

**BERKELEY TOWNSHIP SCHOOL DISTRICT**

Bayville, New Jersey  
County of Ocean

**ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**



**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**OF THE**

**BERKELEY TOWNSHIP SCHOOL DISTRICT**

**BAYVILLE, NEW JERSEY**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**Prepared by**

**Berkeley Township School District  
Business Administrator's Office**

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**INTRODUCTORY SECTION**

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# BERKELEY TOWNSHIP SCHOOL DISTRICT

53 CENTRAL PARKWAY  
BAYVILLE, NEW JERSEY 08721-2414

**Tyler Verga, CPA**  
**Business Administrator/Board Secretary**

**Phone:(732)269-2321**  
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**E-Mail: tverga@btboe.org**

Honorable President and  
Members of the Board of Education  
Berkeley Township School District  
County of Ocean, New Jersey

Dear Board Members:

The Annual Comprehensive Financial Report ("ACFR") of the Berkeley Township School District for the fiscal year ended June 30, 2025, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education of Berkeley Township. To the best of my knowledge and belief, the data as 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.

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

The Annual Comprehensive Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes the transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the Management's Discussion and Analysis and 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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditor's reports 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:** The Berkeley Township School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB 34. All funds and account groups of the District are included in this report. The Berkeley Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PS through 6. These include regular programs, as well as Special Education for children with special needs. The District completed the 2024-2025 fiscal year with an average daily enrollment of 2,381 students. The following details the changes in the student average daily enrollment of the District over the last ten years.

<u>Fiscal Year</u>	<u>Average Daily Student Enrollment</u>	<u>Percent Change</u>
2024-2025	2,381	-0.50%
2023-2024	2,393	-1.40%
2022-2023	2,427	1.29%
2021-2022	2,396	0.34%
2020-2021	2,388	-3.59%
2019-2020	2,477	9.70%
2018-2019	2,258	4.20%
2017-2018	2,167	2.60%
2016-2017	2,112	-0.66%
2015-2016	2,126	1.09%

The District has experienced continual growth due to development within the Township along with the continued expansion of the preschool program.

**2) ECONOMIC CONDITION AND OUTLOOK:** The Berkeley Township, New Jersey area is bordered by the municipalities of Beachwood, Lacey Township, Manchester Township, Ocean Gate, Seaside Park, Toms River and South Toms River. The Township encompasses 41.9 square miles. The Township is part of Ocean County and is served by major transportation routes, including Route 9, the Garden State Parkway and a number of county roads.

The population of the Township of Berkeley is approximately 41,762 per the NJ Dept. of Labor & Workforce Development. Of this number, approximately 43% are senior citizens who reside in the retirement communities locally known as Holiday City and Silver Ridge Park. Said communities were established in the western section of the Township in the late 1960's and early 1970's.

The Township has not experienced any unusual increase in its' tax base with the exception of a Super Shop Rite located in the Berkeley Plaza on Route 9. Several additional strip malls located on Route 9 were completed in the last ten years.

Food chains, gas stations, auto-repair shops, fast food restaurants, convenience stores and miscellaneous service vendors comprise the bulk of the strip malls.

Since 1980 local school budgets had been rejected by the voters in the vast majority of the annual school elections. For budgets beginning with the 2012-2013 school year, voter approval is no longer required if the tax levy increase is below "CAP" or 2%. The 2019-2020 budget was within that "CAP," therefore voter approval was not needed.

In recognition of the impact residential developments had on the school system, a Special Election was held on March 12, 2002. Township voters approved the issuance of \$24,430,100 in bonds to fund the local share of a \$33,491,000 building project. The project included additions and renovations to the three existing schools and construction of a new elementary school for grades 5 and 6. The remaining \$9,510,900 was funded by a grant from the New Jersey Economic Development Authority. The Bond sale closed on August 1, 2002. Construction was completed in 2005. Included in the 2019-20 Budgeted Appropriations is a line item "Assessment for Debt Service on SDA Funding." The assessment is paid to the State by a reduction in the State Aid paid to the District.

In April, 2010 the Board of Education issued Revenue Refunding Bonds for \$16,760,000. The results of this refunding created an economic gain with a net present value savings on interest expense of \$754,972.

On October 29, 2012, Superstorm Sandy hit the Jersey Shore. It had a devastating effect on many of the homes located throughout the Township. The resulting uninhabitable residences have had a negative impact on the total ratables for the Township as well as unexpected costs related to repairs and clean up. In 2018 the total amount of ratables returned to the pre Superstorm Sandy amount.

In March, 2020 the world wide Corona Virus Pandemic suddenly closed schools and businesses. The School continued to operate in a virtual capacity and continues to do so in a modified hybrid fashion as of the issuance of this report.

**3) SCHOOL DISTRICT PROFILE:** The Berkeley Township Board of Education currently operates three Pre K – Grade 4 elementary schools and one Grade 5 – 6 school. The oldest school, Bayville Elementary School, was constructed in 1926, the H. & M. Potter School was built in 1973. A 10-room addition to the Clara B. Worth School, which opened in 1962 – 63, was constructed in 1983. Classroom additions to the Bayville School, Clara B. Worth School and H. & M. Potter School opened in September 2004. The central office and Directors of Elementary Education and Special Ed with their respective support staff are housed in separate annex buildings. There is also a bus garage complex for in-house vehicle maintenance. The construction of a 5,000 square foot building to house the Buildings & Grounds, Transportation, Technology and Dining Services Departments was completed in 2012.

The School District is governed by a 9-member Board of Education and administered by a Superintendent of Schools, a Business Administrator/Board Secretary, a Director of Curriculum/Personnel, a Director of Special Education Services, four School Principals, four Assistant Principals and a Supervisor of PreSchool.

The District operates a complete breakfast/lunch program in each school and an in-house transportation department that provides services for approximately 1,900 students daily.

**4) MAJOR EDUCATIONAL INITIATIVES:** During 2004 – 2005 school year, the District went through a major re-districting. The successful opening and staffing of the district's first middle school (Grades 5 and 6) took place in January, 2005.

Additions to the three elementary schools were completed in Spring 2005. Ten half-day Kindergarten classes were replaced by 14 all-day Kindergarten classes in 2004 – 2005. The District takes pride in the condition of all

its school campuses. Since 2006, all parking lots have been redone and 100% of all classrooms have been renovated with new ceilings, lighting, paint, flooring and whiteboards.

In 2011, the District completed a multi-year project installing district-wide phone upgrade with installation of classroom phones, VoIP phones, and a private fiber installation.

The District invested more than half a million dollars in a new Language Arts Program for all grade levels that was implemented in September 2012.

The District had added additional computer labs at each of the PK-4 schools in preparation for the new state PARCC testing. Bandwidth has also been increased from 200 Mbps to 500 Mbps for this initiative. 980 Chromebooks had been purchased for testing purposes. Additional Network Switches, access points, and WiFi were added in every classroom to make a more suitable PARCC testing environment. The PARCC tests were successfully administered for the first time in 2014-15.

The District has completed a one to one Chromebook initiative and currently has approximately 2,500 Chromebooks available for use by students in kindergarten through sixth grade.

**5) 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.

**6) 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 voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2025.

7) **ACCOUNTING SYSTEM AND REPORTS**: The District's accounting records reflect generally accepted accounting principles, as promulgated by 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.

8) **DEBT ADMINISTRATION**: At June 30, 2025, the District's outstanding debt includes an annual assessment for debt service on SDA funding in the amount of \$118,421.

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." The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

10) **RISK MANAGEMENT**: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. See J-20 in the statistical section.

11) **OTHER INFORMATION**: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman Frenia Allison, P.C., was selected by the Berkeley Township Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

12) **ACKNOWLEDGMENTS**: I would like to express my appreciation to the Business Office staff and Superintendent's staff and to those municipal, county and state personnel who contributed their time and respective expertise in providing statistical information for the compilation of this report and as can be found within this report. I further express my appreciation to the School District's auditing firm which provided guidance and advice during the preparation of this report.

Prepared by and Respectfully Submitted:

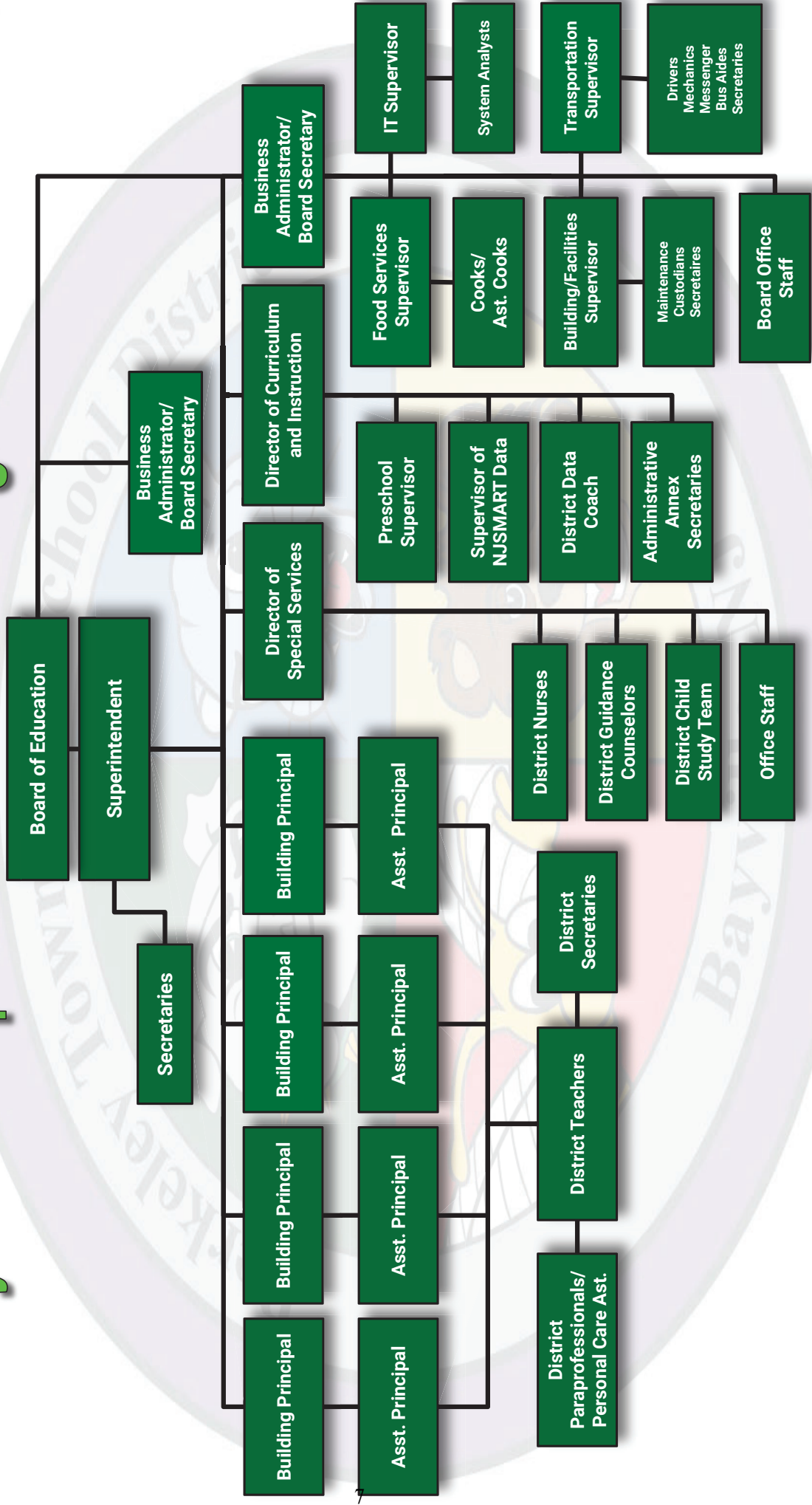
*Tyler Verga*

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Tyler Verga, CPA  
Business Administrator/Board Secretary

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# Berkeley Township School District Organizational Chart



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**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
53 Central Parkway  
Bayville, New Jersey 08721-2496

**ROSTER OF OFFICIALS**

**JUNE 30, 2025**

<b>MEMBERS OF THE BOARD OF EDUCATION</b>	<b>TERM EXPIRES</b>
Mr. James Coffey, President	2025
Mrs. Michele Shedlock, Vice President	2025
Mr. Gaetano Bracciale	2025
Mr. Thomas Guarascio	2026
Mr. John MacMoyle	2027
Mrs. Megan Ornstein	2025
Mr. Joseph Palmerson	2027
Mrs. Anne Marie Trethaway	2027
Mr. David Ytreboe	2026

**OTHER OFFICIALS**

Dr. James D. Roselli, Superintendent of Schools

Mr. Tyler Verga, CPA, RSBA, RSBO, Business Administrator/Board Secretary

Mr. Carmen J. Memoli, CPA, Treasurer of School Monies

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**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**53 Central Parkway**  
**Bayville, New Jersey 08721-2496**

**CONSULTANTS AND ADVISORS**

**ATTORNEY**

Patrick Carrigg  
Lenox, Socey, Formidoni, Giordano, Lang, Carrigg & Casey  
136 Franklin Corner Road  
Unit 2B  
Lawrenceville, New Jersey 08648

**AUDIT FIRM**

Jerry W. Conaty, CPA, PSA, CFE, RMA  
Holman Frenia Allison, P.C.  
1985 Cedar Bridge Avenue, Suite 3  
Lakewood, New Jersey 08701

**OFFICIAL DEPOSITORY**

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

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**FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Education  
Berkeley Township School District  
County of Ocean  
Bayville, New Jersey 08721

### Report on 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 the Berkeley Township School District, County of Ocean, State of New Jersey, as of and for the fiscal year ended, June 30, 2025, 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 the School District as of June 30, 2025, 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; and in compliance with audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Emphasis of Matter**

##### *Change in Accounting Principle*

As discussed in Note 1 to the financial statements, during the fiscal year ended June 30, 2025 the District adopted Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

##### *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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the School District 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 Responsibility**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than 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, *Government Auditing Standards* and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, we:

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

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

## ***Required Supplementary Information***

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

## ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining statements and related major fund supporting statements and schedules and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

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

In connection with 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 18, 2025 on our consideration of the School District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District’s internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.



Jerry W. Conaty  
Certified Public Accountant  
Public School Accountant, No. 2470

Lakewood, New Jersey  
December 18, 2025

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**REQUIRED SUPPLEMENTARY INFORMATION - PART I**

Management's Discussion and Analysis

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**BERKELEY TOWNSHIP SCHOOL DISTRICT**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**(UNAUDITED)**

The Management's Discussion and Analysis (MD&A) of the Berkeley Township Board of Education provides an overview of the School Board's financial activities for the fiscal year ended June 30, 2025. It should be read in conjunction with the Annual Comprehensive Financial Report's (ACFR) Letter of Transmittal, which is found in the Introductory Section, and the School Board's financial statements found in the Financial Section and the notes thereto.

The MD&A is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – "Basic Financial Statement – and Management's Discussion and Analysis – for State and Local Governments" issued in June 1999 that is now being required by the New Jersey Statement Department of Education. Comparative information between the current fiscal year (2024–2025) and the prior fiscal year (2023–2024) is required and is presented in the MD&A.

**FINANCIAL HIGHLIGHTS**

**Government-wide Financial Analysis**

Net Position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$5,015,472 on June 30, 2025. Total Net Position decreased by \$10,995,080 from June 30, 2024.

**Table 1  
Summary of Net Position**

	June 30, <u>2025</u>	June 30, <u>2024</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 7,076,931	\$ 10,347,388	\$ (3,270,457)	-32%
Capital Assets, Net	15,293,727	15,970,044	(676,317)	-4%
Total Assets	<u>22,370,658</u>	<u>26,317,432</u>	<u>(3,946,774)</u>	-15%
Deferred Outflow of Resources	<u>914,220</u>	1,118,031	(203,811)	-18%
Current and other Liabilities	971,476	1,134,216	(162,740)	-14%
Noncurrent Liabilities	16,207,748	9,202,853	7,004,895	76%
Total Liabilities	<u>17,179,224</u>	<u>10,337,069</u>	<u>6,842,155</u>	66%
Deferred Inflow of Resources	<u>1,121,790</u>	1,087,842	33,948	3%
Net Position:				
Net Investment in Capital Assets	15,284,694	15,927,039	(642,345)	-4%
Restricted	5,442,706	8,527,430	(3,084,724)	-36%
Unrestricted (Deficit)	(15,743,536)	(8,443,917)	(7,299,619)	86%
Total Net Position	<u>\$ 4,983,864</u>	<u>\$ 16,010,552</u>	<u>\$ (11,026,688)</u>	-69%

**BERKELEY TOWNSHIP SCHOOL DISTRICT**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**(UNAUDITED)**

The largest portion of the District's net position is its investment in capital assets (e.g., land, construction in progress, buildings and improvements, furniture and equipment); less any related debt (general obligation bonds payable and obligations under capital leases) used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**Table 2  
Summary of Changes in Net Position**

	June 30, <u>2025</u>	June 30, <u>2024</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
<b>Revenues:</b>				
Program Revenues:				
Charges for Services	\$ 360,146	\$ 410,151	\$ (50,005)	-12%
Operating Grants & Contributions	12,498,338	14,855,797	(2,357,459)	-16%
General Revenues:				
Property Taxes	32,509,654	31,602,774	906,880	3%
Federal & State Aid	4,106,540	3,788,764	317,776	8%
Other General Revenues	705,203	997,248	(292,045)	-29%
<b>Total Revenues</b>	<b>50,179,881</b>	<b>51,654,734</b>	<b>(1,474,853)</b>	<b>-3%</b>
<b>Function/Program Expenses:</b>				
Instructional Services	20,288,520	20,062,226	226,294	1%
Tuition	881,183	557,402	323,781	58%
Student & Instruction Related Services	8,412,871	8,145,771	267,100	3%
Support Services	9,120,963	9,211,921	(90,958)	-1%
Unallocated Benefits	13,764,067	13,408,653	355,414	3%
Transfer to Charter Schools	60,389	54,451	5,938	11%
Interest & Other Charges	118,421	118,403	18	0%
Enterprise Funds	1,191,196	1,196,546	(5,350)	0%
<b>Total Expenses</b>	<b>53,837,610</b>	<b>52,755,373</b>	<b>1,082,237</b>	<b>2%</b>
<b>Change In Net Position</b>	<b>(3,657,729)</b>	<b>(1,100,639)</b>	<b>(2,557,090)</b>	<b>232%</b>
Net Position - Beginning (As Restated, Note 23)	8,641,593	17,111,191	(8,469,598)	-49%
<b>Net Position - Ending</b>	<b>\$ 4,983,864</b>	<b>\$ 16,010,552</b>	<b>\$ (11,026,688)</b>	<b>-69%</b>

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

**(UNAUDITED)**

**USING THE ANNUAL REPORT**

The School Board's annual report consists of a series of financial statements that show information for the School Board as a whole, its funds and its fiduciary responsibilities. The Statement of Net Position and the Statement of Activities provide information about the activities of the School Board as a whole and present a longer-term view of the School Board's finances. The School Board's fund financial statements start with Schedule C-1, "Budgetary Comparison Schedule." For the School Board's governmental activities, these statements tell how the School Board financed its services in the short-term as well as what remains for future spending. Fund statements also may give the reader some insights into the School Board's overall financial health.

Fund financial statements also report the School Board's operations in more detail than the government-wide financial statements by providing information about the School Board's most significant funds, such as the School Board's General Fund, Special Revenue Fund and Debt Service Fund. The remaining statement, Combining Statement of Fiduciary Net Position presents financial information about activities for which the School Board acts solely as an agent for the benefit of employees and students.

The School Board's auditor has provided assurance in his Independent Auditor's Report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. A user of this report should read the Independent Auditor's Report carefully to ascertain the level of assurance being provided for each of the other parts of the Financial Section.

The School Board prepared the Introductory Section and the Statistical Section without association by the independent auditors. Accordingly, the School Board assumes full responsibility for the accuracy of these sections.

**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 Township of Berkeley, 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 years ending June 30, 2025 and 2024, it reported combined fund balances of \$6,769,254 and \$9,957,335 respectively, which is a current year decrease of \$3,188,081. The reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds (Exhibit B-3) to the Statement of Activities (Exhibit A-2) presents the reader with a detailed explanation of the decrease in fund balance for the fiscal year.

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 the section of the ACFR, entitled Budgetary Comparison Schedule (Exhibit C-1). The School Board generally did better than had been budgeted in its General Fund since it forecasts revenues very conservatively and expenditures are budgeted with worst case scenarios in mind.

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

(UNAUDITED)

**GOVERNMENTAL ACTIVITIES**

During the fiscal year 2025, the net position of governmental activities decreased by \$3,663,997.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$4,886,759 with an unrestricted deficit balance of \$15,813,709. The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, net pension liability, and the last 2 state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

The School District's governmental activities unrestricted net position had GASB 68 pension not been implemented would have been as follows:

**Table 3**  
**GASB 68 Effect on Unrestricted Net Position**

Unrestricted Net Position (With GASB 68)	\$ (15,813,709)
Plus: PERS Pension Liability	7,524,840
Less: Deferred Outflows Related to Pensions	(914,220)
Plus: Deferred Inflows Related to Pensions	1,121,790
Unrestricted Net Position (Without GASB 68)	<u>\$ (8,081,299)</u>

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets:**

At June 30, 2025 and 2024, the School Board had approximately \$15.3 million and \$16.0 million, respectively, invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, and other equipment. This amount is net of accumulated depreciation to date. Increases during the year represent additions to those categories, while decreases represent retirement of assets during the year and depreciation of depreciable assets for the year. The schedule below shows the net book value of general capital assets at the end of each year:

**Table 4**  
**Summary of Capital Assets**

<u>Capital Assets (Net of Depreciation)</u>	<u>Balance</u> June 30, <u>2025</u>	<u>Balance</u> June 30, <u>2024</u>	<u>Increase/</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
Site & Improvements	\$ 455,976	\$ 497,053	\$ (41,077)	-8.3%
Building & Building Improvements	13,363,218	14,464,985	(1,101,767)	-7.6%
Machinery & Equipment	1,474,533	1,018,196	456,337	44.8%
	<u>\$ 15,293,727</u>	<u>\$ 15,980,234</u>	<u>\$ (686,507)</u>	-4.3%

During the current fiscal year \$814,212 of fixed assets were capitalized. Increases in capital assets were offset by depreciation expense of \$1,501,887 for the year.

