	6/30/2024				65,181	(70,107)		(4,926)			(4,926)	(70,107)
Reduced Breakfast and Lunch State Aid	Not Available	38,391	7/1/2022	6/30/2023	(7,611)			7,611							
Reduced Breakfast and Lunch State Aid	Not Available	34,757	7/1/2023	6/30/2024				32,391	(34,757)		(2,366)			(2,366)	(34,757)
NJEIE- Lunch	Not Available		7/1/2023	6/30/2024				14,788	(16,755)		(1,967)				
NJEIE- Breakfast	Not Available		7/1/2023	6/30/2024				7,654	(8,512)		(858)			(858)	(8,512)
Summer Supplement for Food	Not Available	2,862	7/1/2022	6/30/2023	(391)			3,253	(2,862)					-	(2,862)
Total Enterprise Fund					(31,004)	1,477		207,304	(190,458)		(14,158)		1,477	(12,191)	(173,703)
Total State Financial Assistance					$ (9,514,174)	$ 171,904	$ $ 1,849,992	$ 161,738,723	$ (168,665,639)	$ (23,158)	$ (2,383,366)		$ 192,575	$ (12,263,858)	$ (181,191,825)
Less: State Financial Assistance Not Subject to Single Audit Determination															
T.P.A.F. On-Behalf Pension									28,285,079						
T.P.A.F. On-Behalf Post Retirement Medical									7,698,163						
T.P.A.F. On-Behalf Long-Term Disability Ins.									13,472						
Total State financial Assistance Subject to State Single Audit.									$ (132,668,925)						

The accompanying notes to schedules of expenditures of federal awards and state financial assistance are an integral part of this statement.

CITY OF BAYONNE SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL
AWARDS AND STATE FINANCIAL ASSISTANCE
JUNE 30, 2024

NOTE 1. GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education of the City of Bayonne School District. The Board of Education is defined in Note 1 to the District's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2. 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 exception 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 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of the OMB Uniform Guidance, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal grants, State grants, and State aid.* Therefore, some amounts presented in these schedules may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The General Fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payments in the current budget year, which is mandated pursuant to *N.J.S.A.* 18A:22-44.2. For GAAP purposes, payments are not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payments in the subsequent year. The Special Revenue Fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The Special Revenue Fund also recognizes the last state aid payments in the current budget, consistent with *N.J.S.A.* 18A:22-4.2. The Proprietary Fund (Enterprise Fund – Food Service) is presented in the accompanying schedules on the GAAP basis.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $(1,712,763) for the General Fund and $(259,327) for the Special Revenue Fund.

CITY OF BAYONNE SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL
AWARDS AND STATE FINANCIAL ASSISTANCE
JUNE 30, 2024

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONT'D.):

See Exhibit "C-3" (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. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented below:

	Federal	State	Total
General Fund	$ 529,263	$150,364,710	$ 150,893,973
Special Revenue Fund	22,607,507	14,288,479	36,895,986
Food Service Fund	4,977,430	167,051	5,144,481
Community Ed Fund	1,517,694	-	1,517,694
Total Awards and Financial Assistance	$ 29,631,894	$164,820,240	$194,452,134

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. INDIRECT COST RATE

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

NOTE 6. FEDERAL AND STATE LOANS OUTSTANDING

The District had no loan balances outstanding at June 30, 2024.

NOTE 7. ADJUSTMENTS

The adjustments presented on schedule K-3 and K-4 are the result of the cancellation of prior year encumbrances and accounts receivable.

NOTE 8. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions, respectively. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2024.

CITY OF BAYONNE SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL
AWARDS AND STATE FINANCIAL ASSISTANCE
JUNE 30, 2024

NOTE 8. OTHER (CONT'D.):

The post-retirement pension, medical and disability insurance benefits received on behalf of the District for the year ended June 30, 2024 amount to $35,996,714. Since on-behalf post-retirement pension, medical and disability insurance benefits are paid by the State directly, these expenditures are not subject to a single audit in accordance with New Jersey OMB Circular 15-08, however they are reported on the Schedule of Expenditures of State Financial Assistance, as directed by the funding agency.

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Section I - Summary of Auditors' Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified? ____ Yes __√__ No

2) Were significant deficiencies identified that are not considered to be material weaknesses? ____ Yes __√__ None Reported

Noncompliance material to basic financial statements noted? ____ Yes __√__ No

Federal Awards Section
Internal control over major programs:

1) Material weakness(es) identified? ____ Yes __√__ No

2) Were significant deficiencies identified that are not considered to be material weaknesses? ____ Yes __√__ No

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

Any audit findings disclosed that are required to be reported in accordance with OMB Uniform Guidance 2 CFR 200.516(a)? ____ Yes __√__ No

Identification of Major Federal Programs:

Assistance Listing Number	FAIN #	Name of Federal Program or Cluster
		Elementary and Secondary School Emergency Relief Fund:
84.425D	S425D210027 S425D200027	Elementary and Secondary School Emergency Relief Fund
84.425U	S425U210027	American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER)

Dollar threshold used to distinguish between Type A and Type B Programs: $888,957

Auditee qualified as low-risk auditee? ___ Yes __√__ No

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Section I - Summary of Auditors' Results (continued)

State Financial Assistance

Dollar threshold used to distinguish between Type A and Type B programs:	$3,000,000			
Auditee qualified as low-risk auditee?	____	Yes	√	No
Internal control over major programs:				
1) Material weakness(es) identified?	____	Yes	√	No
2) Significant deficiencies identified that are not considered to be material weaknesses?	____	Yes	√	None Reported
Type of auditor's report issued on compliance for major programs:	Unmodified			
Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08?	____	Yes	√	No

Identification of major State programs:

GMIS/Program Number	Name of State Program or Cluster
	State Aid Cluster:
495-034-5120-089	Special Education Categorical Aid
495-034-5120-078	Equalization Aid
495-034-5120-084	Security Aid
495-034-5095-003	TPAF Social Security Reimbursements
495-034-5120-086	Preschool Education Aid

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Section II – Schedule of Financial Statement Findings

No compliance or internal control findings noted that are required to be reported under *Government Auditing Standards*.

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Section III – Schedule of Federal Awards and State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of non-compliance, including questioned costs, related to the audit of major federal and state programs, as required by 2 CFR 200 Section 516(a) and New Jersey Treasury Circular OMB 15-08, respectively.

a) Federal Award Findings and Questioned Costs:

This section identifies compliance or internal control findings noted that are required to be reported in accordance with 2 CFR 200 Section 516(a).

There were no compliance or internal control findings noted in relation with 2 CFR 200 Section 516(a).

b) State Financial Assistance Findings and Questioned Costs:

This section identifies compliance or internal control findings that are required to be reported in accordance with New Jersey Treasury Circular OMB 15-08.

There were no compliance or internal control findings noted in relation to the state financial assistance programs.

CITY OF BAYONNE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Summary Schedule of Prior Year Audit Findings

Finding 2023-001 – Significant Deficiency in Internal Control over Financial Reporting

Finding – The District had not designed and implemented controls to ensure the accuracy and completeness of its general ledger. Specifically, the following issues included, but were not limited to, the following:

- Balance sheet account reconciliations that were either not performed or were incomplete.
- There were errors noted on the bank reconciliations causing balances to be misstated.
- Budgets were not posted to the general ledger correctly.
- Adjusting journal entries from prior year's audit were not posted.
- Interfund balances were not in balance because of mis postings of related activity.

Current Status – Corrective action has been taken.