

SCHOOL DISTRICT  
OF  
POINT PLEASANT BEACH  
OF OCEAN COUNTY

Point Pleasant Beach School District Board Of Education  
Point Pleasant Beach, New Jersey

ANNUAL COMPREHENSIVE FINANCIAL REPORT  
For the Fiscal Year Ended June 30, 2024

ANNUAL COMPREHENSIVE  
FINANCIAL REPORT

Of the

Point Pleasant Beach School District  
of Ocean County

Point Pleasant Beach, New Jersey

For the Fiscal Year Ended June 30, 2024

Prepared by

Point Pleasant Beach Board of Education  
Finance Department

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## INTRODUCTORY SECTION

December 2, 2024

Honorable President and  
Members of the Board of Education  
Point Pleasant Beach School District  
County of Ocean, New Jersey

Dear Board Members:

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

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

1) REPORTING ENTITY AND ITS SERVICES: Point Pleasant Beach School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by NCGA Statement No.3. All funds and account groups of the District are included in this report. The Point Pleasant Beach Board of Education and both its schools constitute the District's reporting entity. The Point Pleasant Beach School District provides a comprehensive full range of educational services appropriate to grade levels Pre-School through 12. These include regular, vocational, as well as special education for handicapped youngsters. Additionally, community groups such as recreation, clubs, and athletic leagues regularly use the facilities.





The programs are provided at two locations: Point Pleasant Beach High School on Bay and Trenton Avenues and the G. Harold Antrim Elementary School on Niblick Street. There are 53.5 employees at the high school, 73 at the elementary school and 15.5 in district positions. School enrollment during 2023-2024 was 332 high school, 316 elementary school, which is 59 students below the 2022-2023 student enrollment. The School District receives students from three other communities in the grades indicated: Bay Head (9-12), Lavallette (9-12) and Mantoloking (PK-12). Additionally, some parents in nearby communities pay tuition to send their children to the District schools. During 2023-2024 there were 110 private tuition students. The following details the changes in the student enrollment of the District over the last ten years.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percentage Change</u>
2023-2024	648	(9.18%)
2022-2023	707	(1.84%)
2021-2022	720	(3.23%)
2020-2021	744	(.01%)
2019-2020	745	(2.55%)
2018-2019	764	(11.06%)
2017-2018	859	2.9%
2016-2017	835	0.06%
2015-2016	830	(2.12%)
2014-2015	848	(0.47%)

2) ECONOMIC CONDITION AND OUTLOOK: Point Pleasant Beach is a shore community; tourism and fishing are the biggest industries. The larger state and national economic picture as well as weather, ocean conditions, etc. influence these industries. In recent years the town has been having good summers. The Point Pleasant Beach area has reached a point at which there is very limited land to be built on. With there being limited land available for future housing developments there is a constraint on population growth. In a 1999 Long-Range Enrollment and Facility Use Study it was predicted that the population of Point Pleasant Beach area would remain at or near the current figures. The inability for any significant growth will result in a stable tax base in the years to come. The ratable were \$2,063,317,700 in 2023-2024.

3) MAJOR INITIATIVES: Students from Point Pleasant Beach generally continue to score at or above state averages and cutoffs on all measures (NJGPA, NJSLA, SAT, PSAT). Point Pleasant Beach High School has been recognized by College Board for having largest percentage in New Jersey of a student body participating in the Advanced Placement program. High School SAT scores averaged 550 English Reading Writing and 515 Mathematics. 91% of the Class of 2024 went to college, 3% to vocational training, 0% to the military, and 6% to work/unknown. Students from our school attend the Ocean County Vocational Technical High School for Vocational Training. The District is a member of the Monmouth-Ocean Educational Services Commission, the New Jersey State Inter Scholastic Athletic Association, The Shore Conference of High Schools and the New Jersey School Boards Association. It is accredited by the Middle States Association of College and Schools and certified by the State of New Jersey.

The School District has focused on physical plant needs and academic technology in recent years. Multi-year plans have been developed for both schools and there has been a sizable financial commitment as well. The voters of Point Pleasant Beach have approved the financing of numerous renovation projects to the G. Harold Antrim Elementary School and Point Pleasant Beach High School over the years.

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

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

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

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the State of New Jersey. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project length budgets are approved for the capital improvements accounted for in the capital project fund, as needed. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

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

7) FINANCIAL INFORMATION AT FISCAL YEAR-END: As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. Readers should refer to the Management's Discussion and Analysis for a summary of the financial statements in relation to the prior year.

8) DEBT ADMINISTRATION: The newer bonds for \$9,900,000 were issued in July 2016 to fund the voter approved school renovations. The proceeds of this issue were used to provide funds for capital improvements to the District's buildings and grounds. The monies from the 2016 Referendum Bonds were used to fund the costs of such expenses as the work done at the G. Harold Antrim Elementary School and the Point Pleasant Beach High School. The projects consisted of parking lot expansion and paving, sidewalk repair/replacement, fencing, masonry restoration, roofing, as well as repairs and replacement of various HVAC systems throughout the district.

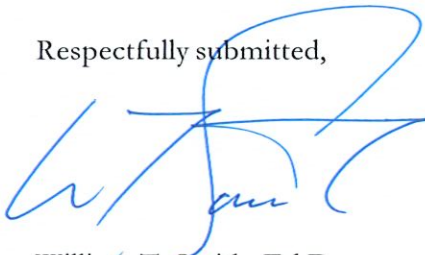
9) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the 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. The law requires governmental units to deposit funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

10) RISK MANAGEMENT: The Board carries various forms of insurance include but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

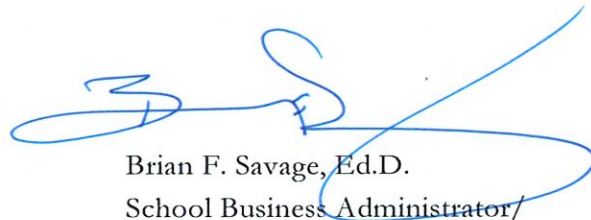
11) OTHER INFORMATION: Independent Audit: State statutes require an annual audit by independent certified public accountants or registered municipal accounts. The accounting firm of Jump, Perry and Company, LLP, was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1996 and the related Uniform Guidance and State Treasury Circular Letter 15-08. The auditor's report in the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's report related specifically to the single audit is included in the single audit section of this report.

12) ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Point Pleasant Beach 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 fiscal operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of the Point Pleasant Beach Superintendent's Office and Business Office staff.

Respectfully submitted,



William T. Smith, Ed.D.  
Superintendent of Schools

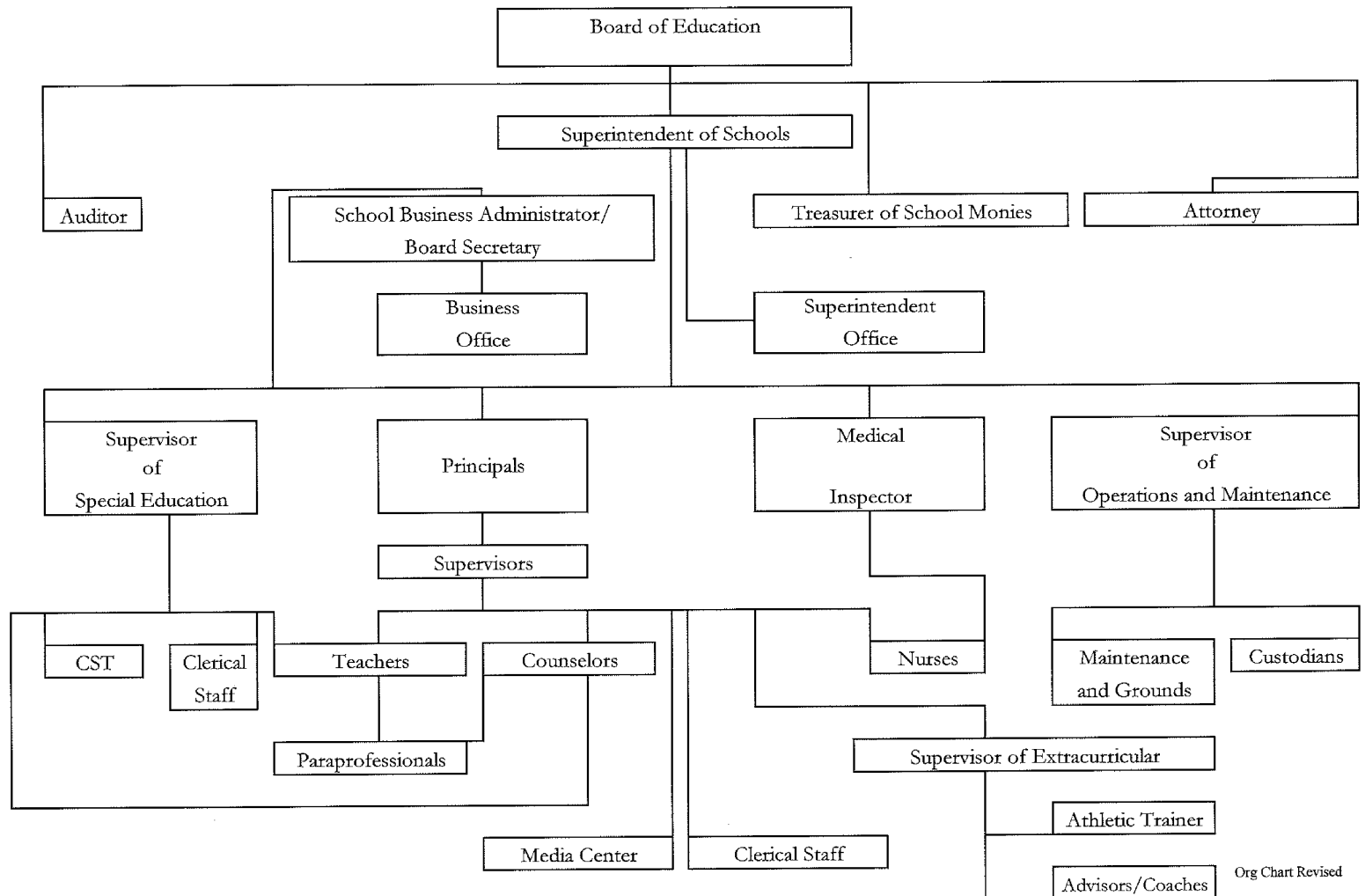


Brian F. Savage, Ed.D.  
School Business Administrator/  
Board Secretary

Point Pleasant Beach Board of Education

Organizational Chart

(Unit Control)



Org Chart Revised

Point Pleasant Beach School District  
Point Pleasant Beach, New Jersey

Roster of Officials  
June 30, 2024

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Sheri Finn, President	2026
Elizabeth Boyle, Vice President	2025
Dr. Christine Grier	2026
James Ireland	2025
Scott Lee	2027
Steve Shohfi, Lavallette Representative	2024
<u>Other Officials</u>	
Dr. William T. Smith, Superintendent of Schools	
Dr. Brian F. Savage, School Business Administrator/Board Secretary	
Christine Riehl, Treasurer	
Robert Muccilli, Attorney, Capehart Scatchard	

Point Pleasant Beach School District  
Consultants and Advisors

Architect

The Spiezle Architectural Group  
120 Sanhican Drive  
Trenton, New Jersey 08618

Audit Firm

Jump, Perry and Company, L.L.P.  
12 Lexington Avenue  
Toms River, New Jersey 08753

Attorney

Capehart & Scatchard, P.A.  
8000 Midlantic Drive, Suite 300S  
Mt. Laurel, NJ 08054

Point Pleasant Beach School District  
Official Depository

Ocean First Bank

975 Hooper Avenue  
Toms River, NJ 08754

NJ Cash Management

2 Montgomery Street  
Jersey City, NJ 07302

NJARM

224 Strawbridge Drive  
Suite 104  
Moorestown, NJ 08057

## FINANCIAL SECTION





## INDEPENDENT AUDITOR'S REPORT

Honorable President and  
Members of the Board of Education  
Point Pleasant Beach:  
County of Ocean  
Point Pleasant Beach, 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, each major fund, and the aggregate remaining fund information of Point Pleasant Beach in the County of Ocean, State of New Jersey, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

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

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Point Pleasant Beach 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 these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Point Pleasant Beach'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 Point Pleasant Beach's ability to continue as a going concern for a reasonable period of time.

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

## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, the schedules related to accounting and reporting for pensions and the schedules related to accounting and reporting for postemployment benefits other than pensions, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise of Point Pleasant Beach's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal 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*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal 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 December 2, 2024 on our consideration of Point Pleasant Beach's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to solely 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 Point Pleasant Beach 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 Point Pleasant Beach's internal control over financial reporting and compliance.

Respectfully Submitted,

Jump, Perry and Company L.L.P.  
Toms River, New Jersey

  
Kathryn Perry, Partner  
Licensed Public School Accountant  
No. CS 20CS00226400

## REQUIRED SUPPLEMENTARY INFORMATION - PART I

Point Pleasant Beach School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2024  
Unaudited

The discussion and analysis of Point Pleasant Beach School District's financial performance provides an overall review of the School Board's financial activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to look at the School Board's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School Board's financial performance.

### **Financial Highlights**

Key financial highlights for June 30, 2024 are as follows:

Net position totaled \$27,792,933, which represents a 4.76 percent increase from June 30, 2023.

General revenues accounted for \$16,195,243 in revenue or 76.44 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$4,991,893 or 23.56 percent of total revenues of \$21,187,136.

Total assets increased by \$1,061,955 as current assets increased by \$1,024,438 and capital assets, net increased by \$37,517.

The School Board had \$19,923,934 in expenses; only \$4,991,893 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$16,195,243 were adequate to provide for these programs.

Among major funds, the General Fund had \$19,029,309 in revenues and \$18,142,921 in expenditures and transfers. The General Fund's balance increased \$886,388 over June 30, 2023. The General Fund's balance is \$6,793,670.

### **Using this Annual Comprehensive Financial Report (ACFR)**

The annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Point Pleasant Beach School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and Statement of Activities provide information about the activities of the School Board, presenting both an aggregate view of the School Board's finances and longer-term view of those finances. Fund financial statements provide the next level of detail. For government funds, these statements tell how services were financed in the short term as well as what remains for future spending. The fund financial statements also look at the School Board's most significant funds with all other non-major funds presented in total in one column. In the case of Point Pleasant Beach School District, the General Fund is by far the most significant.

## **Reporting the School Board as a Whole**

### **Statement of Net Position and the Statement of Activities**

The Statement of Net Position and Statement of Activities provide information about the activities of the entire School District and are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector business.

These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into consideration all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. The change in net position is important because it informs the reader that, for the School District as a whole, the financial position of the School District has improved or worsened. The causes of the change may be the result of many factors, some financial and some not. Non-financial factors include, but are not limited to, the District's property tax base, current laws in New Jersey restricting revenue growth, facility conditions, and required educational programs. In the Statement of Net Position and the Statement of Activities, the School Board is divided into two kinds of activities:

**Governmental Activities** - All of the School Board's programs and services are reported here including, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

**Business-Type Activities** - This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service Funds and EBS Technology Fund are reported as business activities.

## **Reporting the School Board's Most Significant Funds**

### **Fund Financial Statement**

The Analysis of the School Board's major funds begins with Exhibit B-1. Fund financial reports provide detailed information about the School Board's major funds. The School Board's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

### **Governmental Funds**

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

### **Enterprise Fund**

The Enterprise Fund uses the same basis of accounting as business-type activities.

## The School Board as a Whole

The Statement of Net Position provides the financial perspective of the School Board as a whole.

Table 1 provides a summary comparison of the School Board's net position for June 30, 2024 and 2023.

Table 1

Net Position as of June 30, 2024 and June 30, 2023

	June 30, 2024			June 30, 2023		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Assets:						
Current and other assets	\$ 8,081,107	\$ 1,031,225	\$ 9,112,332	\$ 7,156,413	\$ 931,481	\$ 8,087,894
Capital assets, net	30,613,410	750,616	31,364,026	31,099,954	226,555	31,326,509
Total assets	38,694,517	1,781,841	40,476,358	38,256,367	1,158,036	39,414,403
Deferred outflow of resources	455,040	-	455,040	396,752	-	396,752
Liabilities:						
Current liabilities	714,207	882,983	1,597,190	726,552	632,398	1,358,950
Long-term liabilities outstanding	10,664,696	353,703	11,018,399	11,031,669	-	11,031,669
Total liabilities	11,378,903	1,236,686	12,615,589	11,758,221	632,398	12,390,619
Deferred inflow of resources	522,876	-	522,876	890,805	-	890,805
Net position:						
Net investment in capital assets	23,128,410	396,913	23,525,323	23,174,954	226,555	23,401,509
Restricted	6,955,933	-	6,955,933	5,650,865	-	5,650,865
Unrestricted	(2,836,565)	148,242	(2,688,323)	(2,821,726)	299,083	(2,522,643)
Total Net Position	\$ 27,247,778	\$ 545,155	\$ 27,792,933	\$ 26,004,093	\$ 525,638	\$ 26,529,731

The unrestricted net position is a negative balance due to the unfunded liabilities for compensated absences and PERS pension. The District expects to be able to fund these liabilities as they come due yearly.

The School Board's combined net position was \$27,792,933 on June 30, 2024. This is a change of 4.76% from the previous year.

Table 2 provides a comparison analysis of School Board's changes in net position from fiscal years June 30, 2024 and 2023.

Table 2

Changes in Net Position

	June 30, 2024			June 30, 2023		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Revenues						
Program revenues:						
Charges for services	\$ 2,554,788	\$ 185,387	\$ 2,740,175	\$ 2,856,004	\$ 175,356	\$ 3,031,360
Operating and capital grants and contributions	2,153,827	97,891	2,251,718	2,883,486	112,396	2,995,882
General revenues:						
Property taxes	14,865,020	-	14,865,020	14,273,445	-	14,273,445
Federal and state aid	947,185	-	947,185	948,257	-	948,257
Investment earnings	290,981	25,548	316,529	74,239	8,357	82,596
Miscellaneous	66,509	-	66,509	72,326	-	72,326
Total revenues	20,878,310	308,826	21,187,136	21,107,757	296,109	21,403,866
Expenses						
Instructional services	8,291,407	-	8,291,407	8,106,386	-	8,106,386
Support services	11,166,729	289,309	11,456,038	10,425,428	409,662	10,835,090
Interest on long-term liabilities	176,489	-	176,489	185,277	-	185,277
Total expenses	19,634,625	289,309	19,923,934	18,717,091	409,662	19,126,753
Change in net position	1,243,685	19,517	1,263,202	2,390,666	(113,553)	2,277,113
Net position - beginning	26,004,093	525,638	26,529,731	23,613,427	639,191	24,252,618
Net position (deficit) - ending	\$ 27,247,778	\$ 545,155	\$ 27,792,933	\$ 26,004,093	\$ 525,638	\$ 26,529,731

The tax levy increase was due in general to cover increased costs in salaries and benefits, utilities and the debt service. The Federal and State aid-restricted decreased due to the decrease in grants available due to Covid-19.

Regular instructional costs increased due to contractual increases in salary and benefits as well as program maintenance, support services and enhancements.

Other support services increased primarily due to the an increase in other purchased professional services from the Special Revenue Fund.



## Expenses for Fiscal Year June 30, 2024

### Business-Type Activities

Revenues for the District's business-type activities (food service program and EBS Technology) were comprised of charges for services and royalties.

Total Enterprise Fund revenues exceeded expenses by \$19,517. This was mostly due an additional purchases using EBS Technology funds as well as decrease federal funding in food service.

Charges for services represent \$185,387 of revenue. This represents the amount paid by royalties and daily cafeteria sales.

Federal and state reimbursements for meals, payments for free and reduced lunches and donated commodities was \$97,891.

### Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total costs of services and the net cost of services. The net cost shows the financial burden that was placed on the School District's taxpayers by each of these functions.

Table 3

#### Governmental Activities

	2024		2023	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
Instruction	\$ 8,291,407	\$ 5,569,945	\$ 8,106,386	\$ 5,085,583
Support Services:				
Pupils and Instructional Staff	4,354,699	2,367,546	4,231,606	1,512,919
General Administration, School Administration, Business Operation and Maintenance of Facilities	6,374,160	6,374,160	5,624,623	5,624,623
Pupil Transportation	437,870	437,870	579,199	579,199
Interest and Fiscal Charges	<u>176,489</u>	<u>176,489</u>	<u>185,277</u>	<u>185,277</u>
Total Expenses	<u>\$ 19,634,625</u>	<u>\$ 14,926,010</u>	<u>\$ 18,727,091</u>	<u>\$ 12,987,601</u>

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.

Extracurricular activities includes expenses related to student activities provided by the District which are designed to provide opportunities for students to participate in school and public events for the purpose of motivation, enjoyment, skill improvement, school spirit and leadership. Approximately 90% of the High School student population participates in extracurricular activities.

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General administration, school administration and business include expenses associated with administrative and financial supervision of the District.

Operation and maintenance of facilities activities involve keeping the school grounds, buildings, and equipment in an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school, to school curricular and athletic activities and field trips as provided by state law.

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the District.

## The School Board's Funds

The School Board uses funds to control and manage money for particular purposes. The Fund's basic financial statements allow the School Board to demonstrate its stewardship over and accountability for resources received from the Borough of Point Pleasant Beach, State of New Jersey and other entities. These statements also allow the reader to obtain more insight into the financial workings of the School Board, and assess further the School Board's overall financial health.

As the School Board completed the fiscal year ended June 30, 2024, it reported a combined fund balance of \$7,447,622, which is an increase of \$933,005. The Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds, Exhibit B-2, presents the reader with a detailed explanation of the increase in fund balance for the fiscal year.

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund revenues for the fiscal year ended June 30, 2024.

