BRANCHBURG TOWNSHIP
SCHOOL DISTRICT

Branchburg Township School District
Branchburg, New Jersey

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

Annual Comprehensive Financial Report

of the

Branchburg Township School District

Branchburg, New Jersey

For the Fiscal Year Ended June 30, 2024

Prepared by

Branchburg Township School District Board of Education

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INTRODUCTORY SECTION
(UNAUDITED)

BRANCHBURG TOWNSHIP SCHOOL DISTRICT

"Excellence in Education"

240 Baird Road ● Branchburg, New Jersey 08876-4200 ● Fax (908) 526-6144

● *Office of the Interim Business Administrator/Board Secretary*
(908) 722-3335

November 22, 2024

Honorable President and
Members of the Board of Education
Branchburg Township School District
240 Baird Road
Branchburg, New Jersey 08876

Dear Board Members:

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

The annual comprehensive financial report is presented in four sections as follows:

- The Introductory Section includes this Letter of Transmittal, the District's Organizational Chart, Roster of Officials, and Consultants and Advisors.
- The Financial Section includes the Independent Auditors' Report, the Management's Discussion and Analysis, and the Basic Financial Statements, Notes, and other schedules that provide an overview of the District's financial position.
- The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.
- The Single Audit Section includes the Auditors' report on the internal control system and compliance with applicable laws and regulations and findings and recommendations. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's 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' reports on the internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES:

Branchburg Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB). All funds of the District are included in this report. The Branchburg Township Board of Education and all its schools constitute the District's reporting entity.

The Branchburg Township School District provides a full range of educational services for pupils in grades Kindergarten through 8. Resident pupils in grades 9-12 attend Somerville High School on a tuition basis. The K-8 programs include regular, special education and enrichment instruction which offer a wide range of opportunities for pupils of varying abilities. The District also offers a pre-K special education program that accepts up to 19 parent paid regular education students.

2. 2023-2024 MAJOR INITIATIVES:

The Branchburg Township School District aims to cultivate an inclusive community that empowers students to explore their interests, build healthy relationships, and develop the resilience and knowledge needed to thrive academically and personally in an ever-changing world.

We envision a district where inclusivity fuels student empowerment, ensuring every child feels a deep sense of belonging that inspires them to take on challenges, explore their passions, and grow into resilient, confident individuals.

Vision for Promoting Student Achievement

We envision a school district where every student has equitable opportunities to succeed through well-designed programs and activities that promote sustained learning, with access to high-quality instruction, supportive interventions, and diverse extracurricular options to empower them to reach their full potential.

Vision for Strengthening Family-District Collaboration

We envision a district where strong, collaborative partnerships with families are at the core of our community, supported by accessible resources, transparent communication, and inclusive practices that foster meaningful engagement and shared responsibility for student success.

Vision for Empowering Students

We envision a district that provides opportunities for every student to develop the confidence and resilience needed to succeed. Through inclusive practices, we aim to foster a culture where every student feels supported to explore their unique talents, overcome challenges, and achieve personal growth.

Vision for Ensuring Safety and Sustainability

We envision a district where safety and sustainability are paramount, maintaining a secure learning environment while efficiently managing and enhancing our facilities to support long-term success and well-being for all members of our community.

3. INTERNAL ACCOUNTING CONTROLS:

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

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

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

4. BUDGETARY CONTROLS:

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriations budget approved by a vote of the Board of Education. Annual appropriations budgets are adopted for the General Fund, the Special Revenue Fund, and the Debt Service Fund.

Project length budgets are approved for the capital improvements accounted for in the Capital Projects Fund. The final budget amount as amended for the fiscal year ended June 30, 2024 is reflected in the financial section.

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

5. ACCOUNTING SYSTEM AND REPORTS:

The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements", Note 1: Summary of Significant Accounting Policies.

6. CASH MANAGEMENT:

The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. 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.

7. RISK MANAGEMENT:

The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. A schedule of insurance coverage is found in the Statistical Section as Schedule J-20.

8. OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, 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 Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*.

The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit and *Governmental Auditing Standards* are included in the single audit section of this report.

9. ACKNOWLEDGEMENTS:

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

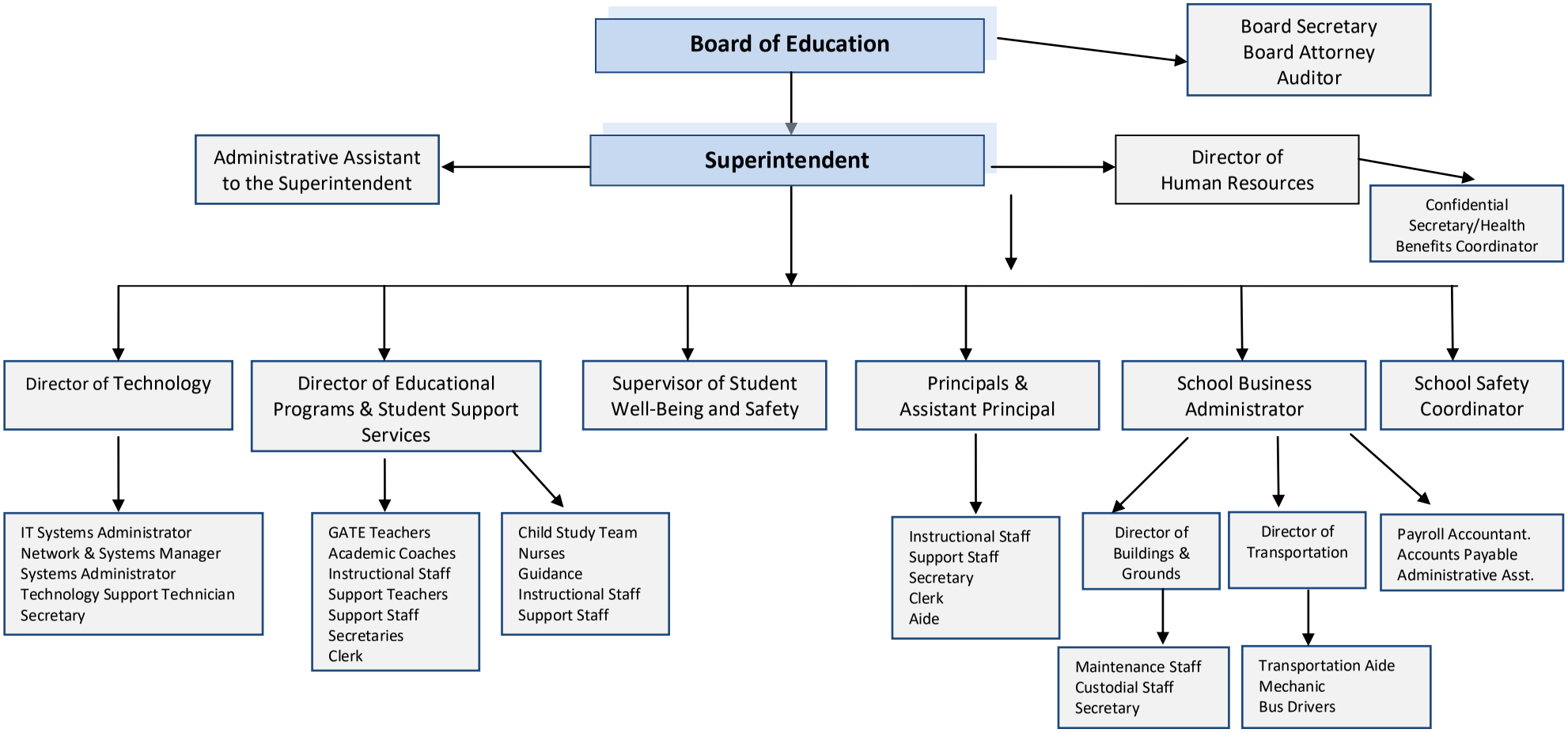
Respectfully submitted,

Dr. Karen Chase
Superintendent of Schools

Stephanie Voorhees
Interim Business Administrator/
Board Secretary

Branchburg Township School District

2023-2024 Organizational Chart



Updated 10.9.24

BRANCHBURG TOWNSHIP SCHOOL DISTRICT

ROSTER OF OFFICIALS

JUNE 30, 2024

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Vincent Carpentier, President	January 2027
Theresa Joyce, Vice President	January 2025
Puja Desai	January 2026
Kristen Fabriczi	January 2025
Kenneth Hallenbeck	January 2025
Robert Maider	January 2027
Carmela Noto	January 2025
Bindhu Shah	January 2026
Charles Tuma	January 2027

OTHER OFFICIALS	TITLE
Dr. Karen Chase	Superintendent of Schools
Sally Dolan	School Business Administrator/Board Secretary (to June 30, 2024)
Stephanie Voorhees	Interim School Business Administrator/Board Secretary (from June 30, 2024)
David B. Rubin, Esq.	Board Attorney
Jennifer Anderson	Director of Educational Programs and Student Support Services
Christina Steffner	Interim Principal, Branchburg Central Middle School
Kristen Kries	Principal, Stony Brook School
Dee Shober	Principal, Whiton Elementary School

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
CONSULTANTS AND ADVISORS

ATTORNEY

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AUDIT FIRM

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Bridgewater, New Jersey 08807

BOND COUNSEL

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Woodbridge, New Jersey 07095-0958

FINANCIAL ADVISOR

Phoenix Advisors
4 West Park Street
Bordentown, New Jersey 08505

OFFICIAL DEPOSITORY

TD Bank
Milltown Road
Bridgewater, New Jersey 08807

FINANCIAL SECTION

NISIVOCCIA
ASSURANCE · TAX · ADVISORY

Mount Arlington, NJ
Newton, NJ
Bridgewater, NJ
973.298.8500
nisivoccia.com
Independent Member
BKR International

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Branchburg Township School District
County of Somerset, 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 Board of Education of the Branchburg Township School District (the "District"), in the County of Somerset, as of and for the fiscal 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 fiscal 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 prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office 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, *Government Auditing Standards* and audit requirements prescribed by the Office, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, which follows this report, the pension and post-retirement schedules in Exhibits L-1 through L-5 and the related notes, and the budgetary comparison information in Exhibits C-1 through C-3 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, are required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information schedules and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 22, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 District's internal control over financial reporting and compliance.

Nisivoccia, LLP

November 22, 2024
Mt. Arlington, New Jersey

NISIVOCCIA, LLP

Kathryn L. Mantell

Kathryn L. Mantell
Licensed Public School Accountant #884
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BRANCHBURG, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR FISCAL YEAR ENDED JUNE 30, 2024

This section of the Branchburg Township School District's (the "District's") annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2024. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

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 *District-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 District-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 operates like a business, such as food services.
- *Notes to the Basic Financial Statements* provide additional information essential to a full understanding of the district-wide and fund financial statements.

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 Branchburg Board of Education's Financial Report

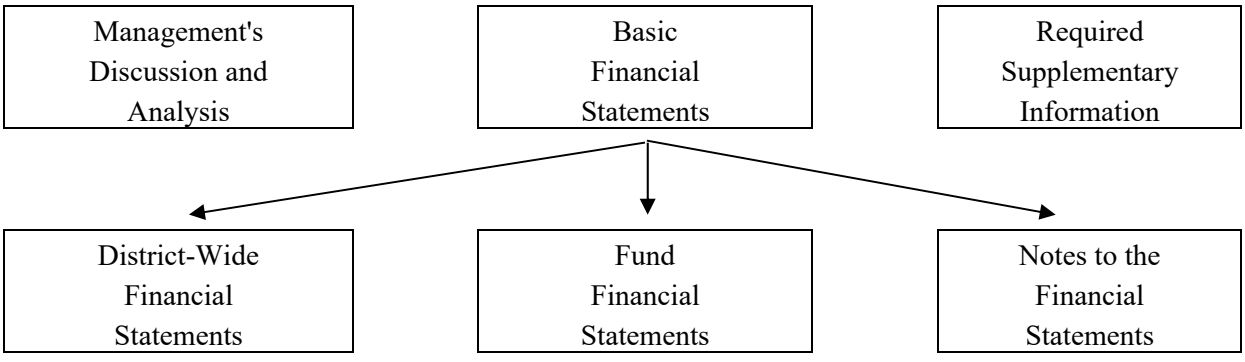

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents 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	The activities of the District that are not proprietary such as special education and building maintenance	Activities the District operates similar to private businesses: food services
Required Financial Statements	• Statement of net position • Statement of activities	• Balance sheet • Statement of revenue, expenditures, and changes in fund balances	• Statement of net position • Statement of revenue, 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 resources 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	Assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets, lease assets, subscription assets or long-term liabilities are included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue 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 revenue and expenses during the year, regardless of when cash is received or paid

District-Wide Statements

The District-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, deferred inflows and outflows and liabilities. All of the current year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two District-wide statements report the District's *net position* and how they have changed. Net position is the difference between the District's assets, deferred inflows and outflows and liabilities and 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 additional nonfinancial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the District-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 food service program is 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 liabilities) or to show that is it properly using certain revenue (such as federal grants).

The District has two kinds 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 District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.

Fund Financial Statements

- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide 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.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements. The notes to the basic financial statements can be found immediately following the fund financial statements.

Financial Analysis of the District as a Whole

Net Position. The District's combined net position was $35,407,606 on June 30, 2024, $2,824,892 or 8.67% more than the year before (See Figure A-3). Net position from governmental activities increased $2,731,738 and net position from business-type activities increased $93,154 (See Figure A-4). Net investment in capital assets increased $1,743,950, restricted net position increased $674,293 and unrestricted net position increased $406,649.

Figure A-3
Condensed Statement of Net Position

	Government Activities		Business-Type Activities		Total School District		Percent
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	Change
Current and Other Assets	$ 15,271,773	$ 14,858,943	$ 353,471	$ 264,407	$ 15,625,244	$ 15,123,350	
Capital Assets, Net	38,587,275	38,446,605	59,263	37,954	38,646,538	38,484,559	
Total Assets	53,859,048	53,305,548	412,734	302,361	54,271,782	53,607,909	1.24%
Deferred Outflows of Resources	949,994	1,284,263			949,994	1,284,263	-26.03%
Other Liabilities	1,026,088	923,238	58,137	40,918	1,084,225	964,156	
Long-Term Liabilities	17,945,826	20,088,285			17,945,826	20,088,285	
Total Liabilities	18,971,914	21,011,523	58,137	40,918	19,030,051	21,052,441	-9.61%
Deferred Inflows of Resources	784,119	1,257,017			784,119	1,257,017	-37.62%
Net Position:							
Net Investment in Capital Assets	27,584,110	25,861,469	59,263	37,954	27,643,373	25,899,423	
Restricted	9,567,191	8,892,898			9,567,191	8,892,898	
Unrestricted/(Deficit)	(2,098,292)	(2,433,096)	295,334	223,489	(1,802,958)	(2,209,607)	
Total Net Position	$ 35,053,009	$ 32,321,271	$ 354,597	$ 261,443	$ 35,407,606	$ 32,582,714	8.67%

Financial Analysis of the District as a Whole

Changes in net position. The District's *combined* net position increased by $2,824,892, or 8.67%, over the course of the fiscal year. Net investment in capital assets increased $1,743,950 primarily due to a $1,615,000 net reduction in bonded debt from current year maturities and $2,051,668 in capital additions ($2,027,474 from governmental and $24,194 from business-type activities) offset by $1,889,689 in depreciation ($1,886,804 from governmental and $2,885 from business-type activities). Restricted net position increased by $674,293 mainly due to an increase of $1,010,398 in capital reserve, an increase of $300,000 in maintenance reserve, offset by a decrease of $900,000 in excess surplus. The $406,649 increase in unrestricted net position is due primarily to a decrease in the net pension liability and a decrease in deferred inflows related to pensions offset by decreases in budgeted fund balance and deferred outflows related to pensions (See Figure A-4).

Figure A-4
Changes in Net Position from Operating Results

	Governmental Activities		Business-Type Activities		Total School District		Percent
Revenue:	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	Change
Program Revenue:							
Charges for Services	$ 461,158	$ 444,627	$ 565,383	$ 495,269	$ 1,026,541	$ 939,896	
Operating Grants/Contributions	9,359,960	9,509,644	214,820	231,692	9,574,780	9,741,336	
General Revenue:							
Property Taxes	47,209,478	45,708,537			47,209,478	45,708,537	
Unrestricted Federal/State Aid	195,572	191,840			195,572	191,840	
Other	1,028,419	742,448	10,451	5,215	1,038,870	747,663	
Total Revenue	58,254,587	56,597,096	790,654	732,176	59,045,241	57,329,272	2.99%
Expenses:							
Instruction	22,533,981	20,941,277			22,533,981	20,941,277	
Pupil and Instruction Services	21,086,412	20,678,349			21,086,412	20,678,349	
Administrative and Business	3,636,837	3,403,774			3,636,837	3,403,774	
Maintenance and Operations	2,645,953	2,707,792			2,645,953	2,707,792	
Transportation	3,445,350	3,565,239			3,445,350	3,565,239	
Other	2,174,316	2,038,559	697,500	704,454	2,871,816	2,743,013	
Total Expenses	55,522,849	53,334,990	697,500	704,454	56,220,349	54,039,444	4.04%
Change in Net Position	$ 2,731,738	$ 3,262,106	$ 93,154	$ 27,722	$ 2,824,892	$ 3,289,828	-14.13%

Governmental Activities

The financial position of the District's Governmental Activities improved significantly. However, maintaining existing programs, developing new programs for regular education pupil enrollment and continued special programs and services for disabled pupils places great demands on the District's resources. Veteran employee retirements and increased employee health benefit contributions have been surpassed by the increase in health benefits costs and the costs associated with training new teachers.

Careful management of expenses remains essential for the District to sustain its financial health. The following measures have continued to be utilized by the District and resulted in significant cost saving and have led to superior transportation efficiency and fiscal restraint. The District's cost-saving measures included:

- Joint Transportation with surrounding school districts
- All employees contribute towards health and dental benefits
- Group purchasing for electric, gas, insurance and telecommunications
- Shared transportation operations with Readington Township School District
- Continuation of in-district special education programs

Due to the constraints placed upon the District by legislation enacted in the past several years, it is crucial that the District continually examines its expenses. Parental and student demands for new activities and programs must be evaluated thoroughly.

Figure A-5 presents the cost of six major District activities: instruction, pupil & instructional services, administration & business, maintenance & operations, transportation, and other. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions:

Figure A-5
Net Cost of Governmental Activities

	Total Costs of Services		Net Cost of Services	
	2023/2024	2022/2023	2023/2024	2022/2023
Instruction	$ 22,533,981	$ 20,941,277	$ 15,573,011	$ 13,965,543
Pupil and Instruction Services	21,086,412	20,678,349	19,873,080	19,254,022
Administration and Business	3,636,837	3,403,774	3,176,625	2,934,953
Maintenance and Operations	2,645,953	2,707,792	2,645,953	2,707,792
Transportation	3,445,350	3,565,239	2,258,746	2,479,850
Other	2,174,316	2,038,559	2,174,316	2,038,559
	$ 55,522,849	$ 53,334,990	$ 45,701,731	$ 43,380,719

Business-Type Activities

- Net position from the District's business-type activities (Food Service program) increased $93,154 primarily due to an increase in reimbursable sales. (Refer to Figure A-4).

Financial Analysis of the District's Funds

The District's General Fund fund balance increased $316,747 primarily due to unexpended budget appropriations.

The District has had a multi-year practice of utilizing excess surplus from its restricted and annual tuition reserves to offset or reduce the tax levy.

The District must continue its practice of sound financial management in order to maintain a stable financial position and achieve educational excellence.