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

(UNAUDITED)

**Debt Administration:**

During the fiscal year ended June 30, 2025 the following changes occurred in liabilities reported in the long-term debt:

<b>Governmental</b>	<b>Balance 6/30/2024</b>	<b>Issued/(Retired) Adjustments</b>	<b>Balance 6/30/2025</b>	<b>Due Within One Year</b>
Net Pension Liability	\$ 8,362,510	\$ (837,670)	\$ 7,524,840	\$ -
Compensated Absences Payable (As Restated, Note 23)	8,166,300	507,575	8,673,875	-
Lease Obligations	<u>43,004</u>	<u>(33,971)</u>	<u>9,033</u>	<u>3,433</u>
Total	<u>\$ 16,571,814</u>	<u>\$ (364,066)</u>	<u>\$ 16,207,748</u>	<u>\$ 3,433</u>

For additional information, see Note 7 of Notes to the Financial Statements.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

**Original to Final Budget**

Original Appropriations as compared to the Final Budget stayed relatively constant throughout the Budget.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

For the 2024–2025 school year, the School Board was able to sustain its budget through the Township tax levy, state education aid and local revenue sources. Only 13% of the School Board's revenue is from federal, state and local aid (restricted and not restricted), while 87% of the total revenue is from the Township tax levy.

**CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT**

The School Board's financial report is designed to provide citizen groups, taxpayers, parents, students, other local officials, and 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 wish to request additional financial information, contact Tyler Verga, CPA, School Business Administrator/Board Secretary, at the Berkeley Board of Education's office, 53 Central Parkway, Bayville, New Jersey 08721.

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**BASIC FINANCIAL STATEMENTS**

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A. Government-Wide Financial Statements

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**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2025**

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<b>ASSETS:</b>			
Cash & Cash Equivalents	\$ 2,079,352	\$ -	\$ 2,079,352
Receivables, Net (Note 4)	3,166,133	75,935	3,242,068
Internal Balances (Note 6)	(109,881)	109,881	-
Restricted Cash & Cash Equivalents	1,755,511	-	1,755,511
Capital Assets, Net (Note 5)			
Non-depreciable	123,970	-	123,970
Depreciable	15,142,825	26,932	15,169,757
<b>Total Assets</b>	<b>22,157,910</b>	<b>212,748</b>	<b>22,370,658</b>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Related to Pensions (Note 8)	914,220	-	914,220
<b>Total Deferred Outflow of Resources</b>	<b>914,220</b>	<b>-</b>	<b>914,220</b>
<b>LIABILITIES:</b>			
Cash Deficit	-	115,643	115,643
Accounts Payable	37,176	-	37,176
Payroll Deductions and Withholdings	53,077	-	53,077
Due to Other Governments	733,972	-	733,972
Unearned Revenue	31,608	-	31,608
Noncurrent Liabilities (Note 7):			
Due Within One Year	43,113	-	43,113
Due in More Than One Year	16,164,635	-	16,164,635
<b>Total Liabilities</b>	<b>17,063,581</b>	<b>115,643</b>	<b>17,179,224</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Related to Pensions (Note 8)	1,121,790	-	1,121,790
<b>Total Deferred Inflow of Resources</b>	<b>1,121,790</b>	<b>-</b>	<b>1,121,790</b>
<b>NET POSITION:</b>			
Net Investment in Capital Assets	15,257,762	26,932	15,284,694
Restricted for:			
Capital Projects (Note 3)	498,689	-	498,689
Maintenance Reserve (Note 3)	1,223,602	-	1,223,602
Emergency Reserve (Note 3)	33,220	-	33,220
Excess Surplus (Note 17)	3,687,195	-	3,687,195
Unrestricted (Deficit) (Note 19)	(15,813,709)	70,173	(15,743,536)
<b>Total Net Position</b>	<b>\$ 4,886,759</b>	<b>\$ 97,105</b>	<b>\$ 4,983,864</b>

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

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2025**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular Instruction	\$ 10,710,901	\$ -	\$ -	(10,710,901)	-	\$ (10,710,901)
Special Education Instruction	8,054,681	-	2,874,076	(5,180,605)	-	(5,180,605)
Other Special Instruction	1,453,784	-	-	(1,453,784)	-	(1,453,784)
Other Instructional Programs	69,155	-	-	(69,155)	-	(69,155)
Support Services:						
Tuition	881,183	-	-	(881,183)	-	(881,183)
Student & Instruction Related Services	8,412,871	-	3,566,695	(4,846,176)	-	(4,846,176)
General Administrative	719,813	-	-	(719,813)	-	(719,813)
School Administrative Services	1,498,924	-	-	(1,498,924)	-	(1,498,924)
Central Services	454,700	-	-	(454,700)	-	(454,700)
Administrative Info. Technology	512,460	-	-	(512,460)	-	(512,460)
Plant Operations & Maintenance	2,897,121	-	-	(2,897,121)	-	(2,897,121)
Pupil Transportation	3,037,945	-	-	(3,037,945)	-	(3,037,945)
Unallocated Benefits	8,436,571	-	-	(8,436,571)	-	(8,436,571)
On Behalf TPAF Pension and Social Security Contributions	5,327,495	-	5,327,495	-	-	-
Transfer to Charter Schools	60,389	-	-	(60,389)	-	(60,389)
Interest & Other Charges	118,421	-	-	(118,421)	-	(118,421)
<b>Total Governmental Activities</b>	<b>52,646,414</b>	<b>-</b>	<b>11,768,266</b>	<b>(40,878,148)</b>	<b>-</b>	<b>(40,878,148)</b>
Business-Type Activities:						
Food Service	1,191,196	360,146	730,072	-	(100,978)	(100,978)
<b>Total Business-Type Activities</b>	<b>1,191,196</b>	<b>360,146</b>	<b>730,072</b>	<b>-</b>	<b>(100,978)</b>	<b>(100,978)</b>
<b>Total Primary Government</b>	<b>\$ 53,837,610</b>	<b>\$ 360,146</b>	<b>\$ 12,498,338</b>	<b>(40,878,148)</b>	<b>(100,978)</b>	<b>(40,979,126)</b>
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				32,509,654	-	32,509,654
Federal & State Aid Not Restricted				4,106,540	-	4,106,540
Tuition Charges				39,526	-	39,526
Miscellaneous				593,950	-	593,950
Investment Earnings				64,481	7,246	71,727
Special Items:				(100,000)	100,000	-
Transfer from Other Funds						
<b>Total General Revenues and Special Items</b>				<b>37,214,151</b>	<b>107,246</b>	<b>37,321,397</b>
Change In Net Position				(3,663,997)	6,268	(3,657,729)
Net Position - Beginning (as restated Note 23)				8,550,756	90,837	8,641,593
<b>Net Position - Ending</b>				<b>\$ 4,886,759</b>	<b>\$ 97,105</b>	<b>\$ 4,983,864</b>

## B. Fund Financial Statements

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## Governmental Funds

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2025**

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	TOTAL JUNE 30, 2025
Cash & Cash Equivalents	\$ 2,287,174	\$ -	\$ 2,287,174
Tax Levy Receivable	2,709,147	-	2,709,147
Receivables from:			
Federal	-	64,720	64,720
State	359,237	-	359,237
Other	33,029	-	33,029
Reserved Cash & Cash Equivalents:			
Capital Reserve	498,689	-	498,689
Maintenance Reserve	1,223,602	-	1,223,602
Emergency Reserve	33,220	-	33,220
<b>Total Assets</b>	<b>\$ 7,144,098</b>	<b>\$ 64,720</b>	<b>\$ 7,208,818</b>
<b>LIABILITIES &amp; FUND BALANCES</b>			
Liabilities:			
Cash Deficit	\$ -	\$ 207,822	\$ 207,822
Accounts Payable	36,768	408	37,176
Payroll Deductions and Withholdings	53,077	-	53,077
Due to Other Funds	109,881	-	109,881
Unearned Revenue	-	31,608	31,608
<b>Total Liabilities</b>	<b>199,726</b>	<b>239,838</b>	<b>439,564</b>
Fund Balances:			
Restricted for:			
Capital Reserve Account	498,689	-	498,689
Maintenance Reserve Account	1,223,602	-	1,223,602
Emergency Reserve Account	33,220	-	33,220
Excess Surplus	1,107,470	-	1,107,470
Excess Surplus Designated for Subsequent Year's Expenditures	2,579,725	-	2,579,725
Assigned for:			
Designated for Subsequent Year's Expenditures	771,593	-	771,593
Other Purposes	39,208	-	39,208
Unassigned	690,865	(175,118)	515,747
<b>Total Fund Balances</b>	<b>6,944,372</b>	<b>(175,118)</b>	<b>6,769,254</b>
<b>Total Liabilities &amp; Fund Balances</b>	<b>\$ 7,144,098</b>	<b>\$ 64,720</b>	

Amounts reported for *governmental activities* in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$52,981,038 and the accumulated depreciation is \$38,255,254.	15,266,795
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refundings are applicable to future reporting periods and, therefore, are not reported in the funds.	
Deferred Outflows related to pensions	914,220
Deferred Inflows related to pensions	(1,121,790)
Accrued pension contributions for the June 30, 2025 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(733,972)
Long-term liabilities, including net pension liability, bonds payable, compensated absences payable, bond premium and capital leases are not due and payable in the current period and therefore are not reported as liabilities in the funds (See Illustrative Note 7)	(16,207,748)
<b>Net Position of Governmental Activities</b>	<b>\$ 4,886,759</b>

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

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2025**

	GENERAL FUND	SPECIAL REVENUE FUND	TOTAL JUNE 30, 2025
Revenues:			
Local Tax Levy	\$ 32,509,654	\$ -	\$ 32,509,654
Interest on Investments	64,481	-	64,481
Tuition	39,527	-	39,527
Miscellaneous	593,950	64,660	658,610
Total Local Sources	33,207,612	64,660	33,272,272
State Sources	13,873,355	5,209,880	19,083,235
Federal Sources	35,927	1,166,231	1,202,158
Total Revenues	47,116,894	6,440,771	53,557,665
Expenditures:			
Current:			
Regular Instruction	9,797,666	-	9,797,666
Special Education Instruction	3,900,467	3,833,978	7,734,445
Other Special Instruction	1,395,985	-	1,395,985
Other Instructional Programs	66,406	-	66,406
Support Services & Undistributed Costs - Current:			
Tuition	846,150	-	846,150
Student & Instruction Related Services	4,512,820	3,566,695	8,079,515
General Administrative	691,195	-	691,195
School Administrative Services	1,439,331	-	1,439,331
Central Services	436,622	-	436,622
Administrative Information Technology	492,086	-	492,086
Plant Operations & Maintenance	2,781,939	-	2,781,939
Pupil Transportation	2,917,163	-	2,917,163
Unallocated Benefits	9,171,479	-	9,171,479
Nonbudgeted Expenditures	9,802,742	-	9,802,742
Debt Service:			
Interest	118,421	-	118,421
Capital Outlay	814,212	-	814,212
Transfer of Funds to Charter Schools	60,389	-	60,389
Total Expenditures	49,245,073	7,400,673	56,645,746
Excess/(Deficiency) of Revenues Over Expenditures	(2,128,179)	(959,902)	(3,088,081)
Other Financing Sources/(Uses):			
Local Contribution-Transfer to Special Revenue Regular	(784,784)	784,784	-
Transfers to Cover Deficit (Enterprise Fund)	(100,000)	-	(100,000)
Total Other Financing Sources/(Uses)	(884,784)	784,784	(100,000)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(3,012,963)	(175,118)	(3,188,081)
Fund Balance - July 1	9,957,335	-	9,957,335
Fund Balance - June 30	\$ 6,944,372	\$ (175,118)	\$ 6,769,254

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

**BERKELEY TOWNSHIP 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, 2025**

Total Net Changes in Fund Balances - Governmental Funds (B-2) \$ (3,188,081)

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

	\$ (1,493,596)	
Depreciation Expense Adjustment	1,166	
Capital Outlays	814,212	(678,218)

Governmental funds report the effect of right to use leased assets and similar items when lease is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:

Amortization of Right to Use Leased Assets		(25,032)
--	--	----------

Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.

700,936

Repayment of long-term debt principal and obligation of lease purchase agreements are 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.

33,972

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

(507,574)

Change in Net Position of Governmental Activities:

\$ (3,663,997)

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## Proprietary Funds

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF NET POSITION  
 JUNE 30, 2025**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND		JUNE 30, 2025
	FOOD	TECH EXPO	
<b>ASSETS</b>			
Current Assets:			
Cash & Cash Equivalents	\$ -	\$ 2,480	\$ 2,480
Account Receivable:			
State	3,202	-	3,202
Federal	52,340	-	52,340
Other	20,393	-	20,393
Due from General Fund	109,881	-	109,881
Total Current Assets	185,816	2,480	188,296
Noncurrent Assets:			
Furniture, Machinery & Equipment	351,413	-	351,413
Less: Accumulated Depreciation	(324,481)	-	(324,481)
Total Noncurrent Assets	26,932	-	26,932
Total Assets	212,748	2,480	215,228
<b>LIABILITIES</b>			
Current Liabilities:			
Cash Deficit	\$ 118,123	\$ -	\$ 118,123
Total Current Liabilities	118,123	-	118,123
<b>NET POSITION</b>			
Net Investment in Capital Assets	26,932	-	26,932
Unrestricted	67,693	2,480	70,173
Total Net Position	\$ 94,625	\$ 2,480	\$ 97,105

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

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2025**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND		TOTAL
	FOOD	TECH EXPO	JUNE 30, 2025
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 278,147	\$ -	\$ 278,147
Daily Sales - Nonreimbursable Programs	78,342	-	78,342.00
Miscellaneous Revenue	3,657	-	3,657
	<hr/>		
Total Operating Revenues	360,146	-	360,146
	<hr/>		
Operating Expenses:			
Cost of Sales - Reimbursable Programs	523,704	-	523,704
Cost of Sales - Non-Reimbursable Programs	147,505	-	147,505
Salaries & Benefits	464,533	-	464,533
Professional Services	9,328	-	9,328
General Supplies	3,385	-	3,385
Miscellaneous	34,451	-	34,451
Depreciation	8,290	-	8,290
	<hr/>		
Total Operating Expenses	1,191,196	-	1,191,196
	<hr/>		
Operating Loss	(831,050)	-	(831,050)
	<hr/>		
Nonoperating Revenues/(Expenses):			
State Sources:			
State School Lunch Program	28,115	-	28,115
State School Breakfast Program	12,552	-	12,552
Summer EBT Administrative Cost Aid	322	-	322
Federal Sources:			
National School Lunch Program	464,209	-	464,209
National School Breakfast Program	142,020	-	142,020
National School Performance Based Program	15,507	-	15,507
U.S.D.A. Commodities	67,026	-	67,026
Summer EBT Administrative Cost Aid	322	-	322
Transfer to/from Other Funds	100,000	-	100,000
Interest & Investment Revenue	7,246	-	7,246
	<hr/>		
Total Nonoperating Revenues/(Expenses)	837,318	-	837,318
	<hr/>		
Income/(Loss) Before Transfers	6,268	-	6,268
	<hr/>		
Change in Net Position	6,268	-	6,268
Total Net Position - Beginning	88,357	2,480	90,837
	<hr/>		
Total Net Position - Ending	\$ 94,625	\$ 2,480	\$ 97,105
	<hr/>		

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

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED JUNE 30, 2025**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND		JUNE 30, 2025
	FOOD SERVICE	TECH EXPO	
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 378,207	\$ -	\$ 378,207
Payments to Employees & Benefits	(464,533)	-	(464,533)
Payments to Suppliers	(751,347)	-	(751,347)
Net Cash Provided/(Used) by Operating Activities	(837,673)	-	(837,673)
Cash Flows From Noncapital Financing Activities:			
State Sources	40,989	-	40,989
Federal Sources	622,058	-	622,058
Net Cash Provided/(Used) by Noncapital Financing Activities	663,046	-	663,046
Cash Flows From Investing Activities:			
Increase(Decrease)Transfers to/from Other Funds	100,000	-	100,000
Interest & Dividends	7,246	-	7,246
Net Cash Provided/(Used) by Investing Activities	107,246	-	107,246
Net Increase/(Decrease) in Cash & Cash Equivalents	(67,381)	-	(67,381)
Balances - Beginning of Year	(50,742)	2,480	(48,262)
Balances - End of Year	\$ (118,123)	\$ 2,480	\$ (115,643)
<b>Reconciliation of Operating Loss to Net Cash Provided/(Used) by Operating Activities:</b>			
Operating Loss	\$ (831,050)	\$ -	\$ (831,050)
Adjustments to Reconcile Operating Loss to Net Cash Provided/(Used) by Operating Activities:			
U.S.D.A. Commodities	67,026	-	67,026
Depreciation & Net Amortization	8,290	-	8,290
(Increase)/Decrease in Accounts Receivable	18,061	-	18,061
(Increase)/Decrease in Due to Other Funds	(100,000)	-	(100,000)
Total Adjustments	(6,623)	-	(6,623)
Net Cash Provided/(Used) by Operating Activities	\$ (837,673)	\$ -	\$ (837,673)

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

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**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies**

**Basis of Presentation**

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

**Reporting Entity**

The 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 nine members appointed to three-year terms. These terms are staggered so that three members’ terms expire each year. The District provides a full range of educational services appropriate to grades levels Preschool through 6th grade at its four school. The School District has an approximate enrollment at June 30, 2025 of 2,381 students.

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

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

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

**Component Units**

GASB Statement No.14, *The Financial Reporting Entity*, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus – an Amendment of GASB Statements No. 14 and No. 34*, GASB Statement No. 80, *Blending Requirements for certain component Units - an Amendment of GASB Statement No. 14* and GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan- an Amendment of GASB Statements No. 14 and No. 84*. The School District had no component units as of for the year ended June 30, 2025.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Basis of Accounting, Measurement Focus and Financial Statement Presentation**

The accounts of the School District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

**A. Government-Wide Financial Statements**

The School District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the School District accompanied by a total column. Fiduciary activities of the School District are not included in these statements.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the School District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

**B. Governmental Fund Financial Statements**

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. The School District has presented all major funds that met those qualifications.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies (Continued)**

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. (The School District’s deferred outflows of resources and deferred inflows of resources are noncurrent.) The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the School District, are property tax and intergovernmental revenues. Expenditures are recorded in the accounting period in which the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Interest on invested funds is recognized when earned. Intergovernmental revenues that are reimbursements for specific purposes or projects are recognized in the period in which the expenditures are recorded. All other revenue items are considered to be measurable and available only when cash is received by the School District. Transfers between governmental funds are recorded when the related liability is incurred. These transfers do not represent revenues (expenditures) to the School District and are, therefore, reported as other financing sources (uses) in the governmental fund financial statements.

Since the fund level statements are presented using a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented on the page following each fund level statement that summarizes the adjustments necessary to convert the fund level statements into the government-wide presentations.

The School District funds outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted resources are available for use, it is the School District’s policy to use restricted resources first, then unrestricted resources as they are needed. In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the School District’s policy to consider restricted fund balance to have been depleted before any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

The School District reports the following major governmental funds:

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies (Continued)**

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

As required by the New Jersey Department of Education the School District includes budgeted capital outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, interest earnings and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment.

**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 proprietary funds, and local appropriations that are restricted or committed to expenditures for specified purposes.

**C. Proprietary Fund Financial Statements**

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies (Continued)**

The School District reports the following major proprietary funds:

**Food Service Fund** – The food service fund accounts for the financial transactions related to the food service operations of the School District.

**Tech Expo Fund**- The tech expo fund accounts for the financial transactions related to the exhibition of technology operations of the School District.

**D. Fiduciary Fund Financial Statements**

Fiduciary fund financial statements include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. The School District’s fiduciary funds include Custodial Funds, which are used to report fiduciary activities where the School District controls assets that are collected on behalf of other entities. These assets are not held in a trust and are distributed in accordance with applicable policies. The Custodial Funds are accounted for on a spending or “economic resources” measurement focus and the accrual basis of accounting in accordance with GASBS No. 84, *Fiduciary Activities* .

The School District has no fiduciary funds.

**Budgets/Budgetary Control**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office. In accordance with P.L.2011 c.202, which became effective January 17, 2012, the School District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2-2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23-2-11.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the one or more June 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.

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

The budget, as detailed on Exhibit C-1, Exhibit C-2, and Exhibit I-3, includes all amendments to the adopted budget, if any.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies (Continued)**

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the general fund budgetary comparison schedules and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

**Encumbrances**

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

Open encumbrances in the special revenue fund for which the School District has received advances are reflected in the balance sheet as a reduction of the accounts receivables or as unearned revenue at fiscal year-end.