<u>Revenue</u>	<u>2024 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2023</u>	<u>Percent of Increase/ (Decrease)</u>
Local Sources	\$ 17,777,298	85.15 %	\$ 501,284	2.90 %
State Sources	2,402,404	11.51	103,741	4.51
Federal Sources	<u>698,608</u>	<u>3.34</u>	<u>(834,472)</u>	<u>(54.43)</u>
Total	<u>\$ 20,878,310</u>	<u>100.00 %</u>	<u>\$ (229,447)</u>	<u>(1.09)%</u>

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2024.

<u>Expenditures</u>	<u>2024 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2023</u>	<u>Percent of Increase/ (Decrease)</u>
Current Expenditures:				
Instruction	\$ 8,291,407	41.57 %	\$ 185,021	2.28 %
Undistributed Expenditures	10,865,418	54.48	455,909	4.38
Capital Outlay	167,957	0.84	(678,218)	(80.15)
Debt Service:				
Principal	440,000	2.21	15,000	3.53
Interest	<u>180,523</u>	<u>0.90</u>	<u>(8,650)</u>	<u>(4.57)</u>
Total	<u>\$ 19,945,305</u>	<u>100.00 %</u>	<u>\$ (30,938)</u>	<u>(0.15)%</u>

## General Fund Budgeting Highlights

The School Board's budget is prepared according to New Jersey law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

Over the course of the year, the School Board revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures.

A schedule showing the School Board's original and final budget compared with actual operating results is provided in Section C of the ACFR, entitled Budgetary Comparison Schedules. The School Board generally did better than had been budgeted in its General Fund since it practices conservative budgetary practices in which revenues are forecasted very conservatively and expenditures are budgeted with worst-case scenarios in mind.

The General Fund finished the fiscal year approximately \$1,562,238 less than had been budgeted in terms of expenditures. Revenue-wise, the General Fund fared about \$558,809 better than expected. Both these amounts have been adjusted for the non-budgeted amounts reflected in the comparison schedule for reimbursed TPAF social security contributions and on-behalf TPAF post-retirement medical contributions.

The General Fund has restricted a portion of its Fund Balance. The restricted Fund Balance items are as follows:

Excess Surplus - Designated for Subsequent Year	
Expenditures	\$ 812,096
Capital Reserve	3,332,178
Maintenance Reserve	833,000
Unemployment Compensation	48,396
Tuition Reserve	150,000
Excess Surplus - Current Year	1,126,311

These restricted reserves are regulated as to their use by the State of New Jersey. Therefore, the Board places funds in the reserves in combination with the future financial needs of the District.

The expenditures were less due to cost containment by the Board even after the salary and benefit increases. General supplies were purchased at better prices than expected due to the school board joining other schools in cooperative bidding. The district also joined a co-op for energy consumption, which was done after the budget was struck. Through efforts made in finding jointures with other local districts, and increase students on district owned vehicles the district transportation costs were lowered for special needs students.

The revenue situation arose primarily because of tuition received from out of district students.

The excesses will be carried forward into the beginning fund balance from the 2023-2024 fiscal year and will be used to reduce the local tax levy for the 2025-2026 fiscal year.

## Capital Assets and Debt Administration

*Capital Assets.* At the end of the fiscal year June 30, 2024, the School Board had \$31,364,026 invested in land, buildings, and machinery and equipment.

Table 4

Capital Assets (Net of Depreciation) at June 30, 2024 and June 30, 2023

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 10,518,100	\$ 10,518,100	\$ -	\$ -	\$ 10,518,100	\$ 10,518,100
Building and Improvements	20,022,145	20,496,179	-	-	20,022,145	20,496,179
Machinery and Equipment	73,165	85,675	750,616	226,555	823,781	312,230
Total	<u>\$ 30,613,410</u>	<u>\$ 31,099,954</u>	<u>\$ 750,616</u>	<u>\$ 226,555</u>	<u>\$ 31,364,026</u>	<u>\$ 31,326,509</u>

During the current fiscal year, \$51,478 of capital assets were capitalized as additions. Increases in capital assets were offset by depreciation expense for the year.

*Debt Administration.* The District's long-term liabilities are as follows for the governmental and business-type activities:

	<u>June 30, 2024</u>	<u>June 30, 2023</u>
Bonds Payable (net)	\$ 7,485,000	\$ 7,925,000
Finance Purchases Agreements Payable	353,703	-
Pension Liability-PERS	2,665,276	2,606,604
Compensated Absences payable	<u>514,420</u>	<u>500,065</u>
Total long-term liabilities	<u>\$ 11,018,399</u>	<u>\$ 11,031,669</u>

For more detailed information, please refer to the Capital Assets and Long-term debt notes in the basic financial statements.

## Economic Factors and Next Year's Budget

For the 2023-2024 school year, the School Board was able to sustain its budget through the local tax levy, state education aid and local revenue sources. Approximately 14.85% of the School Board's revenue is from federal, state and local aid (restricted and not restricted), while 85.15% of total revenue is from local sources.

The \$(2,836,565) in unrestricted net position for all governmental activities represents the accumulated results of all past years' operations. It means that if the School Board had to pay off all bills today, including all of the School Board's non-capital liabilities (compensated absences, etc.), the School Board would have that much in value.

The 2023-2024 budget was adopted in March 2023 based in part on the state education aid the School Board anticipated receiving. Any future increases based on the enrollment formula, originally formulated to allocate state education aid amongst school boards, will be minimal. Future decreases in local revenue and state education aid will place additional burden on Point Pleasant Beach for increased aid.

The School Board anticipates a slight increase in enrollment for the 2024-2025 fiscal year. If the School Board were to experience a significant increase in enrollment with no appreciable increase in state aid for future budgets, the School Board will be faced with the following alternatives: (a) reduce programs and services, (b) increase local tax levy or (c) seek alternative sources of funding.

### **Contacting the School Board's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or need additional information, you may contact the School Business Administrator/Board Secretary at Point Pleasant Beach School District, 299 Cooks Lane, Point Pleasant Beach, NJ, 08742.

## BASIC FINANCIAL STATEMENTS

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Statement of Net Position**  
**June 30, 2024**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 6,929,950	\$ 1,024,743	\$ 7,954,693
Receivables - state	155,410	144	155,554
Receivables - federal government	20,048	3,276	23,324
Receivables-other	92,716	-	92,716
Interfund receivables	882,983	-	882,983
Inventory	-	3,062	3,062
Capital assets, non-depreciable	10,518,100	-	10,518,100
Capital assets, depreciable, net	20,095,310	750,616	20,845,926
Total assets	<u>38,694,517</u>	<u>1,781,841</u>	<u>40,476,358</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows - PERS	455,040	-	455,040
Total deferred outflows of resources	<u>455,040</u>	<u>-</u>	<u>455,040</u>
<b>LIABILITIES</b>			
Accounts payable	-	-	-
Other current liabilities	702,219	-	702,219
Interfund payable	-	882,983	882,983
Payable to state government	11,988	-	11,988
Noncurrent liabilities:			
Due within one year	478,800	-	478,800
Due beyond one year	10,185,896	353,703	10,539,599
Total liabilities	<u>11,378,903</u>	<u>1,236,686</u>	<u>12,615,589</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows - PERS	522,876	-	522,876
Total deferred inflows of resources	<u>522,876</u>	<u>-</u>	<u>522,876</u>
<b>NET POSITION</b>			
Net Investment in capital assets	23,128,410	396,913	23,525,323
Restricted for:			
Capital projects	3,701,880	-	3,701,880
Other purposes	3,254,053	-	3,254,053
Unassigned	(2,836,565)	148,242	(2,688,323)
Total net position	<u>\$ 27,247,778</u>	<u>\$ 545,155</u>	<u>\$ 27,792,933</u>



**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Statement of Activities**  
**For the Year Ended June 30, 2024**

Functions/Programs	Expenses	Program Revenues			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
<b>Governmental activities:</b>							
Current:							
Regular instruction	\$ 5,966,848	\$ 2,134,934	\$ 586,528	\$ -	\$ (3,245,386)	\$ -	\$ (3,245,386)
Special schools instruction	1,366,178	-	-	-	(1,366,178)	-	(1,366,178)
Other special instruction	958,381	-	-	-	(958,381)	-	(958,381)
Support services and undistributed costs:							
Instruction	550,379	-	-	-	(550,379)	-	(550,379)
Attendance	323,450	-	-	-	(323,450)	-	(323,450)
Health services	396,612	-	-	-	(396,612)	-	(396,612)
Other support services	1,627,895	419,854	222,096	-	(985,945)	-	(985,945)
Educational media services	111,160	-	-	-	(111,160)	-	(111,160)
General administrative services	427,317	-	-	-	(427,317)	-	(427,317)
School administrative services	471,286	-	-	-	(471,286)	-	(471,286)
Information technology	286,363	-	-	-	(286,363)	-	(286,363)
Allowed maintenance for school facilities	236,863	-	-	-	(236,863)	-	(236,863)
Other operation & maintenance of plant	2,157,078	-	-	-	(2,157,078)	-	(2,157,078)
Student transportation services	437,870	-	-	-	(437,870)	-	(437,870)
Unallocated employee benefits	2,795,253	-	-	-	(2,795,253)	-	(2,795,253)
Non-budgeted expenses	1,345,203	-	1,345,203	-	-	-	-
Interest on long-term debt	176,489	-	-	-	(176,489)	-	(176,489)
Total governmental activities	19,634,625	2,554,788	2,153,827	-	(14,926,010)	-	(14,926,010)
<b>Business-type activities:</b>							
Food Service program	192,681	62,127	97,891	-	-	(32,663)	(32,663)
EBS Technology Program	96,628	123,260	-	-	-	26,632	26,632
Total business-type activities	289,309	185,387	97,891	-	-	(6,031)	(6,031)
Total primary government	\$ 19,923,934	\$ 2,740,175	\$ 2,251,718	\$ -	\$ (14,926,010)	\$ (6,031)	\$ (14,932,041)
<b>General revenues:</b>							
Taxes:							
Property taxes levied for general purpose					\$ 14,452,907	-	\$ 14,452,907
Taxes levied for debt service					412,113	-	412,113
Federal and state aid not restricted					738,775	-	738,775
Federal and state aid restricted					208,410	-	208,410
Miscellaneous income					66,509	-	66,509
Miscellaneous restricted income					1,796	-	1,796
Investment earnings					289,185	25,548	314,733
Total general revenues					16,169,695	25,548	16,195,243
Change in net position					1,243,685	19,517	1,263,202
Net position—beginning					26,004,093	525,638	26,529,731
Net position—ending					\$ 27,247,778	\$ 545,155	\$ 27,792,933

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2024**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 2,963,868	\$ 264,202	\$ 369,702	\$ -	\$ 3,597,772
Capital reserve	3,332,178	-	-	-	3,332,178
Due from other funds	882,983	-	-	-	882,983
Receivables from state	155,410	-	-	-	155,410
Receivables from Federal government	-	20,048	-	-	20,048
Other receivables	80,728	11,988	-	-	92,716
Intergovernmental accounts receivables	-	-	-	-	-
Total assets	<u>\$ 7,415,167</u>	<u>\$ 296,238</u>	<u>\$ 369,702</u>	<u>\$ -</u>	<u>\$ 8,081,107</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued wages and payroll liabilities	621,497	-	-	-	621,497
Due to other funds	-	-	-	-	-
Payable to state government	-	11,988	-	-	11,988
Unearned revenue	-	-	-	-	-
Total liabilities	<u>621,497</u>	<u>11,988</u>	<u>-</u>	<u>-</u>	<u>633,485</u>
Fund Balances:					
Restricted for:					
Excess surplus - current year	1,126,311	-	-	-	1,126,311
Excess surplus - prior year- designated for					
Subsequent year's expenditures	812,096	-	-	-	812,096
Capital reserve account	3,332,178	-	-	-	3,332,178
Maintenance reserve account	833,000	-	-	-	833,000
Tuition reserve account	150,000	-	-	-	150,000
Capital projects	-	-	369,702	-	369,702
Unemployment Compensation	48,396	-	-	-	48,396
Student Activities	-	284,250	-	-	284,250
Assigned to:					
Designated by the BOE for subsequent					
year's expenditures	82,516	-	-	-	82,516
Unassigned:					
General fund	409,173	-	-	-	409,173
Total Fund balances	<u>6,793,670</u>	<u>284,250</u>	<u>369,702</u>	<u>-</u>	<u>\$ 7,447,622</u>
Total liabilities and fund balances	<u>\$ 7,415,167</u>	<u>\$ 296,238</u>	<u>\$ 369,702</u>	<u>\$ -</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	30,613,410
Deferred outflows related to the PERS pension plan	455,040
Deferred inflows related to the PERS pension plan	(522,876)
Accrued interest payable	(80,722)
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	(10,664,696)
Net position of governmental activities	<u>\$ 27,247,778</u>

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, And Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2024**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>					
Local sources:					
Local tax levy	\$ 14,452,907	\$ -	\$ -	\$ 412,113	\$ 14,865,020
Tuition charges	2,134,934	-	-	-	2,134,934
Interest income	289,185	-	-	-	289,185
Interest income-restricted	1,796	-	-	-	1,796
Miscellaneous	66,509	419,854	-	-	486,363
Total - Local sources	16,945,331	419,854	-	412,113	17,777,298
State sources	2,083,978	110,016	-	208,410	2,402,404
Federal sources	-	698,608	-	-	698,608
Total revenues	19,029,309	1,228,478	-	620,523	20,878,310
<b>EXPENDITURES</b>					
Current:					
Regular instruction	5,380,320	586,528	-	-	5,966,848
Special education instruction	1,366,178	-	-	-	1,366,178
Other special instruction	958,381	-	-	-	958,381
Undistributed - current:					
Instruction	550,379	-	-	-	550,379
Attendance	323,450	-	-	-	323,450
Health services	396,612	-	-	-	396,612
Other support services	1,057,560	570,335	-	-	1,627,895
Educational media services	111,160	-	-	-	111,160
Instruction staff training	-	-	-	-	-
General administrative services	427,317	-	-	-	427,317
School administrative services	471,286	-	-	-	471,286
Information technology	286,363	-	-	-	286,363
Allowed maintenance for school facilities	236,863	-	-	-	236,863
Other operation & maintenance of plant	1,502,577	-	-	-	1,502,577
Student transportation services	437,870	-	-	-	437,870
Business and other support services	-	-	-	-	-
Unallocated employee benefits	3,148,443	-	-	-	3,148,443
Non-budgeted expenditures	1,345,203	-	-	-	1,345,203
Undistributed Food Service	-	-	-	-	-
Special schools	-	-	-	-	-
Debt service:					
Principal	-	-	-	440,000	440,000
Interest and other charges	-	-	-	180,523	180,523
Capital outlay	142,959	24,998	-	-	167,957
Total expenditures	18,142,921	1,181,861	-	620,523	19,945,305
Excess of revenues over expenditures	886,388	46,617	-	-	933,005
Net change in fund balances	886,388	46,617	-	-	933,005
Fund balance—July 1	5,907,282	237,633	369,702	-	6,514,617
Fund balance—June 30	\$ 6,793,670	\$ 284,250	\$ 369,702	\$ -	\$ 7,447,622

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the Year Ended June 30, 2024**

<b>Total net change in fund balances - governmental funds (from B-2)</b>	<b>\$</b>	<b>933,005</b>
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Amounts reported for governmental activities in the statement of activities (A-2) are different because:

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

Depreciation expense	\$ (538,022)	
Capital outlays	<u>51,478</u>	(486,544)

In the Statement of Activities, the PERS pension expense is the amount paid plus net change in the Deferred Outflows, Deferred Inflows and pension liability as reported by the State of New Jersey		367,545
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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.		440,000
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In the statement of activities, interest expense is recorded when paid.		
In the governmental funds, the interest is expensed when due and shown as payable at year end.		4,034

In the statement of activities, certain operating expenses, e.g., compensated absences (sick leave) and special termination benefits (early retirement incentive) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used, essentially, the amounts actually paid.		<u>(14,355)</u>
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<b>Change in net position of governmental activities</b>	<b>\$</b>	<b><u><u>1,243,685</u></u></b>
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**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2024**

	Business-type Activities - Enterprise Fund		
	Food Service	EBS Technology	Total Enterprise
Assets:			
Current assets:			
Cash and cash equivalents	\$ 22,703	\$ 1,002,040	\$ 1,024,743
Accounts receivable:			
State	144	-	144
Federal	3,276	-	3,276
Inventories	3,062	-	3,062
Total current assets	29,185	1,002,040	1,031,225
Capital assets:			
Equipment	14,318	1,993,522	2,007,840
Accumulated depreciation	-	(1,257,224)	(1,257,224)
Total capital assets	14,318	736,298	750,616
Total assets	<u>\$ 43,503</u>	<u>\$ 1,738,338</u>	<u>\$ 1,781,841</u>
Liabilities and Net Position:			
Liabilities:			
Interfund payable	\$ 5,686	\$ 877,297	\$ 882,983
Financed Purchase payable	-	353,703	353,703
Total liabilities	5,686	1,231,000	1,236,686
Net position:			
Net investment in capital assets	14,318	382,595	396,913
Unassigned	23,499	124,743	148,242
Total net position	37,817	507,338	545,155
Total liabilities and net position	<u>\$ 43,503</u>	<u>\$ 1,738,338</u>	<u>\$ 1,781,841</u>

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2024**

	Business-type Activities - Enterprise Fund		
	Food Service	EBS Technology	Total Enterprise
Operating revenues:			
Charges for services:			
Daily sales - reimbursable programs	\$ 48,488	\$ -	\$ 48,488
Daily sales - non-reimbursable programs	13,639	-	13,639
EBS Licensing Revenues	-	123,260	123,260
Total operating revenues	<u>62,127</u>	<u>123,260</u>	<u>185,387</u>
Operating expenses:			
Cost of sales - reimbursable programs	45,537	-	45,537
Cost of sales - non-reimbursable programs	16,339	-	16,339
Salaries	123,035	-	123,035
Other purchased services:	-	7,750	7,750
Interest expense	-	7,979	7,979
Management fees	7,770	-	7,770
Depreciation	-	80,899	80,899
Total operating expenses	<u>192,681</u>	<u>96,628</u>	<u>289,309</u>
Operating income (loss)	<u>(130,554)</u>	<u>26,632</u>	<u>(103,922)</u>
Nonoperating revenues (expenses):			
State sources:			
State school lunch program	2,597	-	2,597
Federal sources:			
National school lunch program	60,817	-	60,817
National school lunch program-Breakfast	600	-	600
Supply chain assistance funding	20,309	-	20,309
Pebt	653	-	653
Food distribution program	12,915	-	12,915
Interest and investment revenue	817	24,731	25,548
Total nonoperating revenues (expenses)	<u>\$ 98,708</u>	<u>24,731</u>	<u>123,439</u>
Change in net position	<u>(31,846)</u>	<u>51,363</u>	<u>19,517</u>
Total net position—beginning	<u>69,663</u>	<u>455,975</u>	<u>525,638</u>
Total net position—ending	<u>\$ 37,817</u>	<u>\$ 507,338</u>	<u>\$ 545,155</u>

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2024**

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Food Service</b>	<b>EBS Technology</b>	<b>Total Enterprise</b>
Cash Flows from Operating Activities:			
Operating income (loss)	\$ (130,554)	\$ 26,632	\$ (103,922)
Adjustments to reconcile operating loss to cash (used in) provided by operating activities:			
Depreciation	-	80,899	80,899
Federal commodities	12,915	-	12,915
Change in assets and liabilities:			
Decrease (increase) in interfund receivable	24,605	252,669	277,274
Decrease (increase) in local receivable	-	-	-
Decrease (increase) in inventory	3,455	-	3,455
Decrease (increase) in accounts payable	<u>(7,770)</u>	<u>-</u>	<u>(7,770)</u>
Net cash provided by (used in) operating activities	<u>(97,349)</u>	<u>360,200</u>	<u>262,851</u>
Cash Flows from Noncapital Financing Activities:			
Interest	817	24,731	25,548
Cash received from state and federal reimbursements	<u>86,618</u>	<u>-</u>	<u>86,618</u>
Net cash provided by (used in) noncapital financing activities	<u>87,435</u>	<u>24,731</u>	<u>112,166</u>
Cash flows from Capital Activities:			
Payments on lease payable	-	353,703	353,703
Purchase of equipment	<u>(14,318)</u>	<u>(590,642)</u>	<u>(604,960)</u>
Net cash provided by (used in) capital activities	<u>(14,318)</u>	<u>(236,939)</u>	<u>(251,257)</u>
Net increase (decrease) in cash and cash equivalents	(24,232)	147,992	123,760
Cash and cash equivalents, July 1	<u>46,935</u>	<u>854,048</u>	<u>900,983</u>
Cash and cash equivalents, June 30	<u>\$ 22,703</u>	<u>\$ 1,002,040</u>	<u>\$ 1,024,743</u>

Point Pleasant Beach School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**1. Summary of Significant Accounting Policies**

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

**A. Reporting Entity**

Point Pleasant Beach School District is a Type II district located in the county of Ocean, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of five members elected to three year terms and one member appointed by the Lavallette Board of Education for a one year term. The purpose of the District is to educate students in grades Pre-K-12. The District has an approximate enrollment at June 30, 2024 of 630 students.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The district-wide financial statements include all funds and account groups of the District over which the Board exercises operating control. The operations of the District include an elementary school and a senior high school located in Point Pleasant Beach. 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**

The School District's basic financial statements consist of District-wide statements, including a Statement of Net Position and a Statement of Activities, and Fund Financial Statements which provide a more detailed level of financial information. The Statement of Net Position includes the reporting of assets, deferred outflows, liabilities and deferred inflows. Items not meeting that definition of assets and liabilities have been classified as deferred outflows or deferred inflows. The deferred outflows are reported under assets and deferred inflows are reported under liabilities on the Statement of Net Position.



Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

1. **Summary of Significant Accounting Policies (continued)**

**B. Basis of Presentation (continued)**

The School District has Bond Costs which have been classified as a Deferred Outflow and the Bond Premium has been classified as a Deferred Inflow. The School District has employees that are enrolled in a defined benefit plan operated by the State of New Jersey which creates deferred outflows and inflows as described in Note 11.

District-Wide Statements: The district-wide financial statements (A-1 and A-2) include the Statement of Net Position and the Statement of Activities. These Statements include the financial activities of the overall District, except for fiduciary activities. All interfund activity, excluding the fiduciary funds, has been eliminated in the statement of activities. Individual funds are not displayed but the statements distinguish governmental activities, generally financed in whole or in part with fees charged to external customers.

The Statement of Net Position presents the financial condition of the governmental and business-type activity of the School District at fiscal year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program.

Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the School 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 detail of the governmental, proprietary and fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - 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 Governmental Accounting Standards. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

1. **Summary of Significant Accounting Policies (continued)**

**B. Basis of Presentation (continued)**

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or non-instructional equipment which are classified in the Capital Outlay sub-fund.

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

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, District taxes and appropriated Fund Balance. Expenditures are those that result in the acquisition of or additions to Capital Assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by Board resolution.

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

Capital Projects Fund: The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). 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.

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

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

1. **Summary of Significant Accounting Policies (continued)**

**B. Basis of Presentation (continued)**

The District reports the following proprietary funds:

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

The District's Enterprise Fund is comprised of the Food Service Fund and EBS Technology Fund.

Depreciation of all capital assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	5-20 Years
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Additionally, the District reports the following fund type:

Fiduciary Funds: The Fiduciary Funds are used to account for assets held by the District on behalf of others if applicable.

**C. Basis of Accounting**

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

District-Wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds are accounted for using the "economic resources" measurement focus and the modified accrual basis of accounting; the Enterprise Fund and Fiduciary Funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures. The tax revenues are recognized in the year for which they are levied (see Note 1.D.). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all requirements have been satisfied.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

1. **Summary of Significant Accounting Policies (continued)**

**C. Basis of Accounting (cont'd)**

Governmental Fund Financial Statements: Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon thereafter to pay current liabilities. The District considers revenues to be available if they are collected within 60 days of 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. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

**D. Property Taxes**

Ad Valorem (Property) Taxes are susceptible to accrual as, under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "Accounts Receivable".

**E. Budgets/Budgetary Control**

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. Budgets are prepared using the modified accrual basis of accounting except for the special reserve fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C 6A:23:23-16.2(f).

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

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

1. **Summary of Significant Accounting Policies (continued)**

**E. Budgets/Budgetary Control (cont'd)**

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

**F. Encumbrances**

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

Open encumbrances in the special revenue fund, for which the District has received advances, are reflected in the balance sheet as deferred revenues at fiscal year end.

The encumbered appropriation authority carries over into the next fiscal year. An entry will be made at the beginning of the next fiscal year to increase the appropriation reflected in the certified budget by the outstanding encumbrance amount as of the current fiscal year end.

**G. Cash, Cash Equivalents and Investments**

Cash and cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:2037 provides a list of permissible investments that may be purchased by New Jersey school districts.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

1. **Summary of Significant Accounting Policies (continued)**

**G. Cash, Cash Equivalents and Investments(cont'd)**

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

**H. Tuition Receivable**

Tuition charges were established by the District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

**I. Tuition Payable**

Tuition charges for the fiscal years 2023-2024 are based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

**J. Inventories and Prepaid Expenses**

Inventories and prepaid expenses, which benefit future periods are recorded as an expenditure during the year of purchase.

Inventories are valued at cost, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

**K. 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.

**L. Capital Assets:**

The District has established a formal system of accounting for its Capital Assets. Purchased or constructed Capital Assets are reported at cost. Donated Capital Assets are valued at their estimated acquisition value on the date received. The cost of normal maintenance and repairs is not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (continued)

L. Capital Assets: (cont'd)

All reported Capital Assets except for Land and Construction in Progress are depreciated. Depreciation is computed using the straight-line method over the following estimated useful lives:

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

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

M. Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund that will pay for the compensated absences.

In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

**N. Unearned Revenue**

Unearned revenue in the general and special revenue funds represent cash which has been received but not yet earned.

**O. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time.

**P. Accrued Liabilities and Long-Term Obligations**

All Payables, Accrued Liabilities, and Long-Term Obligations are reported on the District-wide financial statements. In general, governmental fund payables are accrued liabilities that, once incurred are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. Bonds are recognized as a liability on the fund financial statements when due.

**Q. Net Position**

Net Position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net Position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.



Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

**R. Fund Balance Reserve**

The fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories, as defined below:

1. Nonspendable - includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.
2. Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3. Committed - includes amounts that can be spent only for the specific purposes determined by a formal action of the District's highest level of decision-making authority.
4. Assigned - amounts intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process.
5. Unassigned - includes all spendable amounts not contained in the other classifications.

**S. Revenues - Exchange and Non-exchange Transactions**

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

Non-exchange 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 income taxes is recognized in the period in which the income is earned. 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.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

1. **Summary of Significant Accounting Policies (continued)**

**S. Revenues - Exchange and Non-exchange Transactions (continued)**

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

**T. Operating Revenues and Expenses**

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

**U. Management Estimates**

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

**V. 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 but undisbursed amounts be retained in a separate bank account. As of June 30, 2024, the amount earned by these employees but not disbursed was \$426,482.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (continued)

W. GASB Pronouncements

Recently Issued Accounting Pronouncements to be implemented in future years

Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. Statement No. 101 is effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. Earlier application is encouraged.

Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged.

2. Cash, Cash Equivalents and Investments

Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-414 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the ACT, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA., However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2024, the School District's bank balance of \$9,128,945 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 8,260,176
Uninsured and Uncollateralized	<u>868,769</u>
	<u>\$ 9,128,945</u>

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

**3. Investments**

Pursuant to the Enabling Act, the funds of the District may be invested in any direct obligations of, or obligations as to which the principal and interest thereof is guaranteed by, the United States of America or other obligations as the District may approve.

New Jersey Asset and Rebate Management Program ("NJARM"): The Program has been established as a joint investment trust, (the "Trust"), by local governmental units in the State of New Jersey, (the "State"), consistent with the Interlocal Services Act, constituting Chapter 208 of the Pamphlet Laws of 1973 of the State of New Jersey and the acts amendatory thereof and supplemental thereto (N.J.S.A. 40:8A-1 et seq.), (the "Interlocal Services Act"), to make available to counties, municipalities, school districts, authorities, or other political subdivisions of the State, and where applicable, any bond trustee acting on behalf of such local government, a convenient method for investing and accounting for surplus cash and tax exempt debt proceeds. The Program seeks to invest tax-exempt bond and note proceeds in compliance with arbitrage management and rebate requirements of the Internal Revenue Code of 1986, as amended. The Program also provides for record keeping, depository and arbitrage rebate calculation.

New Jersey Cash Management Fund ("NJCMF"): The NJCMF is administered by the New Jersey Department of Treasury. It invests pooled monies from various State and non-State agencies in primarily short-term investments. These investments include: U.S. Treasuries, short-term Commercial Paper, U.S. Agency Bonds, Corporate Bonds, and investment rates. Monies can be freely added or withdrawn from the NJCMF on a daily basis without penalty.

As of June 30, 2024, the District had \$204,737 on deposit with the New Jersey Asset and Rebate Management Program and \$333,466 with the New Jersey Cash Management Fund.

**Custodial Credit Risk:** Pursuant to GASB 40, NJARM and NJCMF, which are pooled investments, are exempt from custodial credit risk disclosure.

**Credit Risk:** The District does not have an investment policy regarding the management of credit risk. Governmental Accounting Standards requires that disclosure be made as to the credit rating of all debt security investments except for obligations of U.S. government or investments guaranteed by the U.S. government. The NJARM is not rated by a rating agency.

**Interest Rate Risk:** The District does not have a policy to limit interest rate risk. The average maturity of the District's investments with the NJARM and NJCMF is less than one year.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

4. Capital Reserve Account

A Capital Reserve Account was established by the Point Pleasant Beach School District for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The Capital Reserve Account is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the Capital Reserve Account are restricted to Capital Projects in the District's approved Long Range Facilities Plan (LRFP) and updated in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the Department, a District may deposit funds into the capital reserve at any time upon Board resolution through the transfer of undesignated, unreserved general fund balance that is anticipated in the budget certified for taxes. Pursuant to N.J.A.C 6A:23A-14.1(g), the balance in the account cannot 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:

Balance July 1, 2023	\$ 2,543,378
Add:	
Interest Earned	128,800
Approved at June 2024 Meeting	<u>660,000</u>
Balance, June 30, 2024	<u>\$ 3,332,178</u>

5. Tuition Reserve Account

A Tuition Reserve Account was established by the Point Pleasant Beach School District for the accumulation of funds in accordance with N.J.S.A. 18A:7F-41c(1). The Tuition Reserve Account is maintained in the General Fund and its activity is included in the General Fund annual budget. Funds placed in the Tuition Reserve Account are to finance unanticipated general fund expenditures required for a thorough and efficient education.

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

Balance, July 1, 2023	\$ 150,000
Add:	
Approved at June 2024 Meeting	90,000
Interest Earned	-
Withdrawals	<u>(90,000)</u>
Balance, June 30, 2024	<u>\$ 150,000</u>

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

**6. Maintenance Reserve Account**

A Maintenance Reserve Account was established by the Point Pleasant Beach School District for the accumulation of funds for use as maintenance of Capital Projects in subsequent fiscal years. The Maintenance Reserve Account is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the Maintenance Reserve Account are restricted to maintenance projects in the District's approved Comprehensive Maintenance Plan (CMP). Upon submission of the CMP to the New Jersey Department of Education, the District may increase the balance in the maintenance reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. The 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. 6A:23A-14.2(g), the balance in the account cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

The balance in the maintenance reserve does not exceed four percent of the replacement cost of the school district's school facilities for the current year at June 30, 2024.

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

Balance, July 1, 2023	\$ 815,471
Add:	
Interest Earned	17,529
Withdrawals	-
Balance, June 30, 2024	<u>\$ 833,000</u>

**7. Receivables**

Receivables at June 30, 2024, consisted of state aid, accrued interest, interfund, intergovernmental, and other. All Receivables are considered collectible in full. A summary of the principal items of intergovernmental receivable follows:

	Governmental Fund Financial Statements	District-Wide Financial Statements
State Aid	\$ 155,410	\$ 155,554
Federal Aid	20,048	23,324
Interfunds	882,983	882,983
Other	<u>92,716</u>	<u>92,716</u>
Total receivables	1,151,157	1,154,577
Less: Allowance for Credit Losses	-	-
Total Receivables, Net	<u>\$ 1,151,157</u>	<u>\$ 1,154,577</u>

Point Pleasant Beach School District  
Notes to Financial Statements (continued)  
For the Year Ended June 30, 2024

**8. Capital Assets**

Capital Assets consisted of the following at June 30, 2024:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
<b>GOVERNMENTAL ACTIVITIES:</b>				
Capital Assets Not Being Depreciated:				
Site and Site Improvements	\$10,518,100	\$ -	\$ -	\$10,518,100
Construction in Progress	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Capital Assets Not Being Depreciated	<u>10,518,100</u>	<u>-</u>	<u>-</u>	<u>10,518,100</u>
Building and Building Improvements	28,442,037	-	-	28,442,037
Machinery and Equipment	<u>1,868,176</u>	<u>51,478</u>	<u>-</u>	<u>1,919,654</u>
Totals at Historical Cost	<u>30,310,213</u>	<u>51,478</u>	<u>-</u>	<u>30,361,691</u>
Less Accumulated Depreciation for:				
Building and Building Improvements	(7,945,858)	(474,034)	-	(8,419,892)
Machinery and Equipment	<u>(1,782,501)</u>	<u>(63,988)</u>	<u>-</u>	<u>(1,846,489)</u>
Total Accumulated Depreciation	<u>(9,728,359)</u>	<u>(538,022)</u>	<u>-</u>	<u>10,266,381)</u>
Total Capital Assets Being Depreciated, Net of Accumulated Depreciation	<u>20,581,854</u>	<u>(486,544)</u>	<u>-</u>	<u>20,095,310</u>
Government Activity Capital Assets, Net	<u>\$31,099,954</u>	<u>\$ (486,544)</u>	<u>\$ -</u>	<u>\$30,613,410</u>
<b>BUSINESS-TYPE ACTIVITIES:</b>				
Equipment	\$ 1,402,881	\$ 604,960	\$ -	\$ 2,007,841
Less: Accumulated Depreciation	<u>(1,176,326)</u>	<u>(80,899)</u>	<u>-</u>	<u>(1,257,225)</u>
Business-type Activities Capital Assets, Net	<u>\$ 226,555</u>	<u>\$ 524,061</u>	<u>\$ -</u>	<u>\$ 750,616</u>

Depreciation expense was charged to governmental functions as follows:

Operations and Maintenance	<u>\$538,022</u>
Total depreciation expense	<u>\$538,022</u>

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

**9. Non-current Liabilities**

During the fiscal year ended June 30, 2024, the following changes occurred in the Non-current Liabilities:

	Balance <u>6-30-23</u>	Increase/ <u>Decrease</u>	Balance <u>6-30-24</u>	Due Within <u>One Year</u>
Bonds payable	\$ 7,925,000	\$ (440,000)	\$ 7,485,000	\$ 455,000
Obligations under financed purchases	-	353,703	353,703	-
Compensated absences payable	500,065	-	500,065	23,800
Pension liability - PERS	<u>2,606,604</u>	<u>58,672</u>	<u>2,665,276</u>	<u>-</u>
	<u>\$ 11,031,669</u>	<u>\$ (27,625)</u>	<u>\$ 11,004,044</u>	<u>\$ 478,800</u>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Financed purchases are liquidated by the enterprise fund. Compensated absences payable, and pension liability - PERS are liquidated by the general fund.

**A. Bonds Payable**

Bonds are authorized in accordance with State Law by the voters of the District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds.

The 2016 bond originally totaling \$9,900,000 was used for high school renovations, roof on the administration building and elementary school renovations.

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

Year ending <u>June 30th:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 455,000	\$ 171,573	\$ 626,573
2026	470,000	162,323	632,323
2027	490,000	152,723	642,723
2028	510,000	142,722	652,722
2029	525,000	132,373	657,373
2030-2034	2,960,000	470,670	3,430,670
2035-2037	<u>2,075,000</u>	<u>87,590</u>	<u>2,162,590</u>
	<u>\$ 7,485,000</u>	<u>\$ 1,319,974</u>	<u>\$ 8,804,974</u>



Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

9. Non-current Liabilities (continued)

B. Bonds Authorized but not Issued

The District does not have authorized but not issued bonds at June 30, 2024.

C. Finance Purchases Payable

The District has equipment finance purchase agreements. The following is a schedule of the remaining future payments at June 30, 2024:

Year ending June 30th:	Principal	Interest	Total
2025	\$ 112,070	\$ 18,096	\$ 130,166
2026	117,803	12,362	130,165
2027	<u>123,830</u>	<u>6,335</u>	<u>130,165</u>
	<u>\$ 353,703</u>	<u>\$ 36,793</u>	<u>\$ 390,496</u>

Amortization of the equipment under the finance purchase agreements is included with depreciation expense.

10. Contingent Liabilities

Grant Programs

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

The District is also involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the Board.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

11. Pension Plans

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

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

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

The following represents the membership tiers for PERS:

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

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

**Contributions** - The contribution policy for PERS is set by *N.J.S.A. 43:15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2023, the State's pension contribution was more than the actuarial determined amount.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

11. Pension Plans (cont'd)

**A. Public Employees' Retirement System (PERS) (cont'd)**

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 such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

**Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At**

June 30, 2024, the School District reported a liability of \$2,665,276 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined using update procedure to roll forward the total pension liability from an actuarial valuation as of July 1, 2022 to the measurement date of June 30, 2023. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The School District's proportion measured as of June 30, 2023, was .0184709096%, which was an decrease of .0011987680% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the School District recognized full accrual pension expense of \$1,126,311 in the government-wide financial statements consisting of employer contributions of \$(94,944) and non-employer contributions of \$245,935. This pension expense was based on the pension plans June 30, 2023 measurement date. At June 30, 2024, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 25,483	\$ 10,895
Changes of assumptions	5,855	161,527
Net difference between projected and actual earnings on pension plan investments	12,274	-
Changes in proportion and differences between District contributions and proportionate share of contributions	152,486	350,454
District contributions subsequent to the measurement date	258,942	-
Total	<u>\$ 455,040</u>	<u>\$ 522,876</u>

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

11. Pension Plans (cont'd)

**A. Public Employees' Retirement System (PERS) (cont'd)**

\$333,466 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2023-2024 total salaries for PERS employees multiplied by an employer contribution rate. The payable is due on April 1, 2025 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2024	\$ (357,519)
2025	(199,554)
2026	278,863
2027	(49,905)
2028	1,337
Total	<u>\$ (326,778)</u>

**Special Funding Situation** - Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001.

The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability to report in the financial statements of the local participating employers related to this legislation.

However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employers as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

Additionally, the State has no proportionate share of the PERS net pension liability attributable to the District as of June 30, 2024. At June 30, 2024, the State's proportionate share of the employer pension expense and related revenue, associated with the District, calculated by the plan as of the June 30, 2023 measurement date was \$8,312.

Point Pleasant Beach School District  
Notes to Financial Statements (continued)  
For the Year Ended June 30, 2024

**11. Pension Plans (cont'd)**

**A. Public Employees' Retirement System (PERS) (cont'd)**

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

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

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

11. Pension Plans (cont'd)

**A. Public Employees' Retirement System (PERS) (cont'd)**

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.08, 5.04, 5.13, 5.16, 5.21, and 5.63 years for the 2023, 2022, 2021, 2020, 2019, and 2018, respectively.

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

Inflation Rate

Price	2.75%
Wage	3.25%

Salary Increases:	2.75% - 6.55%
	Based on years of service

Investment Rate of Return	7.00%
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Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

11. Pension Plans (cont'd)

**A. Public Employees' Retirement System (PERS) (cont'd)**

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

Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2023 are summarized in the following table.

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

Point Pleasant Beach School District  
Notes to Financial Statements (continued)  
For the Year Ended June 30, 2024

**11. Pension Plans (cont'd)**

**A. Public Employees' Retirement System (PERS) (cont'd)**

**Discount Rate**

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability

**Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate**

The following presents the collective net pension liability of the participating employers as of June 30, 2023 calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
District's proportionate share of the net pension liability	3,512,159	2,665,276	2,004,953

Additional Information - The following is a summary of the collective balances of the local group:

	<u>6/30/24</u>	<u>6/30/23</u>
Collective Deferred Outflows of Resources	1,080,204,730	1,660,772,008
Collective Deferred Inflows of Resources	1,780,216,457	3,236,303,935
Collective Net Pension Liability	14,606,489,066	15,219,184,920
School District's Portion	.0184709096%	.0172721416%



Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

11. Pension Plans (cont'd)

**B. Teachers' Pension and Annuity (TPAF)**

**Plan Description** - The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit plan with a special-funding situation, by which a State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about TPAF, please refer to Division's annual financial statements which can be found at [www.state.nj.us/treasury/pensions/annual-reports.shtml](http://www.state.nj.us/treasury/pensions/annual-reports.shtml).

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:

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

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

Point Pleasant Beach School District  
Notes to Financial Statements (continued)  
For the Year Ended June 30, 2024

11. Pension Plans (cont'd)

**B. Teachers' Pension and Annuity (TPAF) (cont'd)**

**Contributions** - The contribution policy for TPAF is set by *N.J.S.A. 18A:66* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2022, the State's pension contribution was more than the actuarial determined amount.

As mentioned previously, the employer contributions for local participating employers are legally required to be funded by the State in accordance with *N.J.S.A. 18A:66-33*. Therefore, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the School District does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the School District.

**Pension Liability and Pension Expense** - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2024 was \$31,823,200. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State proportionate share of the TPAF net pension liability attributable to the School District was .0623584855%, which was a decrease of .000988265% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the State of New Jersey recognized a pension expense in the amount of \$2,862,014 for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2023 measurement date.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

11. Pension Plans (cont'd)

**B. Teachers' Pension and Annuity (TPAF) (cont'd)**

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

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

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

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

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

Point Pleasant Beach School District  
Notes to Financial Statements (continued)  
For the Year Ended June 30, 2024

11. Pension Plans (cont'd)

B. Teachers' Pension and Annuity (TPAF) (cont'd)

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

**Discount Rate** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions to the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

11. Pension Plans (cont'd)

**B. Teachers' Pension and Annuity (TPAF) (cont'd)**

**Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate**

The following presents the collective net pension liability of the participating employers as of June 30, 2023 calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
State's proportionate share of the net pension liability	37,582,162	31,823,200	27,061,578

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

Additional Information - The following is a summary of the collective balances of the local group:

	6/30/24	6/30/23
Collective Deferred Outflows of Resources	2,502,380,838	5,004,259,312
Collective Deferred Inflows of Resources	14,830,205,473	19,682,774,794
Collective Net Pension Liability	51,109,961,824	51,676,587,303
School District's Portion	.0623584855%	.0633567506%

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

11. Pension Plans (cont'd)

**Defined Contribution Retirement Plan (DCRP)**

The Defined Contribution Retirement Plan is a cost-sharing multiple-employer defined contribution pension plan which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Divisions of Pensions and Benefits by Prudential. The DCRP provides eligible members, and their beneficiaries, with tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A.43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District's contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The District's contributions to the DCRP for June 30, 2024 were \$13,301. There was no liability for unpaid contributions at June 30, 2024.