General Fund Budgetary Highlights

Over the course of the year, the District revised its annual operating budget several times. These budget amendments consisted of changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.

Capital Assets

The District's capital assets increased $161,979 – from $38,484,559 to $38,646,538 – or 0.42%, over the course of the fiscal year. (See Figure A-6.) (More detailed information about the District's capital assets is presented in Note 8 to the basic financial statements.)

Figure A-6
Capital Assets (Net of Depreciation)

	Government Activities		Business-Type Activities		Total School District		Percent
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	Change
Land	$ 2,367,600	$ 2,367,600			$ 2,367,600	$ 2,367,600	
Construction in Progress		6,552,013				6,552,013	
Site Improvements	1,350,124	1,439,536			1,350,124	1,439,536	
Buildings and Building Improvements	33,416,396	26,584,568			33,416,396	26,584,568	
Furniture, Machinery & Equipment	1,453,155	1,502,888	$ 59,263	$ 37,954	1,512,418	1,540,842	
Total Capital Assets, Net	$ 38,587,275	$ 38,446,605	$ 59,263	$ 37,954	$ 38,646,538	$ 38,484,559	0.42%

Capital Assets

The increase in capital assets was attributable to capital asset acquisitions (net of deletions) of $2,051,668 ($2,027,474 from its governmental and $24,194 from its business-type activities) which was offset by current year depreciation of $1,889,689 ($1,886,804 from its governmental and $2,885 from its business-type activities).

Long-Term Liabilities

The District's long-term liabilities decreased $2,142,459 – from $20,088,285 to $17,945,826 – or 10.67%, over the course of the fiscal year. (See Figure A-7.) (More detailed information about the District's long-term liabilities is presented in Note 9 to the financial statements.)

Figure A-7
Outstanding Long-Term Liabilities

	Total School District		Percent
	2023/2024	2022/2023	Change
General Obligation Bonds (Financed with Property Taxes)	$ 11,210,000	$ 12,825,000	
Unamortized Bond Issuance Premium	1,189,388	1,385,226	
Net Pension Liability	4,931,826	5,325,437	
Compensated Absences Payable	614,612	552,622	
	$ 17,945,826	$ 20,088,285	-10.67%

The decrease in long-term liabilities was attributable to a decrease in bonds of $1,615,000, a decrease in unamortized bond issuance premium of $195,838, and a decrease in the net pension liability of $393,611 offset by a net increase in in compensated absences payable of $61,990.

Factors Bearing on the District's Future

The Branchburg Township School District is currently maintaining stable financial operations. However, several factors are likely to impact the district's future planning and financial outlook. When preparing the 2024-2025 fiscal year budget, the administration carefully considered:

- Increased enrollment, which requires additional staffing and resources.
- Unpredictable state and federal aid, which creates challenges for long-term planning.
- Rising salary and benefit costs, which continue to grow each year.
- Capital needs for maintaining and improving district facilities.

Factors Bearing on the District's Future

District employees are also contributing to health benefit costs on a tiered system, which helps offset increases in premiums. Looking ahead, the district must address additional factors that will influence its financial and operational planning:

- The potential impact of the township's Affordable Housing (COAH) requirements, which may result in increased enrollment and resource demands.
- The rising costs associated with ensuring the safety and security of students and staff.
- State-mandated changes to employee health benefit plans and contribution requirements, which could shift budget priorities.

While these challenges require careful management, the Branchburg Township Board of Education remains committed to balancing fiscal responsibility with its mission to provide high-quality education for all students in the district.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Board of Education Office, 240 Baird Road, Branchburg, New Jersey 08876.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

	Governmental Activities	Business-type Activities	Total
ASSETS:			
Cash and Cash Equivalents	$ 4,577,826	$ 319,858	$ 4,897,684
Receivable from State Government	922,130	462	922,592
Receivable from Federal Government	168,193	6,578	174,771
Other Accounts Receivable	36,433	4,674	41,107
Inventories		21,899	21,899
Restricted Assets - Cash and Cash Equivalents	9,567,191		9,567,191
Capital Assets:			
Sites (Land) and Construction in Progress	2,367,600		2,367,600
Depreciable Site Improvements, Building & Building Improvements & Furniture, Machinery & Equipment	36,219,675	59,263	36,278,938
Total Assets	53,859,048	412,734	54,271,782
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Refunding	206,835		206,835
Deferred Outflows - Pensions	233,159		233,159
Deferred Outflows - District Contribution Subsequent to the Measurement Date - Pensions	510,000		510,000
Total Deferred Outflows of Resources	949,994		949,994
LIABILITIES:			
Accrued Interest Payable	210,179		210,179
Accounts Payable	794,828	32,327	827,155
Payable to State Government	367		367
Unearned Revenue	20,714	25,810	46,524
Noncurrent Liabilities:			
Due Within One Year	1,940,838		1,940,838
Due Beyond One Year	16,004,988		16,004,988
Total Liabilities	18,971,914	58,137	19,030,051
DEFERRED INFLOWS OF RESOURCES:			
Deferred Inflows Related to Pensions	784,119		784,119
Total Deferred Inflows of Resources	784,119		784,119

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024
(Continued)

	Governmental Activities	Business-type Activities	Total
NET POSITION:			
Net Investment in Capital Assets	$ 27,584,110	$ 59,263	$ 27,643,373
Restricted for:			
Capital Projects	5,867,454		5,867,454
Tuition	1,985,003		1,985,003
Emergency	120,000		120,000
Maintenance	723,800		723,800
Unemployment Compensation	800,954		800,954
Student Activities	69,980		69,980
Unrestricted/(Deficit)	(2,098,292)	295,334	(1,802,958)
Total Net Position	$ 35,053,009	$ 354,597	$ 35,407,606

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

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

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
Instruction:							
Regular	$ 13,510,522	$ 51,600	$ 2,132,287		$ (11,326,635)		$ (11,326,635)
Special Education	5,850,427	163,968	4,139,180		(1,547,279)		(1,547,279)
Other Special Instruction	2,236,777		335,523		(1,901,254)		(1,901,254)
School-Sponsored/Other Instruction	936,255		138,412		(797,843)		(797,843)
Support Services:							
Tuition	13,964,607				(13,964,607)		(13,964,607)
Student & Instruction Related Services	7,121,805	139,056	1,074,276		(5,908,473)		(5,908,473)
General Administration Services	995,810		89,609		(906,201)		(906,201)
School Administration Services	1,790,825		270,127		(1,520,698)		(1,520,698)
Central Services	731,258		100,476		(630,782)		(630,782)
Administrative Information Technology	118,944				(118,944)		(118,944)
Plant Operations and Maintenance	2,645,953				(2,645,953)		(2,645,953)
Pupil Transportation	3,445,350	106,534	1,080,070		(2,258,746)		(2,258,746)
Transfer of Funds to Charter Schools	178,178				(178,178)		(178,178)
Interest on Long-Term Debt	364,699				(364,699)		(364,699)
Unallocated Depreciation	1,631,439				(1,631,439)		(1,631,439)
Total Governmental Activities	55,522,849	461,158	9,359,960		(45,701,731)		(45,701,731)

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

Functions/Programs	Expenses	Program Revenue: Charges for Services	Program Revenue: Operating Grants and Contributions	Program Revenue: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Business-type Activities:							
Food Service Program	$ 697,500	$ 565,383	$ 214,820			$ 82,703	$ 82,703
Total Business-type Activities	697,500	565,383	214,820			82,703	82,703
Total Primary Government	$ 56,220,349	$ 1,026,541	$ 9,574,780	$ - 0 -	$ (45,701,731)	82,703	(45,619,028)
General Revenue:							
Property Taxes, Levied for General Purposes, Net					45,077,591		45,077,591
Taxes Levied for Debt Service					2,131,887		2,131,887
Federal and State Aid not Restricted					195,572		195,572
Miscellaneous Income					1,028,419	10,451	1,038,870
Total General Revenue					48,433,469	10,451	48,443,920
Change in Net Position					2,731,738	93,154	2,824,892
Net Position - Beginning					32,321,271	261,443	32,582,714
Net Position - Ending					$ 35,053,009	$ 354,597	$ 35,407,606

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

FUND FINANCIAL STATEMENTS

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
ASSETS:				
Cash and Cash Equivalents	$ 4,577,826			$ 4,577,826
Receivables From State Government	921,584	$ 546		922,130
Receivables From Federal Government		168,193		168,193
Interfund Receivable	145,773			145,773
Other Accounts Receivable	36,433			36,433
Restricted Cash and Cash Equivalents	9,497,211	69,980		9,567,191
Total Assets	$ 15,178,827	$ 238,719	$ - 0 -	$ 15,417,546
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable	$ 282,943	$ 1,885		$ 284,828
Interfund Payable		145,773		145,773
Payable to State Government		367		367
Unearned Revenue		20,714		20,714
Total Liabilities	282,943	168,739		451,682
Fund Balances:				
Restricted for:				
Capital Reserve	5,867,454			5,867,454
Maintenance Reserve	723,800			723,800
Emergency Reserve	120,000			120,000
Tuition Reserve - For 2025-2026	1,100,000			1,100,000
Tuition Reserve - For 2024-2025	885,003			885,003
Unemployment Compensation	800,954			800,954
Student Activities		69,980		69,980
Assigned:				
For Subsequent Year's Expenditures	1,500,000			1,500,000
Year-end Encumbrances	2,345,712			2,345,712
Unassigned	1,552,961			1,552,961
Total Fund Balances	14,895,884	69,980		14,965,864
Total Liabilities and Fund Balances	$ 15,178,827	$ 238,719	$ - 0 -	$ 15,417,546

BRANCHBURG TOWNSHIP 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 (Above)	$	14,965,864
Capital assets used in Governmental Activities are not financial resources and therefore are not reported in the Funds.		38,587,275
Long-Term Liabilities, including Bonds Payable, are not due and payable in the current period and therefore are not reported as liabilities in the Funds.		(17,945,826)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds:		
Deferred Outflows of Resources Related to Pensions		233,159
Deferred Inflows of Resources Related to Pensions		(784,119)
Interest on long-term debt is not accrued in Governmental Funds, but rather is recognized as an expenditure when due.		(210,179)
The Deferred Amount on the Refunding is not reported as an expenditure in the Governmental Funds in the year of the expenditure.		206,835
Net Position - Governmental Activities	$	35,053,009

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
REVENUE:				
Local Sources:				
Local Tax Levy	$ 45,077,591		$ 2,131,887	$ 47,209,478
Tuition	215,568			215,568
Transportation Fees From Other LEAs	106,534			106,534
Interest Earned on Capital Reserve Funds	152,343			152,343
Restricted Miscellaneous Revenue	24,068			24,068
Unrestricted Miscellaneous Revenue	852,008	$ 155,695		1,007,703
Total - Local Sources	46,428,112	155,695	2,131,887	48,715,694
State Sources	12,039,938	69,923		12,109,861
Federal Sources		808,435		808,435
Total Revenue	58,468,050	1,034,053	2,131,887	61,633,990
EXPENDITURES:				
Current:				
Regular Instruction	8,469,281	269,577		8,738,858
Special Education Instruction	3,406,333	404,974		3,811,307
Other Special Instruction	1,403,083			1,403,083
School-Sponsored/Other Instruction	583,322			583,322
Support Services and Undistributed Costs:				
Tuition	13,964,607			13,964,607
Student & Instruction Related Services	4,656,236	280,604		4,936,840
General Administration Services	767,589			767,589
School Administration Services	1,121,194			1,121,194
Central Services	481,095			481,095
Administrative Information Technology	118,944			118,944

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
EXPENDITURES:				
Current:				
Support Services and Undistributed Costs:				
Plant Operations and Maintenance	$ 2,333,885			$ 2,333,885
Pupil Transportation	2,738,225			2,738,225
Unallocated Benefits	15,795,117			15,795,117
Capital Outlay	2,134,214	$ 62,846		2,197,060
Transfer to Charter School	178,178			178,178
Debt Service:				
Principal			$ 1,615,000	1,615,000
Interest and Other Charges			516,888	516,888
Total Expenditures	58,151,303	1,018,001	2,131,888	61,301,192
Excess/(Deficit) of Revenue Over/(Under) Expenditures	316,747	16,052	(1)	332,798
Fund Balance—July 1	14,579,137	53,928	1	14,633,066
Fund Balance—June 30	$ 14,895,884	$ 69,980	$ - 0 -	$ 14,965,864

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds (from Exhibit B-2)			$ 332,798
Amounts Reported for Governmental Activities in the Statement Activities (Exhibit 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 differ from depreciation in the period.			
	Depreciation Expense	$ (1,886,804)	
	Capital Outlays	2,027,474	
			140,670
In the Statement of Activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the Governmental Fund, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation (+).			(61,990)
Repayment of bond 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 (+).			1,615,000
The governmental funds report the effect of the deferred amount on refunding relative to an advance refunding when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities (-).			(33,029)
Interest on long-term debt in the Statement of Activities is accrued, regardless of when due. In the Governmental Funds, interest is reported when due. When the accrued interest exceeds the interest paid, the difference is a reduction to the reconciliation (-). When the interest paid exceeds the accrued interest, the difference is an addition to the reconciliation (+).			32,104
The governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.			195,838
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:			
Change in Net Pension Liability			393,611
Change in Deferred Outflows			(356,162)
Change in Deferred Inflows			472,898
Change in Net Position of Governmental Activities (from Exhibit A-2)			$ 2,731,738

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

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

	Business-Type Activities - Enterprise Funds
	Food Service
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	$ 319,858
Accounts Receivable:	
State	462
Federal	6,578
Other	4,674
Inventories	21,899
Total Current Assets	353,471
Non-Current Assets:	
Capital Assets	470,744
Less: Accumulated Depreciation	(411,481)
Total Non-Current Assets	59,263
Total Assets	412,734
LIABILITIES:	
Accounts Payable - Vendors	32,327
Unearned Revenue - Prepaid Sales	21,316
Unearned Revenue - Donated Commodities	4,494
Total Current Liabilities	58,137
NET POSITION:	
Investment in Capital Assets	59,263
Unrestricted	295,334
Total Net Position	$ 354,597

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

Exhibit B-5

BRANCHBURG BOARD OF EDUCATION
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds Food Service
Operating Revenue:	
Local Sources:	
Daily Sales - Reimbursable Programs	$ 363,633
Daily Sales - Non-Reimbursable Programs	201,750
Total Operating Revenue	565,383
Operating Expenses:	
Cost of Sales - Reimbursable Programs	207,635
Cost of Sales - Non-Reimbursable Programs	115,200
Salaries, Benefits & Payroll Taxes	316,746
Supplies and Materials	24,900
Food Service Management Fee	25,000
Purchased Professional Services	5,134
Depreciation	2,885
Total Operating Expenses	697,500
Operating (Loss)	(132,117)
Non-Operating Revenue:	
State Sources:	
State School Lunch Program	7,725
Federal Sources:	
National School Lunch Program	110,621
Pandemic P-EBT Administrative Costs	653
Local Foods For Schools Cooperative Agreement Program	4,894
Food Distribution Program	42,169
Supply Chain Assistance	48,758
Local Sources:	
Interest Income	10,451
Total Non-Operating Revenue	225,271
Change in Net Position	93,154
Net Position - Beginning of Year	261,443
Net Position - End of Year	$ 354,597

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

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

	Business-Type Activities - Enterprise Funds Food Service
Cash Flows from Operating Activities:	
Receipts from Customers	$ 563,081
Payments to Employees	(316,746)
Payments to Suppliers	(306,363)
Net Cash Used for Operating Activities	(60,028)
Cash Flows from Investing Activities:	
Interest Income	10,451
Net Cash Provided by Investing Activities	10,451
Cash Flows from Noncapital Financing Activities:	
Cash Received from State and Federal Reimbursements	158,588
Net Cash Provided by Noncapital Financing Activities	158,588
Net Increase in Cash and Cash Equivalents	84,817
Cash and Cash Equivalents, July 1	235,041
Cash and Cash Equivalents, June 30	$ 319,858
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	$ (132,117)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	2,885
Federal Food Distribution Program	42,169
Changes in Assets and Liabilities:	
(Increase)/Decrease in Accounts Receivable - Other	(2,068)
(Increase)/Decrease in Inventory	(2,990)
Decrease in Unearned Revenue	(234)
Increase in Accounts Payable	32,327
Net Cash Used for Operating Activities	$ (60,028)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received $41,363 and utilized $42,169 of commodities from the Federal Food Distribution Program for the fiscal year ended June 30, 2024.

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation:

District-Wide Financial Statements:

The statement of net position and the statement of activities present financial information about the District’s governmental and business-type activities. These statements include the financial activities of the overall District in its entirety. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenue and other nonexchange transactions. Business-type activities are financed in part by fees charged to external parties.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses in the program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

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

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund.

As required by the NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expense by Board resolution.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

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

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

Debt Service Fund: The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

The District reports the following proprietary funds:

Enterprise (Food Service) Fund: This Enterprise Fund accounts for all revenue and expenses pertaining to the District's cafeteria operations. The fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

C. Measurement Focus and Basis of Accounting:

The District-wide financial statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Non-exchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. Capital asset, lease asset or subscription asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term debt and acquisitions under financed purchases are reported as other financing sources.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus and Basis of Accounting: (Cont'd)

It is the District's policy, that when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenue.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue and Debt Service Funds. The budgets for the fiscal year ended June 30, 2024 was submitted to the County office and approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments/transfers must be made by School Board resolution. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For Governmental Funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the Special Revenue Fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the Governmental Fund types. Unencumbered appropriations lapse at fiscal year-end.

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

The General Fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments in the GAAP financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control: (Cont'd)

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenue and Expenditures:

Sources/Inflows of Resources:	General Fund	Special Revenue Fund
Actual amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	$ 58,497,656	$ 1,032,881
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not.		
Current Year Encumbrances		(20,848)
Prior Year Encumbrances		22,020
Prior Year State Aid payments recognized for GAAP Statements	291,721	
Current Year State Aid payments recognized for Budgetary purposes, not recognized for GAAP Statements	(321,327)	
Total Revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	$ 58,468,050	$ 1,034,053

Uses/Outflows of Resources:	General Fund	Special Revenue Fund
Actual amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	$ 58,151,303	$ 1,016,829
Differences - Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes		
Current Year Encumbrances		(20,848)
Prior Year Encumbrances		22,020
Total Expenditures as reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	$ 58,151,303	$ 1,018,001

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash and cash in banks. Certificates of deposit with maturities of one year or less when purchased are stated at cost.

The District generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

New Jersey school districts are limited as to type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value of at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Government Units. If a public depository fails, the collateral it has pledged, plus the collateral of all the other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

F. Interfund Transactions:

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the Enterprise funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net position, except for amounts due between governmental and business-type activities, which are presented as internal balances.

G. Allowance for Uncollectible Accounts:

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

H. Encumbrances:

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to restrict a portion of the applicable appropriation. Open encumbrances in governmental funds other than the special revenue fund are reported as restricted, committed, and/or assigned fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the Special Revenue Fund for which the District has received advances are reflected in the balance sheet as unearned revenue at fiscal year-end. The encumbered appropriation authority carries over into the next fiscal year. An entry will be made at the beginning of the next fiscal year to increase the appropriation reflected in the certified budget by the outstanding encumbrance amount as of the current fiscal year end.

I. Short-term Interfund Receivables/Payables:

Short-term 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.

J. Inventories and Prepaid Expenses:

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2024.

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment.