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

**Cash, 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 considered cash equivalents and stated at cost.

Investments are stated at fair value in accordance with Governmental Accounting Standards Board (GASB). New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. N.J.S.18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

*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 Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect governmental units from loss of funds on deposit with a failed banking institution in New Jersey. 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.

For purposes of the statement of cash flows, the School District considers all highly liquid investments (including restricted assets) with a maturity when purchased of twelve months or less and all local government investment pools to be cash equivalents.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Tuition Receivable/Payable**

Tuition rates were established by the receiving School District based on estimated costs. The charges are subject to adjustment when the actual costs are determined.

**Inventories**

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

**Interfund Receivables/Payables**

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. As previously mentioned, these amounts are eliminated in the governmental and business-type columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are presented as Internal Balances in the Statement of Net Position.

**Capital Assets**

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair market value at the date of donation. All reported capital assets except land and construction in progress are depreciated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The School District does not possess any infrastructure. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

Capital assets of the School District are depreciated or amortized using the straight-line method over the following estimated useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Land Improvements	10-20 Years	N/A
Building and Improvements	10-50 Years	N/A
Furniture and Equipment	5-20 Years	5-12 Years
Vehicles	5-10 Years	4-6 Years

**Right to Use Assets**

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

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Compensated Absences**

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave and sabbatical leave. In accordance with GASB Statement No. 101, Compensated Absences, liabilities for compensated absences are recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. The liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

The entire compensated absences liability is reported on the government-wide financial statements and proprietary fund financial statements. Compensated absences liability is not recorded in the governmental funds. Instead expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of resignations or retirements.

**Unearned Revenue**

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and is recorded as a liability until the revenue is both measureable and the School District is eligible to realize the revenue.

**Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, government fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources.

**Accounting Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumption that affect certain reported amounts reported in the financial statements and accompanying note disclosures. Actual results could differ from those estimates.

**Interfund Activity**

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Deferred Outflows and Deferred Inflows of Resources**

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

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

**Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plan's fiduciary net position of the Public Employees' Retirement System (PERS) and Teacher's Pension and Annuity Fund (TPAF) and additions to/deductions from the PERS's and TPAF's fiduciary net position have been determined on the same basis as they are reported by the plans. 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.

**Fund Balance**

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances in the governmental funds financial statements are classified into the following five categories, as defined below:

Non-spendable – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies (Continued)**

Assigned – This classification includes amounts that are constrained by the School District’s intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process.

Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the School District’s policy to consider restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, it is the School District’s policy to consider amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

**Net Position**

Net position, represents the difference between summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified into the following three components:

Net Investment in Capital Assets – This components represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.

Restricted – This component of 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.

Unrestricted – This component of net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

**Subsequent Events**

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2025 and December 18, 2025, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**Impact of Recently Issued Accounting Principles**

Adopted Accounting Pronouncements

The following GASB Statements became effective for the fiscal year ended June 30, 2025:

- Statement No. 101, *Compensated Absences*. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023. Implementation of this Statement resulted in a prior period adjustment and additional footnotes. See Note 14 and Note 23 for further detail.
- Statement No. 102, *Certain Risk Disclosures*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024. Management has determined the implementation of this Statement did not have a significant impact on the District's financial statements.

Accounting Pronouncements Effective in Future Reporting Periods

The following GASB Statements will become effective in future fiscal periods:

- Statement No. 103, *Financial Reporting Model Improvements*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.
- Statement No. 104, *Disclosure of Certain Capital Assets*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.

Management has not yet determined the the potential impact on the District's financial statements.

**Deposits**

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2025, the School District’s bank balance of \$4,485,905 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	4,338,040
Uninsured and Uncollateralized		147,865
Total	\$	4,485,905

**Investments**

The School District had no investments at June 30, 2025.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 3. Reserve Accounts**

Capital Reserve

A capital reserve account was established by the School District by inclusion of \$1,000 on June 30, 1994 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 School District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2024 to June 30, 2025 fiscal year is as follows:

Beginning Balance, July 1, 2024	\$	480,372
Increased by:		
Interest Earnings		18,317
		18,317
Ending Balance, June 30, 2025	\$	498,689

Emergency Reserve

The School District established an emergency reserve account by inclusion of \$250,000 on June 17, 2008 for the accumulation of funds for use in accordance with N.J.S.A. 18A: 7F-41c(1) to finance unanticipated general fund expenditures.

The activity of the emergency reserve for the July 1, 2024 to June 30, 2025 fiscal year is as follows:

Beginning Balance, July 1, 2024	\$	32,000
Increased by:		
Interest Earnings		1,220
		1,220
Ending Balance, June 30, 2025	\$	33,220

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 3. Reserve Accounts (Continued)**

Maintenance Reserve

The School District established a maintenance reserve account by the inclusion of \$300,000 on June 17, 1994 for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years.

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

The activity of the maintenance reserve for the July 1, 2024 to June 30, 2025 fiscal year is as follows:

Beginning Balance, July 1, 2024	\$	1,178,657
Increased by:		
Interest Earnings		44,945
Ending Balance, June 30, 2025	\$	1,223,602

**Note 4. Accounts Receivable**

Accounts receivable at June 30, consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state and federal programs, the current fiscal year guarantee of federal funds and the budgetary control of New Jersey governmental entities. Accounts receivable in the School District's governmental and business-type activities as of June 30, 2025, consisted of the following:

<u>Description</u>	Governmental Funds		Total Governmental <u>Activities</u>
	General <u>Fund</u>	Special Revenue <u>Fund</u>	
Federal Awards	\$ -	\$ 64,720	\$ 64,720
State Awards	359,237	-	359,237
Tax Levy Receivable	2,709,147	-	2,709,147
Other	33,029	-	33,029
Total	\$ 3,101,413	\$ 64,720	3,166,133
		Proprietary Funds	
		Food Service <u>Fund</u>	Total Business-Type <u>Activities</u>
Federal Awards		\$ 52,340	\$ 52,340
State Awards		3,202	3,202
Other		20,393	20,393
Total		\$ 75,935	\$ 75,935

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 5. Capital Assets**

Capital assets activity for the year ended June 30, 2025 was as follows:

	Governmental Activities			
	Balance July 1, <u>2024</u>	<u>Additions</u>	<u>Adjustments</u>	Balance June 30, <u>2025</u>
<b>Governmental Activities:</b>				
Capital assets not being depreciated:				
Land	\$ 123,970	\$ -	\$ -	\$ 123,970
Total Capital Assets not being depreciated	<u>123,970</u>	<u>-</u>	<u>-</u>	<u>123,970</u>
Capital Assets being depreciated:				
Land Improvements	2,989,690	-	-	2,989,690
Buildings and Improvements	42,827,639	-	-	42,827,639
Equipment	6,375,534	814,212	539,533	7,729,279
Total Capital Assets being depreciated	<u>52,192,863</u>	<u>814,212</u>	<u>539,533</u>	<u>53,546,608</u>
Less: Accumulated Depreciation:				
Land Improvements	(2,616,607)	(41,077)	-	(2,657,684)
Buildings and Improvements	(28,362,655)	(1,193,713)	91,947	(29,464,421)
Equipment	(5,392,560)	(258,806)	(630,312)	(6,281,678)
Total Accumulated Depreciation	<u>(36,371,821)</u>	<u>(1,493,597)</u>	<u>(538,365)</u>	<u>(38,403,783)</u>
Total Capital Assets being depreciated, net	<u>15,821,042</u>	<u>(679,385)</u>	<u>1,168</u>	<u>15,142,825</u>
Total Governmental Activities Capital Assets, net	<u>\$ 15,945,012</u>	<u>\$ (679,385)</u>	<u>\$ 1,168</u>	<u>\$ 15,266,795</u>
	Business-Type Activities			
	Balance July 1, <u>2024</u>	<u>Additions</u>	<u>Adjustments</u>	Balance June 30, <u>2025</u>
<b>Business-Type Activities:</b>				
Equipment	\$ 351,413	\$ -	\$ -	\$ 351,413
Total Capital Assets being depreciated	<u>351,413</u>	<u>-</u>	<u>-</u>	<u>351,413</u>
Less: Accumulated Depreciation:				
Equipment	(316,191)	(8,290)	-	(324,481)
Total Capital Assets being depreciated, net	<u>(316,191)</u>	<u>(8,290)</u>	<u>-</u>	<u>(324,481)</u>
Total Business-Type Activities Capital Assets, net	<u>\$ 35,222</u>	<u>\$ (8,290)</u>	<u>\$ -</u>	<u>\$ 26,932</u>

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 5. Capital Assets (Continued)**

Depreciation expense was charged to functions/programs of the School District as follows:

Governmental Activities

Instruction:

Regular Instruction	\$ 398,975
Special Education Instruction	314,957
Other Special Instruction	56,846
Other Instructional Programs	2,704

Support Services:

Tuition	34,456
Student & Instruction Related Services	329,008
General Administrative	28,146
School Administrative Services	58,611
Central Services	17,780
Administrative Info. Technology	20,038
Plant Operations & Maintenance	113,284
Pupil Transportation	118,791

Total Depreciation Expense - Governmental Activities	\$ 1,493,596
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**Note 6. Interfund Receivables, Payables and Transfers**

Interfund balances at year-end were as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ -	\$ 109,881
Food Service Fund	109,881	-
	\$ 109,881	\$ 109,881

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

Interfund transfers for the year ended June 30, 2025 were as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 884,784
Special Revenue Fund	784,784	-
Enterprise Fund	100,000	-
	\$ 884,784	\$ 884,784

Interfund transfers were for a local contribution to Special Revenue and a transfer to cover a deficit in the Enterprise Fund.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 7. Long-Term Obligations**

During the fiscal year-ended June 30, 2025 the following changes occurred in long-term obligations for the governmental and business-type activities:

	Balance <u>June 30, 2024</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2025</u>	Balance Due Within <u>One Year</u>
Governmental Activities:					
Financing Obligations	\$ 43,005	\$ -	\$ 33,972	\$ 9,033	\$ 3,443
Compensated Absences (As restated, Note 23)	8,166,300	507,575	-	8,673,875	-
Net Pension Liability	8,362,510	-	837,670	7,524,840	-
	<u>\$ 16,571,815</u>	<u>\$ 507,575</u>	<u>\$ 871,642</u>	<u>\$ 16,207,748</u>	<u>\$ 3,443</u>

Compensated absences, lease obligations and the net pension liability are liquidated by the general fund.

**Financing Obligations**

The School District has entered into agreements to lease copy machines. The lease agreements qualify as other than short-term leases under GASB 87, and therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

On June 27, 2022, the School District entered into a lease purchase agreement in the amount of \$16,748 for Savin Copiers. The lease obligation was issued at an interest rate of 5.00% and matures on December 28, 2027.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2025 were as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total</u>
2026	\$ 3,443	\$ 472	\$ 3,915
2027	3,667	248	3,915
2028	1,923	36	1,959
	<u>\$ 9,033</u>	<u>\$ 756</u>	<u>\$ 9,789</u>

**Bonds Authorized but not Issued**

As of June 30, 2025, the School District had no bonds authorized but not issued.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans**

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

**Plan Description** - The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Annual Comprehensive Financial Report (ACFR) which can be found at <http://www.nj.gov/treasury/pensions/financial-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, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

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

**Basis of Presentation** - The schedule of employer and nonemployer allocations and the schedules of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS, its participating employers or the State of New Jersey (the State) as a nonemployer contributing entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS, its participating employers, or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS 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.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

**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 2024, the State's pension contribution was more than the actuarial determined amount.

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

**Components of Net Pension Liability** - At June 30, 2025, the School District's proportionate share of the net pension liability was \$7,524,840. The net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. 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, 2024. The School District's proportion measured as of June 30, 2024, was 0.055378%, which was a decrease of 0.00235632% from its proportion measured as of June 30, 2023.

**Pension Expense/(Credit) and Deferred Outflows/Inflows of Resources** - For the year ended June 30, 2025, the School District's proportionate share of the PERS expense/(credit), calculated by the plan as of June 30, 2024 is \$52,607. This expense/(credit) is recognized by the School District in the government-wide financial statements.

At June 30, 2025 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between Expected and Actual Experience	\$ 150,736	\$ 20,033
Changes of Assumptions	9,348	85,615
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	348,906
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	20,164	667,236
School District contributions subsequent to measurement date	733,972	-
	<b>\$ 914,220</b>	<b>\$ 1,121,790</b>

\$733,972 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2024-2025 total salaries for PERS employees multiplied by an employer pension contribution rate of 16.36%. The payable is due on April 1, 2026 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. 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:

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

<u>June 30,</u>		
2026	\$	(448,900)
2027		117,795
2028		(271,639)
2029		(211,519)
2030		(127,279)
	<u>\$</u>	<u>(941,542)</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 that legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The amounts contributed on behalf of the local participating employers under the legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under the legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers related to the legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employers as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

Additionally, the State has no proportionate share of the PERS net pension liability attributable to the District as of June 30, 2025. At June 30, 2025, the State's proportionate share of the PERS expense, associated with the District, calculated by the plan as of the June 30, 2024 measurement date was \$24,260.

**Actuarial Assumptions** – The collective total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. 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%

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.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

The actuarial assumptions used in the July 1, 2023 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, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2024 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%	8.63%
Non-U.S. Developed Markets Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Markets Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%
	<u>100.00%</u>	

**Discount Rate** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. 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 nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

**Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate** - The following presents the School District's proportionate share of the net pension liability as of June 30, 2024, 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>At 1% Decrease (6.00%)</b>	<b>At Current Discount Rate (7.00%)</b>	<b>At 1% Increase (8.00%)</b>
School District's Proportionate Share of the Net Pension Liability	\$ 10,082,827	\$ 7,524,840	\$ 5,465,251

**Additional Information** - The following is a summary of the collective balances of the local group at June 30, 2025 and 2024:

	<u>06/30/25</u>	<u>06/30/24</u>
	June 30, 2024	June 30, 2023
Actuarial Valuation Date	June 30, 2024	June 30, 2023
Collective Deferred Outflows of Resources	\$ 1,079,580,780	\$ 1,080,204,730
Collective Deferred Inflows of Resources	1,611,322,898	1,780,216,457
Collective Net Pension Liability	13,702,423,985	14,606,489,066
School District's portion	0.05538%	0.05773%

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

**Plan Description** - TPAF is a cost sharing multiple-employer defined benefit pension plan with a special-funding situation, by which 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 the Division's annual financial statements which can be found at [www.nj.gov/treasury/pensions/financial-reports.shtml](http://www.nj.gov/treasury/pensions/financial-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

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

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

**Basis of Presentation** - The schedule of employer and nonemployer allocations and the schedule of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of TPAF and the State as an employer/nonemployer entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of TPAF or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of TPAF 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.

**Contributions** - The contribution policy for TPAF is set by *N.J.S.A 18A:66* and requires contributions by active members and contributing employers. Pursuant to the provisions of *Chapter 78, P.L. 2011*, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.5% in State fiscal year 2018. 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 2024, the State's pension contribution was more than the actuarial determined amount.

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

**Components of Net Pension Liability** - At June 30, 2025, the State's proportionate share of the TPAF net pension liability, attributable to the School District was \$76,348,395. The School District's proportionate share was \$0.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. 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, 2025, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.154472899%, which was an increase of 0.001230622% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the State of New Jersey recognized a pension expense/(credit) in the amount of (\$278,507) for the State’s proportionate share of the TPAF pension expense attributable to the School District. This pension expense/(credit) was based on the pension plans June 30, 2024 measurement date.

**Actuarial Assumptions** –The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75% - 5.65% 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 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 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 assumption used in the July 1, 2023 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, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2024 are summarized in the following table:

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Markets Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Markets Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%
	100.00%	

**Discount Rate** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. 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 actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

**Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 7.00% as well as what the State's proportionate share of the net pension liability, attributable to the School District's would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<b>At 1% Decrease (6.00%)</b>	<b>At Current Discount Rate (7.00%)</b>	<b>At 1% Increase (8.00%)</b>
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	\$ 90,750,876	\$ 76,348,395	\$ 64,218,783

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

**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 TPAF and additions to/deductions from the TPAF's fiduciary net position have been determined on the same basis as they are reported by the TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Additional Information** - The following is a summary of the collective balances of the local group at June 30, 2025 and 2024:

	<b>06/30/25</b>	<b>06/30/24</b>
Actuarial Valuation Date	June 30, 2024	June 30, 2023
Collective Deferred Outflows of Resources	\$ 1,178,433,819	\$ 2,502,380,383
Collective Deferred Inflows of Resources	10,615,423,132	14,830,205,473
Collective Net Pension Liability	49,492,072,325	51,109,961,824
School District's portion	0.15447%	0.15324%

**C Defined Contribution Retirement Plan (DCRP)**

**Plan Description** - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of N.J.S.A. 43:15C-1 et seq. The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in PERS or TPAF on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits;
- Employees enrolled in the Police and Firemen's Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees.

**Contributions** - The contribution policy is set by *N.J.S.A. 43:15C-3* and requires active members and contribution employers. When enrolled in the DCRP, members are required to contribute 5.5% of their base salary to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pension and Benefits. Member contributions are matched by a 3% contribution from the School District.

For the year ended June 30, 2025, employee contributions totaled \$120,491, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$88,568.15.

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 9. Other Post-Employment Benefits**

**General Information about the OPEB Plan**

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

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 of total nonemployer OPEB liability (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.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 9. Other Post-Employment Benefits (continued)**

**Total Nonemployer OPEB Liability**

The total nonemployer OPEB liability of \$59,650,630,530 as of June 30, 2024 was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. 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:

	<b>TPAF/ABP</b>	<b>PERS</b>	<b>PFRS</b>
Salary Increases	2.75 - 5.65%	2.75 - 6.55%	3.25 - 16.25%
	based on years of service	based on years of service	based on years of service

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

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of the TPAF, PERS and PFRS experience studies prepared for July 1, 2018 to June 30, 2021.

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

**OPEB Obligations and OPEB Expense** - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2024 was \$102,985,389. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2024, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State proportionate share of the OPEB Obligation attributable to the School District was 0.17264761%, which was a decrease of (0.00022621%) from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the State of New Jersey recognized an OPEB expense in the amount of \$4,174,950 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2024 measurement date.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 9. Other Post-Employment Benefits (continued)**

**Health Care Trend Assumptions**

For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend rate is increasing to 19.36% in fiscal year 2027, and decreases to 4.50% in fiscal year 2034. For HMO, the trend rate is increasing to 22.88% in fiscal year 2027, and decreases to 4.50% in fiscal year 2034. For prescription drug benefits, the initial trend rate is 12.25% and decreases to a 4.50% long-term trend rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

**Discount Rate**

The discount rate used to measure the total OPEB liability was 3.93%. 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 Total Nonemployer OPEB Liability to Changes in Discount Rate:**

The following presents the total nonemployer OPEB liability as of June 30, 2024, respectively, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<b>June 30, 2024</b>		
	At 1% Decrease (2.93%)	At Discount Rate (3.93%)	At 1% Increase (4.93%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 120,617,947	\$ 102,985,389	\$ 88,805,153
State of New Jersey's Total Nonemployer OPEB Liability	\$ 69,863,663,542	\$ 59,650,630,530	\$ 51,437,232,141

**Sensitivity of Total Nonemployer OPEB Liability to Changes in the Healthcare Trend Rate:**

The following presents the total nonemployer OPEB liability as of June 30, 2024 calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 9. Other Post-Employment Benefits (continued)**

	<b>June 30, 2024</b>		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 85,787,579	\$ 102,985,389	\$ 125,386,672
State of New Jersey's Total Nonemployer OPEB Liability	\$ 49,689,409,509	\$ 59,650,630,530	\$ 72,625,778,279

\* See Healthcare Cost Trend Assumptions for details of rates.

**Additional Information**

The following table illustrates the Deferred Inflows and Outflows as of the June 30, 2024 Measurement Date under GASB 75.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected & Actual Experience	\$ 6,378,932,312	\$ 11,139,706,892
Change in Assumptions	10,004,978,073	11,662,607,882
Contributions Made in Fiscal Year Ending 6/30/2024 After Measurement Date	TBD	N/A
	<b>\$ 16,383,910,385</b>	<b>\$ 22,802,314,774</b>
Fiscal Year Ending June 30,		
2025	\$ (2,115,877,507)	
2026	(1,774,175,666)	
2027	(842,677,045)	
2028	221,470,185	
2029	(1,537,725,697)	
Thereafter	(369,418,659)	
	<b>\$ (6,418,404,389)</b>	

\*\* Employer Contributions made after June 30, 2024 are reported as a deferred outflow of resources, but are not amortized in expense.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 9. Other Post-Employment Benefits (continued)**

**Plan Membership**

At June 30, 2023, the Program membership consisted of the following:

Active Plan Members	219,185
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	153,556
	<u>372,741</u>

**Changes in the Total OPEB Liability**

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2025 (measurement date June 30, 2024) is as follows:

**Total OPEB Liability**

Service Cost	\$ 2,152,062,729
Interest Cost	1,963,557,443
Difference Between Expected and Actual Experiences	158,934,425
Changes of Assumptions	4,462,660,491
Contributions: Member	51,347,810
Gross Benefit Payments	(1,499,600,607)
	<u>7,288,962,291</u>
Net Change in Total OPEB Liability	7,288,962,291
Total OPEB Liability (Beginning)	52,361,668,239
	<u>\$ 59,650,630,530</u>
Total Covered Employee Payroll	\$ 15,845,935,573
Net OPEB Liability as a Percentage of Payroll	376.44%

**Note 10. On-Behalf Payments for Fringe Benefits and Salaries**

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2025, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$6,478,629, \$1,428,433, \$1,893,061, and \$2,619, respectively.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 11. Risk Management**

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

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

**Joint Insurance Pool** – The School District also participates in the New Jersey Schools Insurance Group (NJSIG) and public entity risk pool. The Pool provides its members with the following coverage:

Property - Blanket Building & Grounds	General & Automobile Liability
Environmental Impairment Liability	Workers' Compensation
School Board Legal Liability	Excess Liability
Employer Liability	Comprehensive Crime Coverage

**Note 12. Contingencies**

**State and Federal Grantor Agencies** - The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2025 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

**Litigation** – The School District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the School Districts' attorney that resolution of these matters will not have a material adverse effect on the financial condition of the School District.