**Related Party Investments** - The Division of Pensions and Benefits does not invest in securities issued by the School District.

12. Post-Retirement Benefits

**General Information about the OPEB Plan**

**Plan description and benefits provided**

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

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

**12. Post-Retirement Benefits**

**General Information about the OPEB 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 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

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

**Basis of Presentation**

The Schedule presents the State of New Jersey's obligation under NJSA 52:14-17.32f. The Schedule does not purport to be a complete presentation of the financial position or changes in financial position of the State Health Benefits Local Education Retired Employees Plan or the State of New Jersey. The accompanying Schedule was prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of the State of New Jersey to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**12. Post-Retirement Benefits (cont'd)**

**State Health Benefit State Retired Employees Plan**

Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2022 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2021, which is required to be recorded on the financial statements, is \$75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of \$6.8 billion represents 104 percent of the actuarially determined contribution. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2022, the State paid PRM benefits for 161,238 State and local retirees. The State funds post-retirement medical benefits on a "pay-as-you-go" basis, which means that the State does not prefund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2022, the State contributed \$1.9 billion to pay for "pay-as-you-go" PRM benefit costs incurred by covered populations, a slight increase from \$1.8 billion in Fiscal Year 2021. The State has appropriated \$2.1 billion in Fiscal Year 2023 as the State's contribution to fund increases in prescription drugs and medical claims costs. In accordance with the provisions of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.



Point Pleasant Beach School District  
Notes to Financial Statements (continued)  
For the Year Ended June 30, 2024

**12. Post-Retirement Benefits (cont'd)**

**Employees covered by benefit terms**

At June 30, 2022, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	152,383
Active plan members	<u>217,212</u>
Total	<u><u>369,595</u></u>

**Total Nonemployer OPEB Liability**

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

Inflation Rate	2.50%
Salary Increases based on years of service:	PERS 2.75%-6.55% PFRS 3.25%-16.25% TPAF 2.75%-4.25%
Discount Rate	3.65%
Healthcare Cost Trend Rates	4.5%-6.5%
Retirees' Share of Benefit Related Costs	1.5% of projected health insurance premiums for retirees

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

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

Point Pleasant Beach School District  
Notes to Financial Statements (continued)  
For the Year Ended June 30, 2024

**12. Post-Retirement Benefits (cont'd)**

**Actuarial assumptions and other imputes (cont'd)**

**Changes in the Total OPEB Liability reported by the State of New Jersey**

Balance at June 30, 2022	\$ 50,646,462,966
Changes for the year:	
Service cost	2,136,235,476
Interest on the total OPEB liability	1,844,113,951
Changes of benefit terms	-
Differences between expected and actual experiences	(980,424,863)
Changes in assumptions	105,539,463
Gross benefit payments by the state	(1,437,516,858)
Contributions from members	<u>47,258,104</u>
Net changes	<u>1,715,205,273</u>
Balance at June 30, 2023	<u>\$ 52,361,668,239</u>

**Discount rate**

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

**Sensitivity of the total OPEB liability to changes in the discount rate**

The following presents the June 30, 2023 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

12. Post-Retirement Benefits (cont'd)

Sensitivity of the total OPEB liability to changes in the discount rate (cont'd)

	1% Decrease (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB Liability of the State for School Retirees	\$61,385,066,712	\$52,361,668,239	\$45,116,926,835
Total OPEB Liability of the State Associated with the School District for School Retirees	\$42,133,553	\$35,940,063	\$30,967,410

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO, the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.5% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Sensitivity of the total OPEB liability to changes in healthcare cost trend rates

The following presents the June 30, 2023 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a health care cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Trend Rate	1% Increase
Total OPEB Liability of the State for School Retirees	\$43,468,257,358	\$52,361,668,239	\$63,998,719,320
Total OPEB Liability of the State Associated with the School District for School Retirees	\$29,835,794	\$35,940,063	\$43,927,516

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

12. Post-Retirement Benefits (cont'd)

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

For the year ended June 30, 2024, the board of education recognized OPEB expense of \$778,936 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

In accordance with GASB 75, the Point Pleasant Beach School District's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2023, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 7,639,717,639	\$ 13,791,541,217
Changes of assumptions	7,445,895,322	14,449,948,556
Contributions made in fiscal year ending 2024 after June 30, 2023 measurement date	-	-
Total	<u>\$ 15,085,612,961</u>	<u>\$ 28,241,489,773</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2024	\$ (2,611,225,301)
2025	(2,611,225,301)
2026	(2,269,523,460)
2027	(1,338,024,839)
2028	(273,877,609)
Thereafter	<u>(4,052,000,302)</u>
Total	<u>\$ (13,155,876,812)</u>

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

**13. Compensated Absences**

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Standards where District employees are granted varying amounts of sick leave in accordance with the districts personnel policy. District employees who are employed for twelve months are entitled to fourteen paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. Upon separation the District shall pay the employee for unused sick leave in accordance with the Districts' agreements with the various employees. Vacation days not used during the year may only be carried forward with approval from the Superintendent.

The liability for vested compensated absences of the governmental fund types is recorded in the general long-term debt account group. The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees.

**14. Deferred Compensation**

The Board offers its employees a choice of 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:

Met Life  
AXA Equitable

Teachers Pension/WCC  
Valic

**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 omission; injuries to employees; and natural disasters.

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

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

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

15. Risk Management (cont'd)

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023 / 2024	\$ 1,796	\$ -	\$ -	\$ 48,396
2022 / 2023	612	-	-	46,600
2021 / 2022	80	-	-	45,988

16. Interfund Receivables and Payables

The following inter-fund balances remained on the balance sheet at June 30, 2024:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 882,983	\$ -
Enterprise Fund	-	882,983
	<u>\$ 882,983</u>	<u>\$ 882,983</u>

The General Fund owes the Enterprise Fund for cash advances.

The Enterprise Fund owes the General Fund for cash advances.

17. Inventory

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

Food & Supplies	\$3,062
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18. Fund Balances

General Fund - of the \$6,793,670 general fund balance at June 30, 2024, \$812,096 is restricted for excess surplus for subsequent year expenditures, \$82,516 is designated for subsequent year's expenditures, \$833,000 is restricted for the maintenance reserve, \$150,000 is restricted for the tuition reserve, \$3,332,178 is restricted for the capital reserve. \$48,396 is restricted for unemployment compensation. \$1,126,311 is restricted for excess surplus and \$409,173 is unassigned.

Special Revenue Fund - of the \$284,250 Special Revenue Fund balance at June 30, 2024, \$284,250 is restricted for student activities.

The Capital Projects Fund of \$369,702 is restricted for the use of capital improvements of the School District.

Point Pleasant Beach School District

Notes to Financial Statements (continued)

For the Year Ended June 30, 2024

**19. Calculation of Excess Surplus**

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L.2004, C.73 (S1701), the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2024 is \$1,126,311. The excess fund balance at June 30, 2023 was \$812,096.

**20. Uncertain Tax Positions**

The district had no unrecognized tax benefits. Furthermore, the district had no unrecognized tax benefits at June 30, 2024. The school district files tax returns in the U.S. federal jurisdiction and various states. The school district has no open year prior to June 30, 2021.

**21. Subsequent Events**

Management has evaluated subsequent events through December 2, 2024, the date the financial statements were available to be issued.

**22. Tax Abatement**

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

**23. Economic Dependency**

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

## REQUIRED SUPPLEMENTARY INFORMATION - PART II



**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2024**

	<b>Original Budget</b>	<b>Budget Transfers</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual</b>
<b>REVENUES:</b>					
Local sources:					
Local tax levy	\$ 14,452,907	\$ -	\$ 14,452,907	\$ 14,452,907	\$ -
Tuition from individuals	760,016	-	760,016	880,570	120,554
Tuition from other LEA's within the state	1,276,755	-	1,276,755	1,254,364	(22,391)
Interest income	-	-	-	142,856	142,856
Interest earned on maintenance reserve	-	-	-	17,529	17,529
Interest earned on capital reserve funds	-	-	-	128,800	128,800
Interest income-unemployment - restricted	-	-	-	1,796	1,796
Miscellaneous	24,700	-	24,700	66,509	41,809
Total - local sources	16,514,378	-	16,514,378	16,945,331	430,953
State sources:					
Transportation aid	71,924	-	71,924	71,924	-
Special education aid	464,005	-	464,005	464,005	-
Security Aid	74,652	-	74,652	74,652	-
Extraordinary aid	-	-	-	127,856	127,856
TPAF-LTDI (on-behalf - Non-budgeted)	-	-	-	1,003	1,003
TPAF - post retirement medical (on-behalf - Non-budgeted)	-	-	-	778,936	778,936
Teacher's pension and annuity fund (on-behalf - Non-budgeted)	-	-	-	2,862,014	2,862,014
TPAF social security (reimbursed - Non-budgeted)	-	-	-	565,264	565,264
Total state sources	610,581	-	610,581	4,945,654	4,335,073
<b>Total revenues</b>	17,124,959	-	17,124,959	21,890,985	4,766,026
<b>EXPENDITURES:</b>					
<b>Current Expenditures:</b>					
<b>Regular Programs - Instruction:</b>					
Preschool/Kindergarten - Salaries of teachers	227,303	1,200	228,503	228,421	82
Grades 1-5 - Salaries of teachers	1,411,325	(249,127)	1,162,198	1,156,809	5,389
Grades 6-8 - Salaries of teachers	1,046,670	120,400	1,167,070	1,147,267	19,803
Grades 9-12 - Salaries of teachers	2,176,998	34,500	2,211,498	2,210,609	889
<b>Regular Programs - Home Instruction:</b>					
Salaries of teachers	10,000	(8,000)	2,000	1,710	290
<b>Regular Programs - Undistributed Instruction:</b>					
Other purchased services (400-500 series)	151,970	79,400	231,370	202,185	29,185
General supplies	184,520	219,284	403,804	388,059	15,745
Textbooks	31,144	14,491	45,635	45,260	375
<b>TOTAL REGULAR PROGRAMS - INSTRUCTION</b>	5,239,930	212,148	5,452,078	5,380,320	71,758
<b>SPECIAL EDUCATION - INSTRUCTION</b>					
<b>Resource Room/Resource Center:</b>					
Salaries of teachers	1,138,620	(21,984)	1,116,636	1,029,488	87,148
Other salaries for instruction	326,940	(32,266)	294,674	241,798	52,876
General supplies	13,550	(1,600)	11,950	5,787	6,163
<b>Total Resource Room/Resource Center</b>	1,479,110	(55,850)	1,423,260	1,277,073	146,187
<b>Preschool Disabilities - Full Time</b>					
Salaries of teachers	93,805	(2,100)	91,705	87,072	4,633
Other salaries for instruction	47,075	-	47,075	594	46,481
General supplies	1,500	-	1,500	1,439	61
<b>Total Preschool Disabilities - Full Time</b>	142,380	(2,100)	140,280	89,105	51,175
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	1,621,490	(57,950)	1,563,540	1,366,178	197,362

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Bilingual Education - Instruction</b>					
Salaries of teachers	\$ 85,295	\$ 3,000	\$ 88,295	\$ 88,295	\$ -
General supplies	1,300	850	2,150	1,747	403
<b>Total Bilingual Education - Instruction</b>	<b>86,595</b>	<b>3,850</b>	<b>90,445</b>	<b>90,042</b>	<b>403</b>
<b>School-Spon. Cocurricular Activities - Instruction</b>					
Salaries	626,114	87,160	713,274	706,161	7,113
Purchased services	35,336	(35,000)	336	-	336
Supplies and materials	178,113	(51,000)	127,113	106,244	20,869
Other objects	16,700	(1,050)	15,650	10,044	5,606
Transfer to cover deficit(agency funds)	46,000	(110)	45,890	45,890	-
<b>Total School-Spon. Cocurricular Actvts. - Instruction</b>	<b>902,263</b>	<b>-</b>	<b>902,263</b>	<b>868,339</b>	<b>33,924</b>
<b>Total Instruction</b>	<b>7,850,278</b>	<b>158,048</b>	<b>8,008,326</b>	<b>7,704,879</b>	<b>303,447</b>
<b>Undistributed Expenditures - Instruction:</b>					
Tuition to other LEAs within the state - special	286,686	(286,686)	-	-	-
Tuition to county voc school dist - regular	51,002	(51,002)	-	-	-
Tuition to CSSD & Reg. Day Schools	81,468	(81,468)	-	-	-
Tuition to private schools for the disabled - w/state	404,912	340,856	745,768	550,379	195,389
Tuition- Other	4,500	(4,500)	-	-	-
<b>Total Undistributed Expenditures - Instruction:</b>	<b>828,568</b>	<b>(82,800)</b>	<b>745,768</b>	<b>550,379</b>	<b>195,389</b>
<b>Undist. Expend. - Attendance and social work service</b>					
Salaries	291,581	32,083	323,664	323,450	214
<b>Total Undistributed Expenditures - Attendance</b>	<b>291,581</b>	<b>32,083</b>	<b>323,664</b>	<b>323,450</b>	<b>214</b>
<b>Undist. Expend. - Health Services</b>					
Salaries	144,287	8,195	152,482	151,188	1,294
Other purchased services (400-500 series)	310,000	(16,940)	293,060	241,523	51,537
Supplies and materials	4,150	300	4,450	3,901	549
<b>Total Undistributed Expenditures - Health Services</b>	<b>458,437</b>	<b>(8,445)</b>	<b>449,992</b>	<b>396,612</b>	<b>53,380</b>
<b>Undist. Expend. - Other Support Serv - Speech OT / PT</b>					
Salaries	103,741	(1,500)	102,241	94,534	7,707
Other objects	2,200	-	2,200	2,149	51
<b>Total Undist. Expend. - Other Support Serv - Speech OT/PT</b>	<b>105,941</b>	<b>(1,500)</b>	<b>104,441</b>	<b>96,683</b>	<b>7,758</b>
<b>Undist. Expend. - Other Support Serv Students-Guidance</b>					
Salaries of other professional staff	295,896	60,100	355,996	181,478	174,518
Other purchased services (400-500 series)	2,000	4,195	6,195	5,354	841
<b>Total Undist. Expend. - Other Support Serv - Students-Guidance</b>	<b>297,896</b>	<b>64,295</b>	<b>362,191</b>	<b>186,832</b>	<b>175,359</b>
<b>Undist. Expend. - Other Support Serv - Child Study</b>					
Salaries of other professional staff	275,251	51,084	326,335	272,973	53,362
Salaries of secretarial and clerical assistants	39,135	300	39,435	39,402	33
Supplies and materials	10,269	5,700	15,969	15,866	103
Other objects	8,800	6,800	15,600	15,475	125
<b>Total Undist. Expend. - Other Supp Services - Child Study</b>	<b>333,455</b>	<b>63,884</b>	<b>397,339</b>	<b>343,716</b>	<b>53,623</b>
<b>Undist. Expend. - Improv of Instruct Serv - Other Sup Serv - Instr</b>					
Salaries of supervisor of instruction	373,446	19,967	393,413	393,265	148
Other salaries	15,000	(10,000)	5,000	5,000	-
Other purchased services (400-500)	-	42,783	42,783	32,064	10,719
<b>Total Undist. Expend.-Improv of Instruct Serv -Other Sup Serv-Instr</b>	<b>388,446</b>	<b>52,750</b>	<b>441,196</b>	<b>430,329</b>	<b>10,867</b>
<b>Undist. Expend. - Educational Media Services/School Library</b>					
Salaries	117,305	(650)	116,655	103,606	13,049
Supplies and materials	8,396	(675)	7,721	7,554	167
<b>Total Undist. Expend. - Educational Media Services/School Library</b>	<b>125,701</b>	<b>(1,325)</b>	<b>124,376</b>	<b>111,160</b>	<b>13,216</b>
<b>Undist. Expend. - Instruction Staff Training Services</b>					
Salaries of other professional staff	4,884	(4,884)	-	-	-
Other purchased services (400-500 series)	24,850	(24,850)	-	-	-
<b>Total Undist. Expend. - Instruction Staff Training Services</b>	<b>29,734</b>	<b>(29,734)</b>	<b>-</b>	<b>-</b>	<b>-</b>

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Undist. Expend. - Support Service - General Administration</b>					
Salaries	\$ 339,358	\$ 31,570	\$ 370,928	\$ 370,746	\$ 182
Legal services	2,500	(2,430)	70	70	-
Audit Fees	24,000	(24,000)	-	-	-
Other purchased professional services	2,500	500	3,000	3,000	-
Communications/Telephone	1,796	824	2,620	2,572	48
General supplies	4,100	(3,993)	107	99	8
BOE membership dues and fees	9,500	(1,809)	7,691	7,691	-
Miscellaneous expenditures	5,000	38,313	43,313	43,139	174
<b>Total Undist. Expend. - Support Service - General Administration</b>	<b>388,754</b>	<b>38,975</b>	<b>427,729</b>	<b>427,317</b>	<b>412</b>
<b>Undist. Expend. - Support Service - School Administration</b>					
Salaries of principals/Assistant principals	247,505	36,689	284,194	281,503	2,691
Salaries of secretarial and clerical assistants	157,301	3,700	161,001	160,872	129
Supplies and materials	20,697	-	20,697	17,212	3,485
Other objects	12,826	350	13,176	11,699	1,477
<b>Total Undist. Expend. - Support Service - School Administration</b>	<b>438,329</b>	<b>40,739</b>	<b>479,068</b>	<b>471,286</b>	<b>7,782</b>
<b>Undistributed Expenditures - Central Services</b>					
Salaries	246,838	5,300	252,138	248,855	3,283
Purchased professional services	2,500	12,272	14,772	14,731	41
Supplies and materials	7,100	6,000	13,100	12,983	117
<b>Total Undist. Expend. - Central Services</b>	<b>256,438</b>	<b>23,572</b>	<b>280,010</b>	<b>276,569</b>	<b>3,441</b>
<b>Undist.- Admin. Info. Technology</b>					
Salaries	4,884	4,912	9,796	9,794	2
<b>Total Undist. Expend - Admin. Info. Technology</b>	<b>4,884</b>	<b>4,912</b>	<b>9,796</b>	<b>9,794</b>	<b>2</b>
<b>Undist. Expend. - Allowed Maintenance for School Facilities</b>					
Salaries	99,275	(99,275)	-	-	-
Cleaning, repair and maintenance services	146,445	45,780	192,225	188,211	4,014
General supplies	138,033	(83,766)	54,267	48,652	5,615
Other objects	45,875	(45,875)	-	-	-
<b>Total Undist. Expend. - Allowed Maintenance for School Facilities</b>	<b>429,628</b>	<b>(183,136)</b>	<b>246,492</b>	<b>236,863</b>	<b>9,629</b>
<b>Undist. Expend. - Other Operation &amp; Maintenance of Plant</b>					
Salaries	554,168	97,175	651,343	646,105	5,238
Salaries of Non-Instructional Aides	205,606	(100,650)	104,956	104,141	815
Purchased professional and technical services	49,000	(11,000)	38,000	38,000	-
Cleaning, repair and maintenance services	-	80,420	80,420	76,194	4,226
Other purchased property services	3,000	-	3,000	1,840	1,160
Insurance	248,605	(43,000)	205,605	204,976	629
General supplies	-	94,566	94,566	82,597	11,969
Energy (natural gas)	133,000	110,500	243,500	240,299	3,201
Energy (electricity)	225,000	(18,250)	206,750	72,817	133,933
Other objects	-	38,875	38,875	35,608	3,267
<b>Total Undist. Expend. - Other Operation &amp; Maintenance of Plant</b>	<b>1,418,379</b>	<b>248,636</b>	<b>1,667,015</b>	<b>1,502,577</b>	<b>164,438</b>
<b>Undist. Expend. - Student Transportation Services</b>					
Salaries for pupil transportation (bet. home and school) - Special	190,168	-	190,168	138,575	51,593
Cleaning, repair and maintenance services	14,000	13,100	27,100	27,054	46
Contract services (between home & school) - Vendors	90,000	199,850	289,850	82,064	207,786
Contract services - (oth than between home and school) - Vendors	162,750	(100)	162,650	158,657	3,993
Contract services - (regular students) - ESCs & CTSAs	311,000	(311,000)	-	-	-
Transportation Supplies	12,000	25,900	37,900	24,980	12,920
Miscellaneous expenditures	-	6,900	6,900	6,540	360
<b>Total Undist. Expend. - Student Transportation Services</b>	<b>779,918</b>	<b>(65,350)</b>	<b>714,568</b>	<b>437,870</b>	<b>276,698</b>
<b>Undist. Expend. - Business and Other Support Services</b>					
Salaries	-	-	-	-	-
Purchased professional services	-	-	-	-	-
Purchased technical services	-	-	-	-	-
Other purchased services (400-500 series)	-	-	-	-	-
Supplies and materials	-	-	-	-	-
Interest for lease purchase agreements	-	-	-	-	-
Miscellaneous expenditures	-	-	-	-	-
<b>Total Undist. Expend. - Business and Other Support Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2024**

