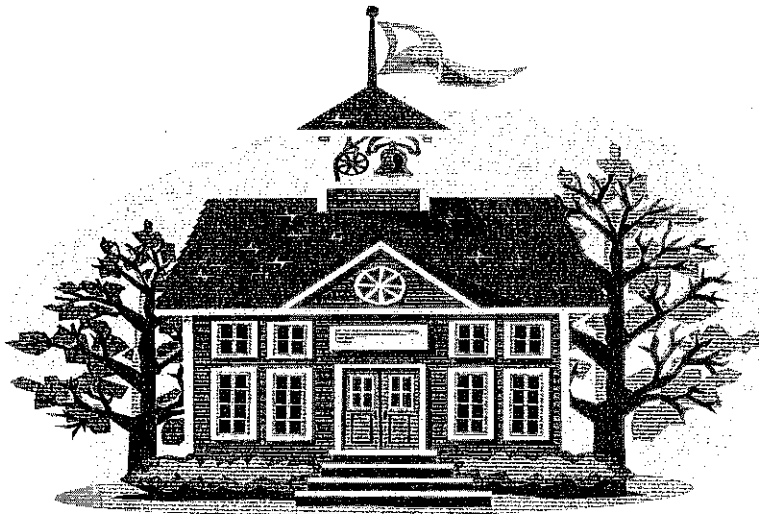


SCHOOL DISTRICT
OF THE BOROUGH OF
BRIELLE



BOROUGH OF BRIELLE BOARD OF EDUCATION
BRIELLE, NEW JERSEY

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

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

OF THE

BOROUGH OF BRIELLE BOARD OF EDUCATION

BRIELLE, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

PREPARED BY

**BOROUGH OF BRIELLE BOARD OF EDUCATION
FINANCE DEPARTMENT**

BRIELLE SCHOOL DISTRICT

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Superintendent/
Principal

NANCY PEARSON
Director of Student
Personnel Services/Guidance

STEPHANIE PENNETTI
Dean of Students

DIANE QUIGLEY
Business Administrator/
Board Secretary

December 5, 2025

President and Members of the Brielle Board of Education
Brielle School District
Monmouth County, New Jersey

Dear Board Members:

Enclosed is the Annual Comprehensive Financial Report (ACFR) of the Brielle School District for the fiscal year ended June 30, 2025. This ACFR includes the District's Basic Financial Statement prepared in accordance with Governmental Accounting Standards Board Statement 34 (GASB 34). Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. Disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Annual Comprehensive Financial Report is presented in four sections as follows:

The Introductory Section contains a Table of Contents, Letter of Transmittal, List of Principal Officials, and an Organization Chart of the School District.

The Financial Section begins with the independent Auditors Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, and other schedules providing detailed budgetary information.

The statistical section includes selected economic and demographic information, financial trends, and the fiscal capacity of the school District, generally presented on a multi-year basis.

The Single Audit Section-The District is required to undergo an annual audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations, Part 200 and New Jersey Treasury Circular 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid". Information related to this single audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, is included in the single audit section of this report.

REPORTING ENTITY AND ITS SERVICES

Brielle School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14. All funds and account groups of the District are included in this report. The Brielle Board of Education and the Brielle Elementary School constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Kindergarten through Eight (8). The pre-school program has grown in recent years and has accepted sending district handicapped preschoolers. The Brielle School District has a sending/receiving association with Manasquan High School in which Brielle sends students to Manasquan High on a per student tuition basis. Brielle students have been accepted and attend the Monmouth County Vocational School Academies and can also attend half day vocational programs. Brielle community parents can also select to send students to private schools. The district curriculum has been aligned with the New Jersey Standards. Educational services include regular, vocational, as well as special education. The district completed the 2024-2025 fiscal year with an increase in enrollment in the elementary school and a decrease in enrollment of Brielle students attending Manasquan High School. The following details the changes in the student enrollment over the prior 10 years.

Fiscal Year	Brielle Elementary Student Enrollment	Manasquan High School Enrollment
2024-2025	482	205
2023-2024	477	220
2022-2023	491	229
2021-2022	509	227
2020-2021	500	228
2019-2020	514	219
2018-2019	532	232
2017-2018	541	238
2016-2017	541	241
2015-2016	543	248

ECONOMIC CONDITION AND OUTLOOK

The Borough of Brielle School District has experienced an increase in enrollment, with the overall population of the Borough increasing as well. The current district demographic study forecasted that enrollment in the Elementary School will begin to increase during the 2024-2025 school year. This is attributed to an increase in live births between 2018 and 2026. It is also forecast that the number of students currently forecast to attend Manasquan High School on a tuition basis has started to decline from the current level. This is not unusual as enrollment declines are being experienced in a majority of school districts throughout Monmouth County and throughout the State of New Jersey. Brielle's enrollment is not expected to decline as much as other neighboring districts due to strong house sales in recent years. The Borough of Brielle School District continues to be an excellent place to educate a student in an outstanding community.