**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.

**Note 13. Deferred Compensation**

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

AXA Equitable	Lincoln Investment Planning, Inc.
Valic Investment	Met Life

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 14. Compensated Absences**

GASB Statement No. 101, *Compensated Absences*, requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. The liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

School District employees are granted varying amounts of vacation and sick leave in accordance with the School District's personnel policies. Upon termination, employees are paid for accrued vacation. The School District policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement, employees shall be paid by the School District for the unused sick leave in accordance with the School District's agreements with various employee unions. However, a liability is recognized under GASB 101 to the extent such leave is expected to be used as time off.

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. It is estimated that accrued benefits for compensated absences, in accordance with GASB Statement No. 101, are valued at \$8,673,875 at June 30, 2025. This estimate includes leave that is expected to be paid upon separation from service, and vacation and sick leave to the extent that such leave is more likely than not to be used by employees as paid time off, based on historical usage patterns.

The School District adopted GASB Statement No. 101 during the year ended June 30, 2025. As a result, the compensated absences liability disclosed above reflects the revised recognition criteria under this standard. Implementation of this Statement resulted in a Prior Period Adjustment. See Note 22 for further detail.

**Note 15. Tax Abatements**

As defined by the Governmental Accounting Standards Board (GASB) Statement No. 77, a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

For a local school district board of education or board of school estimate that has elected to raise their minimum tax levy using the required local share provisions at N.J.S.A. 18A:7F-5(b), the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth.

**Note 16. Right to Use Leased Assets**

The School District has recorded a right to use leased asset. The assets are right to use assets for leased copy machines. The related lease is discussed in the Leases subsection of Note 7, Long-Term Liabilities. The right to use lease asset is amortized on a straight-line basis over the terms of the related lease.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 16. Right to Use Leased Assets (continued)**

Right to use asset activity for the School District for the year ended June 30, 2025, was as follows:

	Beginning Balance	Increases	Ending Balance
Right to use assets			
Leased copy machines	\$ 156,128	\$ -	\$ 156,128
Total right to use assets	156,128	-	156,128
Less accumulated amortization:			
Leased copy machines	(131,096)	(25,032)	(156,128)
Total accumulated amortization	(131,096)	(25,032)	(156,128)
Right to use assets, net	\$ 25,032	\$ (25,032)	\$ -

**Note 17. Calculation of Excess Surplus**

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund 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, 2025 was \$1,107,470.

**Note 18. Fund Balances**

**General Fund** – Of the \$6,944,372 General Fund fund balance at June 30, 2025, \$498,689 has been restricted for the Capital Reserve Account; \$1,223,602 has been restricted for the Maintenance Reserve Account; \$33,220 has been restricted for the Emergency Reserve Account; \$1,107,470 has been restricted for current year excess surplus; \$2,579,725 is restricted for prior year excess surplus – designated for subsequent year’s expenditures; \$39,208 has been assigned to other purposes; \$771,593 has been assigned-designated for subsequent year's expenditures; and \$690,865 is unassigned.

**Note 19. Deficit in Net Position**

**Unrestricted Net Position** – The School District governmental activities had a deficit in unrestricted net position in the amount of (\$15,813,709) at June 30, 2025. The primary causes of this deficit is the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employee’s Retirement System (PERS) as of June 30, 2025. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

**Note 21. Commitments**

The District has contractual commitments at June 30, 2025 to various vendors, which are recorded in the General Fund as Fund Balance Committed for Other Purposes in the amount of \$39,208.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 22. Deficit Fund Balance**

The School District has a deficit fund balance of \$175,118 in the Special Revenue Fund as of June 30, 2025 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties; however, unless the State of New Jersey budgets the delayed payments in future years, the District may also report fund deficits in the future.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the fund statements (modified accrual basis) of \$175,118 in the Special Revenue Fund is due to the delayed state aid payments as of June 30, 2025.

**Note 23. Prior Period Adjustment/Restatement of Net Position**

Net Position as of July 1, 2024, has been restated as follows for the implementation of GASB Statement No. 101, *Compensated Absences*.

Net Position as previously reported at June 30, 2024	\$ 15,919,717
Prior Period Adjustment - Implementation of GASB 101	<u>(7,368,961)</u>
Net position as restated, July 1 ,2024	<u><u>\$ 8,550,756</u></u>

Long-Term Liabilities of the Governmental Funds as of July 1, 2024, has been restated as follows for the implementation of GASB Statement No. 101, *Compensated Absences*.

Long-Term Liabilities as previously reported at June 30, 2024	\$ 9,202,854
Prior Period Adjustment- Implementation of GASB 101	<u>7,368,961</u>
Long-Term Liabilities restated, July 1, 2024	<u><u>\$ 16,571,815</u></u>

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

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### C. Budgetary Comparison Schedules

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

ACCOUNT NUMBERS	JUNE 30, 2025				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
<b>Revenues:</b>						
<b>Local Sources:</b>						
Local Tax Levy	10-1210	\$ 32,509,654	\$ -	\$ 32,509,654	\$ 32,509,654	\$ -
Tuition from LEAs	10-1320	-	-	-	39,527	39,527
Interest Earned on Emergency Reserve	10-1993	300	-	300	1,220	920
Interest Earned on Maintenance Reserve	10-1994	5,000	-	5,000	44,944	39,944
Interest Earned on Capital Reserve	10-1995	3,000	-	3,000	18,317	15,317
Miscellaneous	10-1990	386,236	-	386,236	593,950	207,714
<b>Total Local Sources</b>		<b>32,904,190</b>	<b>-</b>	<b>32,904,190</b>	<b>33,207,612</b>	<b>303,422</b>
<b>State Sources:</b>						
Categorical Transportation Aid	10-3121	912,934	-	912,934	912,934	-
Categorical Special Education Aid	10-3132	2,306,860	-	2,306,860	2,306,860	-
Categorical Security Aid	10-3177	517,463	-	517,463	517,463	-
Adjustment Aid	10-3178	71,463	-	71,463	71,463	-
Extraordinary Aid	10-3131	50,000	-	50,000	264,070	214,070
Nonpublic Transportation	10-3190	-	-	-	23,525	23,525
<b>Nonbudgeted:</b>						
On-Behalf TPAF Pension Contribution	10-3901	-	-	-	6,478,629	6,478,629
On-Behalf TPAF Medical Contribution	10-3903	-	-	-	1,893,061	1,893,061
On-Behalf TPAF Long-Term Disability	10-3904	-	-	-	2,619	2,619
Reimbursed TPAF Social Security	10-3902	-	-	-	1,428,433	1,428,433
<b>Total State Sources</b>		<b>3,858,720</b>	<b>-</b>	<b>3,858,720</b>	<b>13,899,057</b>	<b>10,040,337</b>
<b>Federal Sources:</b>						
Medicaid Reimbursement	10-4200	81,255	-	81,255	35,927	(45,328)
<b>Total Federal Sources</b>		<b>81,255</b>	<b>-</b>	<b>81,255</b>	<b>35,927</b>	<b>(45,328)</b>
<b>Total Revenues</b>		<b>36,844,165</b>	<b>-</b>	<b>36,844,165</b>	<b>47,142,596</b>	<b>10,298,431</b>
<b>Expenditures:</b>						
<b>Current Expense:</b>						
<b>Instruction - Regular Programs:</b>						
<b>Salaries of Teachers:</b>						
Kindergarten	11-110-100-101	1,260,139	(38,724)	1,221,415	1,215,645	5,770
Grades 1 - 5	11-120-100-101	6,463,546	(53,943)	6,409,603	6,386,054	23,549
Grades 6 - 8	11-130-100-101	1,247,577	(34,622)	1,212,955	1,211,813	1,142
<b>Regular Programs - Home Instruction:</b>						
Salaries of Teachers	11-150-100-101	35,000	(11,661)	23,339	23,339	-
<b>Purchased Professional - Educational Services</b>						
	11-150-100-320	5,000	(279)	4,721	2,238	2,483
<b>Regular Programs - Undistributed Instruction:</b>						
General Supplies	11-190-100-610	1,423,713	(285,521)	1,138,192	918,907	219,285
Textbooks	11-190-100-640	40,000	-	40,000	39,670	330
<b>Total Regular Programs - Instruction</b>		<b>10,474,975</b>	<b>(424,750)</b>	<b>10,050,225</b>	<b>9,797,666</b>	<b>252,559</b>
<b>Special Education:</b>						
<b>Learning and/or Language Disabilities:</b>						
Salaries of Teachers	11-204-100-101	1,734,294	(34,732)	1,699,562	1,698,201	1,361
Other Salaries for Instruction	11-204-100-106	554,237	13,032	567,269	564,216	3,053
Unused Vacation Payments	11-204-100-199	-	2,481	2,481	-	2,481
General Supplies	11-204-100-610	6,600	3,264	9,864	9,853	11
<b>Total Learning and/or Language Disabilities</b>		<b>2,295,131</b>	<b>(15,955)</b>	<b>2,279,176</b>	<b>2,272,270</b>	<b>6,906</b>
<b>Behavioral Disabilities:</b>						
Salaries of Teachers	11-209-100-101	118,528	2,618	121,146	120,374	772
Other Salaries for Instruction	11-209-100-106	68,369	(26,286)	42,083	40,269	1,814
General Supplies	11-209-100-610	1,700	(301)	1,399	1,392	7
<b>Total Behavioral Disabilities</b>		<b>188,597</b>	<b>(23,969)</b>	<b>164,628</b>	<b>162,035</b>	<b>2,593</b>

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBERS	JUNE 30, 2025			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
<b>Multiple Disabilities:</b>						
Salaries of Teachers	11-212-100-101	201,785	89,314	291,099	290,978	121
Other Salaries for Instruction	11-212-100-106	60,536	(12,954)	47,582	46,602	980
General Supplies	11-212-100-610	2,300	(1,014)	1,286	1,276	10
Other Objects	11-212-100-890	-	125	125	125	-
<b>Total Multiple Disabilities</b>		<b>264,621</b>	<b>75,471</b>	<b>340,092</b>	<b>338,981</b>	<b>1,111</b>
<b>Resource Room/Resource Center:</b>						
Salaries of Teachers	11-213-100-101	646,487	(65,190)	581,297	577,562	3,735
Other Salaries for Instruction	11-213-100-106	21,948	999	22,947	21,402	1,545
General Supplies	11-213-100-610	2,400	(387)	2,013	2,013	-
<b>Total Resource Room</b>		<b>670,835</b>	<b>(64,578)</b>	<b>606,257</b>	<b>600,977</b>	<b>5,280</b>
<b>Autism:</b>						
Salaries of Teachers	11-214-100-101	317,710	(65,290)	252,420	250,142	2,278
Other Salaries for Instruction	11-214-100-106	134,445	(36,280)	98,165	96,694	1,471
General Supplies	11-214-100-610	2,000	750	2,750	2,750	-
<b>Total Autism</b>		<b>454,155</b>	<b>(100,820)</b>	<b>353,335</b>	<b>349,586</b>	<b>3,749</b>
<b>Preschool Disabilities - Full Time:</b>						
Salaries of Teachers	11-216-100-101	125,670	900	126,570	125,862	708
Other Salaries for Instruction	11-216-100-106	44,025	10,155	54,180	50,257	3,923
General Supplies	11-216-100-600	600	296	896	499	397
<b>Total Preschool Disabilities - Full-Time</b>		<b>170,295</b>	<b>11,351</b>	<b>181,646</b>	<b>176,618</b>	<b>5,028</b>
<b>Basic Skills/Remedial:</b>						
Salaries of Teachers	11-230-100-101	1,284,787	(13,738)	1,271,049	1,239,085	31,964
<b>Total Basic Skills/Remedial</b>		<b>1,284,787</b>	<b>(13,738)</b>	<b>1,271,049</b>	<b>1,239,085</b>	<b>31,964</b>
<b>Bilingual Education - Instruction:</b>						
Salaries	11-240-100-101	159,920	426	160,346	156,674	3,672
General Supplies	11-240-100-610	-	567	567	226	341
<b>Total Bilingual Education - Instruction</b>		<b>159,920</b>	<b>993</b>	<b>160,913</b>	<b>156,900</b>	<b>4,013</b>
<b>Total Special Education</b>		<b>5,488,341</b>	<b>(131,245)</b>	<b>5,357,096</b>	<b>5,296,452</b>	<b>60,644</b>
<b>Other Instructional Programs:</b>						
<b>School Sponsored Cocurricular Activities:</b>						
Salaries	11-401-100-101	27,600	13,760	41,360	40,791	569
Supplies & Materials	11-401-100-600	-	6,236	6,236	1,320	4,916
<b>Total School Sponsored Cocurricular Activities</b>		<b>27,600</b>	<b>19,996</b>	<b>47,596</b>	<b>42,111</b>	<b>5,485</b>
<b>Before/After School Programs - Instruction:</b>						
Salaries	11-421-100-101	15,750	-	15,750	12,040	3,710
Purchased Services	11-421-100-300	7,000	-	7,000	5,400	1,600
Supplies and Materials	11-421-100-600	500	-	500	85	415
Other Objects	11-421-100-890	7,000	-	7,000	6,770	230
<b>Total Before/After School Programs - Instruction</b>		<b>30,250</b>	<b>-</b>	<b>30,250</b>	<b>24,295</b>	<b>5,955</b>
<b>Total Other Instructional Programs</b>		<b>57,850</b>	<b>19,996</b>	<b>77,846</b>	<b>66,406</b>	<b>11,440</b>

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBERS	JUNE 30, 2025			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
<b>Undistributed Expenditures:</b>						
<b>Instruction:</b>						
Tuition Other LEA's Reg	11-000-100-561	32,000	(32,000)	-	-	-
Tuition Other LEA'sSpEd	11-000-100-562	-	17,564	17,564	17,564	-
Tuition to CSSD & Regional Day Schools	11-000-100-565	48,100	36,212	84,312	84,312	-
Tuition Private School SpEd	11-000-100-566	601,227	116,123	717,350	684,274	33,076
Tuition SpEd Other	11-000-100-569	51,792	8,208	60,000	60,000	-
<b>Total Undistributed Expenditures - Instruction</b>		<b>733,119</b>	<b>146,107</b>	<b>879,226</b>	<b>846,150</b>	<b>33,076</b>
<b>Attendance &amp; Social Work Services:</b>						
Salaries	11-000-211-100	64,241	5,500	69,741	69,741	-
Purchased Professional Services	11-000-211-300	41,100	-	41,100	41,025	75
<b>Total Attendance &amp; Social Work Services</b>		<b>105,341</b>	<b>5,500</b>	<b>110,841</b>	<b>110,766</b>	<b>75</b>
<b>Health Services:</b>						
Salaries	11-000-213-100	207,445	7,553	214,998	213,226	1,772
Purchased Professional & Supplies and Materials	11-000-213-300	13,000	2,524	15,524	15,524	-
Supplies - Menstrual Products	11-000-213-600	16,500	11,514	28,014	27,945	69
Supplies - Menstrual Products	11-000-213-616	-	3,797	3,797	3,797	-
Misc	11-000-213-890	600	(298)	302	125	177
<b>Total Health Services</b>		<b>237,545</b>	<b>25,090</b>	<b>262,635</b>	<b>260,617</b>	<b>2,018</b>
<b>Other Support Services - Speech, OT, PT &amp; Related</b>						
Salaries	11-000-216-100	747,778	(33,932)	713,846	707,235	6,611
Purchased Professional & Supplies and Materials	11-000-216-320	143,775	47,135	190,910	166,593	24,317
Supplies and Materials	11-000-216-600	6,700	5,217	11,917	11,788	129
Other Objects	11-000-216-890	1,500	-	1,500	1,250	250
<b>Total Other Support Services - Students - Related Services:</b>		<b>899,753</b>	<b>18,420</b>	<b>918,173</b>	<b>886,866</b>	<b>31,307</b>
<b>Other Support Services - Students - Extraordinary:</b>						
Salaries	11-000-217-100	728,797	204,236	933,033	929,315	3,718
Purchased Professional Services	11-000-217-320	287,900	(9,895)	278,005	228,920	49,085
General Supplies	11-000-217-600	2,000	112	2,112	2,112	-
<b>Total Other Support Services - Students - Extraordinary:</b>		<b>1,018,697</b>	<b>194,453</b>	<b>1,213,150</b>	<b>1,160,347</b>	<b>52,803</b>
<b>Other Support Services - Students - Regular:</b>						
Salaries of Other Professional Staff	11-000-218-104	393,462	(5,500)	387,962	387,870	92
Supplies & Materials	11-000-218-600	200	82	282	282	-
<b>Total Other Support Services - Students - Regular:</b>		<b>393,662</b>	<b>(5,418)</b>	<b>388,244</b>	<b>388,152</b>	<b>92</b>
<b>Other Support Services - Students - Special Services:</b>						
Salaries of Other Professional	11-000-219-104	962,975	80,964	1,043,939	1,035,722	8,217
Salaries of Secretarial & Clerical Ass't	11-000-219-105	148,014	(16,000)	132,014	129,701	2,313
Purchased Professional Education Services	11-000-219-320	31,000	4,182	35,182	35,182	-
Other Purchased Services	11-000-219-500	400	(400)	-	-	-
Miscellaneous Purchased Services	11-000-219-592	-	1,800	1,800	1,115	685
Supplies & Materials	11-000-219-600	3,500	1,999	5,499	5,382	117
<b>Total Other Support Services - Students - Special Services:</b>		<b>1,145,889</b>	<b>72,545</b>	<b>1,218,434</b>	<b>1,207,102</b>	<b>11,332</b>
<b>Improvement of Instruction Services/Other Support Services - Instruction Staff:</b>						
Salaries of Secretarial & Clerical	11-000-221-105	32,555	2,613	35,168	32,235	2,933
Other Salaries	11-000-221-110	-	82,915	82,915	82,915	-
Purchased Professional Education Services	11-000-221-320	2,000	-	2,000	2,000	-
Supplies and Materials	11-000-221-600	2,000	350	2,350	2,120	230
Other Objects	11-000-221-890	1,000	-	1,000	975	25
<b>Total Improvement of Instruction Services/Other Support Services - Instructional Staff:</b>		<b>37,555</b>	<b>85,878</b>	<b>123,433</b>	<b>120,245</b>	<b>3,188</b>