	<b>Original Budget</b>	<b>Budget Transfers</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual</b>
<b>ALLOCATED EMPLOYEE BENEFITS</b>					
Unemployment compensation	\$ 20,000	\$ (20,000)	\$ -	\$ -	\$ -
<b>TOTAL ALLOCATED EMPLOYEE BENEFITS</b>	<u>20,000</u>	<u>(20,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>UNALLOCATED EMPLOYEE BENEFITS</b>					
Group insurance	\$ -	\$ -	\$ -	\$ -	\$ -
Social security contributions	260,075	-	260,075	225,558	34,517
Other retirement contributions - PERS	273,500	-	273,500	258,942	14,558
Other retirement contributions - regular	-	-	-	-	-
Unemployment compensation	-	33,100	33,100	32,469	631
Workmen's compensation	176,000	(176,000)	-	-	-
Health benefits	2,902,415	(2,902,415)	-	-	-
Tuition reimbursement	50,000	-	50,000	17,748	32,252
Other employee benefits	-	2,709,913	2,709,913	2,613,726	96,187
<b>TOTAL UNALLOCATED EMPLOYEE BENEFITS</b>	<u>3,661,990</u>	<u>(335,402)</u>	<u>3,326,588</u>	<u>3,148,443</u>	<u>178,145</u>
<b>ON-BEHALF CONTRIBUTIONS</b>					
On-behalf TPAF LTDI (non-budgeted)	-	-	-	1,003	(1,003)
On-behalf TPAF OPEB (post retirement med) (non-budgeted)	-	-	-	778,936	(778,936)
On-behalf TPAF Pension Contributions (non-budgeted)	-	-	-	2,862,014	(2,862,014)
Reimbursed TPAF social security contributions (non-budgeted)	-	-	-	565,264	(565,264)
<b>TOTAL ON-BEHALF CONTRIBUTIONS</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,207,217</u>	<u>(4,207,217)</u>
<b>TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS</b>	<u>3,681,990</u>	<u>(355,402)</u>	<u>3,326,588</u>	<u>7,355,660</u>	<u>(4,029,072)</u>
Transfers to Cover Deficit (Enterprise Fund)	-	-	-	-	-
<b>TOTAL UNDISTRIBUTED EXPENDITURES-FOOD SERVICES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL UNDISTRIBUTED EXPENDITURES</b>	<u>10,258,079</u>	<u>(157,846)</u>	<u>10,100,233</u>	<u>13,157,097</u>	<u>(3,056,864)</u>
<b>INTEREST EARNED ON MAINTENANCE RESERVE</b>					
Interest earned on maintenance reserve	-	-	-	-	-
<b>TOTAL INTEREST EARNED ON MAINTENANCE RESERVE</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL GENERAL CURRENT EXPENDITURES</b>	<u>18,108,357</u>	<u>202</u>	<u>18,108,559</u>	<u>20,861,976</u>	<u>(2,753,417)</u>
<b>CAPITAL OUTLAY</b>					
Interest	-	-	-	-	-
<b>Equipment</b>					
School Buses - Special	-	-	-	-	-
Operation & Maint. Of plant serv.	-	-	-	-	-
<b>Regular Programs - Instruction:</b>					
Grades 1-5	-	-	-	-	-
Grades 6-8	-	-	-	-	-
Grades 9-12	-	-	-	-	-
Non-instructional equipment	198,178	-	198,178	89,740	108,438
<b>Total Equipment</b>	<u>198,178</u>	<u>-</u>	<u>198,178</u>	<u>89,740</u>	<u>108,438</u>
<b>Facilities Acquisition and Construction Services</b>					
Assessment for debt service on SDA funding	53,219	-	53,219	53,219	-
<b>Total Facilities Acquisition and Construction Services</b>	<u>53,219</u>	<u>-</u>	<u>53,219</u>	<u>53,219</u>	<u>-</u>
<b>TOTAL CAPITAL OUTLAY</b>	<u>251,397</u>	<u>-</u>	<u>251,397</u>	<u>142,959</u>	<u>108,438</u>
<b>TOTAL EXPENDITURES</b>	<u>18,359,754</u>	<u>202</u>	<u>18,359,956</u>	<u>21,004,935</u>	<u>(2,644,979)</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(1,234,795)</u>	<u>(202)</u>	<u>(1,234,997)</u>	<u>886,050</u>	<u>2,121,047</u>
<b>Fund Balance, July 1</b>	<u>5,962,257</u>	<u>-</u>	<u>5,962,257</u>	<u>5,962,257</u>	<u>-</u>
<b>Fund Balance, June 30</b>	<u>\$ 4,727,462</u>	<u>\$ (202)</u>	<u>\$ 4,727,260</u>	<u>\$ 6,848,307</u>	<u>\$ 2,121,047</u>

POINT PLEASANT BEACH SCHOOL DISTRICT  
Budgetary Comparison Schedule  
General Fund  
For the Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Recapitulation:</b>					
<b>Restricted Fund Balance:</b>					
Capital reserve				\$ 3,332,178	
Maintenance reserve				833,000	
Tuition reserve				150,000	
Unemployment compensation				48,396	
Excess surplus - Designated for subsequent year's expenditures				812,096	
Excess surplus - Current year				1,126,311	
<b>Assigned Fund Balance:</b>					
Year-end encumbrances				-	
Designated for subsequent year's expenditures				82,516	
<b>Unassigned Fund Balance</b>				<u>463,810</u>	
<b>Reconciliation to governmental funds statements (GAAP)</b>					
Fund balance per governmental funds (Budgetary)				6,848,307	
Last state aid payment not recognized on GAAP basis				<u>(54,637)</u>	
Fund balance per governmental funds (GAAP) - B-1				<u>6,793,670</u>	
<b>Fund balance per governmental funds (GAAP) - B-1</b>				<u>\$ 6,793,670</u>	

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	<b>Original Budget</b>	<b>Budget Transfers</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual</b>
<b>REVENUES</b>					
Local sources	\$ -	\$ -	\$ -	\$ 419,854	\$ 419,854
State sources	-	-	-	110,016	110,016
Federal sources	345,188	751,503	1,096,691	698,608	(398,083)
<b>Total Revenues</b>	<b>345,188</b>	<b>751,503</b>	<b>1,096,691</b>	<b>1,228,478</b>	<b>131,787</b>
<b>EXPENDITURES</b>					
<b>Instruction:</b>					
Salaries of teachers	89,065	164,984	254,049	234,522	19,527
Purchased professional services	-	27,375	27,375	18,284	9,091
Other Purchased Services	-	5,782	5,782	22,460	(16,678)
General supplies	8,000	162,100	170,100	41,763	128,337
Technology	-	-	-	-	-
Supplies NP	44,046	60,167	104,213	66,613	37,600
Tuition	171,724	24,340	196,064	196,064	-
Textbooks	6,019	2,940	8,959	6,822	2,137
Miscellaneous expenditures	-	-	-	-	-
<b>Total instruction</b>	<b>318,854</b>	<b>447,688</b>	<b>766,542</b>	<b>586,528</b>	<b>180,014</b>
<b>Support services:</b>					
<b>Other support services</b>					
<b>students - special:</b>					
services	16,120	(3,870)	12,250	12,250	-
Purchased technical services	-	14,764	14,764	14,764	-
Employee benefits	-	116,743	116,743	116,743	-
Travel	-	-	-	-	-
Nursing services	10,214	14,744	24,958	14,121	10,837
Miscellaneous purchased services	-	-	-	-	-
Personal services	-	-	-	-	-
Student Activities	-	-	-	373,237	(373,237)
General supplies	-	95,000	95,000	39,220	55,780
<b>Total other support services - students - special</b>	<b>26,334</b>	<b>237,381</b>	<b>263,715</b>	<b>570,335</b>	<b>(306,620)</b>
<b>Facilities acquisition and const. serv.:</b>					
Non-instructional equipment	-	66,434	66,434	24,998	41,436
<b>Total facilities acquisition and const. serv.</b>	<b>-</b>	<b>66,434</b>	<b>66,434</b>	<b>24,998</b>	<b>41,436</b>
<b>Total expenditures</b>	<b>345,188</b>	<b>751,503</b>	<b>1,096,691</b>	<b>1,181,861</b>	<b>(85,170)</b>
<b>Total outflows</b>	<b>345,188</b>	<b>751,503</b>	<b>1,096,691</b>	<b>1,181,861</b>	<b>(85,170)</b>
<b>Excess (deficiency) of revenues</b>					
<b>Over (under) expenditures</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 46,617</b>	<b>\$ 46,617</b>
<b>Fund Balance, July 1</b>				<b>237,633</b>	
<b>Fund Balance, June 30</b>				<b>284,250</b>	
<b>Recapitulation:</b>					
<b>Restricted:</b>					
Student Activities				284,250	
<b>Total Fund Balance</b>				<b>\$ 284,250</b>	

Note 1- Not required to be budgeted for these funds

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budget-to-GAAP Reconciliation**  
**Note to Required Supplementary Information**  
**For the 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
		<u>                    </u>		<u>                    </u>
<b>Sources/inflows of resources</b>				
Actual amounts (budgetary basis) "revenue"				
from the budgetary comparison schedule	[C-1]	\$ 21,890,985	[C-2]	\$ 1,228,478
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		-		-
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.		(2,862,014)		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes		54,975		-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.		(54,637)		-
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	<u>\$ 19,029,309</u>	[B-2]	<u>\$ 1,228,478</u>
<b>Uses/outflows of resources</b>				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 21,004,935	[C-2]	\$ 1,181,861
Differences - budget to GAAP				
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.		(2,862,014)		
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.		-		-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	<u>\$ 18,142,921</u>	[B-2]	<u>\$ 1,181,861</u>

## REQUIRED SUPPLEMENTARY INFORMATION - PART III



**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of the District's Proportionate Share of the Net Pension Liability-PERS**  
**For the Year Ended June 30, 2024**

**Last 10 Fiscal Years\***

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
District's proportion of the net pension liability	0.0211607293%	0.0223874468%	0.0222293695%	0.0195876869%	0.0206632924%	0.0204122433%	0.0386931001%	0.0198103310%	0.0172721416%	0.0184709096%
District's proportionate share of the net pension liability	\$ 4,154,339	\$ 5,223,587	\$ 6,602,753	\$ 4,559,700	\$ 4,068,499	\$ 4,149,791	\$ 3,333,121	\$ 2,346,831	\$ 2,606,604	\$ 2,665,276
District's covered-employee payroll	-	1,505,817	1,422,969	1,436,396	1,437,314	1,530,517	1,344,069	1,338,452	1,376,399	1,460,739
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	0.00%	346.89%	21.75%	31.52%	37.62%	33.93%	40.32%	57.03%	52.80%	54.81%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.28%

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

\* The schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled governments should present information for those years for which information is available.

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of District Contributions-PERS**  
**For the Year Ended June 30, 2024**

**Last 10 Fiscal Years\***

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Contractually required contributions	\$ 174,446	\$ 192,472	\$ 198,702	\$ 182,662	\$ 206,201	\$ 199,087	\$ 223,596	\$ 232,002	\$ 217,810	\$ 245,935
Contributions in relation to the contractually required contribution	<u>174,446</u>	<u>192,472</u>	<u>214,730</u>	<u>194,415</u>	<u>218,748</u>	<u>216,433</u>	<u>236,498</u>	<u>244,316</u>	<u>232,276</u>	<u>258,942</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (16,028)</u>	<u>\$ (11,753)</u>	<u>\$ (12,547)</u>	<u>\$ (17,346)</u>	<u>\$ (12,902)</u>	<u>\$ (12,314)</u>	<u>\$ (14,466)</u>	<u>\$ (13,007)</u>
District's covered-employee payroll	1,505,817	1,422,969	1,436,396	1,437,314	1,530,517	1,408,148	1,344,069	1,338,452	1,376,399	1,460,739
Contributions as a percentage of covered-employee payroll	0.00%	13.53%	13.83%	12.72%	13.47%	14.14%	16.64%	17.33%	15.82%	16.84%

\* The schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled governments should present information for those years for which information is available.

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of the District's Proportionate Share of the Net Pension Liability-TPAF**  
**For the Year Ended June 30, 2024**

**Last 10 Fiscal Years\***

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
State's proportion of the net pension liability associated with the District	0.0660394279%	0.0641240344%	0.0640794619%	0.0649797613%	0.0628915202%	0.0660959513%	0.0651370293%	0.0635907654%	0.0633567506%	0.0623584855%
State's proportionate share of the net pension liability associated with the District	\$ 35,295,925	\$ 40,529,128	\$ 50,408,985	\$ 43,811,698	\$ 40,010,234	\$ 40,541,346	\$ 42,891,950	\$ 30,571,380	\$ 32,688,545	\$ 31,823,200
District's covered-employee payroll	6,668,291	6,487,932	6,948,324	6,959,409	6,981,543	7,018,544	7,172,733	7,553,293	7,758,451	7,779,949
Proportionate share of the net pension liability as a percentage of District's covered-employee payroll	529.31%	624.68%	725.48%	629.53%	573.09%	577.63%	597.99%	404.74%	421.33%	409.04%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%

The District has a special funding situation as is not required to make any payments for this liability therefore it is not recorded on the ACFR.

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

\* The schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled governments should present information for those years for which information is available.

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of Changes in the Total OPEB Liability and Related Ratios**  
**For the Year Ended June 30, 2024**  
**(Unaudited)**

**Last 10 Fiscal Years\***

	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
State's proportion of the OPEB liability associated with the District						
Service cost	\$ 1,146,273	\$ 1,028,088	\$ 1,087,547	\$ 1,870,822	\$ 1,634,998	\$ 1,322,601
Interest cost	1,327,677	1,252,181	1,029,575	1,070,142	934,833	1,265,765
Changes in benefit terms	-	-	-	(43,909)	-	-
Differences between expected and actual experiences	(2,604,953)	(4,891,972)	7,432,893	(6,736,002)	1,811,745	72,440
Changes in assumptions	(3,643,652)	428,109	8,378,270	40,699	(9,462,900)	(1,041,736)
Member contributions	29,344	26,127	24,203	27,358	29,706	32,437
Gross benefit payments	(849,026)	(881,395)	(798,501)	(842,972)	(925,980)	(986,684)
Net change in total OPEB liability	(4,594,337)	(3,038,862)	17,153,987	(4,613,862)	(5,977,598)	664,823
Total State Share of OPEB liability - beginning	36,345,912	31,751,575	28,712,713	45,866,700	41,252,838	35,275,240
Total State Share of OPEB liability - ending	<u>\$ 31,751,575</u>	<u>\$ 28,712,713</u>	<u>\$ 45,866,700</u>	<u>\$ 41,252,838</u>	<u>\$ 35,275,240</u>	<u>\$ 35,940,063</u>
District's covered employee payroll	<u>\$ 9,735,680</u>	<u>\$ 9,698,592</u>	<u>\$ 10,012,403</u>	<u>\$ 10,484,356</u>	<u>\$ 10,566,229</u>	<u>\$ 10,652,685</u>
Total State's OPEB liability as a percentage of covered employee payroll	326%	296%	458%	393%	334%	337%

\* The schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled governments should present information for those years for which information is available.

Point Pleasant Beach School District

Notes to Required Supplementary Information - Part III

For the Year Ended June 30, 2024

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

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2022, to 7.00% as of June 30, 2023.

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

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2022, to 7.00% as of June 30, 2023.

**State Health Benefit Local Education Retired Employees Plan (OPEB)**

Changes in Benefit Terms - None .

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

## OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules  
Not Applicable

## E. Special Revenue Fund



**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2024**

	<b>Student Activities</b>	<b>Title I Part A 23/24</b>	<b>IDEA Part Basic 23/24</b>	<b>Title II Part A/D 23/24</b>	<b>IDEA-Part B B -Preschool 23/24</b>	<b>Title IV Part A 23/24</b>
<b>Revenues:</b>						
Local sources	\$ 419,854	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	100,831	218,880	12,250	7,701	10,000
<b>Total revenues</b>	<b>419,854</b>	<b>100,831</b>	<b>218,880</b>	<b>12,250</b>	<b>7,701</b>	<b>10,000</b>
<b>Expenditures:</b>						
<b>Instruction:</b>						
Salaries of teachers	-	61,420	-	-	7,701	-
Other salaries/instruction	-	-	-	-	-	-
Purchased professional services	-	-	18,284	-	-	-
Other Purchased Services	-	-	-	-	-	-
General supplies	-	102	4,532	-	-	10,000
Technology	-	-	-	-	-	-
Supplies NP	-	-	-	-	-	-
Tuition	-	-	196,064	-	-	-
Textbooks	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-	-
<b>Total instruction</b>	<b>-</b>	<b>61,522</b>	<b>218,880</b>	<b>-</b>	<b>7,701</b>	<b>10,000</b>
<b>Support services:</b>						
Other support services -						
students - special:						
Other professional						
staff salaries	-	-	-	-	-	-
Secretarial/Clerical						
salaries	-	-	-	-	-	-
Professional Development	-	-	-	-	-	-
Purchased professional services	-	-	-	-	-	-
Other purchased professional						
services	-	-	-	12,250	-	-
Purchased technical services	-	-	-	-	-	-
Employee benefits	-	39,309	-	-	-	-
Travel	-	-	-	-	-	-
Nursing Svcs	-	-	-	-	-	-
Miscellaneous purchased services	-	-	-	-	-	-
Personal Services	-	-	-	-	-	-
Student Activities	373,237	-	-	-	-	-
General supplies	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-	-
<b>Total other support services -</b>	<b>373,237</b>	<b>39,309</b>	<b>-</b>	<b>12,250</b>	<b>-</b>	<b>-</b>
<b>students - special</b>						
<b>Equipment:</b>						
Regular programs instruction	-	-	-	-	-	-
Non-instructional equipment	-	-	-	-	-	-
<b>Total equipment</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total expenditures</b>	<b>\$ 373,237</b>	<b>\$ 100,831</b>	<b>\$ 218,880</b>	<b>\$ 12,250</b>	<b>\$ 7,701</b>	<b>\$ 10,000</b>
<b>Excess (deficiency) of revenues</b>						
<b>Over (under) expenditures</b>	<b>46,617</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance, July 1</b>	<b>237,633</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance, June 30</b>	<b>\$ 284,250</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

(Continued on next page)

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2024**

(Continued from prior page)

	<b>SDA EMERGENT 23/24</b>	<b>Nonpublic Technology 23/24</b>	<b>Chapter 192/193 23/24</b>	<b>Nonpublic Textbooks 23/24</b>	<b>Nonpublic Nursing 23/24</b>	<b>Nonpublic Security 23/24</b>
Revenues:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	16,678	5,782	48,340	6,822	14,121	18,273
Federal sources	-	-	-	-	-	-
Total revenues	<u>16,678</u>	<u>5,782</u>	<u>48,340</u>	<u>6,822</u>	<u>14,121</u>	<u>18,273</u>
Expenditures:						
Instruction:						
Salaries of teachers	-	-	-	-	-	-
Other salaries/instruction	-	-	-	-	-	-
Purchased professional services	-	-	-	-	-	-
Other Purchased Services	16,678	5,782	-	-	-	-
General supplies	-	-	-	-	-	-
Technology	-	-	-	-	-	-
Supplies NP	-	-	48,340	-	-	18,273
Tuition	-	-	-	-	-	-
Textbooks	-	-	-	6,822	-	-
Miscellaneous expenses	-	-	-	-	-	-
Total instruction	<u>16,678</u>	<u>5,782</u>	<u>48,340</u>	<u>6,822</u>	<u>-</u>	<u>18,273</u>
Support services:						
Other support services - students - special:						
Other professional staff salaries	-	-	-	-	-	-
Secretarial/Clerical salaries	-	-	-	-	-	-
Professional Development	-	-	-	-	-	-
Purchased professional services	-	-	-	-	-	-
Other purchased professional services	-	-	-	-	-	-
Purchased technical services	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-
Travel	-	-	-	-	-	-
Nursing Svcs	-	-	-	-	14,121	-
Miscellaneous purchased services	-	-	-	-	-	-
Personal Services	-	-	-	-	-	-
Student Activities	-	-	-	-	-	-
General supplies	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-	-
Total other support services - students - special	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,121</u>	<u>-</u>
Equipment:						
Regular programs instruction	-	-	-	-	-	-
Non-instructional equipment	-	-	-	-	-	-
Total equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 16,678</u>	<u>\$ 5,782</u>	<u>\$ 48,340</u>	<u>\$ 6,822</u>	<u>\$ 14,121</u>	<u>\$ 18,273</u>
Excess (deficiency) of revenues Over (under) expenditures	-	-	-	-	-	-
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2024**

	<b>American Rescue Plan</b>					
	<b>ARP Mental Health</b>	<b>Summer Learning</b>	<b>ARP ESSER</b>	<b>Accelerated Learning</b>	<b>Beyond The School Day</b>	<b>Total 2024</b>
Revenues:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 419,854
State sources	-	-	-	-	-	110,016
Federal sources	45,000	17,367	257,987	19,708	8,884	698,608
<b>Total revenues</b>	<b>45,000</b>	<b>17,367</b>	<b>257,987</b>	<b>19,708</b>	<b>8,884</b>	<b>1,228,478</b>
Expenditures:						
Instruction:						
Salaries of teachers	27,586	14,524	97,542	19,708	6,041	234,522
Other salaries/instruction	-	-	-	-	-	-
Purchased professional services	-	-	-	-	-	18,284
Other Purchased Services	-	-	-	-	-	22,460
General supplies	5,000	-	22,129	-	-	41,763
Technology	-	-	-	-	-	-
Supplies NP	-	-	-	-	-	66,613
Tuition	-	-	-	-	-	196,064
Textbooks	-	-	-	-	-	6,822
Miscellaneous expenses	-	-	-	-	-	-
<b>Total instruction</b>	<b>32,586</b>	<b>14,524</b>	<b>119,671</b>	<b>19,708</b>	<b>6,041</b>	<b>586,528</b>
Support services:						
Other support services -						
students - special:						
Other professional						
staff salaries	-	-	-	-	-	-
Secretarial/Clerical						
salaries	-	-	-	-	-	-
Professional Development	-	-	-	-	-	-
Purchased professional services	-	-	-	-	-	-
Other purchased professional						
services	-	-	-	-	-	12,250
Purchased technical services	-	-	14,764	-	-	14,764
Employee benefits	12,414	2,843	59,334	-	2,843	116,743
Travel	-	-	-	-	-	-
Nursing Svcs	-	-	-	-	-	14,121
Miscellaneous purchased services	-	-	-	-	-	-
Personal Services	-	-	-	-	-	-
Student Activities	-	-	-	-	-	373,237
General supplies	-	-	39,220	-	-	39,220
Miscellaneous expenses	-	-	-	-	-	-
<b>Total other support services -</b>	<b>12,414</b>	<b>2,843</b>	<b>113,318</b>	<b>-</b>	<b>2,843</b>	<b>570,335</b>
<b>students - special</b>						
Equipment:						
Regular programs instruction	-	-	-	-	-	-
Non-instructional equipment	-	-	24,998	-	-	24,998
<b>Total equipment</b>	<b>-</b>	<b>-</b>	<b>24,998</b>	<b>-</b>	<b>-</b>	<b>24,998</b>
<b>Total expenditures</b>	<b>\$ 45,000</b>	<b>\$ 17,367</b>	<b>\$ 257,987</b>	<b>\$ 19,708</b>	<b>\$ 8,884</b>	<b>\$ 1,181,861</b>
<b>Excess (deficiency) of revenues</b>						
<b>Over (under) expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>46,617</b>
<b>Fund Balance, July 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>237,633</b>
<b>Fund Balance, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 284,250</b>