MAJOR INITIATIVES

District goals focused on enhancement of the instructional program with specific attention on the adoption of a new K-5 math program and assessment design, along with the development of initiatives to support social emotional learning. The district was awarded the DREAMS grant, and through professional development, the staff will be integrating the Nurtured Heart Approach to cultivate positive relationships that can support student learning. Furthermore, the district has been evaluating technology tools to increase efficiency and enhance organizational processes, resulting in the adoption of new platforms for certain school functions.

The annual reorganization meeting will take place on January 7, 2026 and will swear in the newly reelected board members, Mrs. Kelly Baldino, for a one-year-unexpired term, Mr. Kurt Becker, Dr. David D'Ambrosio, and Mrs. Christin Walsh all for a full three-year term.

The playground for our youngest learners received an addition of new equipment, and four new boilers have been installed to maintain the HVAC system for our school building. A fundraiser sponsored by the Brielle Education Foundation raised additional funds for technology upgrades, including the purchase of laptops for instructional staff and Chromebooks for students.

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 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's 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.

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 and the special revenue fund. Project length budgets are approved for the capital improvements accounted for in the capital project 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 re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2025.

ACCOUNTING SYSTEM AND REPORTS

The District's accounting records reflect generally accepted accounting principles as required by the Governmental Accounting Standard Board (GASB). The accounting system of the District is organized on the basis of funds and account groups.

FINANCIAL INFORMATION AT FISCAL YEAR-END

The District has met its responsibility for sound financial management as demonstrated by the various statements and schedules included in the financial section of this report.

DEBT ADMINISTRATION

As of June 30, 2022 the District had satisfied its outstanding debt.

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 had adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Government 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.

RISK MANAGEMENT

The Board carries various forms of insurance, including but not limited to general liability, and theft insurance on property and contents, and fidelity bonds.

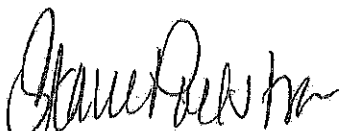
ADDITIONAL INFORMATION

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Robert A. Hulsart & Company, CPAs was selected by the Board at its January 8, 2025 Reorganization Meeting. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the Single Audit Act of 1984 and the Title 2 U.S. Code of Federal Regulations, Part 200 and New Jersey Treasury Circular 15-08 OMB. The auditor's reports on the general purpose financial statements and combining and individual fund statements and schedules are 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.

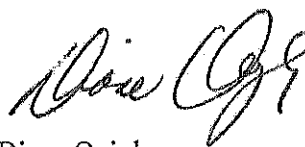
ACKNOWLEDGEMENTS

We would like to express our appreciation to the Brielle School Board of Education for your concern in providing fiscal responsibility to the citizens and taxpayers of the school district and thereby contributing your support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our staff.

Respectfully submitted,



Stacie Poelstra
Superintendent



Diane Quigley
Business Administrator/Board Secretary

**Brielle Board of Education
2024-2025**

Members of the Board of Education	Term Expires
Mrs. Kelly Baldino	2025
Mr. Kurt Becker	2025
Dr. David D'Ambrosio	2025
Mrs. Lisa Huch	2027
Mrs. Sarah McDevitt	2027
Mrs. Juliana Rieth	2027
Mr. Tedd M. Vitale	2026
Mrs. Christin Walsh	2025
Mr. Sean Wohltman	2026

Other Officials

Stacie Poelstra	Superintendent / Principal
Diane Quigley	Business Administrator / Board Secretary
Cherie Adams	Board Attorney
Loretta Hill	Treasurer
Nancy Pearson	Director of Student Personnel Services/Guidance

BRIELLE BOARD OF EDUCATION**CONSULTANT AND OFFICIALS****JUNE 30, 2025****AUDIT FIRM**

Robert A Hulsart and Company
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ATTORNEY