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBERS	JUNE 30, 2025			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
<b>Educational Media Services/School Library:</b>						
Salaries	11-000-222-100	318,007	(350)	317,657	315,794	1,863
Purchased Professional/Tech Services	11-000-222-300	5,000	-	5,000	-	5,000
Supplies and Materials	11-000-222-600	24,800	(845)	23,955	21,634	2,321
<b>Total Educational Media Services/School Library</b>		<b>347,807</b>	<b>(1,195)</b>	<b>346,612</b>	<b>337,428</b>	<b>9,184</b>
<b>Instructional Staff Training Services:</b>						
Purchased Professional -						
Educational Staff	11-000-223-320	18,200	-	18,200	17,541	659
Other Purchased Services	11-000-223-500	46,500	(1,934)	44,566	23,222	21,344
Other Objects	11-000-223-890	-	534	534	534	-
<b>Total Instructional Staff Training Services</b>		<b>64,700</b>	<b>(1,400)</b>	<b>63,300</b>	<b>41,297</b>	<b>22,003</b>
<b>Support Services General Administration:</b>						
Salaries	11-000-230-100	323,951	36,500	360,451	352,805	7,646
Legal Services	11-000-230-331	35,000	(7,595)	27,405	15,347	12,058
Audit Fees	11-000-230-332	40,000	3,670	43,670	43,670	-
Architectural/Engineering Services	11-000-230-334	8,320	20,349	28,669	26,317	2,352
Other Purchased Professional Services	11-000-230-339	18,000	(9,129)	8,871	4,754	4,117
Purchased Technical Services	11-000-230-340	5,000	-	5,000	4,865	135
Communications/Telephone	11-000-230-530	121,787	(2,132)	119,655	98,729	20,926
Travel - All Other	11-000-230-580	-	3,500	3,500	2,055	1,445
BOE Other Purchased Professional Services	11-000-230-585	10,900	-	10,900	8,117	2,783
Other Purchased Services	11-000-230-590	156,036	(5,130)	150,906	110,401	40,505
General Supplies	11-000-230-610	4,000	-	4,000	1,302	2,698
BOE In-House Training/Meeting Supplies	11-000-230-630	2,500	-	2,500	643	1,857
Judgments Against District	11-000-230-820	3,000	-	3,000	2,000	1,000
Miscellaneous Expenditures	11-000-230-890	5,200	100	5,300	4,930	370
BOE Membership Dues & Fees	11-000-230-895	15,300	-	15,300	15,260	40
<b>Total Support Services General Administration</b>		<b>748,994</b>	<b>40,133</b>	<b>789,127</b>	<b>691,195</b>	<b>97,932</b>
<b>Support Services School Administration:</b>						
Salaries of Principals Assistant Principals	11-000-240-103	1,098,318	11,984	1,110,302	1,110,302	-
Salaries of Secretarial & Clerical	11-000-240-105	296,188	8,000	304,188	302,318	1,870
Other Salaries	11-000-240-110	7,000	(1,215)	5,785	5,217	568
Purchased Professional & Tech Services	11-000-240-300	16,800	(1,500)	15,300	13,668	1,632
Supplies & Materials	11-000-240-600	8,000	(94)	7,906	7,826	80
<b>Total Support Services School Administration</b>		<b>1,426,306</b>	<b>17,175</b>	<b>1,443,481</b>	<b>1,439,331</b>	<b>4,150</b>
<b>Central Services:</b>						
Salaries	11-000-251-100	349,510	32,873	382,383	382,383	-
Purchased Professional Services	11-000-251-330	43,910	(928)	42,982	40,807	2,175
Miscellaneous Purchased Services	11-000-251-592	5,000	-	5,000	357	4,643
Supplies & Materials	11-000-251-600	17,150	(2,875)	14,275	11,060	3,215
Miscellaneous Expenditures	11-000-251-890	2,500	-	2,500	2,015	485
<b>Total Central Services</b>		<b>418,070</b>	<b>29,070</b>	<b>447,140</b>	<b>436,622</b>	<b>10,518</b>
<b>Administrative Information Technology:</b>						
Salaries	11-000-252-100	292,183	(5,000)	287,183	281,153	6,030
Purchased Technical Services	11-000-252-340	114,082	80,720	194,802	186,723	8,079
Other Purchased Services	11-000-252-500	4,000	-	4,000	733	3,267
Supplies and Materials	11-000-252-600	22,955	600	23,555	23,477	78
<b>Total Administrative Information Technology</b>		<b>433,220</b>	<b>76,320</b>	<b>509,540</b>	<b>492,086</b>	<b>17,454</b>
<b>Required Maintenance for School Facilities:</b>						
Salaries	11-000-261-100	267,162	(21)	267,141	261,651	5,490
Cleaning, Repair & Maintenance	11-000-261-420	146,061	29,995	176,056	164,727	11,329
General Supplies	11-000-261-610	111,587	68,360	179,947	140,886	39,061
Other Objects	11-000-261-800	23,800	(5,000)	18,800	14,336	4,464
<b>Total Allowable Maintenance For School Facilities</b>		<b>548,610</b>	<b>93,334</b>	<b>641,944</b>	<b>581,600</b>	<b>60,344</b>

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBERS	JUNE 30, 2025			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
<b>Other Operation &amp; Maintenance of Plant Services:</b>						
Salaries	11-000-262-100	839,798	(41,246)	798,552	795,742	2,810
Cleaning, Repair & Maintenance	11-000-262-420	34,736	(30,000)	4,736	3,470	1,266
Other Purchased Property Services	11-000-262-490	43,525	20,837	64,362	64,362	-
Insurance	11-000-262-520	278,729	(71,741)	206,988	206,556	432
General Supplies	11-000-262-610	64,618	42,500	107,118	98,445	8,673
Energy (Natural Gas)	11-000-262-621	227,219	117,835	345,054	219,447	125,607
Energy (Electricity)	11-000-262-622	495,278	(16,135)	479,143	345,987	133,156
<b>Total Operation &amp; Maintenance of Plant Services</b>		<b>1,983,903</b>	<b>22,050</b>	<b>2,005,953</b>	<b>1,734,009</b>	<b>271,944</b>
<b>Undistributed Expenditures - Care &amp; Upkeep of Grounds:</b>						
Purchased Professional and						
Salaries	11-000-263-100	-	104,013	104,013	89,850	14,163
Technical Services	11-000-263-300	154,013	(154,013)	-	-	-
General Supplies	11-000-263-610	25,269	(14,000)	11,269	7,068	4,201
<b>Total Undistributed Expenditures - Care &amp; Upkeep of Grounds</b>		<b>179,282</b>	<b>(64,000)</b>	<b>115,282</b>	<b>96,918</b>	<b>18,364</b>
<b>Security:</b>						
Salaries	11-000-266-100	118,629	-	118,629	113,962	4,667
Other Purchased Services	11-000-266-300	223,399	-	223,399	191,937	31,462
Security Purchased Services	11-000-266-420	13,500	-	13,500	12,346	1,154
General Supplies	11-000-266-610	59,688	-	59,688	51,167	8,521
<b>Total Security</b>		<b>415,216</b>	<b>-</b>	<b>415,216</b>	<b>369,412</b>	<b>45,804</b>
<b>Student Transportation Services:</b>						
Salaries of Non-Instructional Aides	11-000-270-107	225,870	17,292	243,162	242,438	724
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	1,254,047	(41,495)	1,212,552	1,173,910	38,642
Salaries for Pupil Transportation (Between Home & School) - Special	11-000-270-161	348,542	49,654	398,196	376,451	21,745
Salaries for Pupil Transportation (Other than Between Home & School)	11-000-270-162	-	13,560	13,560	13,560	-
Other Purchased Professional & Technical Services	11-000-270-390	19,200	1,000	20,200	19,573	627
Cleaning, Repair & Maintenance Services	11-000-270-420	2,000	-	2,000	-	2,000
Contracted Services - Aid in Lieu - Non Public Schools	11-000-270-503	72,230	-	72,230	64,729	7,501
Contract Svc (Aid-In-Lieu)-Charter School	11-000-270-504	2,330	992	3,322	3,322	-
Contracted Services - Jointure Agreements - (Special Education)	11-000-270-515	30,000	1,697	31,697	31,697	-
Contracted Services - ESC's & CTSA Agreements - (Regular Students)	11-000-270-517	150,000	35,436	185,436	132,318	53,118
Contracted Services - ESC's & CTSA's - (Special Education Students)	11-000-270-518	361,500	123,787	485,287	456,664	28,623
Miscellaneous Purchased Services - Transportation	11-000-270-593	85,000	2,392	87,392	87,392	-
General Supplies	11-000-270-610	2,000	-	2,000	1,262	738
Transportation Supplies	11-000-270-615	327,627	(2,712)	324,915	305,762	19,153
Miscellaneous Expenditures	11-000-270-800	3,250	5,234	8,484	8,085	399
<b>Total Student Transportation Services</b>		<b>2,883,596</b>	<b>206,837</b>	<b>3,090,433</b>	<b>2,917,163</b>	<b>173,270</b>
<b>Unallocated Benefits Employee Benefits:</b>						
Group Insurance	11-000-291-210	925	43	968	968	-
Social Security Contributions	11-000-291-220	656,160	177,065	833,225	833,225	-
Other Retirement Contributions - PERS	11-000-291-241	835,000	(63,821)	771,179	753,553	17,626
Other Retirement Contributions - Regular	11-000-291-249	92,745	-	92,745	53,733	39,012
Unemployment Compensation	11-000-291-250	156,616	-	156,616	94,960	61,656
Workman's Compensation	11-000-291-260	448,948	(2,001)	446,947	387,661	59,286
Health Benefits	11-000-291-270	7,937,145	(571,430)	7,365,715	7,010,193	355,522
Tuition Reimbursement	11-000-291-280	30,000	-	30,000	4,499	25,501
Other Employee Benefits	11-000-291-290	-	21,274	21,274	21,274	-
Unused Sick Payment to Terminated/Retired Staff	11-000-291-299	75,000	-	75,000	11,413	63,587
<b>Total Unallocated Benefits - Employee Benefits</b>		<b>10,232,539</b>	<b>(438,870)</b>	<b>9,793,669</b>	<b>9,171,479</b>	<b>622,190</b>

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

ACCOUNT NUMBERS	JUNE 30, 2025				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Nonbudgeted:						
On-Behalf TPAF Pension Contributions	-	-	-	6,478,629	(6,478,629)	
On-Behalf TPAF Medical Contributions	-	-	-	1,893,061	(1,893,061)	
On-Behalf TPAF Long-Term Disability	-	-	-	2,619	(2,619)	
Reimbursed TPAF Social Security	-	-	-	1,428,433	(1,428,433)	
<b>Total Undistributed Expenditures</b>	<b>24,253,804</b>	<b>522,029</b>	<b>24,775,833</b>	<b>33,091,527</b>	<b>(8,315,694)</b>	
<b>Total Expenditures - Current Expense</b>	<b>40,274,970</b>	<b>(13,970)</b>	<b>40,261,000</b>	<b>48,252,051</b>	<b>(7,991,051)</b>	
Capital Outlay:						
Equipment:						
Undistributed Expenditures:						
Required Maintenance for School Facilities	12-000-261-730	579,838	-	579,838	541,011	38,827
School Buses - Regular	12-000-270-733	273,201	-	273,201	273,201	-
<b>Total Equipment</b>		<b>853,039</b>	<b>-</b>	<b>853,039</b>	<b>814,212</b>	<b>38,827</b>
Facilities Acquisition & Construction Services:						
Assessment for Debt Service on SDA Funding	12-000-400-896	118,421	-	118,421	118,421	-
<b>Total Facilities Acquisition &amp; Construction Services</b>		<b>118,421</b>	<b>-</b>	<b>118,421</b>	<b>118,421</b>	<b>-</b>
<b>Total Capital Outlay</b>		<b>971,460</b>	<b>-</b>	<b>971,460</b>	<b>932,633</b>	<b>38,827</b>
Transfer of Funds to Charter Schools	15-000-100-560	45,211	13,970	59,181	60,389	(1,208)
<b>Total Expenditures</b>		<b>41,291,641</b>	<b>-</b>	<b>41,291,641</b>	<b>49,245,073</b>	<b>(7,953,432)</b>
<b>Excess/(Deficiency) of Revenues Over/(Under) Expenditures</b>		<b>(4,447,476)</b>	<b>-</b>	<b>(4,447,476)</b>	<b>(2,102,477)</b>	<b>2,345,000</b>
Other Financing Sources/(Uses):						
Transfer of Interest Earned on Capital Reserve		(3,000)	-	(3,000)	-	3,000
Transfer of Interest Earned on Maintenance Reserve		(5,000)	-	(5,000)	-	5,000
Transfer of Interest Earned on Emergency Reserve		(300)	-	(300)	-	300
Local Contribution-Transfer to Special Revenue Inclusion	11-105-100-936	(784,784)	-	(784,784)	(784,784)	-
Transfer to Cover Deficit (Enterprise Fund)	11-000-310-930	-	-	-	(100,000)	(100,000)
<b>Total Other Financing Sources/(Uses)</b>		<b>(793,084)</b>	<b>-</b>	<b>(793,084)</b>	<b>(884,784)</b>	<b>(91,700)</b>
<b>Excess/(Deficiency) of Revenues &amp; Other Financing Sources Over/(Under) Expenditures &amp; Other Financing Uses</b>		<b>(5,240,560)</b>	<b>-</b>	<b>(5,240,560)</b>	<b>(2,987,261)</b>	<b>2,253,300</b>
<b>Fund Balances, July 1</b>		<b>10,282,906</b>	<b>-</b>	<b>10,282,906</b>	<b>10,282,906</b>	<b>-</b>
<b>Fund Balances, June 30</b>		<b>\$ 5,042,346</b>	<b>\$ -</b>	<b>\$ 5,042,346</b>	<b>\$ 7,295,645</b>	<b>\$ 2,253,300</b>

**RECAPITULATION OF FUND BALANCE**

Restricted Fund Balance:		
Capital Reserve		\$ 498,689
Maintenance Reserve		1,223,602
Emergency Reserve		33,220
Excess Surplus		1,107,470
Excess Surplus Designated for Subsequent Year's Expenditures		2,579,725
Committed Fund Balance:		
Year-end Encumbrances		39,208
Assigned Fund Balance:		
Designated for Subsequent Year's Expenditures		771,593
Unassigned Fund Balance		1,042,138
<b>Subtotal</b>		<b>7,295,645</b>
Reconciliation to Governmental Fund Statements (GAAP):		
Last State Aid Payment Not Recognized on GAAP Basis		(351,273)
<b>Fund Balance per Governmental Funds (GAAP)</b>		<b>\$ 6,944,372</b>

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

REVENUES	JUNE 30, 2025				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Local Sources	\$ -	\$ 63,909	\$ 63,909	\$ 51,439	\$ (12,470)
State Sources	5,572,652	-	5,572,652	5,572,652	-
Federal Sources	1,160,914	261,719	1,422,633	1,127,665	(294,968)
<b>Total Revenues</b>	<b>6,733,566</b>	<b>325,628</b>	<b>7,059,194</b>	<b>6,751,756</b>	<b>(307,438)</b>
<b>EXPENDITURES:</b>					
<b>Instruction:</b>					
Salaries of Teachers	2,319,862	145,683	2,465,545	2,458,298	7,247
Other Salaries for Instruction	574,311	25,654	599,965	599,213	752
Purchased Professional - Educational Services	65,164	(38,789)	26,375	22,780	3,595
Other Purchased Services (400-500 Services)	400,000	5,182	405,182	405,182	-
General Supplies	492,685	(103,965)	388,720	349,633	39,087
<b>Total Instruction</b>	<b>3,852,022</b>	<b>33,765</b>	<b>3,885,787</b>	<b>3,835,106</b>	<b>50,681</b>
<b>Support Services:</b>					
Salaries of Other Professional Staff	1,401,264	(24,392)	1,376,872	1,344,174	32,698
Personal Services - Employee Benefits	1,435,076	99,672	1,534,748	1,364,322	170,426
Purchased Educational Services	430,800	(67,861)	362,939	319,360	43,579
Other Purchased Services (400-500 Series)	321,782	92,023	413,805	413,805	-
Supplies & Materials	77,406	246	77,652	68,752	8,900
Other Objects	-	4,800	4,800	3,646	1,154
<b>Total Support Services</b>	<b>3,666,328</b>	<b>104,488</b>	<b>3,770,816</b>	<b>3,514,059</b>	<b>256,757</b>
<b>Capital Outlay</b>					
Instructional Equipment	-	187,375	187,375	187,375	-
<b>Total Capital Outlay</b>	<b>-</b>	<b>187,375</b>	<b>187,375</b>	<b>187,375</b>	<b>-</b>
<b>Total Expenditures</b>	<b>7,518,350</b>	<b>325,628</b>	<b>7,843,978</b>	<b>7,536,540</b>	<b>307,438</b>
<b>Total Outflows</b>	<b>7,518,350</b>	<b>325,628</b>	<b>7,843,978</b>	<b>7,536,540</b>	<b>307,438</b>
<b>Excess (Deficiency) of Revenues Over/(Under) Expenditures</b>	<b>(784,784)</b>	<b>-</b>	<b>(784,784)</b>	<b>(784,784)</b>	<b>-</b>
<b>Other Financing Sources/(Uses):</b>					
Transfer from Operating Budget - PreK	784,784	-	784,784	784,784	-
<b>Excess/(Deficiency) of Revenues Over/(Under) Expenditures &amp; Other Financing Sources/(Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance, July 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

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**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTE TO RSI  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 47,142,596	\$ 6,751,756
Difference - Budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	325,571	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(351,273)	(175,118)
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year	-	53,049
Current Year	-	(188,916)
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	\$ 47,116,894	\$ 6,440,771
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 49,245,073	\$ 7,536,540
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Prior Year	-	53,049
Current Year	-	(188,916)
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$ 49,245,073	\$ 7,400,673

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**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

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BERKELEY TOWNSHIP SCHOOL DISTRICT  
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)  
 LAST TEN FISCAL YEARS\*

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
School District's proportion of the net pension liability	0.0553783834%	0.0577346997%	0.0597851935%	0.0615388110%	0.0623227087%	0.0594342314%	0.0594557900%	0.0560021381%	0.0588000223%	0.0579620293%
School District's proportionate share of the net pension liability	\$ 7,524,840	\$ 8,362,510	\$ 9,022,409	\$ 7,290,195	\$ 10,163,204	\$ 10,709,147	\$ 11,706,548	\$ 13,036,403	\$ 17,414,880	\$ 13,011,314
School District's covered payroll	\$ 4,344,077	\$ 4,362,951	\$ 4,403,723	\$ 4,358,069	\$ 4,578,030	\$ 4,480,849	\$ 4,075,482	\$ 4,068,059	\$ 3,986,054	\$ 4,345,256
School District's proportionate share of the net pension liability as a percentage of its covered payroll	173.22%	191.67%	204.88%	167.28%	222.00%	239.00%	287.24%	320.46%	436.90%	299.44%
Plan fiduciary net position as a percentage of the total pension liability	68.22%	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	56.31%

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

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
School District's contractually required contribution	\$ 753,545	\$ 771,640	\$ 753,920	\$ 720,691	\$ 681,779	\$ 578,120	\$ 591,393	\$ 518,800	\$ 522,371	\$ 498,318
Contributions in relation to the contractually required contribution	(753,545)	(771,640)	(753,920)	(720,691)	(681,779)	(578,120)	(591,393)	(518,800)	(522,371)	(498,318)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 4,522,307	\$ 4,344,077	\$ 4,362,951	\$ 4,403,723	\$ 4,358,069	\$ 4,578,030	\$ 4,480,849	\$ 4,075,482	\$ 4,068,059	\$ 3,986,054
Contributions as a percentage of covered payroll	16.66%	17.76%	17.28%	16.37%	15.64%	12.63%	13.20%	12.73%	12.84%	12.50%

BERKELEY TOWNSHIP SCHOOL DISTRICT  
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 TEACHERS' PENSION AND ANNUITY FUND (TPAF)  
 LAST TEN FISCAL YEARS\*

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	76,348,395	78,203,624	77,193,286	69,789,983	88,650,697	79,995,402	82,462,769	86,966,031	101,993,739	79,576,224
	<u>\$ 76,348,395</u>	<u>\$ 78,203,624</u>	<u>\$ 77,193,286</u>	<u>\$ 69,789,983</u>	<u>\$ 79,995,402</u>	<u>\$ 82,462,769</u>	<u>\$ 86,966,031</u>	<u>\$ 101,993,739</u>	<u>\$ 79,576,224</u>	<u>\$ 67,681,768</u>
School District's covered payroll	\$ 19,813,810	\$ 18,897,678	\$ 18,572,965	\$ 18,194,409	\$ 17,953,707	\$ 16,895,866	\$ 15,802,767	\$ 13,952,303	\$ 13,343,453	\$ 13,175,202
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	37.99%	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

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

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**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OTHER POST EMPLOYMENT BENEFITS  
(GASB 75)**

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS  
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)  
LAST EIGHT FISCAL YEARS\***

	2025	2024	2023	2022	2021	2020	2019	2018
<b>Total OPEB Liability</b>								
Service Cost	\$ 3,800,585	\$ 3,770,487	\$ 4,838,815	\$ 5,479,136	\$ 2,827,925	\$ 2,828,137	\$ 3,119,528	\$ 3,754,981
Interest Cost	3,390,035	3,187,990	2,295,967	2,674,300	2,480,855	3,032,045	3,202,466	2,764,944
Changes in Benefit Terms	-	-	-	(109,728)	-	-	-	-
Difference between Expected and Actual Experiences	70,850	(854,566)	1,852,753	(18,377,201)	21,908,573	(12,351,853)	(6,339,691)	-
Changes of Assumptions	7,704,677	182,450	(23,241,058)	101,708	21,072,573	1,029,079	(8,783,057)	(11,485,657)
Contributions: Member	88,651	81,697	72,958	68,369	60,873	62,803	70,733	74,469
Gross Benefit Payments	(2,589,025)	(2,485,090)	(2,274,223)	(2,106,600)	(2,008,348)	(2,118,678)	(2,046,585)	(2,022,379)
Net Change in Total OPEB Liability	12,465,773	3,882,968	(16,454,788)	(12,270,016)	46,342,451	(7,518,467)	(10,776,606)	(6,913,642)
Total OPEB Liability (Beginning)	90,519,616	86,636,648	103,091,436	115,361,452	69,019,001	76,537,468	87,314,074	94,227,716
Total OPEB Liability (Ending)	\$ 102,985,389	\$ 90,519,616	\$ 86,636,648	\$ 103,091,436	\$ 115,361,452	\$ 69,019,001	\$ 76,537,468	\$ 87,314,074
Disictrict's Covered Employee Payroll**:	\$ 25,280,231	\$ 24,996,290	\$ 24,462,546	\$ 23,616,940	\$ 23,149,470	\$ 21,994,448	\$ 20,495,982	\$ 20,173,587
Net OPEB Liability as a Percentage of Payroll	407%	362%	354%	437%	498%	314%	373%	433%

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

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

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**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III**

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III  
YEAR ENDED JUNE 30, 2025**

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

*Changes in Benefit Terms*

None

*Changes in Assumptions*

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2020	7.00%	2016	3.98%
2023	7.00%	2019	6.28%	2015	4.90%
2022	7.00%	2018	5.66%	2014	5.39%
2021	7.00%	2017	5.00%		

The long-term expected rate of return used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2020	7.00%	2016	7.65%
2023	7.00%	2019	7.00%	2015	7.65%
2022	7.00%	2018	7.00%	2014	7.90%
2021	7.00%	2017	7.00%		

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

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

*Changes in Benefit Terms*

None.