## F. Capital Projects Fund

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Summary Schedule of Project Expenditures**  
**For the Year Ended June 30, 2024**

Project Title/Issue	Revised Budgetary Appropriations	GAAP Expenditures to Date		Unexpended Appropriations June 30, 2024
		Prior Years	Current Year	
High School Renovations	\$ 7,185,556	\$ 6,815,854	\$ -	\$ 369,702
	<u>\$ 7,185,556</u>	<u>\$ 6,815,854</u>	<u>\$ -</u>	<u>\$ 369,702</u>

-

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Summary Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance-Budgetary Basis**  
**For the Year Ended June 30, 2024**

**Revenues and Other Financing Sources**

Bond proceeds and transfers	\$ -
Total revenues	<u>-</u>

**Expenditures and Other Financing Uses**

Purchased professional and technical services	-
Construction services	-
Transfer to debt service fund(Bridge Funding payoff)	<u>-</u>
Total expenditures	<u>-</u>

Excess of revenues over expenditures -

Fund balance - beginning 369,702

Fund balance - ending	<u><u>\$ 369,702</u></u>
-----------------------	--------------------------

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budgetary Basis**  
**High School Renovations**  
**From Inception and For the Year Ended June 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
State Sources - SCC Grant	\$ -	\$ -	\$ -	\$ -
Bond proceeds and transfers	7,185,556	-	7,185,556	-
Bridge Funding	-	-	-	-
Transfer from capital reserve	-	-	-	-
Transfer from capital outlay	-	-	-	-
Total revenues	<u>7,185,556</u>	<u>-</u>	<u>7,185,556</u>	<u>-</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased prof. and tech. services	736,861	-	736,861	-
Land and improvements	-	-	-	-
Other Objects	-	-	-	-
Construction Services	6,078,993	-	6,078,993	-
Transfer to debt service fund	-	-	-	-
Total expenditures	<u>6,815,854</u>	<u>-</u>	<u>6,815,854</u>	<u>-</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 369,702</u>	<u>\$ -</u>	<u>\$ 369,702</u>	<u>\$ -</u>

## Additional project information:

Project Number 4220-050-15-1000

Grant Date N/A  
Bond Authorization Date 5/23/2016  
Bonds Authorized \$ 7,185,556  
Bonds Issued N/A  
Original Authorized Cost \$ 7,185,556  
Additional Authorized Cost -  
Revised Authorized Cost \$ 7,185,556

Percentage Increase over Original Authorized Cost 0%  
Percentage Completion 95%  
Original target completion date 8/30/2017  
Revised target completion date 8/30/2017

G. Proprietary Funds  
See B-4 through B-6



H. Fiduciary Funds  
Not Applicable

## I. Long-Term Debt

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Long-Term Debt**  
**Schedule of Serial Bonds**  
**For the Year Ended June 30, 2024**

<b>Issue</b>	<b>Date of Issue</b>	<b>Amount of Issue</b>	<b>Annual Maturities Date</b>	<b>Amount</b>	<b>Interest rate</b>	<b>Balance July 1, 2023</b>	<b>Issued</b>	<b>Retired</b>	<b>Balance June 30, 2024</b>
2016 School Bond Series	7/20/2016	\$ 9,900,000	7/15/2024	455,000	2.000%				
			7/15/2025	470,000	2.000%				
			7/15/2026	490,000	2.000%				
			7/15/2027	510,000	2.000%				
			7/15/2028	525,000	2.000%				
			7/15/2029	545,000	2.125%				
			7/15/2030	570,000	2.250%				
			7/15/2031	590,000	2.500%				
			7/15/2032	615,000	2.500%				
			7/15/2033	640,000	2.500%				
			7/15/2034	665,000	2.625%				
			7/15/2035	690,000	2.750%				
			7/15/2036	720,000	2.800%				
						7,925,000	-	440,000	7,485,000
						<u>\$ 7,925,000</u>	<u>\$ -</u>	<u>\$ 440,000</u>	<u>\$ 7,485,000</u>

POINT PLEASANT BEACH SCHOOL DISTRICT  
Long-Term Debt  
Schedule of Obligations Under Finance Purchases Payable  
June 30, 2024

<u>Date of Issue</u>	<u>Series</u>	<u>Interest Rate Payable</u>	<u>Amount of Original Issue</u>	<u>Principal Balance July 1, 2023</u>	<u>Issued Current Year</u>	<u>Retired Current Year</u>	<u>Adjustment</u>	<u>Principal Balance Outstanding June 30, 2024</u>
3/15/24	Computers	5.00%	475,888	-	475,888	122,185	-	353,703
				<u>\$ -</u>	<u>\$ 475,888</u>	<u>\$ 122,185</u>	<u>\$ -</u>	<u>\$ 353,703</u>

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Debt Service Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 412,113	\$ -	\$ 412,113	\$ 412,113	\$ -
State Sources:					
Debt Service Aid Type II	208,410	-	208,410	208,410	-
				-	
Total - State Sources	208,410	-	208,410	208,410	-
<b>Total Revenues</b>	<b>620,523</b>	<b>-</b>	<b>620,523</b>	<b>620,523</b>	<b>-</b>
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest	180,523	-	180,523	180,523	-
Redemption of Principal	440,000	-	440,000	440,000	-
Total Regular Debt Service	620,523	-	620,523	620,523	-
<b>Total expenditures</b>	<b>620,523</b>	<b>-</b>	<b>620,523</b>	<b>620,523</b>	<b>-</b>
Excess of Revenues Over Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures</b>					
Budgeted Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

## STATISTICAL SECTION

**Point Pleasant Beach School District  
Statistical Section**

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	105-109
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	110-113
<b>Debt Capacity</b> 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.	114-117
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	118-119
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	120-124

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

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**UNAUDITED**  
(accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities										
Net investment in capital assets	\$ 20,850,502	\$ 21,268,526	\$ 11,905,964	\$ 14,601,816	\$ 21,611,704	\$ 22,072,418	\$ 22,424,895	\$ 22,483,580	\$ 23,174,954	\$ 23,128,410
Restricted	1,508,083	1,583,529	11,210,876	8,705,557	2,146,138	2,936,164	3,428,923	4,493,683	5,650,865	6,955,933
Unassigned	(4,544,492)	(4,723,933)	(4,939,079)	(4,903,425)	(4,841,850)	(5,166,071)	(3,789,642)	(3,363,836)	(2,821,726)	(2,836,565)
Total governmental activities net position	<u>\$ 17,814,093</u>	<u>\$ 18,128,122</u>	<u>\$ 18,177,761</u>	<u>\$ 18,403,948</u>	<u>\$ 18,915,992</u>	<u>\$ 19,842,511</u>	<u>\$ 22,064,176</u>	<u>\$ 23,613,427</u>	<u>\$ 26,004,093</u>	<u>\$ 27,247,778</u>
Business-type activities										
Net investment in capital assets	\$ 12,622	\$ 29,337	\$ 48,475	\$ 25,906	\$ 70,259	\$ 216,075	\$ 172,947	\$ 202,756	\$ 226,555	\$ 396,913
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	273,292	265,401	266,089	318,993	326,959	162,983	218,000	436,435	299,083	148,242
Total business-type activities net position	<u>\$ 285,914</u>	<u>\$ 294,738</u>	<u>\$ 314,564</u>	<u>\$ 344,899</u>	<u>\$ 397,218</u>	<u>\$ 379,058</u>	<u>\$ 390,947</u>	<u>\$ 639,191</u>	<u>\$ 525,638</u>	<u>\$ 545,155</u>
District-wide										
Net investment in capital assets	\$ 20,863,124	\$ 21,297,863	\$ 11,954,439	\$ 14,627,722	\$ 21,681,963	\$ 22,288,493	\$ 22,597,842	\$ 22,686,336	\$ 23,401,509	\$ 23,525,323
Restricted	1,508,083	1,583,529	11,210,876	8,705,557	2,146,138	2,936,164	3,428,923	4,493,683	5,650,865	6,955,933
Unassigned	(4,271,200)	(4,458,532)	(4,672,990)	(4,584,432)	(4,514,891)	(5,003,088)	(3,571,642)	(2,927,401)	(2,522,643)	(2,688,323)
Total district net position	<u>\$ 18,100,007</u>	<u>\$ 18,422,860</u>	<u>\$ 18,492,325</u>	<u>\$ 18,748,847</u>	<u>\$ 19,313,210</u>	<u>\$ 20,221,569</u>	<u>\$ 22,455,123</u>	<u>\$ 24,252,618</u>	<u>\$ 26,529,731</u>	<u>\$ 27,792,933</u>

Source: ACFR Schedule A-1 and District records.



**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
(accrual basis of accounting)  
**UNAUDITED**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Expenses</b>										
Governmental activities										
Current:										
Regular instruction	\$ (4,921,786)	\$ (4,942,891)	\$ (3,308,202)	\$ (5,207,200)	\$ (5,009,158)	\$ (4,867,929)	\$ (5,107,091)	\$ (5,341,495)	\$ (5,535,573)	\$ (5,966,848)
Special schools instruction	(1,318,468)	(1,228,211)	(1,320,697)	(1,293,534)	(1,299,518)	(1,278,174)	(1,481,751)	(1,598,082)	(1,644,025)	(1,366,178)
Other special instruction	(837,216)	(839,782)	(862,725)	(821,453)	(826,877)	(731,501)	(855,691)	(825,986)	(926,786)	(958,381)
Support services and undistributed costs:										
Instruction	(319,859)	(462,618)	(361,319)	(329,373)	(453,495)	(529,374)	(670,869)	(694,035)	(440,268)	(550,379)
Attendance	(222,074)	(254,817)	(215,401)	(225,428)	(240,485)	(241,853)	(246,622)	(271,771)	(287,960)	(323,450)
Health services	(423,584)	(426,868)	(404,279)	(420,438)	(462,520)	(402,548)	(452,862)	(441,198)	(426,653)	(396,612)
Other support services	(754,145)	(917,724)	(1,040,358)	(1,058,514)	(1,100,588)	(1,278,168)	(1,396,840)	(1,609,477)	(1,727,803)	(1,627,895)
Educational media services	(216,829)	(233,983)	(169,528)	(173,278)	(98,145)	(110,593)	(99,729)	(106,720)	(108,203)	(111,160)
Instruction staff training	-	-	-	-	-	-	-	-	-	-
General administrative services	(331,203)	(304,192)	(339,284)	(353,047)	(379,598)	(393,371)	(433,367)	(446,281)	(425,435)	(427,317)
Central services	(422,098)	(406,054)	(390,582)	(442,497)	(399,078)	(449,911)	(437,889)	(457,449)	(449,444)	(471,286)
School administrative services	(263,147)	(261,994)	(269,955)	(256,908)	(282,247)	(289,083)	(308,281)	(284,652)	(286,375)	(286,363)
Admin info technology	(90,838)	(113,265)	(119,593)	(117,946)	(140,085)	(141,517)	(219,076)	(146,535)	(140,386)	(236,863)
Allowed maintenance for school facilities	(1,711,983)	(1,723,088)	(1,923,262)	(1,940,265)	(1,955,990)	(1,988,445)	(2,107,259)	(1,875,426)	(2,056,594)	(2,157,078)
Other operation & maintenance of plant	(322,118)	(322,133)	(350,151)	(398,826)	(402,953)	(354,619)	(330,280)	(692,768)	(579,199)	(437,870)
Business and other support services	(2,502,584)	(2,842,191)	(2,745,983)	(2,804,044)	(3,081,284)	(3,215,357)	(2,110,709)	(1,873,491)	(2,266,389)	(2,795,253)
Unallocated employee benefits	-	-	-	-	-	-	(15,931)	-	10,000	-
Non-budgeted expenditures	(1,035,989)	(1,078,099)	(906,685)	(1,113,377)	(1,102,696)	(1,052,442)	(1,114,609)	(1,170,393)	(1,240,719)	(1,345,203)
Interest on long-term debt	(145,948)	(139,170)	(310,508)	(290,467)	(267,628)	(243,933)	(210,797)	(193,765)	(185,277)	(176,489)
Total governmental activities expenses	<u>(15,839,869)</u>	<u>(16,497,080)</u>	<u>(15,038,512)</u>	<u>(17,246,595)</u>	<u>(17,502,345)</u>	<u>(17,568,818)</u>	<u>(17,599,653)</u>	<u>(18,029,534)</u>	<u>(18,717,091)</u>	<u>(19,634,625)</u>
Business-type activities:										
Food service	\$ (354,213)	\$ (345,027)	\$ (343,180)	\$ (262,499)	\$ (202,538)	\$ (162,751)	\$ (179,864)	\$ (334,247)	\$ (231,579)	\$ (192,681)
EBS Technology Program	-	-	-	(82,476)	(74,133)	(134,174)	(163,125)	(165,357)	(178,083)	(96,628)
Total business-type activities expense	<u>(354,213)</u>	<u>(345,027)</u>	<u>(343,180)</u>	<u>(344,975)</u>	<u>(276,671)</u>	<u>(296,925)</u>	<u>(342,989)</u>	<u>(499,604)</u>	<u>(409,662)</u>	<u>(289,309)</u>
Total district expenses	<u>(16,194,082)</u>	<u>(16,842,107)</u>	<u>(15,381,692)</u>	<u>(17,591,570)</u>	<u>(17,779,016)</u>	<u>(17,865,743)</u>	<u>(17,942,642)</u>	<u>(18,529,138)</u>	<u>(19,126,753)</u>	<u>(19,923,934)</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
Instruction (tuition)	\$ -	\$ -	\$ -	\$ 2,071,131	\$ 1,957,558	\$ 1,998,788	\$ 2,391,459	\$ 2,413,297	\$ 2,856,004	\$ 2,554,788
Pupil transportation	-	-	-	-	-	-	-	-	-	-
Central and other support services	-	-	-	-	-	-	622,203	564,965	1,642,767	808,624
Operating grants and contributions	1,035,989	1,078,099	906,685	1,113,377	1,102,696	1,052,442	1,114,609	1,170,393	1,240,719	1,345,203
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	<u>1,035,989</u>	<u>1,078,099</u>	<u>906,685</u>	<u>3,184,508</u>	<u>3,060,254</u>	<u>3,051,230</u>	<u>4,128,271</u>	<u>4,148,655</u>	<u>5,739,490</u>	<u>4,708,615</u>
Business-type activities:										
Charges for services										
Food service	\$292,720	\$268,355	\$ 285,589	\$ 174,449	\$ 143,147	\$ 91,250	\$ 6,623	\$ -	\$ 53,915	\$ 62,127
EBS Technology Program	-	-	-	122,147	114,421	125,840	108,168	359,792	121,441	123,260
Operating grants and contributions	89,944	85,320	77,248	78,316	70,390	60,730	223,638	387,135	112,396	97,891
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business type activities program revenues	<u>382,664</u>	<u>353,675</u>	<u>362,837</u>	<u>374,912</u>	<u>327,958</u>	<u>277,820</u>	<u>338,429</u>	<u>746,927</u>	<u>287,752</u>	<u>283,278</u>
Total district program revenues	<u>\$ 1,418,653</u>	<u>\$ 1,431,774</u>	<u>\$ 1,269,522</u>	<u>\$ 3,559,420</u>	<u>\$ 3,388,212</u>	<u>\$ 3,329,050</u>	<u>\$ 4,466,700</u>	<u>\$ 4,895,582</u>	<u>\$ 6,027,242</u>	<u>\$ 4,991,893</u>
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (14,803,880)	\$ (15,418,981)	\$ (14,131,827)	\$ (14,062,087)	\$ (14,442,091)	\$ (14,517,588)	\$ (13,471,382)	\$ (13,880,879)	\$ (12,977,601)	\$ (14,926,010)
Business-type activities	28,451	8,648	19,657	29,937	51,287	(19,105)	(4,560)	247,323	(121,910)	(6,031)
Total district-wide net expense	<u>\$ (14,775,429)</u>	<u>\$ (15,410,333)</u>	<u>\$ (14,112,170)</u>	<u>\$ (14,032,150)</u>	<u>\$ (14,390,804)</u>	<u>\$ (14,536,693)</u>	<u>\$ (13,475,942)</u>	<u>\$ (13,633,556)</u>	<u>\$ (13,099,511)</u>	<u>\$ (14,932,041)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 11,556,952	\$ 11,915,714	\$ 12,154,028	\$ 12,397,109	\$ 12,645,051	\$ 13,147,952	\$ 13,410,911	\$ 13,679,129	\$ 13,865,549	\$ 14,452,907
Taxes levied for debt service	971,315	967,688	988,443	707,546	874,540	883,459	891,439	403,480	407,896	412,113
Unrestricted grants and contributions	518,062	532,370	525,811	544,472	660,619	694,604	769,489	811,702	741,980	738,775
Restricted grants and contributions	424,856	473,187	484,431	609,579	711,801	679,258	201,709	204,043	206,277	208,410
Tuition revenue	1,736,539	1,766,266	-	-	-	-	-	-	-	-
Miscellaneous income	222,184	69,477	24,228	19,528	43,392	26,024	171,911	322,739	72,326	66,509
Miscellaneous income Restricted	-	-	-	-	-	-	69	80	612	1,796
Investment earnings	2,340	8,578	4,525	10,040	18,732	12,810	5,548	8,957	73,627	289,185
Total governmental activities	<u>15,432,248</u>	<u>15,733,280</u>	<u>14,181,466</u>	<u>14,288,274</u>	<u>14,954,135</u>	<u>15,444,107</u>	<u>15,451,076</u>	<u>15,430,130</u>	<u>15,368,267</u>	<u>16,169,695</u>
Business-type activities:										
Investment earnings	\$177	\$176	\$ 169	\$ 398	\$ 1,032	\$ 945	\$ 518	\$ 921	\$ 8,357	\$ 25,548
Transfers	-	-	-	-	-	-	-	-	-	-
Total business-type activities	<u>177</u>	<u>176</u>	<u>169</u>	<u>398</u>	<u>1,032</u>	<u>945</u>	<u>518</u>	<u>921</u>	<u>8,357</u>	<u>25,548</u>
Total district-wide	<u>\$ 15,432,425</u>	<u>\$ 15,733,456</u>	<u>\$ 14,181,635</u>	<u>\$ 14,288,672</u>	<u>\$ 14,955,167</u>	<u>\$ 15,445,052</u>	<u>\$ 15,451,594</u>	<u>\$ 15,431,051</u>	<u>\$ 15,376,624</u>	<u>\$ 16,195,243</u>
<b>Change in Net Position</b>										
Governmental activities	\$ 628,368	\$ 314,299	\$ 49,639	\$ 226,187	\$ 512,044	\$ 926,519	\$ 1,979,694	\$ 1,549,251	\$ 2,390,666	\$ 1,243,685
Business-type activities	28,628	8,824	19,826	30,335	52,319	(18,160)	(4,042)	248,244	(113,553)	19,517
Total district	<u>\$ 656,996</u>	<u>\$ 323,123</u>	<u>\$ 69,465</u>	<u>\$ 256,522</u>	<u>\$ 564,363</u>	<u>\$ 908,359</u>	<u>\$ 1,975,652</u>	<u>\$ 1,797,495</u>	<u>\$ 2,277,113</u>	<u>\$ 1,263,202</u>

Source: ACFR Schedule A-2 and District records.

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Fund Balances - Governmental Funds**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*  
**UNAUDITED**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Restricted	\$ -	\$ -	\$ 1,274,142	\$ 1,360,000	\$ 1,597,300	\$ 2,566,462	\$ 3,105,129	\$ 3,891,975	\$ 5,043,530	\$ 6,301,981
Assigned	-	-	36,734	160,000	59,331	89,331	79,723	121,190	469,012	82,516
Unassigned	-	-	283,227	270,657	332,434	350,302	747,978	758,230	394,740	409,173
Reserved	1,508,083	1,583,529	-	-	-	-	-	-	-	-
Unreserved	273,036	294,245	-	-	-	-	-	-	-	-
Total general fund	<u>\$ 1,781,119</u>	<u>\$ 1,877,774</u>	<u>\$ 1,594,103</u>	<u>\$ 1,790,657</u>	<u>\$ 1,989,065</u>	<u>\$ 3,006,095</u>	<u>\$ 3,932,830</u>	<u>\$ 4,771,395</u>	<u>\$ 5,907,282</u>	<u>\$ 6,793,670</u>
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted										
Debt service fund										
Capital projects fund	-	1,551,866	1,535,488	727,530	489,507	369,702	369,702	369,702	369,702	369,702
Special revenue fund	-	-	-	-	-	-	246,072	232,006	237,633	284,250
Total all other governmental funds	<u>\$ -</u>	<u>\$ 1,551,866</u>	<u>\$ 1,535,488</u>	<u>\$ 727,530</u>	<u>\$ 489,507</u>	<u>\$ 369,702</u>	<u>\$ 615,774</u>	<u>\$ 601,708</u>	<u>\$ 607,335</u>	<u>\$ 653,952</u>

Source: ACFR Schedule B-1 and District records.