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is $2,000. The depreciation method is straight-line.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

K. Capital Assets: (Cont'd)

	Estimated Useful Life
Buildings and Building Improvements	50 Years
Site Improvements	20 Years
Furniture, Machinery and Equipment	10 to 15 Years
Computer and Related Technology	5 Years
Vehicles	8 Years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures in the governmental fund upon acquisition. Capital assets are not capitalized and the related depreciation is not reported in the fund financial statements.

L. Lease Assets:

Intangible right-to-use lease assets are assets which the District leases for a term of more than one year. The value of leases are determined by the net present value of the leases at the District's incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement.

M. Subscription Assets:

Intangible right-to-use subscription assets are subscription-based information technology arrangements (SBITAs) with subscription terms of more than one year. The value of subscription assets is determined by the sum of the subscription liability and payments made to the SBITA vendor, including capitalizable initial implementation costs, before the commencement date of the subscription term.

N. Long Term Liabilities:

In the District-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise funds. Bond premiums and discounts are reported as deferred charges and amortized over the term0 of the related debt using the straight-line method of amortization. In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

O. Accrued Salaries and Wages:

Certain District employees, who provide services to the District over the ten-month academic year have the option to have their salaries evenly disbursed during the entire twelve-month year. New Jersey statutes require that these earned undisbursed amounts be retained in a separate bank account. These amounts were disbursed to employees in June; therefore, the amount earned by these employees but not disbursed as of June 30, 2024 was $-0-.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

P. Compensated Absences:

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by GASB. A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

District employees are granted varying amounts of vacation and sick leave in accordance with District personnel policies. Upon termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after varying years of service based upon employees' individual contracts.

In the district-wide *Statement of Net Position*, the liabilities whose average maturities are greater than one year should be reported in two components – the amount due within one year and the amount due after one year.

Q. Leases Payable:

In the district-wide financial statements, leases payable are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources.

R. Subscriptions Payable:

In the district-wide financial statements, subscriptions payable are reported as liabilities in the Statement of Net Position. In the governmental Fund financial statements, the present value of subscription payments at the District's incremental borrowing rate over the subscription term is reported as other financing sources.

S. Unearned Revenue:

Unearned revenue in the Special Revenue fund represents cash which has been received but not yet earned. See Note 1(D) regarding the Special Revenue Fund.

T. Fund Balance Appropriated:

General Fund: Of the $14,895,884 General Fund balance at June 30, 2024, $2,345,712 is assigned for encumbrances and $1,500,000 has been appropriated and included as anticipated revenue for the fiscal year ended June 30, 2025; $5,867,454 is restricted in the capital reserve account; $723,800 is restricted in the maintenance reserve account; $120,000 is restricted in the emergency reserve account; $1,985,003 is restricted in the tuition reserve account of which $885,003 has been appropriated and included as anticipated revenue for the year ending June 30, 2025 and $1,100,000 will be appropriated as anticipated revenue for the year ending June 30, 2026; $800,954 is restricted for unemployment compensation; and $1,552,961 is unassigned fund balance which is $321,327 less than the calculated maximum unassigned fund balance due to the final two state aid payments that are not recognized on the GAAP basis until the fiscal year ending June 30, 2025.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

T. Fund Balance Appropriated: (Cont'd)

Special Revenue Fund: The Special Revenue Fund fund balance at June 30, 2024 is $69,980 and is restricted for student activities.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7 as amended by P.L. 2003, C.73 (S1701), the designation for Restricted 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 restrict General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District did not have excess surplus at June 30, 2024.

P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

U. Deficit Net Position:

The District has a deficit in unrestricted net position of $2,098,292 in governmental activities, which is primarily due to accrued interest payable, compensated absences payable, unamortized bond premiums, and net pension liability and the related deferred inflows and outflows. This deficit does not indicate that the District is having financial difficulties and is a permitted practice under generally accepted accounting principles.

V. Net Position:

Net Position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources.

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources for pensions and the deferred amount on refunding at June 30, 2024. The District had deferred inflows of resources at June 30, 2024 for Pensions.

Net position is displayed in three components - net investment in capital assets; restricted and unrestricted.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

V. Net Position: (Cont'd)

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, lease assets, net of accumulated amortization reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position.

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

W. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts have been restricted, committed or assigned. Fund balance restrictions have been established for a capital reserve, a maintenance reserve, an emergency reserve, a tuition reserve, unemployment compensation and student activities.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the members of the Board of Education at a public meeting in order to remove or change the commitment of resources. The District had no committed resources at June 30, 2024.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for year-end encumbrances and for amounts designated for subsequent year's expenditures in the General Fund at June 30, 2024.

X. Revenue - Exchange and Nonexchange Transactions:

Revenue, resulting from exchange transactions in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

X. Revenue - Exchange and Nonexchange Transactions: (Cont'd)

Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes, interest and tuition.

Y. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activity of the Enterprise Funds. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the services that are the primary activities of the Enterprise Fund.

Z. Management Estimates:

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

AA. Pensions:

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

NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents include petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less.

The Board 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. GASB requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the District ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed in the investment section of this note.

Custodial Credit Risk – The District's policy with respect to custodial credit risk requires that the District ensures that District funds are only deposited in financial institutions in which NJ school districts are permitted to invest their funds.

Deposits:

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows.

> The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.
>
> In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than $25,000,000.

Investments:

New Jersey statutes permit the Board to purchase the following types of securities.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments: (Cont'd)

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

(2) Government money market mutual funds;

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

(4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.

(5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;

(6) Local government investment pools;

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

(8) Agreements for the repurchase of fully collateralized securities if:

(a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.). ;

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

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

(d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and

(e) a master repurchase agreement providing for the custody and security of collateral is executed; or

(9) Deposit of funds in accordance with the following conditions:

(a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

(b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;

(c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;

(d) The designated public depository acts as custodian for the school district with respect to these deposits; and

(e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

As of June 30, 2024, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents	Restricted Cash and Cash Equivalents	Total
Checking and Savings Accounts	$ 4,897,684	$ 9,567,191	$ 14,464,875

During the period ended June 30, 2024, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2024, was $14,464,875 and the bank balance was $16,610,992.

NOTE 4. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by Board resolution for the accumulation of funds for use as maintenance expenditures in subsequent fiscal years. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year's budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan.

NOTE 4. MAINTENANCE RESERVE ACCOUNT (Cont'd)

Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end.

At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the District's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning Balance, July 1, 2023	$	423,800
Increased by:		
Deposit approved by Board Resolution - June 2024		300,000
Ending Balance, June 30, 2024	$	723,800

NOTE 5. EMERGENCY RESERVE ACCOUNT

An emergency reserve account was established by Board resolution in June 2011. The account is maintained in the general fund and its activity is included in the general fund annual budget.

The emergency reserve is restricted to be used to accumulate funds in accordance with N.J.S.A. 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of $250,000 or 1% of the general fund budget not to exceed one million dollars. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both. The department has defined year end for the purpose of depositing surplus into reserve accounts as an amount approved by the district board of education between June 1st and June 30th. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent or for a withdrawal that was included in the original budget certified for taxes to finance school security improvements pursuant to N.J.S.A. 18A:7G-6(c)1.

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

Beginning Balance, July 1, 2023	$	120,000
Ending Balance, June 30, 2024	$	120,000

NOTE 6. CAPITAL RESERVE ACCOUNT

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

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by a transfer by Board resolution at year end of any unanticipated revenue or unexpended line-item appropriation, or both. 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 the 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 capital projects in its approved LRFP. The activity of the capital reserve for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning Balance, July 1, 2023	$ 4,857,056
Increased by:	
Interest Earnings	152,343
Deposit by Board Resolution - June 2024	2,058,075
	7,067,474
Decreased by:	
Budgeted Withdrawal	(1,200,020)
Ending Balance, June 30, 2024	$ 5,867,454

The balance in the capital reserve account as of June 30, 2024 does not exceed the LRFP balance of local support costs of uncompleted capital projects. Withdrawals from the capital reserve were for use in DOE approved facilities projects, consistent with the District's LRFP.

NOTE 7. TUITION RESERVE ACCOUNT:

A tuition reserve account may be established in accordance with N.J.A.C. 6A:23-3.1(f) for tuition between two Boards of Education that are in a formal sending/receiving relationship. The maximum amount that may be restricted at year end is 10% of the estimated contract year. Upon certification of tuition rates in the second year following the contract year, full appropriation of the applicable year's reserve must be liquidated, and any remaining balance related to that year must be restricted and budgeted for tax relief.

The District established a $885,003 tuition reserve during 2022/2023 which will be used to pay for any tuition adjustments for the fiscal year ending June 30, 2025, and a $1,100,000 tuition reserve during 2023/2024 which will be used to pay for any tuition adjustments for the fiscal year ending June 30, 2026.

NOTE 8. CAPITAL ASSETS

Capital asset balances and activity for the fiscal year ended June 30, 2024 were as follows:

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Capital Assets not Being Depreciated:				
Sites (Land)	$ 2,367,600			$ 2,367,600
Construction in Progress	6,552,013	$ 1,688,304	$ (8,240,317)	
Total Capital Assets not Being Depreciated	8,919,613	1,688,304	(8,240,317)	2,367,600
Capital Assets Being Depreciated:				
Site Improvements	2,714,479	30,396		2,744,875
Buildings and Building Improvements	60,205,719	79,133	8,240,317	68,525,169
Machinery and Equipment	8,576,368	229,641		8,806,009
Total Capital Assets Being Depreciated	71,496,566	339,170	8,240,317	80,076,053
	80,416,179	2,027,474		82,443,653
Less Accumulated Depreciation for:				
Site Improvements	(1,274,943)	(119,808)		(1,394,751)
Buildings and Building Improvements	(33,621,151)	(1,487,622)		(35,108,773)
Machinery and Equipment	(7,073,480)	(279,374)		(7,352,854)
Total Accumulated Depreciation	(41,969,574)	(1,886,804)		(43,856,378)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	$ 38,446,605	$ 140,670	$ - 0 -	$ 38,587,275
Business -Type Activities:				
Capital Assets Being Depreciated:				
Furniture and Equipment	$ 446,550	$ 24,194		$ 470,744
Less: Accumulated Depreciation	(408,596)	(2,885)		(411,481)
Business-Type Activities Capital Assets, Net of Accumulated Depreciation	$ 37,954	$ 21,309	$ - 0 -	$ 59,263

The District had no active capital projects as of June 30, 2024.

Depreciation expense was charged to governmental functions as follows:

Student & Instruction Related Services	$ 46,569
Plant Operations and Maintenance	34,160
Pupil Transportation	174,636
Unallocated Depreciation	1,631,439
	$ 1,886,804

NOTE 9. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2024, the following changes occurred in the long-term liabilities reported in the District-wide financial statements:

	Balance June 30, 2023	Accrued	Retired	Balance June 30, 2024	Amount Due Within One Year
Serial Bonds Payable	$12,825,000		$1,615,000	$11,210,000	$ 1,745,000
Unamortized Bond Issuance Premium	1,385,226		195,838	1,189,388	195,838
Net Pension Liability	5,325,437		393,611	4,931,826	
Compensated Absences Payable	552,622	$ 64,835	2,845	614,612	
	$20,088,285	$ 64,835	$2,207,294	$17,945,826	$ 1,940,838

A. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds and will be retired through the Debt Service Fund. The current portion of bonds payable is $1,745,000 and the long-term portion is $9,465,000.

On November 6, 2019, the District issued refunding school bonds of $4,370,000 with an interest rate of 4.00% to refund $4,635,000 of 2010 refunding school bonds with interest rates ranging from 3.25% to 4.00%. The bonds mature on February 1, 2020 through 2026 and are non-callable. The net proceeds from the issuance of the refunding bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the 2010 refunding school bonds were called on February 1, 2020. The refunding met the requirements of an in-substance debt defeasance, and the school bonds were removed from the district's government-wide financial statements.

As a result of the refunding, the district will realize a total of $291,320 in cash savings over the life of the bond issue. On a net present value basis, the savings equate to $277,824, or 5.99%, of the bonds refunded.

The District had bonds outstanding as of June 30, 2024 as follows:

Serial Bonds

Purpose	Final Maturity	Interest Rates	Amount
Refunding Bonds of 2016	07/15/31	2.50% to 5.00%	$ 9,515,000
Refunding Bonds of 2019	02/01/26	4.00%	1,695,000
			$ 11,210,000

NOTE 9. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable: (Cont'd)

Principal and interest due on serial bonds outstanding are as follows:

Fiscal Year	Bonds		
	Principal	Interest	Total
2025	$ 1,745,000	$ 441,862	$ 2,186,862
2026	1,885,000	360,288	2,245,288
2027	1,120,000	272,188	1,392,188
2028	1,185,000	214,562	1,399,562
2029	1,245,000	153,813	1,398,813
2030-2032	4,030,000	197,106	4,227,106
	$ 11,210,000	$ 1,639,819	$ 12,849,819

B. Bonds Authorized But Not Issued:

As of June 30, 2024, the district has no bonds authorized but not issued.

C. Compensated Absences Payable:

The liability for compensated absences of the governmental fund types is recorded in current and long-term portions and will be liquidated through the General Fund. The current portion of the liability is $-0- and the long-term portion is $614,612.

There is no liability for compensated absences in the District's Enterprise Fund.

D. Unamortized Bond Issuance Premium

The unamortized bond issuance premium is recorded in the of the governmental fund types is recorded in the noncurrent liabilities of the governmental fund types and the current portion is balance of the governmental funds is $195,838 and the long-term portion is $993,550.

E. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the noncurrent liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2024 is $-0- and the long-term portion is $4,931,826. See Note 11 for further information on the PERS.

NOTE 10. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2024, the District made transfers to capital outlay accounts in the amount of $82,208 for equipment which did not require County Superintendent approval.

NOTE 11. PENSION PLANS

Substantially all of the Board's employees participate in one of the two contributory, defined benefit public employee retirement systems: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employee's Retirement System (PERS) of New Jersey; or the Defined Contribution Retirement Program (DCRP) a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401(a).

A. Public Employees' Retirement System (PERS)

Plan Description

The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about the PERS, please refer to the Division's annual financial statements which can be found at www.state.nj.us/treasury/pensions/annual-reports.shtml.

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service,

The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 50 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

NOTE 11. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid.

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

District contributions to PERS amounted to $455,078 for the current fiscal year. During the fiscal year ended June 30, 2023, the State of New Jersey contributed $15,381 to the PERS for normal pension benefits on behalf of the District.

The employee contribution rate was 7.50% effective July 1, 2018.

Special Funding Situation

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

NOTE 11. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

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

At June 30, 2024, the District reported a liability of $4,931,826 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 as of July 1, 2022 which was rolled forward to June 30, 2023.

The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.0340%, which was a decrease of 0.0012% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the District recognized an actual pension benefit in the amount of $35,237 related to the District's proportionate share of the net pension liability. Additionally, for the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of $15,381 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

There was no state proportionate share of net pension liability attributable to the District as of June 30, 2024.

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

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2019	5.21		$ (26,790)
	2020	5.16		(243,759)
	2021	5.13	$ 10,834	
	2022	5.04		(28,341)
	2023	5.04		
			10,834	(298,890)
Difference Between Expected and Actual Experience	2019	5.21	2,048	
	2020	5.16	13,581	
	2021	5.13		(8,616)
	2022	5.04		(11,544)
	2023	5.08	31,526	
			47,155	(20,160)

NOTE 11. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2020	5.00	$ 76,376	
	2021	5.00	(635,177)	
	2022	5.00	755,707	
	2023	5.00	(174,194)	
			22,712	
Changes in Proportion	2019	5.21	12,478	
	2020	5.16		$ (52,503)
	2021	5.13	139,980	
	2022	5.04		(246,759)
	2023	5.08		(165,807)
			152,458	(465,069)
District Contribution Subsequent to the Measurement Date	2023	1.00	510,000	
			$ 743,159	$ (784,119)

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding the District contribution subsequent to the measurement date) related to pensions will be recognized in the pension benefit as follows:

Fiscal Year Ending June 30,	Total
2024	$ (349,257)
2025	(208,671)
2026	89,835
2027	(80,234)
2028	(2,633)
	$ (550,960)

NOTE 11. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Actuarial Assumptions

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

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%

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

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

Long Term Expected Rate of Return

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

NOTE 11. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Long Term Expected Rate of Return (Cont'd)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Market Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging 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%

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

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 collective net pension liability as of June 30, 2023 calculated using the discount rate as disclosed below, 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 or 1-percentage-point higher than the current rate:

NOTE 11. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

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

June 30, 2023	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's Proportionate Share - Net Pension Liability	$ 6,420,188	$ 4,931,826	$ 3,665,033

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey Teachers' Pension and Annuity Fund (TPAF) is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division).

For additional information about the TPAF, please refer to the Division's annual financial statements which can be found at www.state.nj.us/treasury/pensions/annual-reports.shtml.

Benefits Provided

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

The following represents the membership tiers for TPAF:

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

NOTE 11. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Benefits Provided (Cont'd)

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 before age 62 with 25 or more years of service credit and Tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a members retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which included the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2023, the State's pension contribution was more than the actuarial determined amount.

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. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2024, the State of New Jersey contributed $5,247,291 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of $1,485,491.

The employee contribution rate was 7.50% effective July 1, 2018.

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

At June 30, 2024, the State's proportionate share of the net pension liability associated with the District was $60,466,714. 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 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 members, actuarially determined. At June 30, 2023, the District's proportion was 0.118%, which was a decrease of 0.0025% from its proportion measured as of June 30, 2022.

NOTE 11. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

District's Proportionate Share of the Net Pension Liability	$ - 0 -
State's Proportionate Share of the Net Pension Liability Associated with the District	60,466,714
Total	$ 60,466,714

For the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of $1,485,491 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

The State reported collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions from the following sources:

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2016	8.30	$ 391,340,712	
	2017	8.30		$ 2,080,865,206
	2018	8.29		1,883,063,885
	2019	8.04		1,514,535,609
	2020	7.99	805,517,879	
	2021	7.93		9,179,534,541
	2022	7.83	82,066,487	
			1,278,925,078	14,657,999,241
Difference Between Expected and Actual Experience	2016	8.30		4,866,656
	2017	8.30	37,022,988	
	2018	8.29	330,339,649	
	2019	8.04		58,842,090
	2020	7.99		4,293,040
	2021	7.93	121,815,868	
	2022	7.83		15,372,285
	2023	7.93	169,161,907	
			658,340,412	83,374,071
Net Difference Between Projected and Actual and Actual Investment Earnings on Pension Plan Investments	2020	5.00	241,395,539	
	2021	5.00	(1,777,316,905)	
	2022	5.00	2,489,500,994	
	2023	6.00	(477,296,442)	
			476,283,186	
			$ 2,413,548,676	$ 14,741,373,312

NOTE 11. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Amounts reported by the State as collective deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense excluding that attributable to employer-paid members contributions as follows:

Ending June 30,	Total
2024	$ (3,918,676,894)
2025	(3,446,016,070)
2026	(1,604,289,401)
2027	(1,742,641,843)
2028	(1,672,806,952)
Thereafter	56,606,524
	$ (12,327,824,636)

Actuarial Assumptions

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

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

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

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

NOTE 11. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Long Term Expected Rate of Return

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Market Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging 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%

Discount Rate-TPAF

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 pension 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 pension plan investments was applied to all projected benefit payments in determining the total pension liability.

NOTE 11. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

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 net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

June 30, 2023			
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	$ 71,301,229	$ 60,466,714	$ 51,341,478

Pension Plan Fiduciary Net Position - TPAF

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

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or TPAF, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

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

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the District made pension contributions of $26,816 for the fiscal year ended June 30, 2024. Employee contributions to DCRP amounted to $50,263 for the fiscal year ended June 30, 2024.