*Changes in Assumptions*

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2020	5.40%	2016	3.22%
2023	7.00%	2019	5.60%	2015	4.13%
2022	7.00%	2018	4.86%	2014	4.68%
2021	7.00%	2017	4.25%		

The long-term expected rate of return used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2020	7.00%	2016	7.65%
2023	7.00%	2019	7.00%	2015	7.90%
2022	7.00%	2018	7.00%	2014	7.90%
2021	7.00%	2017	7.00%		

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

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

*Changes in Benefit Terms*

None.

*Changes in Assumptions*

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	3.93%	2021	2.16%	2018	3.87%
2023	3.65%	2020	2.21%	2017	3.58%
2022	3.54%	2019	3.50%	2016	2.85%

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**OTHER SUPPLEMENTARY INFORMATION**

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E. Special Revenue Fund

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	ESEA				PRESCHOOL EDUCATION AID	IDEA-B BASIC
	TITLE I	TITLE II-A	Title III	TITLE IV		
Revenues:						
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-	5,572,652	-
Federal Sources	333,157	39,000	1,316	29,307	-	507,453
<b>Total Revenues</b>	<b>333,157</b>	<b>39,000</b>	<b>1,316</b>	<b>29,307</b>	<b>5,572,652</b>	<b>507,453</b>
Expenditures:						
Instruction:						
Salaries of Teachers	290,327	-	-	7,482	1,984,712	-
Other Salaries for Instruction	-	-	-	-	593,805	-
Purchased Professional - Educational Services	-	-	-	7,600	15,180	-
Other Purchased Services (400-500 Series)	-	-	-	-	-	405,182
General Supplies	39,184	-	1,316	14,225	161,756	85,616
<b>Total Instruction</b>	<b>329,511</b>	<b>-</b>	<b>1,316</b>	<b>29,307</b>	<b>2,755,453</b>	<b>490,798</b>
Support Services:						
Salaries of Other Professional Staff	-	-	-	-	1,320,687	-
Personal Services - Employee Benefits	-	-	-	-	1,356,064	-
Purchased Educational Services	-	39,000	-	-	271,815	4,945
Other Purchased Services (400-500 Series)	-	-	-	-	407,805	6,000
Supplies and Materials	-	-	-	-	58,237	5,710
Other Objects	3,646	-	-	-	-	-
<b>Total Support Services</b>	<b>3,646</b>	<b>39,000</b>	<b>-</b>	<b>-</b>	<b>3,414,608</b>	<b>16,655</b>
Capital Outlay						
Instructional Equipment	-	-	-	-	187,375	-
<b>Total Capital Outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>187,375</b>	<b>-</b>
<b>Total Expenditures</b>	<b>333,157</b>	<b>39,000</b>	<b>1,316</b>	<b>29,307</b>	<b>6,357,436</b>	<b>507,453</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	(784,784)	-
Other Financing Sources/(Uses):						
Transfer from Operating Budget - PreK	-	-	-	-	784,784	-
<b>Total Transfer from Operating Budget - PreK</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>784,784</b>	<b>-</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	IDEA-B PRESCHOOL	NJ HIGH IMPACT TUTORING	ARP - ESSER III	PROJECT STARFISH	OTHER LOCAL GRANTS	TOTALS
Revenues:						
Local Sources	\$ -	\$ -	\$ -	\$ 48,440	\$ 2,999	\$ 51,439
State Sources	-	-	-	-	-	5,572,652
Federal Sources	51,263	23,736	142,433	-	-	1,127,665
<b>Total Revenues</b>	<b>51,263</b>	<b>23,736</b>	<b>142,433</b>	<b>48,440</b>	<b>2,999</b>	<b>6,751,756</b>
Expenditures:						
Instruction:						
Salaries of Teachers	-	23,736	120,649	31,392	-	2,458,298
Other Salaries for Instruction	-	-	-	5,408	-	599,213
Purchased Professional - Educational Services	-	-	-	-	-	22,780
Other Purchased Services (400-500 Series)	-	-	-	-	-	405,182
General Supplies	28,005	-	16,378	3,153	-	349,633
<b>Total Instruction</b>	<b>28,005</b>	<b>23,736</b>	<b>137,027</b>	<b>39,953</b>	<b>-</b>	<b>3,835,106</b>
Support Services:						
Salaries of Other Professional Staff	15,000	-	-	8,487	-	1,344,174
Personal Services - Employee Benefits	8,258	-	-	-	-	1,364,322
Purchased Educational Services	-	-	3,600	-	-	319,360
Other Purchased Services (400-500 Series)	-	-	-	-	-	413,805
Supplies and Materials	-	-	1,806	-	2,999	68,752
Other Objects	-	-	-	-	-	3,646
<b>Total Support Services</b>	<b>23,258</b>	<b>-</b>	<b>5,406</b>	<b>8,487</b>	<b>2,999</b>	<b>3,514,059</b>
Capital Outlay						
Instructional Equipment	-	-	-	-	-	187,375
<b>Total Capital Outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>187,375</b>
<b>Total Expenditures</b>	<b>51,263</b>	<b>23,736</b>	<b>142,433</b>	<b>48,440</b>	<b>2,999</b>	<b>7,536,540</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-	(784,784)
Other Financing Sources/(Uses):						
Transfer from Operating Budget - PreK	-	-	-	-	-	784,784
<b>Total Transfer from Operating Budget - PreK</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>784,784</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
SCHEDULE OF PRESCHOOL EDUCATION EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	BUDGETED		ACTUAL		VARIANCE
Expenditures:					
Instruction:					
Salaries of Teachers	\$ 1,984,712	\$	1,984,712	\$	-
Other Salaries for Instruction	593,805		593,805		-
Purchased Professional Educational Services	15,180		15,180		-
General Supplies	161,756		161,756		-
	<hr/>		<hr/>		<hr/>
Total Instruction	2,755,453		2,755,453		-
	<hr/>		<hr/>		<hr/>
Support Services:					
Salaries of Other Professional Staff	1,320,687		1,320,687		-
Personal Services - Employee Benefits	1,356,064		1,356,064		-
Purchased Educational Services	271,815		271,815		-
Other Purchased Services (400-500 Series)	407,805		407,805		-
Supplies and Materials	58,237		58,237		-
	<hr/>		<hr/>		<hr/>
Total Support Services	3,414,608		3,414,608		-
	<hr/>		<hr/>		<hr/>
Capital Outlay:					
Instructional Equipment	187,375		187,375		-
	<hr/>		<hr/>		<hr/>
Total Capital Outlay	187,375		187,375		-
	<hr/>		<hr/>		<hr/>
Total Expenditures	\$ 6,357,436	\$	6,357,436	\$	-

**CALCULATION OF BUDGET & CARRYOVER**

Total Revised 2024-2025 Preschool Education Aid Allocation	\$ 5,101,096
Add: Actual Preschool Aid Carryover (June 30, 2024)	618,894
Add: Budgeted Transfer from General Fund - 2024-2025	<hr/> 784,784
Total Preschool Education Aid Funds Available for 2024-2025 Budget	6,504,774
Less: 2024-25 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	<hr/> (6,357,436)
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2025	147,338
2024-2025 Carryover - Preschool Education Aid Funds	<hr/> \$ 147,338
2024-2025 Preschool Education Aid Funds Carryover Budgeted in 2025-2026	<hr/> \$ 105,435

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## Enterprise Funds

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## I. Long-Term Debt

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF LEASE OBLIGATIONS  
JUNE 30, 2025**

SERIES	INTEREST RATE	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2024	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2025
6 - Savin Copiers	5.00%	\$ 87,881	\$ 9,807	\$ 9,807	\$ -
5- Savin Copiers	4.00%	94,426	20,932	20,932	-
2 - Savin Copiers	5.00%	16,748	12,266	3,233	9,033
			<u>43,005</u>	<u>33,972</u>	<u>9,033</u>
Total			\$ 43,005	\$ 33,972	\$ 9,033

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**STATISTICAL SECTION (Unaudited)**

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### Financial Trend Information

Financial trend information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial trends.

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**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
*(Accrual Basis of Accounting)*  
**(Unaudited)**

	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Governmental Activities:</b>										
Net Investment in Capital Assets	\$ 15,257,762	\$ 15,927,039	\$ 17,106,430	\$ 16,448,815	\$ 15,846,487	\$ 15,404,540	\$ 15,178,552	\$ 14,657,329	\$ 18,484,466	\$ 18,869,406
Restricted	5,442,706	8,527,430	10,009,968	8,770,923	7,764,367	7,374,959	7,304,789	6,852,109	6,967,786	6,573,286
Unrestricted	(15,813,709)	(8,534,754)	(10,129,678)	(10,837,866)	(12,428,193)	(13,197,110)	(13,112,492)	(12,376,376)	(12,153,084)	(12,010,544)
<b>Total Governmental Activities</b>	<b>\$ 4,886,759</b>	<b>\$ 15,919,715</b>	<b>\$ 16,986,720</b>	<b>\$ 14,381,872</b>	<b>\$ 11,182,661</b>	<b>\$ 9,370,849</b>	<b>\$ 9,133,062</b>	<b>\$ 13,299,168</b>	<b>\$ 13,432,148</b>	<b>\$ 13,455,882</b>
<b>Business-Type Activities:</b>										
Net Investment in Capital Assets	\$ 26,932	\$ 35,222	\$ 39,984	\$ 49,964	\$ 59,903	\$ 69,842	\$ 85,921	\$ 105,183	\$ 83,711	\$ 117,704
Unrestricted	70,173	55,615	84,487	50,998	10,461	207,491	131,082	91,312	40,281	(40,151)
<b>Total Business-Type Activities</b>	<b>\$ 97,105</b>	<b>\$ 90,837</b>	<b>\$ 124,471</b>	<b>\$ 100,962</b>	<b>\$ 70,364</b>	<b>\$ 217,003</b>	<b>\$ 196,495</b>	<b>\$ 123,992</b>	<b>\$ 77,553</b>	<b>\$ 88,344</b>
<b>Government-Wide:</b>										
Net Investment in Capital Assets	\$ 15,284,694	\$ 15,962,261	\$ 17,146,414	\$ 16,498,779	\$ 15,906,390	\$ 15,474,382	\$ 15,264,473	\$ 14,762,512	\$ 18,568,177	\$ 18,987,110
Restricted	5,442,706	8,527,430	10,009,968	8,821,921	7,774,828	7,582,450	7,435,871	6,943,421	7,008,067	6,533,135
Unrestricted	(15,743,536)	(8,479,139)	(10,045,191)	(10,837,866)	(12,428,193)	(13,197,110)	(13,112,492)	(12,376,376)	(12,153,084)	(12,010,544)
<b>Total Government-Wide Net Position</b>	<b>\$ 4,983,864</b>	<b>\$ 16,010,552</b>	<b>\$ 17,111,191</b>	<b>\$ 14,482,834</b>	<b>\$ 11,253,025</b>	<b>\$ 9,587,852</b>	<b>\$ 9,329,557</b>	<b>\$ 13,423,160</b>	<b>\$ 13,509,701</b>	<b>\$ 13,544,226</b>

Source: District ACFR, Schedule A-1  
 \*For the year ended June 30, 2022 net position was reclassified due to GASB 87.  
 \*\*For the year ended June 30, 2024 net position was restated due to GASB 101.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS  
(Unaudited)**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Expenses:</b>										
<b>Governmental Activities</b>										
<b>Instruction:</b>										
Regular	\$ 10,710,901	\$ 9,740,383	\$ 9,420,983	\$ 9,278,942	\$ 8,897,654	\$ 8,550,953	\$ 8,544,563	\$ 8,284,309	\$ 7,742,541	\$ 7,671,751
Special Education	8,054,681	8,889,603	9,056,390	7,010,865	7,311,049	6,767,312	5,859,929	4,631,151	4,442,157	4,291,228
Other Special Education	1,453,784	1,355,451	1,290,498	1,283,937	791,598	1,175,644	1,067,948	1,084,592	1,062,339	970,198
Other Instruction	69,155	76,789	82,277	53,500	5,400	80,771	112,642	106,345	75,834	74,360
<b>Support Services:</b>										
Tuition	881,183	557,402	324,305	360,047	225,408	176,510	73,624	29,739	181,534	121,422
Student & Instruction Related Services	8,412,871	8,145,771	7,908,334	7,368,436	5,526,256	5,251,044	4,620,760	3,456,046	3,317,290	3,317,290
School Administrative Services	1,498,924	1,434,756	1,357,687	1,263,328	1,450,827	1,420,066	1,277,462	1,191,350	1,179,237	1,398,015
General & Business Administrative Services	1,686,972	1,727,845	1,577,489	1,525,294	1,700,525	1,540,315	1,472,181	1,553,661	1,584,360	1,418,970
Plant Operations & Maintenance	2,897,121	3,033,891	2,671,214	2,736,591	3,162,016	3,015,320	3,430,770	3,004,056	2,887,030	2,974,784
Pupil Transportation	3,037,945	3,015,428	2,744,623	2,375,201	1,734,147	1,898,150	1,866,097	1,803,581	1,675,610	1,698,304
Unallocated Benefits	13,764,066	13,408,653	12,891,176	14,438,977	19,591,043	15,238,650	17,169,444	20,190,826	12,191,771	11,841,433
Transfer to Charter Schools	60,389	54,451	55,691	-	-	-	-	-	-	-
Interest on Long-Term Debt	118,421	118,403	142,660	244,400	283,656	300,652	373,784	450,531	622,925	508,044
Unallocated Depreciation	-	-	-	1,551,533	1,560,940	1,612,316	1,608,160	1,643,193	1,441,251	1,474,656
<b>Total Governmental Activities</b>	<b>\$ 52,646,414</b>	<b>\$ 51,558,827</b>	<b>\$ 49,523,328</b>	<b>\$ 49,491,051</b>	<b>\$ 52,240,519</b>	<b>\$ 47,027,703</b>	<b>\$ 47,477,364</b>	<b>\$ 47,429,380</b>	<b>\$ 38,403,879</b>	<b>\$ 37,760,455</b>
<b>Expenses</b>										
<b>Business-Type Activities:</b>										
Food Service	1,191,196	1,196,546	1,191,224	1,862,264	1,154,543	896,342	830,909	797,322	783,795	814,122
Bathing Cages	-	-	-	-	-	-	3,914	3,999	4,758	4,590
Tech Expo	-	-	-	500	-	1,281	2,459	2,547	1,564	3,330
Bridge Program	-	-	-	-	-	-	-	4,967	11,232	8,770
<b>Total Business-Type Activities</b>	<b>1,191,196</b>	<b>1,196,546</b>	<b>1,191,224</b>	<b>1,862,764</b>	<b>1,154,543</b>	<b>897,623</b>	<b>837,282</b>	<b>808,835</b>	<b>801,349</b>	<b>830,812</b>
<b>Expense</b>										
<b>Total Government-Wide Expenses</b>	<b>\$ 53,837,610</b>	<b>\$ 52,755,373</b>	<b>\$ 50,714,552</b>	<b>\$ 51,353,815</b>	<b>\$ 53,395,062</b>	<b>\$ 47,925,326</b>	<b>\$ 48,314,646</b>	<b>\$ 48,238,215</b>	<b>\$ 39,205,228</b>	<b>\$ 38,591,267</b>

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Program Revenues:</b>										
<b>Governmental Activities:</b>										
Grants & Contributions	\$ 11,768,266	\$ 14,152,879	\$ 15,200,602	\$ 16,446,656	\$ 18,429,275	\$ 13,023,734	\$ 13,151,552	\$ 13,992,777	\$ 6,386,648	\$ 5,806,844
<b>Total Governmental Activities</b>	<b>11,768,266</b>	<b>14,152,879</b>	<b>15,200,602</b>	<b>16,446,656</b>	<b>18,429,275</b>	<b>13,023,734</b>	<b>13,151,552</b>	<b>13,992,777</b>	<b>6,386,648</b>	<b>5,806,844</b>
<b>Business-Type Activities:</b>										
Charges for Services:										
Grants & Contributions	730,072	702,918	777,353	1,889,238	945,221	445,340	496,395	498,850	493,818	445,446
Food Service	360,146	410,151	433,593	4,696	2,171	231,185	337,069	325,506	338,273	355,136
Battling Cages	-	-	-	-	-	-	2,085	1,075	3,004	1,370
Tech Expo	-	-	-	-	-	1,850	2,300	3,050	2,000	3,150
Bridge Program	-	-	-	-	-	-	-	3,720	10,470	11,510
<b>Total Business Type Activities</b>	<b>1,090,218</b>	<b>1,113,069</b>	<b>1,210,946</b>	<b>1,893,934</b>	<b>947,392</b>	<b>678,375</b>	<b>837,849</b>	<b>832,201</b>	<b>847,565</b>	<b>816,612</b>
<b>Total Government-Wide Program Revenues</b>	<b>\$ 12,858,484</b>	<b>\$ 15,265,948</b>	<b>\$ 16,411,548</b>	<b>\$ 18,340,590</b>	<b>\$ 19,376,667</b>	<b>\$ 13,702,109</b>	<b>\$ 13,989,401</b>	<b>\$ 14,824,978</b>	<b>\$ 7,234,213</b>	<b>\$ 6,623,456</b>
<b>Net (Expense)/Revenue:</b>										
<b>Governmental Activities</b>	<b>\$ (40,878,148)</b>	<b>\$ (37,405,948)</b>	<b>\$ (34,322,726)</b>	<b>\$ (33,044,395)</b>	<b>\$ (33,811,244)</b>	<b>\$ (34,003,969)</b>	<b>\$ (34,325,812)</b>	<b>\$ (33,436,603)</b>	<b>\$ (32,017,231)</b>	<b>\$ (31,953,611)</b>
<b>Business-Type Activities</b>	<b>(100,978)</b>	<b>(83,477)</b>	<b>19,722</b>	<b>31,170</b>	<b>(207,151)</b>	<b>(219,248)</b>	<b>567</b>	<b>23,366</b>	<b>46,216</b>	<b>(14,200)</b>
<b>Total Government-Wide Net Expense</b>	<b>\$ (40,979,126)</b>	<b>\$ (37,489,425)</b>	<b>\$ (34,303,004)</b>	<b>\$ (33,013,225)</b>	<b>\$ (34,018,395)</b>	<b>\$ (34,223,217)</b>	<b>\$ (34,325,245)</b>	<b>\$ (33,413,237)</b>	<b>\$ (31,971,015)</b>	<b>\$ (31,967,811)</b>
<b>General Revenues &amp; Other Changes in Net Position:</b>										
<b>Governmental Activities:</b>										
Property Taxes Levied for General Purposes, Net	\$ 32,509,654	\$ 31,602,774	\$ 30,697,553	\$ 30,095,640	\$ 29,682,000	\$ 29,100,000	\$ 28,933,865	\$ 28,025,975	\$ 28,025,975	\$ 26,708,133
Taxes Levied for Debt Service	-	-	1,988,500	1,977,875	1,973,013	1,964,625	1,952,412	1,945,225	1,930,900	1,924,600
Unrestricted Grants & Contributions	4,106,540	3,788,764	3,535,100	3,407,644	3,002,592	2,801,389	2,709,567	2,580,215	1,168,635	2,487,816
Restricted State Aid	-	-	-	-	-	120,000	-	-	-	-
Tuition Received	39,526	85,254	14,316	60,227	406,280	187,753	279,442	449,866	131,003	205,149
Miscellaneous Income	658,431	862,151	692,106	542,008	347,631	411,742	577,964	371,349	378,616	354,248
Cancellation of CDL	-	-	-	-	-	-	-	-	249,122	-
Transfer from Other Funds	(100,000)	-	-	614	-	(250,000)	(9,651)	501,561	-	-
<b>Total Governmental Activities</b>	<b>37,214,151</b>	<b>36,338,943</b>	<b>36,927,575</b>	<b>36,084,008</b>	<b>35,411,516</b>	<b>34,215,509</b>	<b>34,563,599</b>	<b>33,874,191</b>	<b>31,884,251</b>	<b>31,679,946</b>

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Business-Type Activities:</b>										
Contract Budget Guarantee	-	42,652	-	-	-	25,000	-	-	-	3,308
Investment Earnings	7,246	7,191	3,787	42	182	7,950	10,290	9,335	223	101
Adjustment to Fixed Assets	-	-	-	-	-	(3,372)	-	39,802	-	-
Transfer from Other Funds	100,000	-	-	(614)	-	250,000	9,651	-	-	-
<b>Total Business-Type Activities</b>	107,246	49,843	3,787	(572)	182	279,578	19,941	49,137	223	3,409
<b>Total Government-Wide</b>	\$ 37,321,397	\$ 36,388,786	\$ 36,931,362	\$ 36,083,436	\$ 35,411,698	\$ 34,495,087	\$ 34,583,540	\$ 33,923,328	\$ 31,884,474	\$ 31,683,355
<b>Change in Net Position:</b>										
Governmental Activities	\$ (3,663,997)	\$ (1,067,005)	\$ 2,604,849	\$ 3,039,613	\$ 1,600,272	\$ 211,540	\$ 237,787	\$ 437,588	\$ (132,980)	\$ (273,665)
Business-Type Activities	6,268	(33,634)	23,509	30,598	(206,969)	60,330	20,508	72,503	46,439	(10,791)
<b>Total Government-Wide</b>	\$ (3,657,729)	\$ (1,100,639)	\$ 2,628,358	\$ 3,070,211	\$ 1,393,303	\$ 271,870	\$ 258,295	\$ 510,091	\$ (86,541)	\$ (284,456)

Source: District ACFR, Schedule A-2

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**FUND BALANCES AND GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*  
(Unaudited)