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Changes in Fund Balances - Governmental Funds**  
**Last Ten Fiscal Years**  
(modified accrual basis of accounting)  
**UNAUDITED**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Revenues</b>										
Tax levy	\$ 12,528,267	\$ 12,883,402	\$ 13,142,471	\$ 13,104,655	\$ 13,519,591	\$ 14,031,411	\$ 14,302,350	\$ 14,082,609	\$ 14,273,445	\$ 14,865,020
Tuition charges	1,736,539	1,766,266	1,756,591	2,071,131	1,957,558	1,998,788	2,120,297	2,042,647	2,329,596	2,134,934
Interest earnings	2,340	8,578	4,525	10,040	18,732	12,810	5,548	8,957	73,627	289,185
Miscellaneous	222,184	69,477	24,228	19,528	43,392	26,024	443,142	693,469	599,346	488,159
State sources	1,671,555	1,718,818	1,562,367	1,882,920	2,077,234	2,043,738	2,205,471	2,309,264	2,298,663	2,402,404
Federal sources	307,352	364,838	354,560	384,508	397,882	382,566	502,539	441,839	1,533,080	698,608
Total revenue	16,468,237	16,811,379	16,844,742	17,472,782	18,014,389	18,495,337	19,579,347	19,578,785	21,107,757	20,878,310
<b>Expenditures</b>										
Current:										
Regular instruction	4,921,786	4,942,891	5,064,793	5,207,200	5,009,158	4,867,929	5,107,091	5,341,495	5,535,573	5,966,848
Special education instruction	1,318,468	1,228,211	1,320,697	1,293,534	1,299,518	1,278,174	1,481,751	1,598,092	1,644,025	1,366,178
Other special instruction	837,216	839,782	862,725	821,453	826,877	731,501	855,691	825,986	926,788	958,381
Support services and undistributed costs:										
Instruction	319,859	462,618	361,319	329,373	453,495	529,374	670,869	694,035	440,268	550,379
Attendance	222,074	254,817	215,401	225,428	240,485	241,853	246,622	271,771	287,960	323,450
Health services	423,584	426,868	404,279	420,438	462,520	402,548	452,862	441,198	426,653	396,612
Other support services	754,145	917,724	1,040,358	1,058,514	1,100,588	1,278,168	1,396,840	1,609,477	1,727,803	1,627,895
Educational media services	216,829	233,983	169,528	173,278	98,145	110,593	99,729	106,720	108,203	111,160
Instruction staff training	-	-	-	-	-	-	-	-	-	-
General administrative services	331,203	304,192	339,284	353,047	379,598	393,371	433,367	446,281	425,435	427,317
School administrative services	422,098	406,054	390,582	442,497	399,078	449,911	437,889	457,449	449,444	471,286
Information technology	263,147	261,994	269,955	256,908	282,247	289,083	308,281	284,652	286,375	286,363
Allowed maintenance for school facilities	90,838	113,265	119,593	117,946	140,085	141,517	219,076	146,535	140,386	236,863
Other operation & maintenance of plant	1,201,740	1,208,724	1,420,571	1,360,630	1,390,678	1,408,250	1,536,517	1,389,789	1,476,793	1,502,577
Student transportation services	322,118	322,133	350,151	398,826	402,953	354,619	330,280	692,768	579,199	437,870
Business and other support services	-	-	-	-	-	-	-	-	-	-
Unallocated employee benefits	2,502,878	2,658,660	2,746,312	2,743,173	3,077,432	2,780,137	2,794,739	2,535,800	2,820,271	3,148,443
Undistributed Food Service	-	-	-	-	-	-	15,931	-	(10,000)	-
Non-budgeted expenditures	1,035,989	1,078,099	906,685	1,113,377	1,102,696	1,052,442	1,114,609	1,170,393	1,240,719	1,345,203
Debt service:										
Principal	835,000	855,000	3,390,000	420,000	800,000	835,000	870,000	410,000	425,000	440,000
Interest and other charges	136,315	112,688	106,051	399,562	271,278	247,733	223,148	197,523	189,173	180,523
Capital outlay	89,288	1,035,155	7,566,507	949,002	317,173	205,909	53,219	134,322	846,175	167,957
Total expenditures	16,244,575	17,662,858	27,044,791	18,084,186	18,054,004	17,598,112	18,648,511	18,754,286	19,966,243	19,945,305
Excess (Deficiency) of revenues over (under) expenditures	223,662	(851,479)	(10,200,049)	(611,404)	(39,615)	897,225	930,836	824,499	1,141,514	933,005
<b>Other Financing sources (uses)</b>										
FEMA Aid	-	-	-	-	-	-	-	-	-	-
Sale of bonds	-	2,500,000	9,900,000	-	-	-	-	-	-	-
Capital leases (non-budgeted)	-	-	-	-	-	-	-	-	-	-
Proceeds from refunding	-	-	-	-	-	-	-	-	-	-
Payments to escrow agent	-	-	-	-	-	-	-	-	-	-
Transfers in	-	4,525	7,608	-	-	-	-	-	-	-
Transfers out	-	(4,525)	(7,608)	-	-	-	-	-	-	-
Total other financing sources (uses)	-	2,500,000	9,900,000	-	-	-	-	-	-	-
Net change in fund balances	223,662	1,648,521	(300,049)	(611,404)	(39,615)	897,225	930,836	824,499	1,141,514	933,005
Debt service as a percentage of noncapital expenditures	5.17%	5.14%	17.40%	2.45%	4.51%	4.80%	5.88%	3.26%	3.21%	3.14%

Source: ACFR Schedule B-2 and District records.

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**General Fund - Other Local Revenue by Source**  
**Last Ten Fiscal Years**  
(modified accrual basis of accounting)  
**UNAUDITED**

<u>Fiscal Year Ending June 30,</u>	<u>Tuition</u>	<u>Transportation</u>	<u>Interest on Investments</u>	<u>Prior Year Refunds</u>	<u>Rentals</u>	<u>Miscellaneous</u>	<u>Annual Totals</u>
2015	595,363	-	2,517	-	-	222,184	820,064
2016	619,553	-	8,754	-	-	69,477	697,784
2017	619,553	-	4,694	-	-	24,228	648,475
2018	624,601	-	10,438	-	-	19,528	654,567
2019	608,997	-	19,764	-	-	35,642	664,403
2020	650,313	-	13,755	-	-	17,924	681,992
2021	758,918	-	6,066	-	-	168,211	933,195
2022	819,259	-	9,037	-	-	322,739	1,151,035
2023	795,870	-	74,239	-	-	72,326	942,435
2024	880,570	-	290,981	-	-	66,509	1,238,060

Source: District records

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**June 30, 2024**  
**Last Ten Fiscal Years**  
**UNAUDITED**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less : Tax Exempt Property	Public Utilities <sup>a</sup>	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>b</sup>
2015	95,046,200	1,504,470,600	-	-	338,044,400	-	12,779,100	1,950,340,300	114,340,300	363,997	1,836,363,997	2,065,287,933	0.657
2016	87,840,600	1,535,585,500	-	-	338,309,800	-	12,779,100	1,974,515,000	113,721,000	363,997	1,860,794,000	2,095,085,265	0.659
2017	87,996,100	1,548,780,600	-	-	337,182,100	-	12,710,100	1,986,668,900	114,535,800	-	1,872,133,100	2,056,358,050	0.653
2018	75,781,100	1,583,146,300	-	-	333,976,700	-	12,710,700	2,005,614,200	114,649,400	-	1,890,964,800	2,127,521,163	0.668
2019	73,251,400	1,598,326,900	-	-	333,041,400	-	12,710,100	2,017,329,800	115,721,200	-	1,901,608,600	2,017,329,800	0.691
2020	69,916,600	1,616,690,000	-	-	331,708,000	-	12,710,100	2,031,024,700	115,392,400	-	1,915,632,300	2,031,024,700	0.701
2021	63,968,300	1,638,951,900	-	-	324,718,300	-	12,710,000	2,040,348,500	115,996,700	-	1,924,351,900	2,487,926,594	0.685
2022	63,783,600	1,646,687,300	-	-	325,507,200	-	12,710,000	2,048,688,100	115,856,800	-	1,932,831,300	2,744,747,053	0.690
2023	60,060,700	1,664,155,200	-	-	325,427,900	-	13,673,900	2,063,317,700	116,715,500	-	1,946,602,200	2,764,359,191	0.709
2024	58,319,700	1,677,465,200	-	-	325,608,700	-	12,720,000	2,074,113,600	116,863,000	-	1,957,250,600	3,135,944,360	0.724

**Source: Municipal Tax Assessor**

**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 the County Board of Taxation requests Treasury to order a reassessment

<sup>a</sup> Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

<sup>b</sup> Tax rates are per \$100

**N/A** At the time of ACFR completion, this data was not yet available

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Direct and Overlapping Property Tax Rates**  
**June 30, 2024**  
**Last ten fiscal years**  
**UNAUDITED**

<b>Assessment Year</b>	<b>Pt. Pleasant Beach School District</b>	<b>Pt. Pleasant Beach Township</b>	<b>Ocean County</b>	<b>Total</b>
2015	0.657	0.409	0.440	1.506
2016	0.659	0.417	0.442	1.518
2017	0.653	0.424	0.434	1.511
2018	0.668	0.429	0.438	1.535
2019	0.691	0.434	0.434	1.559
2020	0.701	0.438	0.442	1.581
2021	0.685	0.449	0.449	1.583
2022	0.690	0.465	0.464	1.619
2023	0.709	0.474	0.483	1.666
2024	0.724	0.481	0.513	1.718

Source: Tax Collector

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**June 30, 2024**  
**Current Year and Ten Years Ago**  
**UNAUDITED**

	2024				2015		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value		Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Jenkinson's	\$ 82,258,900	1	3.96%	Jenkinson's	\$ 92,516,500	1	4.69%
Chef's International, Inc.	12,643,500	2	0.61%	Chef's International, Inc.	12,330,400	2	0.63%
1106 Ocean Ave Inc.	12,099,700	3	0.58%	1106 Ocean Ave Inc.	12,088,500	3	0.62%
Tower Beacon Gardens	9,158,400	4	0.44%	Cameryn & Dalton	11,366,200	4	0.58%
Cameryn & Dalton	7,495,000	5	0.36%	Tower Beacon Gardens	9,158,400	5	0.47%
Lammers, William	6,844,400	6	0.33%	Senkle Corporation	8,080,200	6	0.41%
Port of Point Pleasant LLC	6,768,200	7	0.33%	Risden's Beach Corp.	7,384,500	7	0.38%
1500 Richmond Ave LLC	5,089,700	8	0.25%	Lammers, William	5,453,300	8	0.28%
Korzeniowski Trust	4,990,600	9	0.24%	DL Real Estate Holdings	5,208,800	9	0.27%
Clayton Family, LLC	4,417,600	10	0.21%	Bar Pal Enterprises	4,741,600	10	0.24%
Total	<u>\$ 151,766,000</u>		<u>7.31%</u>		<u>\$ 168,328,400</u>		<u>7.57%</u>

**Source:** Municipal Tax Assessor

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Property Tax Levies and Collections**  
**June 30, 2024**  
**UNAUDITED**

<b>Year Ended June 30,</b>	<b>Total Tax Levy</b>	<b>Current Tax Collections</b>	<b>Percent of tax Levy Collected</b>
2015	29,366,244	29,179,615	98.68%
2016	29,956,331	29,672,370	99.05%
2017	30,217,293	29,792,797	98.60%
2018	30,783,954	30,520,132	99.14%
2019	31,570,074	31,155,445	98.69%
2020	32,252,829	31,920,156	98.97%
2021	32,390,077	32,067,498	99.00%
2022	33,283,098	32,977,917	99.08%
2023	34,367,026	34,200,099	99.11%
2024	35,631,648	N/A	N/A

Source: Ocean County Board of Taxation



**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Ratios of Outstanding Debt by Type**  
**June 30, 2024**  
**UNAUDITED**

Year Ended June 30,	Governmental Activities		Business- Type Activities	Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds <sup>b</sup>	Capital Leases	Capital Leases			
2015	3,530,000	-	297,801	3,827,801	1.23483431%	47,267
2016	5,175,000	-	200,977	5,375,977	0.90822561%	48,826
2017	11,685,000	-	101,730	11,786,730	0.42722621%	50,356
2018	11,265,000	-	231,446	11,496,446	0.45423833%	51,725
2019	10,465,000	-	157,223	10,622,223	0.45423833%	53,517
2020	9,630,000	-	310,201	9,940,201	0.45423833%	57,344
2021	8,760,000	-	208,093	8,968,093	0.67821554%	60,823
2022	8,350,000	-	104,698	8,454,698	0.70176368%	59,332
2023	7,925,000	-	-	7,925,000	N/A	N/A
2024	7,485,000	-	353,703	7,838,703	N/A	N/A

Note: GASB 44 requires this schedule to list out ten years of data, however only the years listed above are available. As the information becomes available it will be shown until the full ten years is disclosed.

**NOTE:**

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

<sup>a</sup> See Exhibit J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year

<sup>b</sup> Includes Early Retirement Incentive Plan (ERIP) refunding

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Ratio of General Bonded Debt Outstanding**  
**June 30, 2024**  
**Last ten fiscal years**  
**UNAUDITED**

<b>Fiscal Year Ended June 30,</b>	<b>School District Population</b>	<b>Net Assessed Valuation Taxable</b>	<b>Net Bonded Debt</b>	<b>Ratio of Bonded Debt to Assessed Value</b>	<b>Net Bonded Debt per Capita</b>
2015	4,567	1,928,553,100	11,640,000	0.60%	2,549
2016	4,541	1,974,515,000	9,640,000	0.49%	2,123
2017	4,530	1,986,668,900	11,685,000	0.59%	2,579
2018	4,546	2,005,614,200	11,265,000	0.56%	2,478
2019	4,559	2,017,329,800	10,465,000	0.52%	2,295
2020	4,597	2,031,024,700	9,630,000	0.47%	2,095
2021	4,828	2,487,926,594	8,760,000	0.35%	1,814
2022	4,869	2,744,747,053	8,350,000	0.30%	1,715
2023	4,897	2,764,359,191	7,925,000	0.29%	1,618
2024	4,786	3,135,944,360	7,485,000	0.24%	1,564

Source: Assessed valuations were provided by the Abstract of Ratables,  
County Board of Taxation.  
School district population data was provided by the  
U.S. Bureau of the Census, Population Division.

POINT PLEASANT BEACH SCHOOL DISTRICT  
Direct and Overlapping Governmental Activities Debt  
June 30, 2024  
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
General Debt	\$ 31,682,756	100.00%	\$ -
Water, Sewer and Utility	12,664,061	100.00%	-
Subtotal, overlapping debt			44,346,817
District Direct Debt			<u>7,485,000</u>
Total direct and overlapping debt			<u><u>\$ 51,831,817</u></u>

**Sources:** Statutory Audits of Local Government Units and Ocean County  
Department of Finance.

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Legal Debt Margin Information**  
**June 30, 2024**  
**UNAUDITED**

	Equalized valuation basis	
	2024	3,135,944,360
	2023	2,764,359,191
	2022	2,744,747,053
	<b>[A]</b>	<b>\$ 8,645,050,604</b>
	<b>[A/3]</b>	<b>\$ 2,881,683,535</b>
<b>a</b> Debt limit (4 % of aver	<b>[B]</b>	115,267,341
Total Net Debt Applic:	<b>[C]</b>	-
Legal debt margir	<b>[B-C]</b>	<b>\$ 115,267,341</b>

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt limit	35,076,819	37,072,884	78,529,827	79,557,308	83,804,256	80,719,583	87,150,415	106,365,609	106,627,105	115,267,341
Total net debt applicable to limit	<u>3,530,000</u>	<u>5,175,000</u>	<u>11,685,000</u>	<u>11,265,000</u>	<u>10,465,000</u>	<u>9,630,000</u>	<u>8,760,000</u>	<u>8,350,000</u>	<u>7,925,000</u>	<u>7,485,000</u>
Legal debt margin	<u>\$ 31,546,819</u>	<u>\$ 31,897,884</u>	<u>\$ 66,844,827</u>	<u>\$ 68,292,308</u>	<u>\$ 73,339,256</u>	<u>\$ 71,089,583</u>	<u>\$ 78,390,415</u>	<u>\$ 98,015,609</u>	<u>\$ 98,702,105</u>	<u>\$ 107,782,341</u>
Total net debt applicable to the limit as a percentage of debt limit	10.06%	13.96%	14.88%	14.16%	12.49%	11.93%	10.05%	7.85%	7.43%	6.49%

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

**a** Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other district types.

Note: GASB 44 requires this schedule to list out ten years of data, however only the years listed above are available. As the information becomes available it will be shown until the full ten years is disclosed.

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Demographic and Economic Statistics**  
**June 30, 2024**  
**UNAUDITED**

Year	Population <sup>a</sup>	Personal Income <sup>b</sup>	Per Capita Personal Income <sup>c</sup>	Unemployment Rate <sup>d</sup>
2015	4,567	215,174,205	47,115	4.60%
2016	4,541	220,592,698	48,578	4.20%
2017	4,530	225,652,890	49,813	4.00%
2018	4,546	233,450,738	51,353	3.50%
2019	4,559	242,260,701	53,139	3.20%
2020	4,597	263,610,368	57,344	8.40%
2021	4,828	193,653,444	60,823	4.50%
2022	4,869	288,887,508	59,332	0.00%
2023	4,897	-	-	0.00%
2024	4,786	-	-	0.00%

**Source:**

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented

<sup>c</sup> Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

POINT PLEASANT BEACH SCHOOL DISTRICT  
June 30, 2024  
Current Year and Nine Years Ago  
UNAUDITED

Employer	2024			2015		
	Employees	Rank [Optional]	Percentage of Total Municipal Employment	Employees	Rank [Optional]	Percentage of Total Municipal Employment
N/A		1	0.00%			0.00%
		2	0.00%			0.00%
		3	0.00%			0.00%
		4	0.00%			0.00%
		5	0.00%			0.00%
		6	0.00%			0.00%
		7	0.00%			0.00%
		8	0.00%			0.00%
		9	0.00%			0.00%
		10	0.00%			0.00%
			-			-
			-			-
			-			-
	-		0.00%	-		0.00%

Source:

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Full-time Equivalent District Employees by Function/Program**  
**June 30, 2024**  
**UNAUDITED**

<b>Function/Program</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
Instruction										
Regular	65	63	64	64	65	65	65	57.5	60.5	57.5
Special education teachers	17	18.6	20	20	19	19	19	22	21	20
Other instruction	27	25.5	20	20	21	20	20	20	23	20
Support Services:										
Student & instruction related services	7	7	7	7	7	7	7	7	7	7
General administration	1	1	1	1	1	1	1	1	1	1
School administrative services	3.5	4	5	5.5	5.5	5.5	5.5	5	5	6
Other administrative services	3	3	3	3	3	3	3	2	2	2
Administrative Information Technology	1	1	1	1	1	1	1	1	1	1
Plant operations and maintenance	10.5	9	10	10.5	10.5	11	11	11	11	12
Pupil transportation	2	2	2	2	2	3	3	3	3	2
Other support services	13.5	13.5	13.5	13.5	13.5	13.5	13.5	13.5	13.5	13.5
Total	<u>150.5</u>	<u>147.6</u>	<u>146.5</u>	<u>147.5</u>	<u>148.5</u>	<u>149.0</u>	<u>149.0</u>	<u>143.0</u>	<u>148.0</u>	<u>142.0</u>

**Source:** District Personnel Records

POINT PLEASANT BEACH SCHOOL DISTRICT  
June 30, 2024  
Last Ten Fiscal Years  
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio	Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
2015	848.0	15,195,082	17,919	3.60%	82.00	10.3:1	847.0	800.1	2.72%	94.46%
2016	830.0	15,786,894	19,020	6.15%	81.60	10.2:1	822.3	773.9	-2.92%	94.12%
2017	835.0	16,378,825	19,734	10.13%	84.00	9.9:1	798.8	752.0	-2.86%	94.14%
2018	859.0	14,845,726	17,283	-3.22%	84.00	10.2:1	806.3	766.5	0.94%	95.06%
2019	764.0	16,665,553	21,814	19.74%	84.00	9.1:1	758.0	717.0	-5.99%	94.59%
2020	745.0	16,309,470	21,892	20.13%	84.00	8.9:1	745.0	719.0	-1.72%	96.51%
2021	744.0	17,502,144	23,524	28.41%	84.00	8.1:1	744.0	716.0	-0.13%	96.24%
2022	725.0	18,012,441	24,845	35.10%	79.50	9.1:1	719.7	676.0	-3.27%	93.93%
2023	707.0	18,505,895	26,175	41.84%	81.50	8.3:1	674.6	632.2	-6.27%	93.71%
2024	707.0	19,156,825	27,096	46.51%	81.50	8.3:1	674.6	632.2	-6.27%	93.71%

**Sources:** District records

**Note:** Enrollment based on annual October district count.

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



**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**School Building Information**  
**June 30, 2024**  
**UNAUDITED**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b><u>District Building</u></b>										
<b><u>Elementary</u></b>										
G. Harold Antrim Elementary School										
Square Feet	68,200	68,200	68,200	68,200	68,200	68,200	68,200	68,200	68,200	68,200
Capacity (students)	615	615	615	615	615	615	615	615	615	615
Enrollment	450	431	417	441	380	361	365	346	339	316
<b><u>High School</u></b>										
Point Pleasant Beach High School										
Square Feet	82,000	82,000	82,000	82,000	82,000	82,000	82,000	82,000	82,000	82,000
Capacity (students)	580	580	580	580	580	580	580	580	580	580
Enrollment	398	399	413	418	384	384	379	374	368	328