NOTE 12. DEFERRED COMPENSATION

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

AXA Equitable
Lincoln Investment Planning
Fidelity Investments

AXA Equitable and Lincoln Investment Planning are the plan administrators for the District's Internal Revenue Code Section 457 plans.

NOTE 13. INTERFUND RECEIVABLES AND PAYABLES

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

Fund	Interfund Receivable	Interfund Payable
General Fund	$ 145,773	
Special Revenue Fund		$ 145,773
	$ 145,773	$ 145,773

The interfund receivable in the General Fund and the interfund payable in Special Revenue Fund represents funds advanced to the Special Revenue Fund for cash flow purposes awaiting the collection of federal grants receivable.

NOTE 14. TAX CALENDAR

Property taxes are levied as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of $10,000 at December 31 of the current year. Unpaid taxes of the current and prior year may be placed in lien at a tax sale held after December 10.

Taxes are collected by the constituent municipality and are remitted to the local school district on a predetermined, agreed-upon schedule.

NOTE 15. 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.

The District maintains 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. Health Benefits are provided to the employees through the State of New Jersey Health Benefits Plan.

Property and Liability Insurance

The Branchburg Township School District is a member of the New Jersey Schools Insurance Group ("NJSIG") (the "Group"). The Group provides it members with Workers' Compensation, Comprehensive General Liability and Automobile Liability, Property, Boiler and Machinery, and School Board Legal Liability Insurance. The Group is a risk-sharing fund that is both an insured and a self-administered group of school boards established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Group are elected.

As a member of the Group, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Group were to be exhausted, members would become responsible for their respective shares of the Group's liabilities.

The Group can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body. In accordance with the Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

Financial information for the Group as of June 30, 2024 is not available as of the date of this report. Selected financial information for the Group as of June 30, 2023 is as follows:

	New Jersey Schools Insurance Group
Total Assets	$ 429,049,188
Net Position	$ 201,308,725
Total Revenue	$ 160,069,780
Total Expenses	$ 141,165,428
Change in Net Position	$ 16,304,414
Member Dividends	$ 2,599,938

Financial statements for the Group are available at the Group's Executive Director's Office:

New Jersey Schools Insurance Group
6000 Midlantic Drive
Mount Laurel, NJ 08054
(609) 386-6060

NOTE 15. RISK MANAGEMENT (Cont'd)

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 Unemployment Compensation Restricted Fund Balance 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.

A summary of the District and employee contributions, interest, reimbursements to the State for benefits paid and balance of the District's Unemployment Compensation Restricted Fund Balance in the General Fund for the current and previous two years follows:

Fiscal Year	District Contributions	Employee Contributions and Interest	Amount Reimbursed	Ending Balance
2024	$ - 0 -	$ 94,581	$ 46,737	$ 800,954
2023	- 0 -	82,063	74,048	753,110
2022	- 0 -	87,643	59,420	745,095

NOTE 16. ACCOUNTS PAYABLE

The following accounts payable existed on the various balance sheets as of June 30, 2024:

	Governmental Funds		District Contribution		Business-type Activities	
	General Fund	Special Revenue Fund	Subsequent to Measurement Date	Total Governmental Activities	Proprietary Funds	Total
Vendors	$ 128,754	$ 1,885		$ 130,639	$ 32,327	$ 162,966
Payroll Deductions and Withholdings	154,189			154,189		154,189
Due to:						
State of New Jersey			$ 510,000	510,000		510,000
	$ 282,943	$ 1,885	$ 510,000	$ 794,828	$ 32,327	$ 827,155

NOTE 17. CONTINGENT LIABILITIES

Grant Programs

The school district participates in state and federally assisted grant programs. The programs are subject to program compliance audits by grantors or their representatives. The school district is potentially liable for expenditures which may be disallowed pursuant to terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

NOTE 17. CONTINGENT LIABILITIES (Cont'd)

Litigation

The District estimates that any potential claims (not covered by insurance) resulting from litigation would not materially affect its financial position.

Encumbrances

At June 30, 2024, there were encumbrances as detailed below in the governmental funds. All of the governmental funds are considered to be major funds:

General Fund	Special Revenue	Total Governmental Funds
$ 2,345,712	$ 20,848	$ 2,366,560

On the District's Governmental Funds Balance Sheet as of June 30, 2024, $-0- is assigned for year-end encumbrances in the Special Revenue Fund. Encumbrances in the Special Revenue Fund of $20,848 are not recognized on the GAAP basis and are reflected either as a reduction in grants receivable or an increase in unearned revenue.

NOTE 18. ECONOMIC DEPENDENCY

The Board of Education 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, may have an effect on the Board of Education's programs and activities.

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

The District is in a "special funding situation", as described in GASB Codification Section P50, in that OPEB contributions and expenses are legally required to be made by and are the sole responsibility of the State of New Jersey, not the District.

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

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

Plan Description and Benefits Provided (Cont'd)

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

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

For additional information about the State Health Benefit Local Education Retired Education Plan, please refer to the Division's annual financial statements which can be found at https://www.state.nj.us/treasury/pensions/gasb-notices-opeb.shtml.

Employees Covered by Benefit Terms

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

Retirees, Plan Members and Spouses of Retirees Currently Receiving Benefit Payments	152,383
Active Plan Members	217,212
Total	369,595

Total Nonemployer OPEB Liability

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

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

Actuarial Assumptions and Other Inputs

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

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

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

100% of active employees are considered to participate in the Plan upon retirement.

Mortality Rates

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

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long term trend rate after nine years. For post-65 medical benefits PPO, the trend increasing to 14.80% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend 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 rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

The discount rate used to measure the total OPEB liability was 3.65%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. The source is the Bond Buyer Go 20-Bond Municipal bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District

	Total OPEB Liability
Balance at June 30, 2022	$ 65,960,366
Changes for Year:	
Service Cost	2,483,025
Interest on the Total OPEB Liability	2,443,548
Changes of Assumptions	139,845
Differences between Expected and Actual Experience	197,334
Gross Benefit Payments by the State	(1,904,785)
Contributions from Members	62,619
Net Changes	3,421,586
Balance at June 30, 2023	$ 69,381,952

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Discount Rate

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2023, calculated using the discount rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

June 30, 2023			
	At 1% Decrease (2.65%)	At Discount Rate (3.65%)	At 1% Increase (4.65%)
Total OPEB Liability Attributable to the District	$ 81,338,427	$ 69,381,952	$ 59,782,290

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2023, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

June 30, 2023			
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	$ 57,597,717	$ 69,381,952	$ 84,801,654

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

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

For the fiscal year ended June 30, 2024 the District recognized OPEB expense of $1,826,804 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation. In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is $-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources. At June 30, 2023 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		$ 2,500,093
	2018	9.51		2,587,821
	2019	9.29	$ 380,709	
	2020	9.24	9,307,707	
	2021	9.24	52,977	
	2022	9.13		14,059,024
	2023	9.30	124,808	
			9,866,201	19,146,938
Differences Between Expected and Actual Experience	2018	9.51		2,446,296
	2019	9.29		4,480,969
	2020	9.24	8,675,149	
	2021	9.24		10,187,824
	2022	9.13	1,447,877	
	2023	9.30		1,159,425
			10,123,026	18,274,514
Changes in Proportion	N/A	N/A	4,310,400	2,087,931
			$ 24,299,627	$ 39,509,383

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,	Total
2024	$ (3,460,009)
2025	(3,460,009)
2026	(3,007,236)
2027	(1,772,953)
2028	(362,902)
Thereafter	(5,369,116)
	$ (17,432,225)

SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's Proportion - Net Pension Liability	0.0379983601%	0.037806674%	0.0387375657%	0.0341224439%	0.0355635074%	0.0366751574%	0.0358929711%	0.0374387265%	0.0352879504%	0.0340492868%
District's Proportionate Share - Net Pension Liability	$ 7,114,332	$ 8,486,841	$ 11,472,956	$ 7,943,160	$ 7,002,277	$ 6,654,279	$ 5,853,205	$ 4,435,178	$ 5,325,437	$ 4,931,826
District's Covered Employee Payrol	$ 2,552,695	$ 2,625,017	$ 2,354,627	$ 2,413,370	$ 2,620,336	$ 2,580,221	$ 2,664,785	$ 2,584,546	$ 2,598,337	$ 2,841,640
District's Proportionate Share - Net Pension Liability as a Percentage of its Covered Employee Payrol	278.70%	323.31%	487.25%	329.13%	267.23%	257.90%	219.65%	171.60%	204.96%	173.56%
Plan Fiduciary Net Position as a % 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%

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	$ 313,253	$ 325,036	$ 346,437	$ 321,635	$ 355,910	$ 361,202	$ 392,652	$ 438,451	$ 444,998	$ 455,078
Contributions in Relation to the Contractually Required Contribution	(313,253)	(325,036)	(346,437)	(321,635)	(355,910)	(361,202)	(392,652)	(438,451)	(444,998)	(455,078)
Contribution Deficiency (Excess)	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -
District's Covered Employee Payroll	$ 2,625,017	$ 2,354,627	$ 2,413,370	$ 2,620,336	$ 2,580,221	$ 2,664,785	$ 2,584,546	$ 2,598,337	$ 2,841,640	$ 2,965,700
Contributions as a Percentage of Covered Employee Payroll	11.93%	13.80%	14.35%	12.27%	13.79%	13.55%	15.19%	16.87%	15.66%	15.34%

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY ATTRIBUTABLE TO THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
State's Proportion of the Net Pension Liability Attributable to the District	0.1299495616%	0.1308605445%	0.1282080348%	0.1304605284%	0.1256523106%	0.1238740318%	0.1231441819%	0.1226135266%	0.1210047490%	0.1184862850%
State's Proportionate Share - Net Pension Liability Attributable to the District	$ 69,453,811	$ 82,709,452	$ 100,856,603	$ 87,961,192	$ 79,937,301	$ 76,022,663	$ 81,088,962	$ 58,946,684	$ 62,431,693	$ 60,466,714
District's Covered Employee Payroll	$ 12,821,832	$ 13,262,413	$ 12,997,930	$ 12,736,975	$ 13,297,398	$ 13,482,431	$ 13,553,278	$ 13,475,218	$ 14,110,481	$ 14,083,314
State's Proportionate Share - Net Pension Liability Attributable to the District as a % of its Covered Employee Payroll	541.68%	623.64%	775.94%	690.60%	601.15%	563.86%	598.30%	437.45%	442.45%	429.35%
Plan Fiduciary Net Position as a % 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%

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	$ 3,737,267	$ 5,050,157	$ 7,577,970	$ 6,093,506	$ 4,660,065	$ 4,484,020	$ 5,042,457	$ 1,387,041	$ 1,680,211	$ 1,485,491
Contributions in relation to the Contractually Required Contribution	(707,480)	(1,026,484)	(1,416,115)	(1,850,415)	(2,436,303)	(2,701,023)	(3,564,227)	(4,981,349)	(4,843,791)	(5,247,291)
Contribution Deficiency/(Excess)	$ 3,029,787	$ 4,023,673	$ 6,161,855	$ 4,243,091	$ 2,223,762	$ 1,782,997	$ 1,478,230	$ (3,594,308)	$ (3,163,580)	$ (3,761,800)
District's Covered Employee Payroll	$ 13,262,413	$ 12,997,930	$ 12,736,975	$ 13,297,398	$ 13,482,431	$ 13,553,278	$ 13,475,218	$ 14,110,481	$ 14,083,314	$ 15,019,008
Contributions as a percentage of Covered Employee Payroll	5.33%	7.90%	11.12%	13.92%	18.07%	19.93%	26.45%	35.30%	34.39%	34.94%

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF CHANGES IN THE STATE'S PROPORTIONATE SHARE OF THE TOTAL OPEB LIABILITY
ASSOCIATED WITH THE DISTRICT AND RELATED RATIOS
LAST SEVEN FISCAL YEARS

	Fiscal Year Ending June 30,						
	2017	2018	2019	2020	2021	2022	2023
Service Cost	$ 2,654,071	$ 2,203,307	$ 1,945,936	$ 2,073,973	$ 3,673,984	$ 3,228,406	$ 2,483,025
Interest Cost	2,153,533	2,489,404	2,368,879	1,989,224	1,981,740	1,748,022	2,443,548
Change of Benefit Terms					(81,312)		
Changes in Assumptions	(8,849,265)	(4,264,527)	827,340	15,883,821	75,368	(17,694,460)	139,845
Differences between Expected & Actual Experience		(6,894,939)	(8,084,640)	12,987,978	(14,701,131)	3,960,350	197,334
Member Contributions	58,083	55,528	50,492	45,884	50,663	55,546	62,619
Gross Benefit Payments	(1,577,383)	(1,606,624)	(1,703,336)	(1,513,827)	(1,561,056)	(1,731,468)	(1,904,785)
Net Change in Total OPEB Liability	(5,560,961)	(8,017,851)	(4,595,329)	31,467,053	(10,561,744)	(10,433,604)	3,421,586
Total OPEB Liability - Beginning	73,662,802	68,101,841	60,083,990	55,488,661	86,955,714	76,393,970	65,960,366
Total OPEB Liability - Ending	$68,101,841	$60,083,990	$55,488,661	$86,955,714	$76,393,970	$65,960,366	$69,381,952
District's Covered Employee Payroll*	$15,352,557	$15,150,345	$15,917,734	$16,062,652	$16,218,063	$16,059,764	$16,708,818
Total OPEB Liability as a Percentage of Covered Employee Payroll	444%	397%	345%	541%	471%	411%	415%

* - Covered payroll for the fiscal years ending June 30, 2017 through 2023 are based on the payroll on the June 30, 2016 through 2022 census data.

Note: This schedule does not contain ten years of information as GASB No. 75 was implemented during the fiscal year ended June 30, 2018.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

In the July 1, 2022 actuarial valuation the salary increases were 2.75 – 4.25% based on years of service while in the July 1, 2021 actuarial valuation the salary increases were 2.75% – 5.65% based on years of service.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2023 was 3.65%. The discount rate for June 30, 2022 was 3.54%, a change of .11%.

The health care trend rates in the valuation as of June 30, 2023 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.50% and decreases to a 4.50% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

The health care trend rates in the valuation as of June 30, 2022 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.5% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increasing to 15.19% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long term rate after eight years.

BUDGETARY COMPARISON SCHEDULES

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	$ 45,077,591		$ 45,077,591	$ 45,077,591	
Tuition From Individuals	54,000		54,000	51,600	$ (2,400)
Tuition From Other LEAs Within the State				163,968	163,968
Transportation Fees From Other LEAs	130,000		130,000	106,534	(23,466)
Rents and Royalties	190,000		190,000	249,330	59,330
Unrestricted Miscellaneous Revenues	45,000		45,000	602,678	557,678
Interest Earned on Capital Reserve Funds				152,343	152,343
Other Restricted Miscellaneous Revenues				24,068	24,068
Total Revenues from Local Sources	45,496,591		45,496,591	46,428,112	931,521
Revenues from State Sources:					
Categorical Transportation Aid	1,047,577		1,047,577	1,047,577	
Extraordinary Aid				810,447	810,447
Categorical Special Education Aid	2,111,636		2,111,636	2,111,636	
Categorical Security Aid	193,608		193,608	193,608	
Nonpublic Transportation				57,785	57,785
TPAF Post Retirement Contributions (Non-Budgeted)				1,444,407	1,444,407
TPAF Pension Contributions (Non-Budgeted)				5,247,291	5,247,291
TPAF Non-Contributory Insurance (Non-Budgeted)				59,842	59,842
TPAF Long-Term Disability Insurance (Non-Budgeted)				2,126	2,126
Reimbursed TPAF Social Security Contributions				1,094,825	1,094,825
Total Revenues from State Sources	3,352,821		3,352,821	12,069,544	8,716,723
TOTAL REVENUE	48,849,412		48,849,412	58,497,656	9,648,244

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	$ 639,474	$ 89,986	$ 729,460	$ 694,141	$ 35,319
Grades 1-5 - Salaries of Teachers	4,059,713	94,701	4,154,414	4,152,742	1,672
Grades 6-8 - Salaries of Teachers	2,815,825	19,027	2,834,852	2,812,744	22,108
Regular Programs - Home Instruction:					
Salaries of Teachers	15,550	417	15,967	7,112	8,855
Purchased Professional-Educational Services	15,000		15,000	2,607	12,393
Regular Programs - Undistributed Instruction:					
Purchased Technical Services	1,550		1,550		1,550
Other Purchased Services (400-500 series)	201,349	(23,716)	177,633	172,057	5,576
General Supplies	570,882	(65,619)	505,263	466,665	38,598
Textbooks	132,050	27,347	159,397	159,277	120
Other Objects	800	1,180	1,980	1,936	44
Total Regular Programs - Instruction	8,452,193	143,323	8,595,516	8,469,281	126,235
Special Education - Instruction:					
Learning and/or Language Disabilities - Mild to Moderate:					
Salaries of Teachers	154,315		154,315	147,122	7,193
Other Salaries for Instruction	41,874	4,749	46,623	21,282	25,341
General Supplies	12,091		12,091	11,275	816
Total Learning and/or Language Disabilities - Mild to Moderate	208,280	4,749	213,029	179,679	33,350

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource Room/Resource Center:					
Salaries of Teachers	$ 2,444,316	$ 180,843	$ 2,625,159	$ 2,613,547	$ 11,612
Other Salaries for Instruction	154,663	32,777	187,440	179,552	7,888
General Supplies	15,082	9,801	24,883	13,562	11,321
Total Resource Room/Resource Center	2,624,061	213,621	2,837,682	2,806,661	31,021
Autism:					
Salaries of Teachers	76,562	125	76,687	74,065	2,622
Other Salaries for Instruction	91,659	(61)	91,598	73,854	17,744
General Supplies	6,687		6,687	6,647	40
Total Autism	174,908	64	174,972	154,566	20,406
Preschool Disabilities - Part-Time:					
Salaries of Teachers	164,700	575	165,275	165,275	
Other Salaries for Instruction	69,389	25,375	94,764	93,764	1,000
General Supplies	2,089	4,721	6,810	6,388	422
Total Preschool Disabilities - Part-Time	236,178	30,671	266,849	265,427	1,422
TOTAL SPECIAL EDUCATION - INSTRUCTION	3,243,427	249,105	3,492,532	3,406,333	86,199
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	1,639,914	(412,557)	1,227,357	1,219,768	7,589
Other Salaries for Instruction		21,105	21,105	21,105	-
Total Basic Skills/Remedial - Instruction	1,639,914	(391,452)	1,248,462	1,240,873	7,589

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Bilingual Education - Instruction:					
Salaries of Teachers	$ 172,080	$ 4,292	$ 176,372	$ 161,214	$ 15,158
General Supplies	1,000		1,000	996	4
Total Bilingual Education - Instruction	173,080	4,292	177,372	162,210	15,162
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	123,361		123,361	67,344	56,017
Supplies and Materials	9,712		9,712	9,013	699
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	133,073		133,073	76,357	56,716
School-Sponsored Athletics - Instruction:					
Salaries	69,365	15,000	84,365	62,846	21,519
Supplies and Materials	17,417	(8,355)	9,062	4,620	4,442
Total School-Sponsored Athletics - Instruction	86,782	6,645	93,427	67,466	25,961
Before/After School Programs - Support Services:					
Salaries	27,860		27,860		27,860
Total Before/after School Programs - Support Svcs	27,860		27,860		27,860
Total Before/after School Programs	27,860		27,860		27,860
Other Supplemental/At Risk Programs - Instruction:					
Salaries of Teacher Tutors	470,415	25,530	495,945	439,499	56,446
Purchased Professional & Technical Services	8,000	(7,500)	500		500
General Supplies	500		500		500
Total Other Suppl/At-Risk Prog - Instruction	478,915	18,030	496,945	439,499	57,446
Total Other Supplemental/At-Risk Programs	478,915	18,030	496,945	439,499	57,446
TOTAL INSTRUCTION	14,235,244	29,943	14,265,187	13,862,019	403,168