	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund:										
Restricted	\$ 5,442,706	\$ 8,527,430	\$ 10,009,968	\$ 8,770,923	\$ 7,764,367	\$ 7,374,959	\$ 7,304,789	\$ 6,852,109	\$ 6,967,786	\$ 5,798,042
Committed	-	-	30,555	155,141	411,164	465,809	272,848	548,973	286,659	768,094
Assigned	810,801	983,883	-	-	-	16,579	-	-	7,150	7,150
Unreserved	690,865	446,022	622,204	1,379,567	1,210,513	461,643	478,603	454,659	436,143	488,318
<b>Total General Fund</b>	<b>\$ 6,944,372</b>	<b>\$ 9,957,335</b>	<b>\$ 10,662,727</b>	<b>\$ 10,305,631</b>	<b>\$ 9,386,044</b>	<b>\$ 8,318,990</b>	<b>\$ 8,056,240</b>	<b>\$ 7,855,741</b>	<b>\$ 7,697,738</b>	<b>\$ 7,061,604</b>
All Other Governmental Funds:										
Special Revenue Fund	\$ (175,118)	\$ -	\$ (36,415)	\$ (498,432)	\$ (448,236)	\$ (287,461)	\$ (174,090)	\$ -	\$ -	\$ -
<b>Total All Other Governmental Funds</b>	<b>\$ (175,118)</b>	<b>\$ -</b>	<b>\$ (36,415)</b>	<b>\$ (498,432)</b>	<b>\$ (448,236)</b>	<b>\$ (287,461)</b>	<b>\$ (174,090)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Source: District ACFR, Schedule B-1

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*  
*(Unaudited)*

	FOR FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Revenues:</b>										
Tax Levy	\$ 32,509,654	\$ 31,602,774	\$ 32,686,053	\$ 32,073,515	\$ 31,655,013	\$ 31,064,625	\$ 30,886,277	\$ 29,971,200	\$ 29,956,875	\$ 28,632,733
Tuition Charges	39,527	85,254	14,316	60,227	406,280	187,753	279,442	449,866	131,003	205,149
Interest	64,481	448,193	160,593	28,560	28,021	42,541	44,938	28,058	22,372	10,715
Miscellaneous	658,610	501,391	615,090	592,943	381,403	505,345	443,096	387,139	388,003	343,533
State Sources	19,083,235	18,305,282	17,959,582	17,691,399	14,195,890	12,007,263	9,587,270	6,724,521	6,062,956	5,642,444
Federal Sources	1,202,158	2,999,766	3,280,726	1,772,800	1,385,649	1,289,538	1,729,260	1,694,273	1,460,568	1,416,178
<b>Total Revenue</b>	<b>53,557,665</b>	<b>53,942,660</b>	<b>54,716,360</b>	<b>52,219,444</b>	<b>48,052,256</b>	<b>45,097,065</b>	<b>42,968,283</b>	<b>39,255,057</b>	<b>38,021,777</b>	<b>36,250,752</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular Instruction	9,797,666	9,326,208	8,945,200	9,278,861	8,968,775	8,550,953	8,544,563	8,284,309	7,742,541	7,671,751
Special Education	7,734,445	8,537,117	8,673,648	7,001,558	7,311,049	6,767,312	5,859,929	4,631,151	4,442,157	4,291,228
Other Instruction	1,395,985	1,301,705	1,235,959	1,282,232	791,598	1,175,644	1,067,948	1,084,592	1,062,339	970,198
Other Instruction	66,406	73,744	78,800	53,429	5,400	80,771	112,642	106,345	75,834	74,360
<b>Support Services:</b>										
Student & Instruction	8,925,665	8,341,995	7,894,230	7,718,223	5,751,664	5,427,554	4,694,384	3,485,785	3,498,824	3,225,769
Related Services	1,439,331	1,377,866	1,300,308	1,261,651	1,450,827	1,420,066	1,277,462	1,191,350	1,179,237	1,398,015
School Administrative	1,619,903	1,659,334	1,510,821	1,572,212	1,700,525	1,540,315	1,472,181	1,553,661	1,584,360	1,418,970
General & Business	2,781,939	2,913,593	2,558,323	2,732,959	2,862,360	2,696,740	2,996,757	2,993,578	2,887,030	2,875,250
Plant Operations & Maintenance	2,917,163	2,895,862	2,628,630	2,372,048	1,734,147	1,898,150	1,866,097	1,803,581	1,675,610	1,698,304
Pupil Transportation	18,974,221	17,714,162	16,833,207	15,766,082	14,021,079	12,663,878	12,284,760	11,545,730	10,702,011	10,127,602
Unallocated Benefits	814,212	313,927	75,509	215,116	551,545	481,138	884,157	368,415	585,177	1,093,366
Capital Outlay	60,389	54,451	55,691	-	-	-	-	-	-	-
Transfer to Charter Schools	-	-	1,940,000	1,835,000	1,745,000	1,660,000	1,575,000	1,976,300	1,415,000	1,360,000
Debt Service:										
Principal	118,421	118,421	166,921	261,296	346,434	423,046	495,833	588,907	634,321	564,600
Interest & Other Charges	56,645,746	54,628,385	53,897,247	51,350,667	47,240,403	44,785,567	43,131,713	39,613,704	37,484,441	36,769,413
<b>Total Expenditures</b>	<b>(3,088,081)</b>	<b>(685,725)</b>	<b>819,113</b>	<b>868,777</b>	<b>811,853</b>	<b>311,498</b>	<b>(163,430)</b>	<b>(358,647)</b>	<b>537,336</b>	<b>(518,661)</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>										

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*  
(Unaudited)

	FOR FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Other Financing Sources/(Uses):</b>										
Community Disaster Loan	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Lease Proceeds	-	16,748	-	-	94,425	87,881	200,529	15,089	98,798	-
Transfers In/Out	(100,000)	-	-	614	-	(250,000)	(10,690)	501,561	-	-
Total Other Financing Sources/ (Uses)	(100,000)	16,748	-	614	94,425	(162,119)	189,839	516,650	98,798	-
Net Change in Fund Balances	\$ (3,188,081)	\$ (668,977)	\$ 819,113	\$ 869,391	\$ 906,278	\$ 149,379	\$ 26,409	\$ 158,003	\$ 636,134	\$ (518,661)
Debt Service as a Percentage of Noncapital Expenditures	0.2%	0.2%	3.9%	4.1%	4.7%	4.7%	4.9%	6.5%	5.6%	5.4%

Source: District ACFR, Schedule B-2

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE**  
**LAST TEN FISCAL YEARS**  
*(Modified Accrual Basis of Accounting)*  
**(Unaudited)**

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	TUITION	INTERLOCAL SERVICES	MISCELLANEOUS	TOTAL
2025	\$ 64,481	\$ 39,527	\$ -	\$ 593,950	\$ 697,958
2024	448,193	85,254	-	413,958	947,405
2023	160,593	14,316	235,219	296,294	706,422
2022	28,560	60,227	188,793	324,654	602,234
2021	28,021	406,280	213,992	105,619	753,912
2020	42,541	187,753	225,552	143,649	599,495
2019	42,938	279,442	208,719	126,816	657,915
2018	28,058	449,866	198,071	145,220	821,215
2017	22,372	131,003	199,706	156,538	509,619
2016	10,715	205,149	181,240	120,430	517,534

Source: District records

### Revenue Capacity Information

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

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**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	COMMUNICATION EQUIPMENT	NET VALUATION TAXABLE	TAX EXEMPT PROPERTY	TOTAL ASSESSED VALUE	TOTAL DIRECT SCHOOL TAX RATE
2025	\$ 107,158,500	\$ 4,920,162,100	\$ -	11,600	\$ 275,145,900	\$ 26,416,900	\$ 65,549,800	\$ -	\$ 5,394,444,800	\$ 1,340,749,800	\$ 6,735,194,600	0.603
2024	104,959,100	4,877,889,600	-	10,700	276,368,700	18,567,100	65,549,800	5,408,700	5,348,753,700	1,333,767,200	6,682,520,900	0.618
2023	115,570,100	4,817,670,600	-	10,700	268,776,400	18,567,100	65,549,800	6,159,513	5,292,304,213	1,329,414,800	6,621,719,013	0.618
2022	112,784,400	4,784,475,400	-	10,700	277,366,630	18,772,700	65,549,800	6,590,839	5,265,550,469	1,324,801,100	6,590,351,569	0.609
2021	119,659,200	4,734,246,000	-	10,400	281,332,300	16,968,500	65,549,800	5,677,362	5,223,443,562	1,317,137,300	6,540,580,862	0.606
2020	126,574,300	4,684,455,500	286,600	15,600	279,661,000	16,853,300	63,128,800	4,677,720	5,175,652,820	1,310,862,800	6,486,515,620	0.600
2019	135,728,900	4,637,597,300	905,300	16,200	280,660,700	16,853,300	60,521,100	3,910,890	5,136,193,690	1,306,073,600	6,442,267,290	0.601
2018	134,323,200	4,616,600,166	688,600	23,900	280,585,300	16,424,100	55,205,700	3,863,682	5,107,714,648	1,293,195,830	6,400,910,478	0.587
2017	139,576,200	4,610,354,810	688,600	23,900	285,904,700	23,692,500	55,205,700	3,989,190	5,119,435,600	1,281,759,500	6,401,195,100	0.586
2016	143,719,200	4,580,869,960	688,600	23,300	290,027,400	24,462,500	57,997,000	4,246,138	5,102,034,098	1,278,099,500	6,380,133,598	0.561

Source: Abstract of Rates by "Assessed Value by Classification"

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS  
(Rate per \$100 of Assessed Value)  
(Unaudited)**

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES				TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL	TOTAL DIRECT	TOWNSHIP OF BERKELEY		OCEAN COUNTY LIBRARY	COUNTY OPEN SPACE	
2025	0.603	0.516	1.119	0.750	0.477	0.046	0.019	2.411
2024	0.591	0.499	1.090	0.715	0.459	0.410	0.017	2.691
2023	0.618	0.477	1.095	0.715	0.413	0.039	0.015	2.277
2022	0.609	0.478	1.087	0.696	0.392	0.041	0.013	2.229
2021	0.606	0.475	1.081	0.696	0.397	0.042	0.013	2.229
2020	0.600	0.466	1.066	0.656	0.372	0.041	0.013	2.148
2019	0.601	0.466	1.067	0.656	0.384	0.040	0.013	2.160
2018	0.587	0.436	1.023	0.628	0.378	0.039	0.012	2.080
2017	0.586	0.436	1.022	0.628	0.369	0.038	0.012	2.069
2016	0.561	0.425	0.986	0.610	0.366	0.038	0.012	2.012

Source: Abstract of Ratables, Breakdown of General Tax Rate

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS,  
CURRENT YEAR AND TEN YEARS AGO  
(Unaudited)**

FOR YEAR ENDED DECEMBER 31, 2025			
TAXPAYER	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET VALUATION TAXABLE
Plainfield Properties	\$ 28,289,800	1	0.52%
Ouaker Malls LLP	17,721,200	2	0.33%
Ocean County Equities	15,557,000	3	0.29%
Bayville Commons	13,000,000	4	0.24%
Berkeley Healthcare Assoc.	11,500,000	5	0.21%
River Bay Gardens	10,321,200	6	0.19%
Holiday Propco.	10,000,000	7	0.19%
Millers Camp. Inc.	8,449,000	8	0.16%
Bayhousing Assoc.	8,160,000	9	0.15%
Crystal Care Realty	8,000,000	10	0.15%
<b>Total</b>	<b>\$ 102,708,400</b>		<b>1.90%</b>

FOR YEAR ENDED DECEMBER 31, 2016			
TAXPAYER	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET VALUATION TAXABLE
<b>DATA NOT AVAILABLE</b>			
<b>Total</b>	<b>\$ -</b>		<b>0.00%</b>

Source: Municipal Tax Assessor and Treasurer

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN YEARS  
(Unaudited)**

YEAR ENDED December 31,	TAXES LEVIED FOR THE YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2025	\$ 130,008,042	\$ 127,298,895	97.92%	\$ 2,709,147
2024	124,059,143	123,153,512	99.27%	905,631
2023	121,519,507	120,965,209	99.54%	554,298
2022	117,366,891	116,791,793	99.51%	575,098
2021	116,400,745	115,574,300	99.29%	826,445
2020	112,114,152	110,746,359	98.78%	1,367,793
2019	110,908,284	109,100,479	98.37%	1,807,805
2018	106,207,411	104,922,301	98.79%	1,285,110
2017	105,897,564	103,292,484	97.54%	2,605,080
2016	102,605,892	100,030,484	97.49%	2,575,408
2015	99,570,329	96,214,809	96.63%	3,355,520

Source: Municipal Tax Collector, Abstract of Ratables "Receipts from Delinquent Taxes"

### Debt Capacity Information

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for a historical view of the school District's outstanding debt and its debt capacity.

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**RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
(Dollars in Thousands, Except per Capita)  
(Unaudited)**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PER CAPITA PERSONAL INCOME	% OF PERSONAL INCOME
	GENERAL OBLIGATION BONDS	CAPITAL LEASES *				
2025	\$ -	\$ 9,033	\$ 9,033		N/A	N/A
2024	-	43,005	43,005		N/A	N/A
2023	-	70,474	70,474		N/A	N/A
2022	1,940,000	113,172	2,053,172	\$	59,332	2.89%
2021	3,775,000	159,598	3,934,598		60,823	1.55%
2020	5,520,000	108,276	5,628,276		57,344	1.02%
2019	7,180,000	66,702	7,246,702		53,517	0.73%
2018	8,755,000	113,621	8,868,621		51,725	0.57%
2017	10,250,000	141,815	10,391,815		50,356	0.48%
2016	11,665,000	84,133	11,749,133		48,826	0.41%

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

\* Exhibit I-1, I-2, I-3; ACFR

**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
*(Dollars in Thousands, Except per Capita)*  
**(Unaudited)**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA PERSONAL INCOME
	GENERAL OBLIGATION BONDS	DEDUCTIONS				
2025	\$ -	N/A		\$ -	N/A	N/A
2024	-	N/A		-	N/A	N/A
2023	-	N/A		-	N/A	N/A
2022	1,940,000	N/A		1,940,000	0.037%	\$ 59,332
2021	3,775,000	N/A		3,775,000	0.072%	60,823
2020	5,520,000	N/A		5,520,000	0.106%	57,344
2019	7,180,000	N/A		7,180,000	0.139%	53,517
2018	8,755,000	N/A		8,755,000	0.170%	51,725
2017	10,250,000	N/A		10,250,000	0.201%	50,356
2016	11,665,000	N/A		11,665,000	0.228%	48,826
2015	13,025,000	N/A		13,025,000	0.255%	43,171

Sources: District records, Per Capita Personal income - NJ Dept of Labor

**BERKELEY TOWNSHIP BOARD OF EDUCATION**  
**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**AS OF DECEMBER 31, 2024**  
**(Unaudited)**

GOVERNMENTAL UNIT		ESTIMATED PERCENTAGE APPLICABLE	DEBT OUTSTANDING
<b>Overlapping Debts:</b>			
Berkeley Township	\$	82,111,411	100.000%
Berkeley Township Sewerage Authority (12/31/2024)		4,116,015	100.000%
Berkeley Township Municipal Utilities Authority (12/31/2024)		5,072,572	100.000%
Ocean County Utilities Authority		81,093,138	4.922%
County of Ocean		551,161,252	4.922%
Total Direct & Overlapping Debt	\$		122,420,983

Sources: Township of Berkeley, Annual Debt Statement as of December 31, 2024

Debt outstanding data provided by each governmental unit.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
(Unaudited)**

	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Debt Limit	\$ 211,921,722	\$ 188,212,480	\$ 158,367,233	\$ 147,511,186	\$ 143,653,922	\$ 139,770,397	\$ 135,664,768	\$ 131,997,175	\$ 129,246,721	\$ 127,774,393
Total Net Debt Applicable to Limit	-	-	-	1,940,000	3,775,000	5,520,000	7,180,000	8,755,000	10,250,000	11,665,000
Legal Debt Margin	\$ 211,921,722	\$ 188,212,480	\$ 134,250,397	\$ 128,484,768	\$ 123,242,175	\$ 118,996,721	\$ 116,109,393	\$ 115,809,143	\$ 118,611,829	\$ 123,918,856
Total Net Debt Applicable to the Limit as a % of Debt Limit	0.00%	0.00%	0.00%	1.32%	2.63%	3.95%	5.29%	6.63%	7.93%	9.13%

**Legal Debt Margin Calculation for Fiscal Year 2024**

	2022	2023	2024
Equalized Valuation Basis	\$ 7,578,702,079	\$ 8,530,244,253	\$ 9,321,660,273
Average Equalized Valuation of Taxable Property	\$ 25,430,606,605	\$ 8,476,868,868	
Debt Limit (2.5 % of Average Equalized Valuation of Taxable Property)	\$ 211,921,722		
Legal Debt Margin	\$ 211,921,722		

**Source:** Equalized valuation bases were obtained from the Annual Debt Statement, Township of Berkeley

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## Demographic and Economic Information

Demographic and economic information is intended to (1) to assist users in understanding the socioeconomic environment within which the School District operates and (2) to provide information that facilitates comparisons of financial information over time and among school districts. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District's operates.

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
(Unaudited)**

YEAR	POPULATION (a)	PER CAPITA PERSONAL INCOME (b)	UNEMPLOYMENT RATE (c)
2025	N/A	N/A	N/A
2024	N/A	N/A	N/A
2023	44,856	N/A	5.8%
2022	44,748	\$ 59,332	4.8%
2021	44,348	60,823	7.5%
2020	42,362	57,344	12.2%
2019	42,059	53,517	4.7%
2018	41,922	51,725	4.9%
2017	41,739	50,356	5.6%
2016	41,720	48,826	6.3%

**Source:**

a Population information provided by the NJ Dept of Labor and Workforce Development

b Per Capita Personal income - NJ Dept of Labor

c Unemployment data provided by the NJ Dept of Labor and Workforce Development

**PRINCIPAL EMPLOYERS  
CURRENT YEAR AND TEN YEARS AGO  
(Unaudited)**

		2025	
EMPLOYEES	RANK		PERCENTAGE OF TOTAL EMPLOYMENT

**DATA NOT AVAILABLE**

Total	<u>0</u>	<u>0.00%</u>
Total Labor Force	<u>0</u>	

Source: Ocean County Department of Economic Development and Tourism;  
The Township of Berkeley  
Total Labor Force from NJ DOL and Workforce Development

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### Operating Information

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(Unaudited)**

Function/Program	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Instruction:										
Regular, teachers/aides	178	178	184	182	180	172	172.8	117.5	110	109
Special Education, teachers/aides	119.5	121	116	113	110	103	103	105	104	100
Support Services:										
Student & Instruction Related Services	38	36	39	40	36	39	37	35.8	40.8	42.8
General Administration	3.52	3.3	3.8	3.8	3.8	3.8	3.8	5.8	5.8	5.8
School Administration	20	20	20	21	21	20	20	17	17	17
Business Administrative Services	5.68	6	5.5	5.5	5.5	5.5	5.5	5.5	5.5	5.5
Technical Administrative Services	5.2	5.5	4	4	4	4	4	4	4	4
Food Services	5	7	7	7	8	8	8	8	8	10
Plant Operations/Maint, Lunchrm aides	40.55	47.7	42.2	38.7	33.6	33.7	33.7	33.5	33.5	32.9
Pupil Transportation	42	42	41.6	40	40	40	40	39.5	39.5	40
<b>Total</b>	<b>457</b>	<b>467</b>	<b>463</b>	<b>455</b>	<b>442</b>	<b>429</b>	<b>428</b>	<b>372</b>	<b>368</b>	<b>367</b>

**Source:** District Personnel Records

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
(Unaudited)**

SCHOOL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	PUPIL COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL TEACHER RATIO	AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	ATTENDANCE PERCENTAGE
2025	2,381	\$ 48,430,861	20,341	6.17%	279	N/A	2,393	2,224.4	0.02%	92.9%
2024	2,393	45,848,578	19,159	13.14%	262	N/A	2,393	2,211.8	-1.40%	92.4%
2023	2,427	41,100,933	16,935	3.39%	250	N/A	2,427	2,243.7	0.66%	92.4%
2022	2,396	39,246,836	16,380	5.26%	242	9.9	2,411	2,237.4	0.96%	92.8%
2021	2,363	36,772,473	15,562	10.37%	240	9.8	2,388	2,264.0	5.76%	95.8%
2020	2,474	34,881,213	14,099	-5.64%	230	10.8	2,477	2,371.0	14.31%	95.8%
2019	2,309	34,499,567	14,941	-1.72%	235	9.8	2,258	2,129.6	4.20%	94.3%
2018	2,152	32,715,137	15,202	2.48%	205	10.5	2,167	2,054.7	2.60%	94.8%
2017	2,132	31,625,634	14,834	1.19%	203	10.5	2,112	1,995.7	-0.66%	94.5%
2016	2,079	30,475,661	14,659	4.93%	180	11.6	2,126	2,015.9	1.09%	94.8%

**Sources:** District records

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

- a. Operating expenditures equal total expenditures less debt service and capital outlay.(Sch B-2)less nonbudgeted expenditures
- b. Teaching staff includes only full-time equivalents of certificated staff.
- c. Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
(Unaudited)**