Number of Schools at June 30, 2024

    Elementary = 1

    Middle School = 0

    Senior High School = 1

**Source:** District Facilities Office

POINT PLEASANT BEACH SCHOOL DISTRICT  
Schedule of Required Maintenance  
June 30, 2024  
Undistributed Expenditures - required  
Maintenance For School Facilities  
11-000-261-XXX  
UNAUDITED

		2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>School Facilities:</b>	<b>Project # (s)</b>										
G. Harold Antrim Elementary School	N/A	36,335	45,306	71,884	64,870	78,762	77,834	99,474	66,536	63,174	107,551
Point Pleasant Beach High School	N/A	54,503	67,959	47,709	53,076	78,761	63,683	119,602	79,999	77,212	129,312
Total School Facilities		<u>90,838</u>	<u>113,265</u>	<u>119,593</u>	<u>117,946</u>	<u>157,523</u>	<u>141,517</u>	<u>219,076</u>	<u>146,535</u>	<u>140,386</u>	<u>236,863</u>
Other Facilities		-	-	-	-	-	-	-	-	-	-
<b>Grand Total</b>		<u><u>\$ 90,838</u></u>	<u><u>\$ 113,265</u></u>	<u><u>\$ 119,593</u></u>	<u><u>\$ 117,946</u></u>	<u><u>\$ 157,523</u></u>	<u><u>\$ 141,517</u></u>	<u><u>\$ 219,076</u></u>	<u><u>\$ 146,535</u></u>	<u><u>\$ 140,386</u></u>	<u><u>\$ 236,863</u></u>

\*School Facilities as defined under EFCFA  
(NJAC 6A:26-1.2 and NJAC 6:24-1.3)

POINT PLEASANT BEACH SCHOOL DISTRICT  
Insurance Schedule  
June 30, 2024  
Unaudited

	<u>Coverage</u>	<u>Deductible</u>
<b>Multi Peril Package Policy</b>		
Property - NJ School Board Insurance		
Blanket Building and Contents	\$ 45,521,089	5,000
Blanket Extra Expense	50,000,000	5,000
Blanket Valuable Papers and Records	10,000,000	5,000
Demolition & Increased Costs of Construction	25,000,000	5,000
Fire Department Service Charge/Arson Reward	10,000	5,000
 Flood Zones A & V	 25,000,000	 500,000
Flood Zone B	75,000,000	10,000
 Earthquake	 50,000,000	 -
Terrorism	1,000,000	-
 General Liability - New Jersey School Boards		
Comprehensive General Liability	-	-
Bodily Injury, Property Damage, Sexual Abuse	16,000,000	
Each Occurrence	-	-
Sexual Abuse	15,000,000	-
Medical Expense	10,000	100
Employee Benefits Programs	16,000,000	1,000
 Crime - NJ School Boards		
Employee Dishonesty	250,000	1,000
Forgery or Alteration	250,000	1,000
Money and Securities	25,000	500
Money Orders/Counterfeit	25,000	500
Computer Fraud	1,000,000	1,000
 Automobile - NJSBAIG		
Comprehensive Automobile Liability	16,000,000	-
Uninsured/Underinsured Motorist	1,000,000	-
Personal Injury Protection	250,000	-
Garage keepers Liability	Included	-
Comprehensive & Collision Deductibles		1,000
 Inland Marine		
Blanket Hardware/Software	1,250,000	1,000
Flood	1,000,000	500,000
 Errors and Omissions - N.J. School Boards		
Association Insurance Group	16,000,000	5,000
Boiler and Machinery - N.J. School Boards		-
Association Insurance Group	100,000,000	5,000
 NJ Unshared Excess Program		
Limit of Liability	30,000,000	-
 Workers Compensation - NJ School Boards		
Section A	Statutory	
Section B	3,000,000	Each Accident
	3,000,000	Each Employee
	3,000,000	Aggregate Limit
 Student Accident Insurance		
Maximum Benefit Blanket Athletic Coverage		
Including Football	5,000,000	
 Public Official Bonds - Selective Insurance Co.		
Christine Riehl, Treasurer	200,000	
Brian Savage, Business Administrator/ Board Secretary	200,000	
 Flood Insurance		
299 Cooks Lane	Buildings	5,000
	Contents	5,000
 Cooks Lane & Niblick Ave	 Buildings	 5,000
	Contents	5,000

Source: District Records

## SINGLE AUDIT SECTION



K-1

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT  
AUDITING STANDARDS***

Honorable President and  
Members of the Board of Education  
Point Pleasant Beach  
County of Ocean  
Pt. Pleasant Beach, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Point Pleasant Beach in the County of Ocean, State of New Jersey, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise of the Point Pleasant Beach basic financial statements, and have issued our report thereon dated December 2, 2024.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Point Pleasant Beach's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Point Pleasant Beach's internal control. Accordingly, we do not express an opinion on the effectiveness of the Point Pleasant Beach'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 School District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance..

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

### **Report on Compliance and Other Matters**

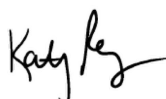
As part of obtaining reasonable assurance about whether the Point Pleasant Beach's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct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

### **Purpose of this Report**

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

Respectfully Submitted

Jump, Perry and Company, L.L.P.  
Toms River, New Jersey



Kathryn Perry, Partner  
Licensed Public School Accountant  
No. CS 20CS00226400

Toms River, New Jersey  
December 2, 2024



K-2

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM  
GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08**

Honorable President and  
Members of the Board of Education  
Point Pleasant Beach  
County of Ocean  
Pt. Pleasant Beach, New Jersey

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

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

We have audited Point Pleasant Beach's compliance with the types of compliance requirements described in the OMB Compliance Supplement and the New Jersey OMB Circular 15-08 that could have a direct and material effect on each of Point Pleasant Beach's major federal and state programs for the year ended June 30, 2024. Point Pleasant Beach's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Point Pleasant Beach complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2024.

***Basis for Opinion on Each Major Federal and State Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the New Jersey OMB Circular 15-08. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Point Pleasant Beach 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 program. Our audit does not provide a legal determination of Point Pleasant Beach'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 Point Pleasant Beach's federal and state programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Point Pleasant Beach's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. 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 Point Pleasant Beach's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and New Jersey OMB 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 Point Pleasant Beach'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 Point Pleasant Beach's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of Point Pleasant Beach'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 and state program on a timely basis. A *material weakness* in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal and 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 and state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

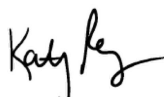
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant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

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

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

Respectfully submitted,

Jump, Perry and Company, L.L.P.  
Toms River, New Jersey



Kathryn Perry, Partner  
Licensed Public School Accountant  
No. CS 20CS00226400

Toms River, New Jersey  
December 2, 2024

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Schedule of Expenditures of Federal Awards, Schedule A**  
**For the Year Ended June 30, 2024**

<b>Federal Grantor/Pass-Through Grantor/Program Title</b>	<b>Federal Assistance Listing Number</b>	<b>Federal FAIN Number</b>	<b>Grant Period</b>	<b>Award Amount</b>	<b>Balance at June 30, 2023</b>	<b>Carryover Amount</b>	<b>Cash Received</b>	<b>Budgetary Expenditures</b>	<b>Repayment of Prior years' Balances</b>	<b>Deferred Revenue at June 30, 2024</b>	<b>(Accounts Receivable) at June 30, 2024</b>	<b>Due to Grantor at June 30, 2024</b>
U.S. Department of Agriculture Passed-through State Department of Education:												
Enterprise Fund:												
Food Distribution Program	10.565	241NJ304N1099	7/1/23-6/30/24	\$ 12,915	\$ -	\$ -	\$ 12,915	\$ (12,915)	\$ -	\$ -	\$ -	\$ -
P-EBT Administrative Costs Grant	10.659	231NJ30459009	7/1/23-6/30/24	653	-	-	653	(653)	-	-	-	-
Child Nutrition Cluster:												
School Breakfast Program	10.553	241NJ304N1099	7/1/23-6/30/24	600	-	-	567	(600)	-	-	(33)	-
Supply Chain Assistanmce Funding	10.555	241NJ304N1099	7/1/23-6/30/24	20,309	-	-	20,309	(20,309)	-	-	-	-
National School Lunch Program	10.555	241NJ304N1099	7/1/23-6/30/24	60,817	-	-	57,574	(60,817)	-	-	(3,243)	-
National School Lunch Program	10.555	231NJ304N1099	7/1/22-6/30/23	77,494	(4,898)	-	4,898	-	-	-	-	-
Subtotal of Child Nutrition Cluster					-	-	83,348	(81,726)	-	-	(3,276)	-
Total Enterprise Fund					-	-	96,916	(95,294)	-	-	(3,276)	-
U.S. Department of Treasury Coronavirus State and Local Fiscal Recovery Fund												
Special Education Services	21.027	SLRFDOE1SES	7/1/22-6/30/23	146,838	(73,419)	-	73,419	-	-	-	-	-
U.S. Department of Education Passed-through State Department of Education:												
Special Revenue Fund:												
Special Education Cluster:												
I.D.E.A. Part B Basic Regular	84.027	H027A230100	7/1/23-6/30/24	218,880	-	-	218,880	(218,880)	-	-	-	-
I.D.E.A. Part B Basic Regular	84.027	H027A220100	7/1/22-6/30/23	206,831	(13,793)	-	13,793	-	-	-	-	-
I.D.E.A. Part B Preschool	84.173	H173A230114	7/1/23-6/30/24	7,701	-	-	7,701	(7,701)	-	-	-	-
I.D.E.A. Part B Preschool	84.173	H173A220114	7/1/22-6/30/23	7,828	(3,041)	-	3,041	-	-	-	-	-
Subtotal of Special Education Cluster					(16,834)	-	243,415	(226,581)	-	-	-	-
Title I	84.010	S010A220030	7/1/22-6/30/23	111,331	(67,505)	-	67,505	-	-	-	-	-
Title I	84.010	S010A230030	7/1/23-6/30/24	100,831	-	-	100,831	(100,831)	-	-	-	-
Title II	84.365	S367A22002	7/1/22-6/30/23	22,605	(20,150)	-	20,150	-	-	-	-	-
Title II	84.365	S367A230029	7/1/23-6/30/24	12,250	-	-	12,250	(12,250)	-	-	-	-
Title IV	84.424	S424A220031	7/1/22-6/30/23	10,000	(8,561)	-	8,561	-	-	-	-	-
Title IV	84.424	S424A230031	7/1/23-6/30/24	10,000	-	-	10,000	(10,000)	-	-	-	-
Elementary and Secondary Education Cluster:												
ARP Evidence Based Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	45,000	-	-	45,000	(45,000)	-	-	-	-
ARP ESSER III	84.425U	S425U210027	3/13/20-9/30/24	955,927	(89,906)	-	347,893	(257,987)	-	-	-	-
ARP Evidence Based Summer Learning and Enrichment	84.425U	S425U210027	3/13/20-9/30/24	40,000	-	-	17,367	(17,367)	-	-	-	-
ARP Accelerated Learning Coach and Educator Support	84.425U	S425U210027	3/13/20-9/30/24	50,000	(540)	-	200	(19,708)	-	-	(20,048)	-
ARP Evidence Based Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	40,000	(3,274)	-	12,158	(8,884)	-	-	-	-
Subtotal Elementary and Secondary Education Cluster					(93,720)	-	422,618	(348,946)	-	-	(20,048)	-
Total Special Revenue Fund					(280,189)	-	958,749	(698,608)	-	-	(20,048)	-
Total Expenditures of Federal Financial Awards					\$ (353,608)	\$ -	\$ 1,055,665	\$ (793,902)	\$ -	\$ -	\$ (23,324)	\$ -

See accompanying notes to schedules of expenditures.

**POINT PLEASANT BEACH SCHOOL DISTRICT**  
**Schedule of Expenditures of State Financial Assistance, Schedule B**  
**For the Year Ended June 30, 2024**

				Balance at June 30, 2023													MEMO	
State Grantor/ Program Title	Grant or State Project Number	Grant Period	Award Amount	Deferred Revenue (Accounts Receivable)	Due to Grantor	Carryover Amount	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Deferred Revenue at June 30, 2024	(Accounts Receivable) at June 30, 2024	Due to Grantor at June 30, 2024	Budgetary Receivable	Total Expenditures				
State Department of Agriculture:																		
Enterprise Fund:																		
National School Lunch Program (State Share)	22-100-010-3350-023	7/1/21-6/30/22	\$ 8,474	\$ (164)	\$ -	\$ -	\$ 164	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				
National School Lunch Program (State Share)	23-100-010-3350-023	7/1/22-6/30/23	2,597	-	-	-	2,453	(2,597)	-	-	(144)	-	-	2,597				
Total Enterprise Fund				(164)	-	-	2,617	(2,597)	-	-	(144)	-	-	2,597				
State Department of Education:																		
General Fund:																		
Special Education Aid	24-495-034-5120-089	7/1/22-6/30/23	464,005	-	-	-	464,005	(464,005)	-	-	-	-	(41,521)	464,005				
Extraordinary Aid	24-495-034-5120-011	7/1/22-6/30/23	127,856	-	-	-	-	(127,856)	-	-	(127,856)	-	-	127,856				
Extraordinary Aid	23-495-034-5120-011	7/1/21-6/30/22	169,391	(126,841)	-	-	126,841	-	-	-	-	-	-	-				
Security Aid	24-495-034-5120-084	7/1/22-6/30/23	74,652	-	-	-	74,652	(74,652)	-	-	-	-	(6,680)	74,652				
Transportation Aid	24-495-034-5120-014	7/1/22-6/30/23	71,924	-	-	-	71,924	(71,924)	-	-	-	-	(6,436)	71,924				
Non Public Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	-	(312)	-	-	-	-	-	-	-	-	-	-				
On-behalf TPAF Pension Contribution	24-495-034-5095-002	7/1/22-6/30/23	2,862,014	-	-	-	2,862,014	(2,862,014)	-	-	-	-	-	2,862,014				
On-Behalf TPAF Post-Retirement Medical	24-495-034-5095-001	7/1/22-6/30/23	778,936	-	-	-	778,936	(778,936)	-	-	-	-	-	778,936				
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5095-004	7/1/22-6/30/23	1,003	-	-	-	1,003	(1,003)	-	-	-	-	-	1,003				
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	7/1/22-6/30/23	565,264	-	-	-	537,710	(565,264)	-	-	(27,554)	-	-	565,264				
Total General Fund				(127,153)	-	-	4,917,085	(4,945,654)	-	-	(155,410)	-	(54,637)	4,945,654				
Special Revenue Fund:																		
SDA Emergency	24-100-034-5120-519	7/1/22-6/30/23	18,102	-	-	-	16,678	(16,678)	-	-	-	-	-	16,678				
Chapter 192/193	23-100-034-5120-067	7/1/21-6/30/22	52,449	-	10,244	-	-	-	(10,244)	-	-	-	-	-				
Chapter 192/193	24-100-034-5120-067	7/1/22-6/30/23	54,372	-	-	-	54,372	(48,340)	-	-	-	6,032	-	48,340				
Security	23-100-034-5120-068	7/1/21-6/30/22	28,000	-	3,520	-	-	-	(3,520)	-	-	-	-	-				
Security	24-100-034-5120-068	7/1/22-6/30/23	23,370	-	-	-	24,190	(18,273)	-	-	-	5,917	-	18,273				
Technology	24-100-034-5120-373	7/1/22-6/30/23	9,558	-	-	-	5,782	(5,782)	-	-	-	-	-	5,782				
Textbooks	23-100-034-5120-064	7/1/21-6/30/22	9,603	-	2,137	-	-	-	(2,137)	-	-	-	-	-				
Textbooks	24-100-034-5120-064	7/1/22-6/30/23	7,524	-	-	-	6,822	(6,822)	-	-	-	-	-	6,822				
Nursing	24-100-034-5120-070	7/1/22-6/30/23	12,768	-	-	-	14,160	(14,121)	-	-	-	39	-	14,121				
Total Special Revenue Fund				-	15,901	-	122,004	(110,016)	(15,901)	-	-	11,988	-	110,016				
Debt Service Fund:																		
Debt Service Aid Type II	24-495-034-5120-075	7/1/21-6/30/22	208,410	-	-	-	208,410	(208,410)	-	-	-	-	-	208,410				
Total Debt Service Fund				-	-	-	208,410	(208,410)	-	-	-	-	-	208,410				
Total State Financial Assistance for testing				\$ (127,317)	\$ 15,901	\$ -	\$ 5,250,116	\$ (5,266,677)	\$ (15,901)	\$ -	\$ (155,554)	\$ 11,988	\$ (54,637)	\$ 5,266,677				
State Financial Assistance Not Subject to Single Audit Determination																		
General Fund:																		
On-behalf TPAF Pension Contribution	24-495-034-5095-002	7/1/22-6/30/23	2,862,014	-	-	-	2,862,014	(2,862,014)	-	-	-	-	-	2,862,014				
On-Behalf TPAF Post-Retirement Medical	24-495-034-5095-001	7/1/22-6/30/23	778,936	-	-	-	778,936	(778,936)	-	-	-	-	-	778,936				
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5095-004	7/1/22-6/30/23	1,003	-	-	-	1,003	(1,003)	-	-	-	-	-	1,003				
Total State Financial Assistance Not Subject to Single Audit Determination				-	-	-	3,641,953	(3,641,953)	-	-	-	-	-	3,641,953				
Total State Financial Assistance				\$ (127,317)	\$ 15,901	\$ -	\$ 1,608,163	\$ (1,624,724)	\$ (15,901)	\$ -	\$ (155,554)	\$ 11,988	\$ (54,637)	\$ 8,908,630				

See accompanying notes to schedules of expenditures.

## Point Pleasant Beach School District

## Notes to the Schedules of Expenditures of Awards and Financial Assistance

June 30, 2024

## 1. General

The accompanying schedules of expenditures of award present the activity of all federal and state awards of the Board of Education, Point Pleasant Beach School District. The Board of Education is defined in Note 1(A) to the Board's general purpose financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies are included on the schedules of expenditures of federal and state awards.

## 2. Basis of Accounting

The accompanying schedules of expenditures of federal and state awards are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements.

## 3. Relationship to Basic Financial Statements

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more state aid June payments in the current budget year, consistent with N.J.S.A. 18A:22-4.2.

## Point Pleasant Beach School District

Notes to the Schedules of Expenditures of Awards and  
Financial Assistance (continued)  
June 30, 2024

## 3. Relationship to General Purpose Financial Statements (continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(2,645,308) for the general fund and \$- for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue fund. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ -	\$ 2,083,978	\$ 2,083,978
Special Revenue Fund	698,608	110,016	808,624
Debt Service Fund	-	208,410	208,410
Food Service Fund	<u>95,294</u>	<u>2,597</u>	<u>97,891</u>
Total awards and financial assistance	<u>\$ 793,902</u>	<u>\$ 2,405,001</u>	<u>\$ 3,198,903</u>

## 4. Relationship to Federal and State Financial Reports

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

## 5. Other

TPAF Social Security and Post Retirement/Medical Benefits Contributions represent the amounts reimbursed by the State for the employer's share of social security contributions and Post Retirement/Medical Benefits for TPAF members for the year ended June 30, 2024.

The TPAF post retirement/medical benefits expenditures are not subject to New Jersey OMB Circular 15-08.

## 6. Indirect Costs

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

Point Pleasant Beach School District  
Schedule of Findings and Questioned Costs  
For the Fiscal Year Ended June 30, 2024

*Section I – Summary of Auditor's Results*

Financial Statement Section

Type of auditor's report issued: Unmodified Opinion

Internal control over financial reporting:

- 1) Material weakness(es) identified? \_\_\_\_\_ yes \_\_\_\_\_ X no
- 2) Significant deficiencies identified that are not considered to be material weaknesses? \_\_\_\_\_ yes \_\_\_\_\_ X none reported

Noncompliance material to general-purpose financial statements noted? \_\_\_\_\_ yes \_\_\_\_\_ X no

Federal Awards Section

Internal Control over major programs:

- 1) Material weakness(es) identified? \_\_\_\_\_ yes \_\_\_\_\_ X no
- 2) Significant deficiencies identified that are not considered to be material weaknesses? \_\_\_\_\_ yes \_\_\_\_\_ X none reported

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

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

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.425D	Elementary and Secondary School Emergency Relief Fund
84.425U	American Rescue Plan - Elementary and Secondary School Emergency Relief Fund

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? \_\_\_\_\_ yes \_\_\_\_\_ X no

Point Pleasant Beach School District  
Schedule of Findings and Questioned Costs  
For the Fiscal Year Ended June 30, 2024

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

State Awards Section

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? X yes        none reported

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

Internal Control over major programs:

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

2) Significant deficiencies identified that  
are not considered to be material  
weaknesses?        yes X none reported

Any audit findings disclosed that are required  
to be reported in accordance with NJOMB  
Circular Letter 15-08?

       yes X no

Identification of major programs:

GMIS Number(s)	Name of State Program
495-034-5094-003	Reimbursed TPAF Social Security Contributions
State Aid-Public Cluster	
495-034-5120-089	Special Education Categorical Aid
495-034-5120-084	Security Aid

**Section II - Financial Statement Findings - N/A**

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

Point Pleasant Beach School District  
Summary Schedule of Prior Audit Findings  
For the Fiscal Year Ended June 30, 2024

Summary Schedule of Prior Audit Findings - N/A