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Regular	$ 11,247,632	$ 32,010	$ 11,279,642	$ 11,265,314	$ 14,328
Tuition to Other LEAs Within the State-Special	1,869,043	(56,510)	1,812,533	1,171,344	641,189
Tuition to County Voc. School Dist.-Regular	79,190		79,190	76,371	2,819
Tuition to County Voc. School Dist.-Special	61,165	(14,700)	46,465	8,760	37,705
Tuition to CSSD & Reg. Day Schools		63,825	63,825	63,825	
Tuition to Priv. Sch. for the Handicap. W/I State	2,530,961	(763,953)	1,767,008	1,378,993	388,015
Total Undistributed Expenditures - Instruction	15,787,991	(739,328)	15,048,663	13,964,607	1,084,056
Undistributed Expend. - Attend. & Social Work:					
Salaries		182	182	182	
Purchased Professional and Technical Services	5,000	(3,203)	1,797		1,797
Total Undist. Expend. - Attendance and Social Work	5,000	(3,021)	1,979	182	1,797
Undistributed Expenditures - Health Services:					
Salaries	263,370	3,105	266,475	266,119	356
Purchased Professional and Technical Services	5,500		5,500	5,500	
Other Purchased Services (400-500 series)		2,500	2,500	1,877	623
Supplies and Materials	9,190	(779)	8,411	7,773	638
Total Undist. Expenditures - Health Services	278,060	4,826	282,886	281,269	1,617
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	585,223	(27,287)	557,936	557,886	50
Purchased Professional - Educational Services	52,125	2,949	55,074	55,074	
Supplies and Materials	12,800	(2,368)	10,432	10,411	21
Total Undist. Expend. - Speech, OT, PT, Related Svcs	650,148	(26,706)	623,442	623,371	71

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist.Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries	$ 324,125	$ (86,064)	$ 238,061	$ 227,255	$ 10,806
Total Undist. Expend. - Other Supp. Srvs. Students - Extra. Serv.	324,125	(86,064)	238,061	227,255	10,806
Undist.Expend.-Guidance:					
Salaries of Other Professional Staff	404,452	(88,571)	315,881	313,777	2,104
Supplies and Materials	3,920		3,920	2,395	1,525
Total Undist Expend. - Guidance	408,372	(88,571)	319,801	316,172	3,629
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	781,293	101,472	882,765	853,082	29,683
Salaries of Secretarial and Clerical Assistants	130,709		130,709	130,708	1
Purchased Professional - Educational Services	405,136	691,406	1,096,542	868,357	228,185
Other Purchased Services (400-500 series)	29,150	4,790	33,940	25,088	8,852
Supplies and Materials	10,378		10,378	7,487	2,891
Other Objects	1,359	310	1,669	1,490	179
Total Undist Expend. - Child Study Team	1,358,025	797,978	2,156,003	1,886,212	269,791
Undist. Expend.-Improv. of Inst. Serv.:					
Salaries of Supervisors of Instruction	80,213	(6,752)	73,461	73,303	158
Salaries of Other Professional Staff	399,998	16,962	416,960	408,840	8,120
Salaries of Secretarial and Clerical Assistants	71,624		71,624	71,623	1
Sal of Facilitators, Math Coaches & Literacy Coaches	6,347		6,347		6,347
Purchased Professional - Educational Services	9,000		9,000	8,783	217
Other Purchased Services (400-500 series)	169,306	(15,215)	154,091	127,164	26,927
Supplies and Materials	3,063		3,063	993	2,070
Other Objects	3,000		3,000	1,691	1,309
Total Undist. Expend.-Improv. of Inst. Serv.	742,551	(5,005)	737,546	692,397	45,149

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	$ 310,872	$ (25,755)	$ 285,117	$ 263,319	$ 21,798
Salaries of Technology Coordinators	351,751	(9,785)	341,966	341,966	
Supplies and Materials	13,845	(374)	13,471	9,434	4,037
Total Undist Expend-Edu. Media Serv./Sch. Library	676,468	(35,914)	640,554	614,719	25,835
Undist.Expend.-Instructional Staff Training Services:					
Salaries of Other Professional Staff	12,000		12,000	6,222	5,778
Purchased Professional - Educational Service	24,650	(4,232)	20,418	2,120	18,298
Other Purchased Services (400-500 series)	20,000	(12,807)	7,193	6,317	876
Total Undist.Expend.-Instructional Staff Training Services	56,650	(17,039)	39,611	14,659	24,952
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	278,982	90,427	369,409	368,824	585
Legal Services	60,000	(4,496)	55,504	55,504	
Audit Fees	52,500	30,500	83,000	83,000	
Other Purchased Professional Services	30,100	(4,278)	25,822	5,536	20,286
Communications / Telephone	111,641	1,408	113,049	102,228	10,821
BOE Other Purchased Services	7,500	3,996	11,496	11,261	235
Other Purch. Serv. (400-500 series other than 530 & 585)	109,568	(2,889)	106,679	103,644	3,035
General Supplies	3,850	(1,408)	2,442	1,555	887
BOE In-house training/ Meeting Supplies	500		500	43	457
Miscellaneous Expenditures	17,000		17,000	16,271	729
BOE Membership Dues and Fees	20,200	(450)	19,750	19,723	27
Total Undist. Expend.-Support Serv.-Gen. Admin.	691,841	112,810	804,651	767,589	37,062

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	$ 585,062	$ 67,300	$ 652,362	$ 652,361	$ 1
Salaries of Secretarial and Clerical Assistants	453,730	7,534	461,264	459,457	1,807
Other Purchased Services (400-500 series)	5,250	(4,700)	550	338	212
Supplies and Materials	5,300		5,300	4,390	910
Other Objects	6,125		6,125	4,648	1,477
Total Undist. Expend.-Support Serv.-School Adm.	1,055,467	70,134	1,125,601	1,121,194	4,407
Undist. Expend. - Central Services:					
Salaries	453,250	(29,628)	423,622	413,548	10,074
Purchased Professional Services	13,800	43,000	56,800	47,458	9,342
Miscellaneous Purchased Services (400-500 series other than 594)	11,390	(2,392)	8,998	8,898	100
Supplies and Materials	7,827	229	8,056	8,048	8
Other Objects	3,179	164	3,343	3,143	200
Total Undist. Expend. - Central Services	489,446	11,373	500,819	481,095	19,724
Undist. Expend. - Admin. Info. Technology:					
Purchased Technical Services	69,474	35	69,509	69,509	
Other Purchased Services (400-500 series)	66,953	(18,092)	48,861	45,487	3,374
Supplies and Materials	12,200	(884)	11,316	3,848	7,468
Other Objects	150		150	100	50
Total Undist. Expend. - Admin. Info. Technology	148,777	(18,941)	129,836	118,944	10,892
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	427,132	(47,358)	379,774	374,554	5,220
Cleaning, Repair, and Maintenance Services	284,142	(3,379)	280,763	216,977	63,786
General Supplies	123,502	(40,331)	83,171	57,964	25,207
Other Objects	141,310	21,785	163,095	123,046	40,049
Total Undist. Expend.- Required Maint. for School Facilities	976,086	(69,283)	906,803	772,541	134,262

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Custodial Services:					
Salaries	$ 179,614	$ 427,038	$ 606,652	$ 325,620	$ 281,032
Cleaning, Repair, and Maintenance Services	977,818	(334,262)	643,556	570,326	73,230
Other Purchased Property Services	44,000	7,793	51,793	51,782	11
Insurance	58,195	(1,724)	56,471	53,368	3,103
Miscellaneous Purchased Services	23,000		23,000	11,713	11,287
Undist. Expend.-Custodial Services:					
General Supplies	147,442	(6,799)	140,643	101,125	39,518
Energy (Natural Gas)	160,580		160,580	118,460	42,120
Energy (Electricity)	469,559		469,559	309,405	160,154
Other Objects	3,260		3,260	1,065	2,195
Total Undist. Expend.-Custodial Services	2,063,468	92,046	2,155,514	1,542,864	612,650
Security:					
Salaries		18,480	18,480	18,480	
Purchased Professional and Technical Services	43,300	21,925	65,225		65,225
Total Security	43,300	40,405	83,705	18,480	65,225
Total Undist. Expend.-Oper. And Maint. Of Plant Serv.	3,082,854	63,168	3,146,022	2,333,885	812,137
Undist. Expend.-Student Transportation Serv.:					
Sal. for Pupil Trans. (Bet. Home and Sch)-Reg.	1,158,605	(65,254)	1,093,351	1,080,101	13,250
Sal. for Pupil Trans. (Bet. Home and Sch)-Spl. Ed.	237,609	(30,239)	207,370	172,534	34,836
Sal. for Pupil Trans. (Oth. than Bet. Home & Sch)	100,670		100,670	89,972	10,698
Other Purchased Professional and Technical Services	89,083	(14,200)	74,883	54,889	19,994
Cleaning, Repair, and Maint. Services	6,199		6,199	5,956	243
Undist. Expend.-Student Transportation Serv.:					

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studts	$ 161,635	$ 11,200	$ 172,835	$ 134,848	$ 37,987
Contr Serv.-Aid in Lieu of Payments-Choice Stud.	3,066		3,066	583	2,483
Contract. Serv.(Spl. Ed. Students)-ESCs & CTSAs	1,145,667		1,145,667	938,936	206,731
Misc. Purchased Serv. - Transportation	27,500		27,500		27,500
General Supplies	198,726	(36,614)	162,112	98,250	63,862
Transportation Supplies	270,382	(109,900)	160,482	158,876	1,606
Other Objects	6,360		6,360	3,280	3,080
Total Undist. Expend.-Student Trans. Serv.	3,405,502	(245,007)	3,160,495	2,738,225	422,270
UNALLOCATED BENEFITS					
Social Security Contributions	423,315	10,731	434,046	433,738	308
Other Retirement Contributions - PERS	498,398	(43,320)	455,078	455,078	
Other Retirement Contributions - Regular	50,000		50,000	26,816	23,184
Workers Compensation	190,047	(7,731)	182,316	180,532	1,784
Health Benefits	6,579,267		6,579,267	6,466,002	113,265
Tuition Reimbursement	89,000	(5,149)	83,851	68,670	15,181
Other Employee Benefits	21,100		21,100	19,481	1,619
Unused Sick Payment to Terminated/Retired Staff	260,000	45,469	305,469	296,309	9,160
TOTAL UNALLOCATED BENEFITS	8,111,127		8,111,127	7,946,626	164,501
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				1,444,407	(1,444,407)
TPAF Pension Contributions (Non-Budgeted)				5,247,291	(5,247,291)
TPAF Non-Contributory Insurance (Non-Budgeted)				59,842	(59,842)
TPAF Long-Term Disability Insurance (Non-Budgeted)				2,126	(2,126)
Reimbursed TPAF Social Security Contributions				1,094,825	(1,094,825)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				7,848,491	(7,848,491)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	8,111,127		8,111,127	15,795,117	(7,683,990)

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
TOTAL UNDISTRIBUTED EXPENDITURES	$ 37,272,404	$ (205,307)	$ 37,067,097	$ 41,976,892	$ (4,909,795)
TOTAL GENERAL CURRENT EXPENSE	51,507,648	(175,364)	51,332,284	55,838,911	(4,506,627)
CAPITAL OUTLAY					
Equipment:					
Grades 1-5		5,718	5,718		5,718
Grades 6-8	8,500	(8,500)			
Special Education - Instruction:					
Multiple Disabilities		16,613	16,613	16,613	
Undistributed:					
Undistributed Expenditures - Admin. Info. Tech.	114,466	(63,706)	50,760	48,375	2,385
Undist. Expend. - Required Maint for School Fac.	30,000	(17,431)	12,569	7,609	4,960
Undist. Expend. - Security	6,000		6,000		6,000
School Buses - Regular	349,655	149,514	499,169	129,655	369,514
Total Equipment	508,621	82,208	590,829	202,252	388,577
Facilities Acquisition and Construction Serv.:					
Architectural/Engineering Services	84,690	(84,690)			
Other Purchased Prof. and Tech. Services	24,469	84,690	109,159	37,099	72,060
Construction Services	3,801,228		3,801,228	1,852,139	1,949,089
Assessment for Debt Service on SDA Funding	42,724		42,724	42,724	
Total Facilities Acquisition and Const. Serv.	3,953,111		3,953,111	1,931,962	2,021,149
TOTAL CAPITAL OUTLAY	4,461,732	82,208	4,543,940	2,134,214	2,409,726
Transfer of Funds to Charter Schools	85,022	93,156	178,178	178,178	
TOTAL EXPENDITURES	56,054,402		56,054,402	58,151,303	(2,096,901)

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(7,204,990)		(7,204,990)	346,353	7,551,343
Fund Balance, July 1	14,870,858		14,870,858	14,870,858	
Fund Balance, June 30	$ 7,665,868	$ - 0 -	$ 7,665,868	$ 15,217,211	$ 7,551,343
Recapitulation:					
Restricted Fund Balance:					
Capital Reserve				$ 5,867,454	
Maintenance Reserve				723,800	
Tuition Reserve - For 2025-2026				1,100,000	
Tuition Reserve - For 2024-2025				885,003	
Emergency Reserve				120,000	
Unemployment Compensation				800,954	
Assigned Fund Balance:					
Year End Encumbrances				2,345,712	
Designated for Subsequent Year's Expenditures				1,500,000	
Unassigned Fund Balance				1,874,288	
				15,217,211	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis				(321,327)	
Fund Balance per Governmental Funds (GAAP)				$ 14,895,884	

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenue:					
Local Sources	$ 90,000	$ 65,893	$ 155,893	$ 159,325	$ 3,432
State Sources	7,455	66,368	73,823	68,956	(4,867)
Federal Sources	799,001	84,818	883,819	804,600	(79,219)
Total Revenue	896,456	217,079	1,113,535	1,032,881	(80,654)
Expenditures:					
Instruction:					
Salaries of Teachers	205,037	(69,412)	135,625	120,756	14,869
Purchased Professional and Technical Services	12,003	(6,164)	5,839		5,839
Other Purchased Services		123,209	123,209	118,790	4,419
Tuition	383,282		383,282	383,282	
General Supplies	10,088	61,091	71,179	37,069	34,110
Textbooks	1,110	2,861	3,971	1,205	2,766
Total Instruction	611,520	111,585	723,105	661,102	62,003
Support Services:					
Salaries of Other Professional Staff	5,396	7,770	13,166	12,483	683
Purchased Professional/Educational Services	15,000	50,709	65,709	65,672	37
Personal Services - Employee Benefits		3,955	3,955		3,955
Other Purchased Services	174,540	(58,290)	116,250	90,722	25,528
Supplies and Materials		1,000	1,000	1,000	
Student Activities	90,000	33,004	123,004	123,004	
Total Support Services	284,936	38,148	323,084	292,881	30,203
Facilities Acquisition and Construction Services:					
Construction Services		67,346	67,346	62,846	4,500
Total Facilities Acquisition and Construction Services		67,346	67,346	62,846	4,500
Total Expenditures	896,456	217,079	1,113,535	1,016,829	96,706
Excess (Deficiency) of Revenue Over (Under) Expenditures	$ - 0 -	$ - 0 -	$ - 0 -	$ 16,052	$ 16,052

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Note A - Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	$ 58,497,656	$ 1,032,881
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not.		
Current Year Encumbrances		(20,848)
Prior Year Encumbrances		22,020
Prior Year State Aid Payments recognized for GAAP statements	291,721	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(321,327)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and and Changes in Fund Balances - Governmental Funds.	$ 58,468,050	$ 1,034,053
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	$ 58,151,303	$ 1,016,829
Differences - Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Current Year Encumbrances		(20,848)
Prior Year Encumbrances		22,020
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	$ 58,151,303	$ 1,018,001

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and was approved by a vote by the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments and transfers must be made by school Board resolution. All budgeting amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the of the annual budgets during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the Special Revenue Fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

The General Fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments in the GAAP financial statements.

SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)

SPECIAL REVENUE FUND

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	E.S.E.A			IDEA, Part B		
	Title I	Title IIA	Title IV	Basic	Preschool	ACSERS
REVENUE:						
Local Sources						
State Sources						
Federal Sources	$ 50,962	$ 25,105	$ 9,062	$ 383,282	$ 21,580	$ 169,462
Total Revenue	50,962	25,105	9,062	383,282	21,580	169,462
EXPENDITURES:						
Instruction:						
Salaries of Teachers	39,879		8,661			
Other Purchased Services						118,790
Tuition				383,282		
General Supplies	2,688				5,580	
Textbooks			401			
Total Instruction	42,567		9,062	383,282	5,580	118,790
Support Services:						
Salaries of Other Professional Staff	8,395					
Purchased Professional Technical Services					15,000	50,672
Other Purchased Services		25,105				
Supplies and Materials					1,000	
Student Activities						
Total Support Services	8,395	25,105			16,000	50,672
Facilities Acquision/Construction:						
Construction Services						
Total Facilities Acquisition/Construction						
Total Expenditures	$ 50,962	$ 25,105	$ 9,062	$ 383,282	$ 21,580	$ 169,462

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Education Stabilization Fund COVID 19 - ARP				Nonpublic	
	Learning Acceleration	Summer Learning	Beyond the School Day	Mental Health	Nursing	Security
REVENUE:						
Local Sources						
State Sources					$ 1,774	$ 2,935
Federal Sources	$ 69,617	$ 28,326	$ 39,243	$ 7,961		
Total Revenue	69,617	28,326	39,243	7,961	1,774	2,935
EXPENDITURES:						
Instruction:						
Salaries of Teachers	4,000	23,326	39,243	5,647		
Other Purchased Services						
Tuition						
General Supplies		5,000				2,935
Textbooks						
Total Instruction	4,000	28,326	39,243	5,647		2,935
Support Services:						
Salaries of Other Professional Staff				2,314	1,774	
Purchased Professional and Technical Services						
Other Purchased Services	65,617					
Supplies and Materials						
Student Activities						
Total Support Services	65,617			2,314	1,774	
Facilities Acquision/Construction:						
Construction Services						
Total Facilities Acquisition/Construction						
Total Expenditures	$ 69,617	$ 28,326	$ 39,243	$ 7,961	$ 1,774	$ 2,935

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	SDA Emergent & Capital Needs Maintenance	Nonpublic Textbooks	Nonpublic Technology	Local Grants	Student Activities	Totals June 30, 2024
REVENUE:						
Local Sources				$ 20,269	$ 139,056	$ 159,325
State Sources	$ 62,846	$ 804	$ 597			68,956
Federal Sources						804,600
Total Revenue	62,846	804	597	20,269	139,056	1,032,881
EXPENDITURES:						
Instruction:						
Salaries of Teachers						120,756
Other Purchased Services						118,790
Tuition						383,282
General Supplies			597	20,269		37,069
Textbooks		804				1,205
Total Instruction		804	597	20,269		661,102
Support Services:						
Salaries of Other Professional Staff						12,483
Purchased Professional and Technical Services						65,672
Other Purchased Services						90,722
Supplies and Materials						1,000
Student Activities					123,004	123,004
Total Support Services					123,004	292,881
Facilities Acquision/Construction:						
Construction Services	62,846					62,846
Total Facilities Acquisition/Construction	62,846					62,846
Total Expenditures	$ 62,846	$ 804	$ 597	$ 20,269	$ 123,004	$ 1,016,829