DISTRICT BUILDINGS	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Bayville Elementary (Org. 1926 Add: 1951,1959,1969,2003):										
Square Feet	73,369	73,369	73,369	73,369	73,369	73,369	73,369	73,369	73,369	73,369
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	477	511	506	491	499	516	455	402	399	391
Berkeley Twp. Elementary (2003):										
Square Feet	102,830	102,830	102,830	102,830	102,830	102,830	102,830	102,830	102,830	102,830
Capacity (Students)	800	800	800	800	800	800	800	800	800	800
Enrollment	608	565	587	592	574	619	668	649	619	592
Clara B. Worth Elementary (Org. 1962)										
Square Feet	81,258	81,258	81,258	81,258	81,258	81,258	81,258	81,258	81,258	81,258
Capacity (Students)	845	845	845	845	845	845	845	845	845	845
Enrollment	668	686	702	655	663	674	586	557	556	546
H&M Potter Elementary (Org. 1974 Add: 1984&2003):										
Square Feet	88,242	88,242	88,242	88,242	88,242	88,424	88,424	88,424	88,424	88,424
Capacity (Students)	725	725	725	725	725	725	725	725	725	725
Enrollment	628	631	632	658	627	665	600	544	558	550

Number of Schools at June 30, 2025:  
Elementary = 4

Source: District Facilities Office

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

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS  
(Unaudited)**

	BAYVILLE ELEMENTARY	CLARA B. WORTH	H&M POTTER	BERKELEY TOWNSHIP ELEMENTARY	OTHER	TOTAL
2025	\$ 119,328	\$ 132,159	\$ 143,814	\$ 172,445	\$ 13,854	\$ 581,600
2024	137,709	152,517	165,967	193,007	15,987	665,187
2023	108,000	119,612	130,161	151,367	12,539	521,679
2022	118,288	131,007	142,560	165,786	13,733	571,374
2021	163,803	181,415	229,576	197,414	19,017	791,225
2020	174,312	193,055	210,080	244,307	20,238	841,992
2019	163,466	181,042	197,008	229,105	18,978	789,599
2018	148,029	163,946	178,404	207,470	17,187	715,036
2017	133,941	148,343	161,425	187,725	15,551	812,425
2016	168,191	186,276	202,703	235,728	19,527	751,711

Source: District records, M-1, sch C-1 Actual total 11-000-261-XXX

**INSURANCE SCHEDULE  
JUNE 30, 2025  
(Unaudited)**

	LIMITS	DEDUCTIBLE
<b>Property:</b>		
Real and Personal Property	\$ 350,000,000	\$ 5,000
Flood- Aggrgate Zones A & V	25,000,000	500,000
Flood - All Other Zones	75,000,000	10,000
Earthquake	50,000,000	
Environmental Package	1,000,000	
<b>Inland Marine:</b>		
EDP Hardware/Software	350,000,000	1,000
<b>Boiler &amp; Machinery:</b>	100,000,000	25,000
<b>Crime:</b>		
Money/Securities	25,000	500
Board Secretary Bond	25,000	500
Board Treasurer Bond	275,000	
<b>Comprehensive General Liability:</b>		
Bodily Injury/Property damage-Each Occurance	31,000,000	
Sexual Abuse Aggregate	15,000,000	
Personal Advertising & Injury	31,000,000	
Employee Benefits Liability	31,000,000	1,000
<b>Auto:</b>		
Combined Single Limit	31,000,000	1,000
Uninsured/Underinsured Motorist - Private Passenger	25,000	10,000
Uninsured/Underinsured Motorist - All other vehicle type	25,000	5,000
PIP	250,000	
<b>Errors &amp; Omissions</b>		
Each Policy Period - Coverage A	31,000,000	10,000
Each Claim - Coverage B	100,000	10,000

**SINGLE AUDIT SECTION**

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## EXHIBIT 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  
Berkeley Township School District  
County of Ocean  
Bayville, New Jersey 08721

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 Berkeley Township School District as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated December 18, 2025.

#### **Report on Internal Control Over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses 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 School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

### **Purpose of This Report**

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

A handwritten signature in black ink, appearing to read 'J. Conaty', with a stylized flourish at the end.

Jerry W. Conaty

Certified Public Accountant

Public School Accountant, No. 2470

Lakewood, New Jersey  
December 18, 2025

EXHIBIT 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  
Berkeley Township School District  
County of Ocean  
Bayville, New Jersey 08721

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

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

We have audited the Berkeley Township School District's compliance with types of compliance requirements identified as subject to audit in the OMB Compliance Supplement and the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2025. The Berkeley Township School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Berkeley Township School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2025.

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

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

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

***Responsibilities of Management for Compliance***

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

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

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Berkeley Township School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and New Jersey OMB's Circular 15-08 audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey 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 compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the School District's compliance with the requirements of each major federal and state program as a whole.

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

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

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

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

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies 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's Circular 15-08. Accordingly, this report is not suitable for any other purpose.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

A handwritten signature in black ink, appearing to read 'J. Conaty', with a stylized flourish extending to the right.

Jerry W. Conaty

Certified Public Accountant

Public School Accountant, No. 2407

Lakewood, New Jersey  
December 18, 2025

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**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASSED-THROUGH IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	PASSED THROUGH TO SUB RECIPIENT	UNEARNED REVENUE AT JUNE 30, 2025	(ACCOUNTS RECEIVABLE) JUNE 30, 2025	DUE TO GRANTOR JUNE 30, 2025
<b>U.S. DEPARTMENT OF AGRICULTURE</b> Passed Through New Jersey Department of Agriculture: Child Nutrition Cluster: Noncash Assistance: Food Distribution Program (Noncash Assistance) Subtotal	10.555	251N1304N1199	100-010-3350-028	\$ 67,026	7/1/24-6/30/25	\$ -	\$ 67,026	\$(67,026)	-	-	-	\$ -	-
Cash Assistance: National School Lunch Program	10.555	251N1304N1199	100-010-3350-023	464,209	7/1/24-6/30/25	-	425,296	(464,209)	-	-	-	\$(38,913)	-
National School Lunch Program	10.555	241N1304N1199	100-010-3350-023	409,669	7/1/23-6/30/24	\$(24,076)	24,076	-	-	-	-	-	-
National School Lunch Program HHFKA	10.555	251N1304N1199	100-010-3350-023	15,507	7/1/24-6/30/25	-	14,210	(15,507)	-	-	-	\$(1,297)	-
National School Lunch Program HHFKA Subtotal	10.555	241N1304N1199	100-010-3350-026	14,024	7/1/23-6/30/24	\$(835)	825	-	-	-	-	-	-
National School Breakfast Program	10.553	251N1304N1199	100-010-3350-028	142,020	7/1/24-6/30/25	-	129,887	(142,020)	4	-	-	\$(12,129)	-
National School Breakfast Program Subtotal	10.553	241N1304N1199	100-010-3350-028	120,999	7/1/23-6/30/24	\$(7,498)	7,498	-	-	-	-	-	-
Total Child Nutrition Cluster				322	7/1/23-6/30/24	\$(322)	322	-	-	-	-	-	-
Summer Electronic Benefit Transfer Program for Children Subtotal	10.646	2022228900941	100-010-3350-115	322	7/1/23-6/30/24	-	322	(322)	-	-	-	-	-
<b>Total U.S. Department of Agriculture</b>				609,140		\$(32,399)	609,140	\$(689,084)	4	-	-	\$(52,339)	-
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b> Passed Through New Jersey Department of Human Services: Medical Cluster: Medical Assistance Program (SEMI) Total Medicaid Cluster	93.778	2005N5MAP	100-054-7540-211	35,927	7/1/24-6/30/25	-	35,927	\$(35,927)	-	-	-	-	-
<b>Total U.S. Department of Health and Human Services</b>				35,927		-	35,927	\$(35,927)	-	-	-	-	-
<b>U.S. DEPARTMENT OF TREASURY</b> Passed Through New Jersey Department of Education: NJ High Impact Tutoring Competitive Grant Subtotal	21.027	C221ISLRF21	100-034-5063-569	305,899	10/11/23-8/31/24	\$(2,100)	21,719	\$(23,736)	-	-	-	\$(4,117)	-
<b>Total U.S. Department of Treasury</b>				305,899		\$(2,100)	21,719	\$(23,736)	-	-	-	\$(4,117)	-
<b>U.S. DEPARTMENT OF EDUCATION</b> Passed Through New Jersey Department of Education: Elementary and Secondary Education Act (E.S.E.A.): Title I - Part A Title I - Part A Subtotal	84.010 84.010	S010A250030 S010A240030	100-034-5064-194 100-034-5064-194	461,984 447,457	7/1/24-9/30/25 7/1/23-9/30/24	- \$(98,634)	300,107 398,741	\$(333,157) \$(333,157)	1 1	- -	- -	\$(33,049) \$(33,049)	-
Title II - Part A Title II - Part A Subtotal	84.367 84.367	S367A240029 S367A240029	100-034-5063-290 100-034-5063-290	65,612 67,495	7/1/24-9/30/25 7/1/23-9/30/24	- \$(2,820)	39,001 41,821	\$(39,000) \$(39,000)	(1) (1)	- -	- -	- -	-
Title III - Immigrant Subtotal	84.365A	S365A250030	100-034-5064-187	1,371	7/1/24-9/30/25	-	1,316	\$(1,316)	-	-	-	-	-
Title IV Title IV Subtotal	84.424 84.424	S424A250031 S424A240031	100-034-5063-348 100-034-5063-348	32,655 25,201	7/1/24-9/30/25 7/1/23-9/30/24	\$(1,033)	28,884 1,033	\$(29,307) -	- -	- -	- -	\$(423) -	-
Special Education Cluster: Basic Basic Subtotal	84.027 84.027	H027A250100 H027A240100	100-034-5065-016 100-034-5065-016	567,294 580,004	7/1/24-9/30/25 7/1/23-9/30/24	- \$(91,031)	479,059 570,990	\$(507,453) \$(507,453)	- -	- -	- -	\$(28,394) \$(28,394)	-
Preschool Preschool Subtotal	84.173 84.173	H173A250114 H173A240114	100-034-5065-020 100-034-5065-020	28,005 28,974	7/1/24-9/30/25 7/1/23-9/30/24	- \$(6,315)	51,263 57,578	\$(51,263) \$(51,263)	- -	- -	- -	- -	-
<b>Total Special Education Cluster</b>				628,568		\$(98,246)	628,568	\$(558,716)	-	-	-	\$(28,394)	-

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASSED-THROUGH IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	PASSED THROUGH TO SUB RECIPIENT	UNEARNED REVENUE AT JUNE 30, 2025	(ACCOUNTS RECEIVABLE) JUNE 30, 2025	DUE TO GRANTOR JUNE 30, 2025
Education Stabilization Fund; Elementary and Secondary School Education Relief (ESSER) Fund; ARP Elementary and Secondary School Emergency Relief Fund; ARP Learning Acceleration Subtotal	84-425U 84-425U	S425U210027 S425U210027	100-034-5120-523 100-034-5120-523	2,543,240 207,101	3/13/20-9/30/24 3/13/20-9/30/24	(365,055) (365,055)	507,963 11,039	(142,433) -	- -	270 270	745 11,039	- -	- -
<b>Total U.S. Department of Education</b>						(565,788)	1,619,365	(1,103,929)		270	11,784	(61,866)	-
Total Federal Financial Assistance						\$ (600,287)	\$ 2,346,151	\$ (1,852,676)		\$ 274	\$ 11,784	\$ (118,322)	\$ -

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

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

STATE GRANTOR/ PROGRAM TITLE	GRANT OR PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2024	CARRYOVER (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUB RECIPIENT	UNEARNED REVENUE AT JUNE 30, 2025	(ACCOUNTS RECEIVABLE) JUNE 30, 2025	DUE TO GRANTOR JUNE 30, 2025	MEMO ONLY		
												BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES	
<b>New Jersey Department of Education:</b>														
General Fund:														
State Aid Public:														
Special Education Categorical Aid	495-034-5120-089	\$ 2,306,860	7/1/24-6/30/25	\$ -	\$ -	\$ 2,306,860	\$ (2,306,860)	\$ -	\$ -	\$ -	\$ -	\$ 212,758	\$ 2,306,860	
Security Aid	495-034-5120-084	517,463	7/1/24-6/30/25	-	-	517,463	(517,463)	-	-	-	-	47,725	517,463	
Adjustment Aid	495-034-5120-085	71,463	7/1/24-6/30/25	-	-	71,463	(71,463)	-	-	-	-	6,591	71,463	
<b>Total State Aid Public</b>														
Transportation Aid	495-034-5120-014	912,934	7/1/24-6/30/25	-	-	2,895,786	(2,895,786)	-	-	-	-	267,074	2,895,786	
Extraordinary Aid	495-034-5120-044	264,070	7/1/24-6/30/25	-	-	912,934	(912,934)	-	-	-	-	84,199	912,934	
Extraordinary Aid	495-034-5120-044	222,101	7/1/23-6/30/24	(222,101)	-	-	(264,070)	-	-	(264,070)	-	-	204,070	
Additional Nonpublic Transportation Aid	495-034-5120-014	23,525	7/1/24-6/30/25	-	-	222,101	(23,525)	-	-	(23,525)	-	-	23,525	
Additional Nonpublic Transportation Aid	495-034-5120-014	23,605	7/1/23-6/30/24	(23,605)	-	-	(69,767)	-	-	(69,767)	-	-	1,428,433	
Reimbursed TPAF Social Security Contributions	495-034-5094-003	1,371,011	7/1/24-6/30/25	(68,036)	-	1,358,666	(1,428,433)	-	-	-	-	-	1,428,433	
Reimbursed TPAF Social Security Contributions	495-034-5094-003	1,893,061	7/1/23-6/30/24	-	-	68,036	-	-	-	-	-	-	-	
Medical (Noncash Assistance)	495-034-5094-001	1,893,061	7/1/24-6/30/25	-	-	1,893,061	(1,893,061)	-	-	-	-	-	1,893,061	
TPAF - Pension	495-034-5094-002	6,478,629	7/1/24-6/30/25	-	-	6,478,629	(6,478,629)	-	-	-	-	-	6,478,629	
Contributions (Noncash Assistance)	495-034-5094-002	2,619	7/1/24-6/30/25	-	-	2,619	(2,619)	-	-	-	-	-	2,619	
TPAF - Long-Term Liability	495-034-5094-004	2,619	7/1/24-6/30/25	-	-	2,619	(2,619)	-	-	-	-	-	2,619	
Insurance (Noncash Assistance)	495-034-5094-004	2,619	7/1/24-6/30/25	-	-	2,619	(2,619)	-	-	-	-	-	2,619	
<b>Total General Fund</b>				(313,742)	13,855,437	(13,899,057)				(357,362)		351,273	13,899,057	
<b>Special Revenue Fund:</b>														
Preschool Education Aid	495-034-5120-086	5,101,096	7/1/24-6/30/25	-	-	5,101,096	(4,995,660)	-	105,436	-	-	510,110	4,995,660	
Preschool Education Aid	495-034-5120-086	4,820,894	7/1/23-6/30/24	576,992	-	-	(576,992)	-	-	-	-	-	576,992	
SDA Emergent Needs and Capital Maintenance Grant	100-034-5120-519	55,121	7/1/23-6/30/24	55,121	-	-	-	-	55,121	-	-	-	-	
<b>Total Special Revenue Fund</b>				652,113	-	5,101,096	(5,572,652)	-	160,557	-	-	510,110	5,572,652	
<b>New Jersey Department of Agriculture:</b>														
Enterprise Fund:														
State School Lunch Program	100-010-3350-023	28,115	7/1/24-6/30/25	-	-	25,921	(28,115)	-	-	(2,194)	-	-	28,115	
State School Lunch Program	100-010-3350-023	18,364	7/1/23-6/30/24	(1,445)	-	1,445	-	-	-	-	-	-	-	
State School Breakfast Program	495-010-3350-002	12,552	7/1/24-6/30/25	-	-	11,544	(12,552)	-	-	(1,008)	-	-	12,552	
State School Breakfast Program	495-010-3350-002	9,108	7/1/23-6/30/24	(761)	-	761	-	-	-	-	-	-	-	
Summer - EBT Administrative Cost Program	100-010-3370-003	322	7/1/24-6/30/25	-	-	322	(322)	-	-	-	-	-	322	
<b>Total Enterprise Fund</b>				(2,206)	39,993	(40,989)				(3,202)			40,989	
<b>Total State Financial Assistance</b>				\$ 316,165	\$ -	\$ 18,996,526	\$ (19,512,698)	\$ -	\$ 160,557	\$ (360,564)	\$ -	\$ 861,383	\$ 19,512,698	
State Financial Assistance Programs not subject to Calculation for Major Program Determination:														
TPAF - Post Retirement														
Medical (Noncash Assistance)	495-034-5094-001	\$ 1,893,061	7/1/24-6/30/25				\$ 1,893,061							
TPAF - Pension														
Contributions (Noncash Assistance)	495-034-5094-002	6,478,629	7/1/24-6/30/25				6,478,629							
TPAF - Long-Term Liability														
Insurance (Noncash Assistance)	495-034-5094-004	2,619	7/1/24-6/30/25				2,619							
<b>Total State Financial Assistance subject to Calculation for Major Program Determination</b>							\$ -						\$ -	

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

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**BERKELEY TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE**  
**FINANCIAL ASSISTANCE**  
**YEAR ENDED JUNE 30, 2025**

**Note 1. Basis of Presentation**

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Berkeley Township School District. The School District is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**Note 2. Summary of Significant Accounting Policies**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting and programs recorded in the capital projects fund are presented using the modified accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The School District did not elect the applicable de minimis indirect cost rate as discussed in 2 CFR 200.414.

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2025. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2025.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
 NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE  
 FINANCIAL ASSISTANCE  
 YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 3. Relationship to Basic Financial Statements**

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$25,702 for the general fund and \$292,598 for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. The net adjustment for the special revenue fund includes \$13,221 of local awards which are not included on the Schedules of Expenditures of Federal Awards and State Financial Assistance. Awards and financial assistance expenditures reported in the School District’s basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 35,927	\$ 13,873,355	\$ 13,909,282
Special Revenue Fund	1,166,231	5,241,488	6,407,719
Food Service Fund	689,084	40,989	730,073
Total Awards & Financial Assistance	<u>\$ 1,891,242</u>	<u>\$ 19,155,832</u>	<u>\$ 21,047,074</u>

**Note 4. Relationship to Federal and State Financial Reports**

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

**Note 5. Federal and State Loans Outstanding**

The Berkeley Township School District had no loan balances outstanding at June 30, 2025.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

**Section I - Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued	<u>Unmodified</u>	
Internal control over financial reporting:		
1) Material weakness(es) identified?	<u>          </u> yes	<u>  X  </u> no
2) Significant deficiency(ies) identified?	<u>          </u> yes	<u>  X  </u> none reported
Noncompliance material to financial statements noted?	<u>          </u> yes	<u>  X  </u> no

**Federal Awards**

Internal control over major programs:		
1) Material weakness(es) identified?	<u>          </u> yes	<u>  X  </u> no
2) Significant deficiency(ies) identified?	<u>          </u> yes	<u>  X  </u> none reported
Type of auditor's report issued on compliance for major programs	<u>Unmodified</u>	
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of Uniform Guidance?	<u>          </u> yes	<u>  X  </u> no

Identification of major programs:

<b><u>Assistance Listing Number(s)</u></b>	<b><u>FAIN Number(s)</u></b>	<b><u>Name of Federal Program or Cluster</u></b>
		<u>Child Nutrition Cluster:</u>
<u>10.555</u>	<u>251NJ304N1199</u>	<u>National School Lunch Program</u>
<u>10.555</u>	<u>251NJ304N1199</u>	<u>National School Lunch Program HHFKA</u>
<u>10.553</u>	<u>251NJ304N1199</u>	<u>National School Breakfast Program</u>
<u>10.555</u>	<u>251NJ304N1199</u>	<u>Food Distribution Program (Noncash Assistance)</u>
		<u>Special Education Cluster:</u>
<u>84.027</u>	<u>H027A250100</u>	<u>I.D.E.A. - Part B</u>
<u>84.173</u>	<u>H173A250114</u>	<u>I.D.E.A. - Preschool</u>

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

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

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

**State Financial Assistance**

Dollar threshold used to determine Type A programs \$ 750,000

Auditee qualified as low-risk auditee? X yes        no

Internal control over major programs:

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

2) Significant deficiency(ies) identified?        yes   X   none reported

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

Any audit findings disclosed that are required to be reported in accordance with New Jersey OMB's Circular 15-08?        yes   X   no

Identification of major programs:

<b><u>State Grant/Project Number(s)</u></b>	<b><u>Name of State Program</u></b>
<u>495-034-5120-089</u>	<u>State Aid Public:</u>
<u>495-034-5120-084</u>	<u>Special Education Categorical Aid</u>
<u>495-034-5120-085</u>	<u>Security Aid</u>
<u>      </u>	<u>Adjustment Aid</u>
<u>      </u>	<u>      </u>
<u>      </u>	<u>      </u>
<u>      </u>	<u>      </u>
<u>      </u>	<u>      </u>
<u>      </u>	<u>      </u>

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

**Section II - Financial Statement Findings**

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

None.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS & QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

**Section III - Federal Awards & State Financial Assistance Findings & Questioned Costs**

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08.

**FEDERAL AWARDS**

None.

**STATE FINANCIAL ASSISTANCE**

None.

**BERKELEY TOWNSHIP SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
YEAR ENDED JUNE 30, 2025**

This section identifies the status of prior year findings related to the financial statements, federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards (Uniform Guidance)*, and New Jersey OMB's Circular 15-08.

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.