CAPITAL PROJECTS FUND
(NOT APPLICABLE)

PROPRIETARY FUNDS

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2024

	Business-Type Activities - Enterprise Funds Food Service
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	$ 319,858
Accounts Receivable:	
State	462
Federal	6,578
Other	4,674
Inventories	21,899
Total Current Assets	353,471
Capital Assets:	
Furniture & Equipment	470,744
Less: Accumulated Depreciation	(411,481)
Total Capital Assets, Net	59,263
Total Assets	412,734
LIABILITIES:	
Current Liabilities:	
Accounts Payable - Vendors	32,327
Unearned Revenue - Prepaid Sales	21,316
Unearned Revenue - Donated Commodities	4,494
Total Current Liabilities	58,137
NET POSITION:	
Investment in Capital Assets	59,263
Unrestricted	295,334
Total Net Position	$ 354,597

BRANCHBURG BOARD OF EDUCATION
ENTERPRISE FUNDS
STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds Food Service
Operating Revenue:	
Local Sources:	
Daily Sales - Reimbursable Programs	$ 363,633
Daily Sales - Non-Reimbursable Programs	201,750
Total Operating Revenue	565,383
Operating Expenses:	
Cost of Sales - Reimbursable Programs	207,635
Cost of Sales - Non-Reimbursable Programs	115,200
Salaries, Benefits & Payroll Taxes	316,746
Supplies and Materials	24,900
Food Service Management Fee	25,000
Purchased Professional/Technical Services	5,134
Depreciation	2,885
Total Operating Expenses	697,500
Operating (Loss)	(132,117)
Non-Operating Revenue:	
State Sources:	
State School Lunch Program	7,725
Federal Sources:	
National School Lunch Program	110,621
Pandemic P-EBT Administrative Costs	653
Local Foods For Schools Cooperative Agreement Program	4,894
Food Distribution Program	42,169
Supply Chain Assistance	48,758
Local Sources:	
Interest Income	10,451
Total Non-Operating Revenue	225,271
Change in Net Position	93,154
Net Position - Beginning of Year	261,443
Net Position - End of Year	$ 354,597

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

	Business-Type Activities - Enterprise Funds
	Food Service
Cash Flows from Operating Activities:	
Receipts from Customers	$ 563,081
Payments to Employees	(316,746)
Payments to Suppliers	(306,363)
Net Cash Used for Operating Activities	(60,028)
Cash Flows from Investing Activities:	
Interest Income	10,451
Net Cash Provided by Investing Activities	10,451
Cash Flows from Capital and Related Financing Activities:	
Acquisition of Capital Assets	(24,194)
Net Cash Used for Capital and Related Financing Activities	(24,194)
Cash Flows from Noncapital Financing Activities:	
Cash Received from State and Federal Reimbursements	158,588
Net Cash Provided by Noncapital Financing Activities	158,588
Net Increase in Cash and Cash Equivalents	84,817
Cash and Cash Equivalents, July 1	235,041
Cash and Cash Equivalents, June 30	$ 319,858
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	$ (132,117)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	2,885
Federal Food Distribution Program	42,169
Changes in Assets and Liabilities:	
(Increase)/Decrease in Accounts Receivable - Other	(2,068)
(Increase)/Decrease in Inventory	(2,990)
Decrease in Unearned Revenue	(234)
Increase in Accounts Payable	32,327
Net Cash Used for Operating Activities	$ (60,028)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received $41,363 and utilized $42,169 of commodities from the Federal Food Distribution Program for the fiscal year ended June 30, 2024.

FIDUCIARY ACTIVITIES
(NOT APPLICABLE)

LONG-TERM LIABILITIES

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding June 30, 2024 Date	Amount	Interest Rate	Balance July 1, 2023	Retired or Matured	Balance June 30, 2024
Refunding Bonds of 2016	03/15/2016	$ 15,490,000	7/15/24	$ 915,000	5.000%			
			7/15/25	1,020,000	5.000%			
			7/15/26	1,120,000	5.000%			
			7/15/27	1,185,000	5.000%			
			7/15/28	1,245,000	5.000%			
			7/15/29	1,295,000	2.500%			
			7/15/30	1,345,000	3.336%			
			7/15/31	1,390,000	3.270%	$ 10,345,000	$ 830,000	$ 9,515,000
Refunding Bonds of 2019	11/06/2019	4,370,000	2/1/25	830,000	4.000%			
			2/1/26	865,000	4.000%	2,480,000	785,000	1,695,000
						$ 12,825,000	$ 1,615,000	$ 11,210,000

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

REVENUE:	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Local Sources:					
Local Tax Levy	$ 2,131,887		$ 2,131,887	$ 2,131,887	
Total Revenue	2,131,887		2,131,887	2,131,887	
EXPENDITURES:					
Regular Debt Service:					
Interest	516,888		516,888	516,888	
Redemption of Principal	1,615,000		1,615,000	1,615,000	
Total Regular Debt Service	2,131,888		2,131,888	2,131,888	
Total Expenditures	2,131,888		2,131,888	2,131,888	
Excess (Deficiency) of Revenue Over (Under) Expenditures	(1)		(1)	(1)	
Fund Balance, July 1	1		1	1	
Fund Balance, June 30	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -

STATISTICAL SECTION
(UNAUDITED)

This part of the District's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District's overall financial health.

Contents

	Exhibit
Financial Trends	
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	J-1 thru J-5
Revenue Capacity	
These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.	J-6 thru J-9
Debt Capacity	
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	J-10 thru J-13
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.	J-14 thru J-15
Operating Information	
These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	J-16 thru J-20

Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Report for the relevant year.

BRANCHBURG TOWNSHIP 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	$ 14,152,600	$ 16,567,660	$ 16,012,567	$ 16,297,353	$ 16,297,353	$ 19,771,236	$ 22,058,302	$ 23,306,431	$ 25,861,469	$ 27,584,110
Restricted	2,933,223	4,063,944	5,870,211	7,188,636	7,188,636	11,188,146	9,753,484	8,821,554	8,892,898	9,567,191
Unrestricted (Deficit)	(7,196,220)	(9,743,207)	(9,582,706)	(8,531,601)	(8,531,601)	(9,619,152)	(5,940,673)	(3,068,820)	(2,433,096)	(2,098,292)
Total Governmental Activities Net Position	$ 9,889,603	$ 10,888,397	$ 12,300,072	$ 14,954,388	$ 14,954,388	$ 21,340,230	$ 25,871,113	$ 29,059,165	$ 32,321,271	$ 35,053,009
Business-Type Activities:										
Investment in Capital Assets	$ 117,109	$ 104,770	$ 54,191	$ 47,878	$ 47,878	$ 46,384	$ 42,044	$ 34,544	$ 37,954	$ 59,263
Unrestricted	177,409	205,660	205,536	174,569	174,569	108,397	76,649	199,177	223,489	295,334
Total Business-Type Activities Net Position	$ 294,518	$ 310,430	$ 259,727	$ 222,447	$ 222,447	$ 154,781	$ 118,693	$ 233,721	$ 261,443	$ 354,597
District-Wide:										
Net Investment in Capital Assets	$ 14,269,709	$ 16,672,430	$ 16,066,758	$ 16,345,231	$ 16,345,231	$ 19,817,620	$ 22,100,346	$ 23,340,975	$ 25,899,423	$ 27,643,373
Restricted	2,933,223	4,063,944	5,870,211	7,188,636	7,188,636	11,188,146	9,753,484	8,821,554	8,892,898	9,567,191
Unrestricted (Deficit)	(7,018,811)	(9,537,547)	(9,377,170)	(8,357,032)	(8,357,032)	(9,510,755)	(5,864,024)	(2,869,643)	(2,209,607)	(1,802,958)
Total District-Wide Net Position	$ 10,184,121	$ 11,198,827	$ 12,559,799	$ 15,176,835	$ 15,176,835	$ 21,495,011	$ 25,989,806	$ 29,292,886	$ 32,582,714	$ 35,407,606

Source: Branchburg Township School District financial reports.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
UNAUDITED
(Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
Expenses:	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities:										
Instruction:										
Regular	$ 12,601,388	$ 13,313,817	$ 14,629,510	$ 14,740,212	$ 13,836,624	$ 13,731,029	$ 14,703,672	$ 14,670,478	$ 12,707,823	$ 13,510,522
Special Education	5,035,984	4,926,087	5,475,316	5,559,645	5,310,525	5,518,643	5,759,941	5,478,617	5,101,864	5,850,427
Other Special Instruction	1,603,234	1,947,619	2,032,737	2,082,557	2,291,491	2,238,614	1,955,901	2,068,717	2,801,229	2,236,777
School-Sponsored/Other Instruction	449,652	648,398	740,733	821,798	837,708	869,722	755,876	997,846	330,361	936,255
Support Services:										
Tuition	13,260,547	12,987,601	12,863,308	12,181,091	12,094,127	12,580,922	13,006,329	13,979,905	13,919,842	13,964,607
Student & Instruction Related Services	5,066,063	5,454,740	6,107,872	6,372,612	5,800,427	5,579,116	5,625,395	5,718,523	6,758,507	7,121,805
School Administration Services	1,804,833	1,710,545	2,102,409	2,144,192	2,025,079	2,113,871	2,041,423	1,849,726	1,801,147	1,790,825
General Administration Services	886,590	925,050	794,698	953,315	938,301	883,649	883,913	881,777	938,698	995,810
Central Services and Administrative Information Technology	919,708	728,440	851,691	912,960	722,657	709,847	717,200	648,371	663,929	850,202
Plant Operations and Maintenance	2,296,007	2,315,820	2,145,436	2,558,894	2,433,608	2,210,817	2,371,133	2,665,324	2,707,792	2,645,953
Pupil Transportation	2,920,064	2,714,783	2,887,552	2,923,879	4,298,042	2,266,449	2,168,731	3,329,548	3,565,239	3,445,350
Capital Outlay										
Charter Schools								55,412	77,360	178,178
Interest On Long-Term Debt	1,156,024	1,360,087	1,023,964	739,820	696,742	604,965	546,308	489,368	436,411	364,699
Unallocated Depreciation	1,428,878	1,462,332	1,432,741	1,426,185	1,460,818	1,566,129	1,566,129	1,586,149	1,524,788	1,631,439
Total Governmental Activities Expenses	49,428,972	50,495,319	53,087,967	53,417,160	52,746,149	50,873,773	52,101,951	54,419,761	53,334,990	55,522,849
Business-Type Activities:										
Food Service	665,162	646,424	690,795	713,950	709,721	562,101	224,055	647,368	704,454	697,500
Total Business-Type Activities Expenses	665,162	646,424	690,795	713,950	709,721	562,101	224,055	647,368	704,454	697,500

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
UNAUDITED
(Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total District-Wide Expenses	$ 50,094,134	$ 51,141,743	$ 53,778,762	$ 54,131,110	$ 53,455,870	$ 51,435,874	$ 52,326,006	$ 55,067,129	$ 54,039,444	$ 56,220,349
Program Revenues:										
Governmental Activities:										
Charges For Services	117,608	152,146	209,061	140,303	172,206	129,602	142,750	214,898	444,627	461,158
Operating Grants and Contributions	8,493,488	9,772,045	12,470,399	13,178,050	11,400,304	10,014,379	11,358,239	11,283,103	9,509,644	9,359,960
Capital Grants and Contributions	71,615									
Total Governmental Activities Program Revenues	8,682,711	9,924,191	12,679,460	13,318,353	11,572,510	10,143,981	11,500,989	11,498,001	9,954,271	9,821,118
Business-Type Activities:										
Charges for Services:										
Food Service	544,113	592,524	567,854	540,541	544,508	345,002	4,796	113,259	495,269	565,383
Operating Grants and Contributions	90,134	94,357	111,120	117,903	118,069	97,143	177,266	646,580	231,692	214,820
Total Business-Type Activities Program Revenues	634,247	686,881	678,974	658,444	662,577	442,145	182,062	759,839	726,961	780,203
Total District-Wide Program Revenues	9,316,958	10,611,072	13,358,434	13,976,797	12,235,087	10,586,126	11,683,051	12,257,840	10,681,232	10,601,321
Net Revenue/(Expense) - Governmental Activities	(40,746,261)	(40,571,128)	(40,408,507)	(40,098,807)	(41,173,639)	(40,729,792)	(40,600,962)	(42,921,760)	(43,380,719)	(45,701,731)
Net Revenue/(Expense) - Business-Type Activities	(30,915)	40,457	(11,821)	(55,506)	(47,144)	(119,956)	(41,993)	112,471	22,507	82,703
Total District-Wide Net Revenue/(Expense)	(40,777,176)	(40,530,671)	(40,420,328)	(40,154,313)	(41,220,783)	(40,849,748)	(40,642,955)	(42,809,289)	(43,358,212)	(45,619,028)
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	37,536,975	38,963,858	39,622,347	40,216,682	40,694,329	41,508,216	42,338,380	42,761,764	43,616,999	45,077,591
Taxes Levied for Debt Service	2,205,081	2,130,355	2,109,741	1,944,055	1,968,552	2,018,709	2,011,556	2,046,164	2,091,538	2,131,887

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
UNAUDITED
(Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
General Revenues and Other Changes in Net Position:	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities:										
Federal and State Aid not Restricted	$ 335,832	$ 341,210	$ 360,773	$ 353,564	$ 294,851	$ 288,812	$ 364,961	$ 288,851	$ 191,840	$ 195,572
Investment Earnings	5,641	8,504	19,001	63,573	180,049	180,049	180,049			
Miscellaneous Income	101,085	112,631	78,941	175,249	243,810	160,728	236,899	1,013,033	742,448	1,028,419
Other Item - SDA Grants Cancelled		(13,317)								
Transfers		26,681								
Total Governmental Activities General Revenues and Other Changes in Net Position	40,184,614	41,569,922	42,190,803	42,753,123	43,381,591	44,156,514	45,131,845	46,109,812	46,642,825	48,433,469
Business-Type Activities:										
Investment Earnings	2,064	2,136	5,465	18,226	56,579	42,855	5,905	2,557	5,215	10,451
Transfers		(26,681)								
Total Business-Type Activities General Revenues and Other Changes in Net Position	2,064	(24,545)	5,465	18,226	56,579	42,855	5,905	2,557	5,215	10,451
Total District-Wide General Revenues and Other Changes in Net Position	40,186,678	41,545,377	42,196,268	42,771,349	43,438,170	44,199,369	45,137,750	46,112,369	46,648,040	48,443,920
Change in Net Position:										
Governmental Activities	(561,647)	998,794	1,782,296	2,654,316	2,207,952	3,426,722	4,530,883	3,188,052	3,262,106	2,731,738
Business-Type Activities	(28,851)	15,912	(6,356)	(37,280)	9,435	(77,101)	(36,088)	115,028	27,722	93,154
Total District-Wide Change in Net Position	$ (590,498)	$ 1,014,706	$ 1,775,940	$ 2,617,036	$ 2,217,387	$ 3,349,621	$ 4,494,795	$ 3,303,080	$ 3,289,828	$ 2,824,892

Source: Branchburg Township School District financial reports.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED
(Modified Accrual Basis of Accounting)

	June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund:										
Restricted	$ 2,854,349	$ 4,063,944	$ 5,857,500	$ 7,175,925	$ 7,253,119	$ 11,117,772	$ 9,684,977	$ 8,771,997	$ 8,838,969	$ 9,497,211
Assigned	814,758	643,224	932,857	1,846,471	1,903,745	509,745	2,598,751	3,682,903	4,204,970	3,845,712
Unassigned	654,189	680,232	1,075,839	1,127,697	1,190,788	1,097,765	2,175,656	2,685,318	1,535,198	1,552,961
Total General Fund	$ 4,323,296	$ 5,387,400	$ 7,866,196	$ 10,150,093	$ 10,347,652	$ 12,725,282	$ 14,459,384	$ 15,140,218	$ 14,579,137	$ 14,895,884
Other Governmental Funds:										
Restricted for:										
Student Activities						$ 62,271	$ 65,049	$ 49,556	$ 53,928	$ 69,980
Debt Service						8,103	3,458	1	1	
Restricted	$ 49,101		$ 12,711	$ 12,711						
Committed	29,773									
Total Other Governmental Funds	$ 78,874	$ - 0 -	$ 12,711	$ 12,711	$ - 0 -	$ 70,374	$ 68,507	$ 49,557	$ 53,929	$ 69,980
Total All Governmental Funds	$ 4,402,170	$ 5,387,400	$ 7,878,907	$ 10,162,804	$ 10,347,652	$ 12,795,656	$ 14,527,891	$ 15,189,775	$ 14,633,066	$ 14,965,864

Source: Branchburg Township School District financial reports.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED
(Modified Accrual Basis of Accounting)

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues:										
Tax Levy	$ 39,742,056	$ 41,094,213	$ 41,732,088	$ 42,160,737	$ 42,662,881	$ 43,526,925	$ 44,349,936	$ 44,807,928	$ 45,708,537	$ 47,209,478
Tuition	117,608	152,146	209,061	140,303	172,206	129,602	114,906	136,778	96,488	215,568
Transportation Fees From Other LEAs								277,317	210,178	106,534
Interest Earned on Investments	4,486	6,847	15,929	55,460	159,582	102,926	16,270	15,182	218,419	378,921
Interest Earned on Capital Reserve Funds	1,155	1,657	3,072	8,113	20,467	11,268	1,717	2,199	73,954	152,343
Miscellaneous	122,360	143,398	102,995	201,493	279,336	230,298	443,193	803,269	606,692	652,850
State Sources	5,257,349	5,571,808	6,182,076	6,737,988	7,462,539	7,700,578	9,315,477	11,162,015	11,174,702	12,109,861
Federal Sources	592,524	487,007	463,187	528,205	520,590	481,876	697,316	1,066,037	1,063,256	808,435
Total Revenue	45,837,538	47,457,076	48,708,408	49,832,299	51,277,601	52,183,473	54,938,815	58,270,725	59,152,226	61,633,990
Expenditures:										
Instruction:										
Regular Instruction	7,955,251	7,894,098	7,719,036	7,874,096	7,984,258	7,792,083	8,457,065	8,817,176	8,318,504	8,738,858
Special Education Instruction	3,273,576	2,984,395	2,994,216	3,072,883	3,111,861	3,306,859	3,319,950	3,454,622	3,346,289	3,811,307
Other Special Instruction	964,216	1,096,442	1,034,996	1,056,649	1,257,445	1,267,485	1,065,124	1,234,478	1,741,127	1,403,083
School-Sponsored/Other Instruction	274,810	372,395	384,868	429,005	465,096	498,528	417,331	600,493	188,812	583,322
Support Services:										
Tuition	13,260,547	12,987,601	12,863,308	12,181,091	12,094,127	12,580,922	13,006,329	13,979,905	13,919,842	13,964,607
Student & Instruction-Related Services	3,131,629	3,155,510	3,184,792	3,424,723	3,277,555	3,274,709	3,182,748	3,638,335	4,519,101	4,936,840
General Administration Services	693,985	708,491	562,971	648,940	665,179	657,021	633,845	672,781	743,298	767,589
School Administration Services	1,077,939	967,675	1,066,325	1,093,830	1,127,759	1,201,810	1,127,719	1,106,890	1,129,938	1,121,194
Central Services	344,400	366,049	380,936	385,689	348,622	365,800	365,999	357,777	404,521	481,095
Administrative Information Technology	266,495	111,774	113,714	120,141	101,573	80,768	52,978	62,463	106,114	118,944
Plant Operations and Maintenance	1,926,153	1,881,080	1,755,110	2,129,316	2,032,049	1,961,192	2,073,474	2,425,820	2,450,618	2,333,885
Pupil Transportation	2,152,300	1,850,927	1,736,612	1,789,017	1,768,816	1,727,872	1,560,361	2,657,367	2,911,005	2,738,225
Unallocated Benefits	8,334,630	8,872,757	9,492,374	10,357,174	10,947,691	11,080,365	12,912,584	13,933,340	14,692,477	15,795,117
Capital Outlay	1,033,513	955,716	729,429	941,054	3,834,778	2,585,332	2,919,535	2,467,145	3,068,391	2,197,060
Debt Service:										
Principal	1,165,000	1,235,000	1,505,000	1,215,000	1,285,000	1,410,000	1,420,000	1,510,000	1,510,000	1,615,000
Interest and Other Charges	1,091,350	1,045,300	693,214	829,794	790,944	695,891	691,538	634,837	581,538	516,888
Charter Schools								55,412	77,360	178,178
Total Expenditures	46,945,794	46,485,210	46,216,901	47,548,402	51,092,753	50,486,637	53,206,580	57,608,841	59,708,935	61,301,192

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED
(Modified Accrual Basis of Accounting)

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	$ (1,108,256)	$ 971,866	$ 2,491,507	$ 2,283,897	$ 184,848	$ 1,696,836	$ 1,732,235	$ 661,884	$ (556,709)	$ 332,798
Other Financing Sources/(Uses):										
NJEDA/SDA Grants (Cancelled)		(13,317)								
Refunding Bonds Issued		15,490,000				4,370,000				
School Bonds Defeased		(17,100,000)				(4,635,000)				
Bond Issuance Costs		(141,823)				(108,245)				
Deferred Amount on Refunding		(375,417)				(66,951)				
Original Issuance Bond Premium		2,127,240				440,196				
Transfers In		43,137								
Transfers Out		(16,456)								
Total Other Financing Sources/(Uses)	- 0 -	13,364	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -
Excess (Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	$ (1,108,256)	$ 985,230	$ 2,491,507	$ 2,283,897	$ 184,848	$ 1,696,836	$ 1,732,235	$ 661,884	$ (556,709)	$ 332,798
Debt Service As a % of Noncapital Expenditures	5.17%	5.27%	5.07%	4.59%	4.59%	4.60%	4.38%	4.05%	3.83%	3.74%

Source: Branchburg Township School District financial reports.

Exhibit J-5

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED
(M*odified Accrual Basis of Accounting)*

Fiscal Year Ended June 30,	Interest on Investments	Tuition	Transportation Fees	Rentals-Use of Facilities	Other	Total
2015	$ 5,641	$ 117,608		$ 22,552	$ 78,533	$ 224,334
2016	8,504	152,146		50,670	61,961	273,281
2017	19,001	209,061		73,190	5,751	307,003
2018	63,573	140,303		131,390	35,110	370,376
2019	180,049	172,206		163,953	79,857	596,065
2020	114,194	129,602		182,133	44,450	470,379
2021	17,987	114,906		209,811	189,150	531,854
2022	17,381	136,778	$ 277,317	219,066	499,269	1,149,811
2023	292,373	96,488	210,178	214,456	235,619	1,049,114
2024	555,874	215,568	106,534	249,330	223,215	1,350,521

Source: Branchburg Township School District financial reports.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
UNAUDITED

Year End Dec. 31	Vacant Land	Residential	Farm (Regular)	Farm (Qualified)	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities [a]	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate [b]	Estimated Actual (County Equalized) Valuation
2014	$ 10,326,400	$ 1,988,040,700	$29,649,700	$1,316,100	$222,821,400	$556,367,300	$22,000,000	$2,830,521,600	$ 4,079,639	$ 2,834,601,239	$203,369,800	$ 1.39	$2,877,475,796
2015	22,535,500	1,995,476,000	29,974,800	1,316,000	225,697,700	576,756,700	25,000,000	2,876,756,700	4,200,235	2,880,956,935	202,713,800	1.40	2,931,494,083
2016	18,910,800	2,045,433,700	27,597,700	1,310,300	243,296,400	593,317,700	28,000,000	2,957,866,600	4,323,235	2,962,189,835	204,654,700	1.40	3,017,020,874
2017	18,131,400	2,086,801,600	27,847,300	1,281,300	249,325,500	612,645,000	28,500,000	3,024,532,100	4,439,637	3,028,971,737	201,582,200	1.39	3,056,724,791
2018	15,502,500	2,130,749,600	28,511,800	1,306,700	251,093,600	626,334,800	29,925,000	3,083,424,000	4,536,447	3,087,960,447	202,414,600	1.37	3,119,278,203
2019	5,536,500	2,192,152,800	28,891,600	1,285,900	264,305,000	639,030,600	31,660,000	3,162,862,400	4,580,000	3,167,442,400	205,126,700	1.36	3,229,028,884
2020	4,428,300	2,231,354,500	30,879,100	1,233,900	278,969,200	669,334,400	33,920,000	3,250,119,400	4,689,100	3,254,808,500	229,919,800	1.35	3,348,263,449
2021	6,880,000	2,291,351,400	30,969,000	1,205,200	265,958,600	737,416,700	36,800,000	3,370,580,900	4,757,650	3,375,338,550	233,150,100	1.33	3,440,430,304
2022 *	16,748,700 *	2,445,703,600 *	32,170,900 *	1,221,600 *	300,104,000 *	882,602,800 *	38,942,000 *	3,717,493,600 *	4,781,600 *	3,722,275,200 *	238,309,100 *	1.21 *	3,884,267,057
2023 *	48,642,400 *	2,630,843,500 *	34,546,900 *	1,240,200 *	311,899,600 *	986,557,800 *	44,285,000 *	4,058,015,400 *	5,181,100 *	4,063,196,500 *	256,509,000 *	1.14 *	4,173,258,144

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

[a] Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies.

[b] Tax rates are per $100 of assessed valuation.

* Revaluations/reassessment was effective in this year.

Source: Branchburg Township Tax Assessor.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
UNAUDITED
(Rate per $100 of Assessed Value)

Year Ended December 31,	Branchburg Township School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate [a]	General Obligation Debt Service [b]	Total Direct	Township of Branchburg	Somerset County	
2014	$ 1.31	$ 0.08	$ 1.39	$ 0.37	$ 0.40	$ 2.16
2015	1.33	0.07	1.40	0.37	0.40	2.18
2016	1.33	0.07	1.40	0.39	0.41	2.19
2017	1.32	0.06	1.39	0.39	0.40	2.18
2018	1.31	0.06	1.37	0.39	0.40	2.16
2019	1.30	0.06	1.36	0.39	0.40	2.15
2020	1.29	0.06	1.35	0.39	0.41	2.14
2021	1.27	0.06	1.33	0.38	0.40	2.11
2022 *	1.15 *	0.06 *	1.21 *	0.36 *	0.40 *	1.97
2023 *	1.09 *	0.05 *	1.14 *	0.34 *	0.38 *	1.87

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

[a] The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

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

* Revaluation/reassessment was effective in this year.

Source: Branchburg Township Tax Collector and School Business Administrator.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

2024			2015		
Taxpayer	Taxable Assessed Value	% of Total District Net Valuation Taxable	Taxpayer	Taxable Assessed Value	% of Total District Net Valuation Taxable
Roche & Genetech Inc.	$ 135,700,000	3.34%	Roche & Genetech Inc.	$ 86,700,000	3.01%
Imclone Systems Corp.	84,523,400	2.08%	Imclone Systems Corp.	80,738,200	2.80%
Cellco Partnership (Verizon)	51,820,000	1.28%	Cellco Partnership (Verizon)	38,450,000	1.33%
TYH Branchburg LLC	48,065,000	1.18%	Transco Gas Pipeline Company	28,809,100	1.00%
S/K Old York Road Associates	44,100,000	1.09%	S/K Old York Road Associates	28,000,000	0.97%
Transcontinental Gas Pipeline Co.	35,689,100	0.88%	Indiviudal Taxpayer #1	24,309,500	0.84%
American Spraytech Holdings LLC	33,420,000	0.82%	LSREF3/AH Chicago, LLC	15,985,000	0.55%
Schutz Container Sytems Incorporated	33,070,000	0.81%	Branchburg Commons	15,155,500	0.53%
Global Wells Inv Grp LLC	30,755,000	0.76%	Briad Lodgining Group Branchburg II	15,065,000	0.52%
Allergen Sales LLC	28,830,000	0.71%	Zeus Industrial Products, Inc.	15,000,000	0.52%
Total	$ 525,972,500	11.40%		$ 348,212,300	12.09%

Source: Branchburg Township Tax Assessor.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy [a]		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	$ 39,742,056	$ 39,742,056	100.00%	$ - 0 -
2016	41,094,213	41,094,213	100.00%	- 0 -
2017	41,732,088	41,732,088	100.00%	- 0 -
2018	42,160,737	42,160,737	100.00%	- 0 -
2019	42,662,881	42,662,881	100.00%	- 0 -
2020	43,526,925	43,526,925	100.00%	- 0 -
2021	44,349,936	44,349,936	100.00%	- 0 -
2022	44,807,928	44,807,928	100.00%	- 0 -
2023	45,708,537	45,708,537	100.00%	- 0 -
2024	47,209,478	47,209,478	100.00%	- 0 -

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

Source: Branchburg Township School District records including the Certificate & Report of School Taxes (A4F form).

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities					
	General Obligation Bonds	Financed Purchasas	Bond Anticipation Notes (BANs)	Total District	Percentage of Personal Income [a]	Per Capita [a]
2015	$ 25,790,000	$ - 0 -	$ - 0 -	$ 25,790,000	2.02%	$ 1,783
2016	22,945,000	- 0 -	- 0 -	22,945,000	1.72%	1,584
2017	21,440,000	- 0 -	- 0 -	21,440,000	1.49%	1,482
2018	20,225,000	- 0 -	- 0 -	20,225,000	1.33%	1,391
2019	18,940,000	- 0 -	- 0 -	18,940,000	1.18%	1,302
2020	17,265,000	- 0 -	- 0 -	17,265,000	1.05%	1,190
2021	15,845,000	- 0 -	- 0 -	15,845,000	0.94%	1,074
2022	14,335,000	- 0 -	- 0 -	14,335,000	0.87%	966
2023	12,825,000	- 0 -	- 0 -	12,825,000	0.76%	841
2024	11,210,000	- 0 -	- 0 -	11,210,000	0.66%	735

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

[a] See Exhibit J-14 for personal income and population data. These ratios are calculated using personal income and population for the previous calendar year.

Source: Branchburg Township School District financial reports.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Net Valuation Taxable [a]	Per Capita [b]
2015	$ 25,790,000	$ - 0 -	$ 25,790,000	0.91%	$ 1,776
2016	22,945,000	- 0 -	22,945,000	0.80%	1,586
2017	21,440,000	- 0 -	21,440,000	0.72%	1,480
2018	20,225,000	- 0 -	20,225,000	0.67%	1,398
2019	18,940,000	- 0 -	18,940,000	0.61%	1,302
2020	17,265,000	- 0 -	17,265,000	0.55%	1,190
2021	15,845,000	- 0 -	15,845,000	0.49%	1,074
2022	14,335,000	- 0 -	14,335,000	0.42%	966
2023	12,825,000	- 0 -	12,825,000	0.34%	841
2024	11,210,000	- 0 -	11,210,000	0.28%	735

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

[a] See Exhibit J-6 for property tax data. This ratio is calculated using valuation data for the previous calendar year.

[b] See Exhibit J-14 for population data. This ratio is calculated using population estimate for the previous calendar year.

Source: Branchburg Township School District financial reports.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2023
UNAUDITED

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable *	Estimated Share of Overlapping Debt
Debt Repaid With Property Taxes			
Township of Branchburg	$ 17,527,412	100.00%	$ 17,527,412
Somerset County General Obligation Debt	276,384,694	5.70%	15,745,465
Subtotal, Overlapping Debt			33,272,877
Branchburg School District Direct Debt			11,995,000
Total Direct And Overlapping Debt			$ 45,267,877

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Branchburg Township. This process recognizes that, when considering the District's ability to issue and repay long-term, 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 unit.

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

Sources: Assessed value data used to estimate applicable percentages provided by the Somerset County Board of Taxation; debt outstanding data provided by each governmental unit.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	$ 87,142,102	$ 88,649,952	$ 90,391,503	$ 92,073,543	$ 94,204,077	$ 97,625,179	$ 100,961,815	$ 108,420,285	$ 116,697,931	$ 124,541,810
Total Net Debt Applicable to Debt Limit	25,790,000	22,945,000	21,440,000	20,225,000	18,940,000	17,265,000	15,845,000	14,335,000	12,825,000	11,210,000
Legal Debt Margin	$ 61,352,102	$ 65,704,952	$ 68,951,503	$ 71,848,543	$ 75,264,077	$ 80,360,179	$ 71,848,543	$ 75,264,077	$ 103,872,931	$ 113,331,810
Total Net Debt Applicable to Debt Limit as a % of the Debt Limit	29.60%	25.88%	23.72%	21.97%	20.11%	17.68%	15.69%	13.22%	10.99%	9.00%

Legal Debt Margin Calculation for Fiscal Year 2024

Equalized Valuation Basis	Branchburg Township
2021	$ 3,991,214,802
2022	4,223,944,552
2023	4,239,021,623
	$ 12,454,180,977
Average Equalized Valuation of Taxable Property	$ 4,151,393,659
Debt Limit (3%* of Average Equalization Value)	$ 124,541,810
Net Bonded School Debt as of June 30, 2024	12,825,000
Legal Debt Margin	$ 111,716,810

* Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts

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

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Year	Township Population [a]		Somerset County Per Capita Personal Income [b]		Township Personal Income [c]		Township Unemployment Rate [d]
2015	14,465		$ 88,399		$ 1,278,691,535		4.20%
2016	14,486		92,352		1,337,811,072		3.80%
2017	14,470		99,210		1,435,568,700		3.50%
2018	14,543		104,620		1,521,488,660		3.40%
2019	14,548		110,466		1,607,059,368		2.70%
2020	14,512		112,825		1,637,316,400		6.80%
2021	14,752		113,975		1,681,359,200		4.40%
2022	14,835		110,753		1,643,020,755		2.90%
2023	15,246		110,753	**	1,688,540,238		3.50%
2024	15,246	*	110,753	**	1,688,540,238	***	N/A

N/A - Information is not available.

* - Latest population data available (2023) was used for calculation purposes.

** - Latest Somerset County per capita personal income data available (2022) was used for calculation purposes.

*** - Latest available population data (2023) and latest available Somerset County per capita personal income (2022) was used for calculation purposes.

Sources:

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

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

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

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

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS - SOMERSET COUNTY
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

	2023			2014	
Employer	Employees	Percentage of Total Employment	Employer	Employees	Percentage of Total Employment
AT&T	4,100	2.46%	AT&T	3,000	1.84%
Janssen Pharmaceuticals, Inc.	1,800	1.08%	Verizon Wireless	930	0.57%
The Chubb Corporation	1,800	1.08%	Dendrite	700	0.43%
Johnson and Johnson Pharmaceuticals	1,700	1.02%	Fiddler's Elbow Country Club	210	0.13%
Bloomberg (Princeton Engineering Office)	1,380	0.83%	Trump National	400	0.25%
Ethicon, Inc.	1,100	0.66%	Falrion Technologies	200	0.12%
E-Z Go	1,050	0.63%	Hamilton Farms	175	0.11%
Personal Products Company (J&J)	1,000	0.60%	Kings	120	0.07%
Ortho Clinical Diagnostics	1,000	0.60%	Bedminister Township Board of Education	100	0.06%
Hooper Homes Inc.	900	0.54%	Loral Skynet	80	0.05%
	15,830	9.51%		5,915	3.63%
Total County Employment	166,372		Total County Employment	163,100	

Source: NJ Department of Labor and Workforce Development Office of Research and Information.

BRANCHBURG TOWNSHIP 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	107.3	106.4	108.0	104.8	104.0	107.2	113.0	107.0	107.0	105.0
Special Education	50.5	45.0	45.0	47.3	46.4	45.5	45.0	45.0	45.0	38.0
Other Special Education	18.2	19.7	17.0	15.0	18.0	17.8	21.8	38.0	28.4	30.8
Support Services:										
Student & Instruction Related Services	40.5	42.9	43.0	43.3	47.7	47.4	34.8	35.0	35.0	46.4
School Administration Services	14.0	14.0	13.8	3.0	3.0	3.0	13.0	13.0	16.0	12.0
General Administration Services	3.0	3.0	3.0	13.8	13.8	12.5	3.0	3.0	5.0	3.9
Central Services and Administrative Information Technology	5.5	5.4	9.7	9.0	8.3	8.9	8.4	9.5	17.4	16.0
Plant Operations and Maintenance	9.2	8.6	8.0	7.5	8.7	9.1	9.8	8.5	9.6	20.1
Pupil Transportation	29.7	30.2	28.0	27.0	28.5	29.0	27.2	27.5	27.5	30.9
Total	277.9	275.2	275.4	270.5	278.4	280.4	276.0	286.5	290.9	303.1

Source: Branchburg Township School District personnel records.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures [a]	Cost Per Pupil [b]	Percent Change	Teaching Staff [c]	Pupil/ Teacher Ratio		Average Daily Enrollment (ADE) [d]	Average Daily Attendance (ADA) [d]	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle				
2015	2,328	$ 43,655,931	$ 18,753	7.79%	160	10:1	9:1	1,557	1,497	-4.13%	96.15%
2016	2,236	43,249,194	19,342	3.14%	162	9:1	9:1	1,459	1,407	-6.29%	96.44%
2017	2,166	43,289,258	19,986	3.33%	153	9:1	10:1	1,462	1,406	0.21%	96.17%
2018	2,191	44,562,554	20,339	1.77%	152	9:1	10:1	1,444	1,382	-1.23%	95.71%
2019	2,097	45,182,031	21,546	5.94%	163	9:1	8:1	1,439	1,382	-0.35%	96.04%
2020	2,031	45,795,414	22,548	4.65%	164	8:1	8:1	1,384	1,346	-3.82%	97.25%
2021	2,031	48,175,507	23,720	5.20%	177	8:1	8:1	1,384	1,346	0.00%	97.25%
2022	1,941	52,996,859	27,304	15.11%	177	9:1	9:1	1,297	1,233	-6.29%	95.07%
2023	1,907	54,549,006	28,605	4.76%	182	9:1	9:1	1,317	1,262	1.54%	95.82%
2024	1,945	56,972,244	29,292	2.40%	186	10:1	8:1	1,379	1,295	4.71%	93.91%

Note: Enrollment based on annual October District count and includes high school student enrollments.

[a] Operating expenditures equal total expenditures less debt service and capital outlay.

[b] Cost per pupil is the sum of operating expenditures divided by enrollment. This cost per pupil may be different from the State's cost per pupil calculations.

[c] Teaching staff includes only full-time equivalents of certificated staff.

[d] Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Source: Branchburg Township School District records.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

District Building	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Stony Brook Elementary School										
Square Feet	47,368	47,368	47,368	47,368	47,368	47,368	47,368	47,368	47,368	47,368
Capacity (Students)	398	398	398	398	398	398	398	398	398	398
Enrollment	350	326	337	342	316	265	284	284	284	312
Whiton Elementary School										
Square Feet	90,321	90,321	90,321	90,321	90,321	90,321	90,321	90,321	90,321	90,321
Capacity (Students)	792	792	792	792	792	792	792	792	792	792
Enrollment	647	615	629	593	624	613	614	580	580	637
Central Middle School										
Square Feet	141,310	141,310	141,310	141,310	141,310	141,310	141,310	141,310	141,310	141,310
Capacity (Students)	733	733	733	733	733	733	733	733	733	733
Enrollment	566	524	501	500	499	504	486	429	429	430

Number of Schools at June 30, 2024:

Elementary = 2
Middle School = 1

Note: Enrollment is based on the annual October District count.

Source: Branchburg Township School District Facilities Office.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

Undistributed Expenditures:
Required Maintenance for School Facilities* (Account #11-000-261-XXX)

Fiscal Year	Central Middle School	Old York Elementary School	Stony Brook Elementary School	Whiton Elementary School	Total All Facilities
2015	$ 206,601	$ 68,850	$ 88,361	$ 191,394	$ 555,206
2016	198,555	72,799	79,390	159,864	510,608
2017	160,792	59,481	68,161	141,017	429,451
2018	190,531	61,925	87,254	485,391	825,101
2019	234,259	80,937	98,128	185,330	598,654
2020	223,896	89,030	100,178	127,558	540,662
2021	265,935	75,914	106,286	206,374	654,509
2022	276,960	115,882	123,936	338,468	855,246
2023	273,435	88,510	128,751	327,464	818,160
2024	224,196	45,136	189,277	313,932	772,541

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

Source: Branchburg Township School District records.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024
UNAUDITED

	Coverage	Deductible
School Package Policy:		
NJ Schools Insurance Group:		
Property - Blanket Building and Contents	$ 350,000,000	$ 5,000
Extra Expense - Blanket	50,000,000	5,000
Valuable Papers	10,000,000	5,000
Electronic Data Processing (Computers)	350,000,000	1,000
Crime and Bonds:		
Faithful Performance	250,000	1,000
Forgery & Alteration	250,000	1,000
Money & Securities	100,000	500
Money Orders/Counterfeit Currency	100,000	500
Computer Fraud	250,000	1,000
Commercial General Liability	6,000,000	N/A
Commercial Automobile Liability	6,000,000	N/A
Physical Damage (Comprehensive & Collision)	Actual Cash Value	1,000
Workers Compensation	Statutory	N/A
(Including Employer's Liability)	3,000,000	N/A
School Leaders' Errors & Omissions Liability	6,000,000	10,000
(Including Employment Practices Liability)		
Coverage "B" Administrative Hearings/Due Process		
Per Claim	100,000	
Aggregate	300,000	10,000
Public Employees' Faithful Performance Blanket Position Bond -	250,000	1,000
Selective Insurance Company		
Business Administrator/Board Secretary	350,000	N/A
Treasurer	350,000	N/A

Note: The District is part of the New Jersey Schools Insurance Group. Coverage represents the combined amounts for all of the school districts under master policies with insurance companies.

Source: Branchburg Township School District records.

SINGLE AUDIT SECTION

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Independent Member
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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

The Honorable President and Members
of the Board of Education
Branchburg Township School District
County of Somerset, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Branchburg Township School District, in the County of Somerset (the "District") as of and for the fiscal 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 November 22, 2024.

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) as a basis for determining audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of the 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.

The Honorable President and Members
of the Board of Education
Branchburg Township School District
Page 2

Report on Compliance and Other Matters

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

Purpose of this Report

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

Nisivoccia, LLP
NISIVOCCIA, LLP

November 22, 2024
Mt. Arlington, New Jersey

Kathryn L. Mantell
Kathryn L. Mantell
Licensed Public School Accountant #884
Certified Public Accountant

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Report on Compliance For Each Major Federal and State Program;
Report on Internal Control Over Compliance Required by the Uniform Guidance and NJOMB 15-08

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Branchburg Township School District
County of Somerset, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Branchburg Township School District's (the District's) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal 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 fiscal 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's 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's OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the 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's 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 that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's 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's 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Nisivoccia, LLP
NISIVOCCIA, LLP

November 22, 2024
Mt. Arlington, New Jersey

Kathryn L. Mantell
Kathryn L. Mantell
Licensed Public School Accountant #884
Certified Public Accountant

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

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance June 30, 2023 Accounts Receivable	Balance June 30, 2023 Unearned Revenue	Cash Received	Budgetary Expenditures	Balance June 30, 2024 (Budgetary Accounts Receivable)	Balance June 30, 2024 Budgetary Unearned Revenue	Amounts Provided to Subrecipients
U.S. Department of Education											
Passed-through State Department of Education:											
Special Education Cluster:											
I.D.E.A. Part B, Basic	84.027	IDEA-0510-24	7/1/23-9/30/24	$ 383,282			$ 383,282	$ (383,282)			
I.D.E.A. Part B, Preschool	84.173	IDEA-0510-24	7/1/23-9/30/24	21,584			1,719	(21,580)	$ (19,861)		
I.D.E.A. Part B, Preschool	84.173	IDEA-0510-23	7/1/22-9/30/23	21,690	$ (1,012)		1,012				
COVID-19 - ARP - I.D.E.A. Part B, Preschool	84.173X	IDEA-0510-22	7/1/21-9/30/23	4,866	(4,466)		4,466				
Total Special Education Cluster					(5,478)		390,479	(404,862)	(19,861)		
ESEA Consolidated:											
Title I	84.010	ESEA-0510-24	7/1/23-9/30/24	55,912			48,946	(50,962)	(2,016)		
Title I	84.010	ESEA-0510-23	7/1/22-9/30/23	49,640	(24,118)		24,118				
Title II - Part A	84.367A	ESEA-0510-24	7/1/23-9/30/24	25,905			9,750	(25,105)	(15,355)		
Title IV	84.424	ESEA-0510-24	7/1/23-9/30/24	10,000			6,598	(9,062)	(2,464)		
Subtotal ESEA Consolidated					(24,118)		89,412	(85,129)	(19,835)		
Education Stabilization Fund:											
COVID-19 - CRRSA:											
ESSER II	84.425D	S425D210027	3/12/20-9/30/23	219,698	(76,217)		76,217				
Learning Acceleration	84.425D	S425D210027	3/12/20-9/30/23	25,000	(12,003)		12,003				
Mental Health	84.425D	S425D210027	3/12/20-9/30/23	45,000	(13,742)		13,742				
COVID-19 - ARP:											
ESSER III	84.425U	S425U210027	3/12/20-9/30/24	493,759	(214,854)		214,854				
Learning Acceleration	84.425U	S425U210027	3/12/20-9/30/24	157,698	(21,853)		66,886	(69,617)	(24,584)		
ESSER Evidence Based Summer Learning and Enrichment	84.425U	S425U210027	3/12/20-9/30/24	40,000			26,755	(28,326)	(1,571)		
ARP ESSER Evidence Based Comprehensive Beyond the School Day	84.425U	S425U210027	3/12/20-9/30/24	40,000			10,773	(39,243)	(28,470)		
NJTSS Mental Health Support Staffing	84.425U	S425U210027	3/12/20-9/30/24	45,000	(2,035)		3,637	(7,961)	(6,359)		
Total Education Stabilization Fund					(340,704)		424,867	(145,147)	(60,984)		
Total U.S. Department of Education					(370,300)		904,758	(635,138)	(100,680)		

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

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance June 30, 2023 Accounts Receivable	Balance June 30, 2023 Unearned Revenue	Cash Received	Budgetary Expenditures	Balance June 30, 2024 (Budgetary Accounts Receivable)	Balance June 30, 2024 Budgetary Unearned Revenue	Amounts Provided to Subrecipients
U.S. Department of Treasury:											
Passed-through State Department of Education:											
COVID-19 ACSERS (Additional or Compensatory Special Education and Related Services to Students with Disabilities)	21.027	N/A	7/1/23-6/30/24	$ 169,462			$ 84,731	$ (169,462)	$ (84,731)		
	21.027	N/A	7/1/22-6/30/23	113,884	$ (113,884)		113,884				
Total U.S. Department of Treasury					(113,884)		198,615	(169,462)	(84,731)		
Total Special Revenue Fund					(484,184)		1,103,373	(804,600)	(185,411)		
U.S. Department of Agriculture:											
Passed-through State Department of Agriculture:											
Child Nutrition Cluster:											
Federal Food Distribution Program	10.555	N/A	7/1/23-6/30/24	$ 41,363			41,363	(36,869)		$ 4,494	
Federal Food Distribution Program	10.555	N/A	7/1/22-6/30/23	50,217		$ 5,300		(5,300)			
National School Lunch Program	10.555	N/A	7/1/23-6/30/24	110,621			104,043	(110,621)	(6,578)		
National School Lunch Program	10.555	N/A	7/1/22-6/30/23	120,326	(7,431)		7,431				
COVID-19:											
Supply Chain Assistance	10.555	N/A	7/1/22-9/30/24	106,324		14,874	33,884	(48,758)			
Subtotal Child Nutrition Cluster					(7,431)	5,300	186,721	(201,548)	(6,578)	4,494	
COVID-19 Pandemic P-EBT											
Administrative Costs	10.649	N/A	7/1/23-6/30/24	653			653	(653)			
Local Food for Schools Cooperative Agreement Program	10.185	N/A	7/1/23-6/30/24	4,894			4,894	(4,894)			
Total Enterprise Funds/U.S. Department of Agriculture					(7,431)	5,300	192,268	(207,095)	(6,578)	4,494	
Total Federal Awards					$ (491,615)	$ 5,300	$ 1,295,641	$ (1,011,695)	$ (191,989)	$ 4,494	$ - 0 -

N/A - Not applicable/available.

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance June 30, 2023 Budgetary Accounts Receivable	Balance June 30, 2023 Budgetary Unearned Revenue	Balance June 30, 2023 Due to Grantor	Cash Received	Budgetary Expenditures	Paid to Grantor	Balance June 30, 2024 GAAP Accounts Receivable	Balance June 30, 2024 Budgetary Unearned Revenue	Balance June 30, 2024 Due to Grantor	MEMO Budgetary Accounts Receivable	MEMO Cumulative Total Expenditures
N. J. Department of Education:														
General Fund:														
Special Education Categorical Aid	24-495-034-5120-089	7/1/23-6/30/24	$ 2,111,636				$ 1,909,261	$ (2,111,636)					$ 202,375	$ 2,111,636
Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	1,047,577				947,180	(1,047,577)					100,397	1,047,577
Security Aid	24-495-034-5120-084	7/1/23-6/30/24	193,608				175,053	(193,608)					18,555	193,608
Extraordinary Aid	24-495-034-5120-044	7/1/23-6/30/24	810,447					(810,447)		$ 810,447			810,447	810,447
Nonpublic Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	57,785					(57,785)		57,785			57,785	57,785
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23-6/30/24	1,094,825				1,041,473	(1,094,825)		53,352			53,352	1,094,825
TPAF On-Behalf Contributions:														
TPAF Post Retirement Contributions	24-495-034-5094-001	7/1/23-6/30/24	1,444,407					(1,444,407)						1,444,407
TPAF Pension Contributions	24-495-034-5094-002	7/1/23-6/30/24	5,247,291					(5,247,291)						5,247,291
TPAF Non-Contributory Insurance	24-495-034-5094-004	7/1/23-6/30/24	59,842					(59,842)						59,842
TPAF Long-Term Disability Insurance	24-495-034-5094-004	7/1/23-6/30/24	2,126					(2,126)						2,126
Special Education Categorical Aid	23-495-034-5120-089	7/1/22-6/30/23	2,028,449	$ 196,097			196,097							2,028,449
Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	839,874	75,105			75,105							839,874
Security Aid	23-495-034-5120-084	7/1/22-6/30/23	193,608	20,519			20,519							193,608
Extraordinary Aid	23-495-034-5120-044	7/1/22-6/30/23	802,936	802,936			802,936							802,936
Nonpublic Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	41,808	41,808			41,808							41,808
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	7/1/22-6/30/23	1,053,702	52,405			52,405							1,053,702
Total General Fund State Aid				1,188,870			5,261,837	(12,069,544)		921,584			1,242,911	17,029,921
Special Revenue Fund:														
N.J. Nonpublic Aid:						0								
Textbook Aid	24-100-034-5120-064	9/1/23 - 6/30/24	867				867	(804)				$ 63		804
Textbook Aid	23-100-034-5120-064	9/1/22 - 6/30/23	1,188			$ 160			$ (160)					1,028
Nursing Aid	24-100-034-5120-070	9/1/23 - 6/30/24	1,800				1,800	(1,774)				26		1,774
Nursing Aid	23-100-034-5120-070	9/1/22 - 6/30/23	2,016			362			(362)					1,654
Technology Aid	24-100-034-5120-373	9/1/23 - 6/30/24	735				735	(597)				138		597
Technology Aid	23-100-034-5120-373	9/1/22 - 6/30/23	756			42			(42)					714
Security Aid	24-100-034-5120-509	9/1/23 - 6/30/24	3,075				3,075	(2,935)				140		2,935
Security Aid	23-100-034-5120-509	9/1/22 - 6/30/23	3,485			285			(285)					3,200
Handicapped Services:														
Examination and Classification	23-100-034-5120-066	9/1/22 - 6/30/23	1,326			1,326			(1,326)					
School Climate Change Pilot	N/A	7/1/22 - 6/30/23	6,660	583			37				$ 546		546	6,660
School Development Authority:														
Emergent and Capital Maintenance Needs	N/A	7/1/23- 6/30/24	29,223				29,223	(24,723)			4,500			
Emergent and Capital Maintenance Needs	N/A	7/1/22 - 6/30/23	62,373		$ 38,123			(38,123)						62,373
Total Special Revenue Fund				583	38,123	2,175	35,737	(68,956)	(2,175)		5,046	367	546	81,739

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance June 30, 2023 Budgetary Accounts Receivable	Balance June 30, 2023 Budgetary Deferred Revenue	Balance June 30, 2023 Due to Grantor	Cash Received	Budgetary Expenditures	Paid to Grantor	Balance June 30, 2024 GAAP Accounts Receivable	Balance June 30, 2024 Budgetary Unearned Revenue	Balance June 30, 2024 Due to Grantor	MEMO Budgetary Accounts Receivable	MEMO Cumulative Total Expenditures
Total N. J. Department of Education				$ 1,189,453		$ 2,175	$ 5,297,574	$ (12,138,500)	$ (2,175)	$ 921,584	$ 5,046	$ 367	$ 1,243,457	$ 17,111,660
N. J. Department of Agriculture:														
Enterprise Fund:														
State School Lunch Program	24-100-010-3350-023	7/1/23-6/30/24	$ 7,725				$ 7,263	$ (7,725)		$ 462			$ 462	$ 7,725
State School Lunch Program	23-100-010-3350-023	7/1/22-6/30/23	7,103	$ 420			420							7,103
Total Enterprise Fund/N. J. Departmnt of Agriculture				420			7,683	(7,725)		462			462	14,828
Total State Awards Subject to Single Audit Determination				$ 1,189,873	$ 38,123	$ 2,175	$ 5,305,257	$ (12,146,225)	$ (2,175)	$ 922,046	$ 5,046	$ 367	$ 1,243,919	$ 17,126,488
Less: State Awards Not Subject to Single Audit Major Program Determination														
On-Behalf TPAF Pension System Contributions:														
On-Behalf TPAF Post Retirement Contribut	24-495-034-5094-001	7/1/23-6/30/24						1,444,407						
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	7/1/23-6/30/24						5,247,291						
On-Behalf TPAF Non-Contributory Insuran	24-495-034-5094-004	7/1/23-6/30/24						59,842						
On-Behalf TPAF Long-Term Disability Insu	24-495-034-5094-004	7/1/23-6/30/24						2,126						
Subtotal - On-Behalf TPAF Pension System Contributions								6,753,666						
Total State Awards Subject to Single Audit Major Program Determination								$ (5,392,559)						

N/A - Not applicable/available.

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITUES OF FEDERAL AND STATE AWARDS

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards include federal and state grant activity of the Board of Education, Branchburg Township School District under programs of the federal and state governments for the fiscal year ended June 30, 2024. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.* Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented on the accrual basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

The basic financial statements present the General and Special Revenue Funds on a GAAP basis. Budgetary comparison statements or schedules (RSI) are presented for the General and Special Revenue Funds 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 two state aid payments for the prior year and for the current budget year, which is mandated pursuant to P.L. 2003, C.97. For GAAP purposes, the current year payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two 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 revenue, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is ($29,606) for the General Fund and $1,172 (of which ($3,630) relates to local grants) for the Special Revenue Fund. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the General and Special Revenue Funds.

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd)

Awards and financial assistance revenue are reported on the Board's basic financial statements on the GAAP basis as presented below:

	Federal	State	Total
General Fund		$ 12,039,938	$ 12,039,938
Special Revenue Fund	$ 808,435	69,923	878,358
Proprietary Funds - Food Service Enterprise	207,095	7,725	214,820
Total Awards	$ 1,015,530	$ 12,117,586	$ 13,133,116

NOTE 5. 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 6. OTHER

Revenue and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the fiscal year ended June 30, 2024.

BRANCHBURG TOWNSHIP 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 auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP. Unmodified

Internal control over financial reporting:

1.) Material weakness identified? ____ Yes X No

2.) Significant deficiencies identified? ____ Yes X None reported

Noncompliance material to basic financial statements noted? ____ Yes X No

Federal Awards

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

Internal control over major programs:

1.) Material weakness identified? ____ Yes X No

2.) Significant deficiencies identified? ____ Yes X None reported

Noncompliance material to basic financial statements noted? ____ Yes X No

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

____ Yes X No

Identification of major programs:

Program Name or Cluster	Assistance Listing No.	Grant Period Start	Grant Period End	Award Amount	Budgetary Expenditures
Special Education Cluster:					
I.D.E.A. Part B, Basic	84.027	7/1/23	9/30/24	$ 383,282	$ 383,282
I.D.E.A. Part B, Preschool	84.173	7/1/23	9/30/24	21,584	21,580
COVID-19 ACSERS (Additional or Compensatory Special Education and Related Services to Students with Disabilities)	21.027	7/1/23	6/30/24	169,462	169,462

Dollar threshold used to distinguish between Type A and B programs $ 750,000

Auditee qualified as low-risk auditee? ____ Yes X No

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

State Awards

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

Internal control over major programs:

1.) Material weakness identified?		Yes	X	No
2.) Significant deficiencies identified?		Yes	X	None reported

Noncompliance material to basic financial statements noted?		Yes	X	No

Any audit findings disclosed that are required to be reported in accordance with New Jersey's OMB Circular 15-08?

		Yes	X	No

Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period Start	Grant Period End	Award Amount	Budgetary Expenditures
State Aid Public:					
Special Education Categorical Aid	24-495-034-5120-089	7/1/23	6/30/24	$ 2,111,636	$ 2,111,636
Security Aid	24-495-034-5120-084	7/1/23	6/30/24	193,608	193,608
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23	6/30/24	1,094,825	1,094,825
Extraordinary Special Education Costs Aid	24-495-034-5120-044	7/1/23	6/30/24	810,447	810,447

Dollar threshold used to distinguish between Type A and B programs $ 750,000

Auditee qualified as low-risk auditee?		Yes	X	No

Section II - Financial Statement Findings - N/A

Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs - N/A

BRANCHBURG TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Status of Prior Year Findings:

There were no prior year findings.