Cherie Adams, Esq.
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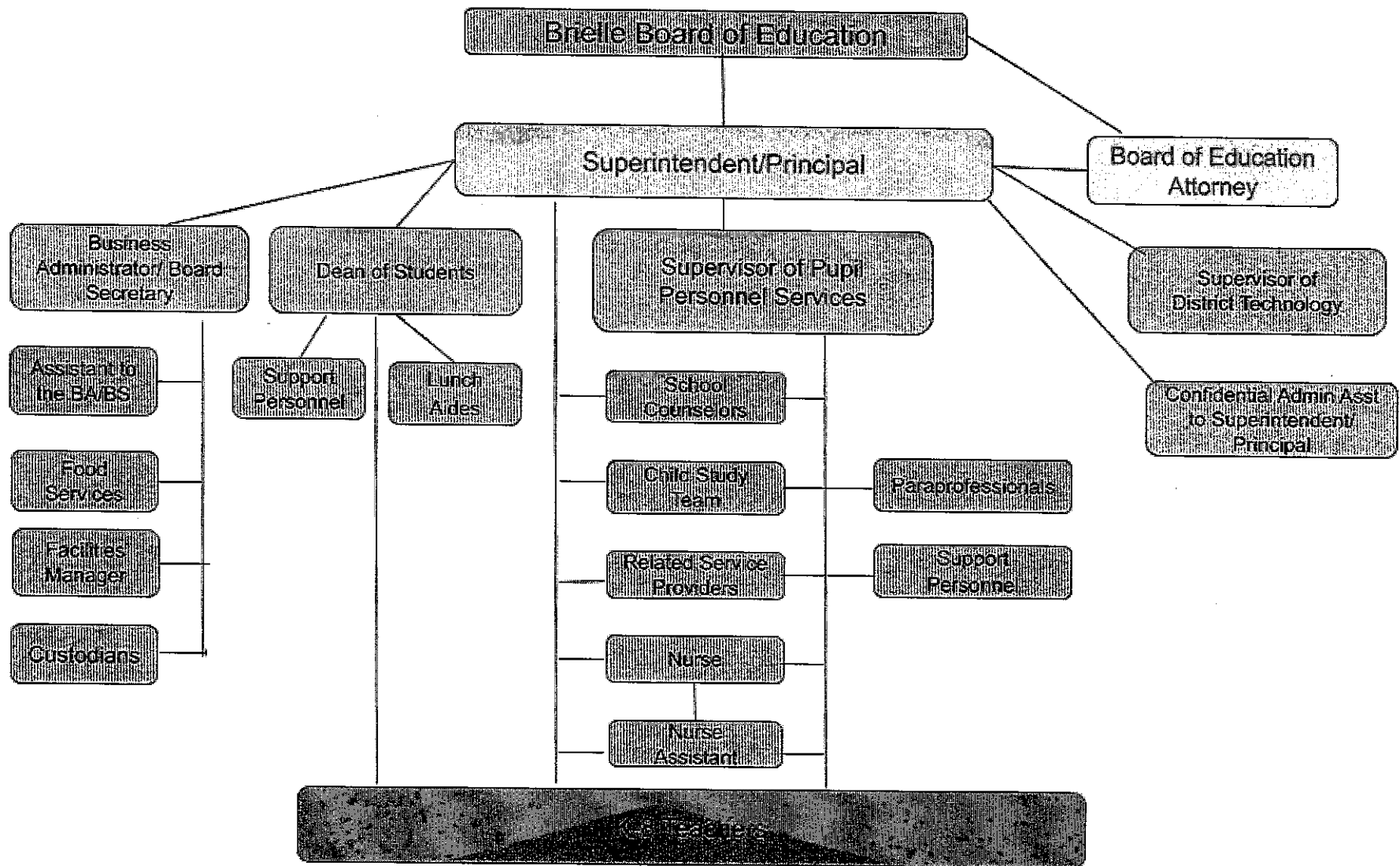
OFFICIAL DEPOSITORIES

Ocean First Bank
2445 Route 34
Wall, NJ

INSURERS

Acrisure (formerly known as Holmes & McDowell)
Holmdel, NJ

Brown & Brown
Shrewsbury, New Jersey



FINANCIAL SECTION

Robert A. Hulsart and Company

CERTIFIED PUBLIC ACCOUNTANTS

9.

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)
ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.
ROBERT A. HULSART, JR., C.P.A., P.S.A.

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RICHARD J. HELLENBRECHT, JR., C.P.A., P.S.A.

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Brielle School District
County of Monmouth
Brielle, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the government activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Brielle Board of Education, as of and for the year ended June 30, 2025, and the related Notes to the Financial Statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Brielle Board of Education, 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section in our report. We are required to be independent of the Brielle Board of Education, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States require that the management's discussion and analysis, budgetary comparison information and pension and post-employment benefit trend information as noted in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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 Brielle Board of Education's basic financial statements. The combining and individual non-major fund financial statements, and the schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey OMB's Circulars 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 combining and individual non-major fund financial statements, and the schedule 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.

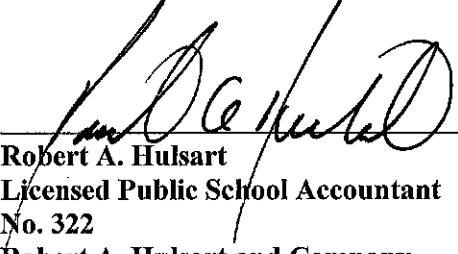
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. 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 5, 2025, on our consideration of the District's internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with ***Government Auditing Standards*** the District's internal control over financial reporting and compliance.

Respectfully submitted,

ROBERT A. HULSART AND COMPANY



Robert A. Hulsart
Licensed Public School Accountant
No. 322
Robert A. Hulsart and Company
Wall Township, New Jersey

December 5, 2025

REQUIRED SUPPLEMENTARY INFORMATION
PART I

**BRIELLE BOROUGH SCHOOL DISTRICT
BRIELLE BOROUGH**

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

UNAUDITED

The discussion and analysis of Brielle Borough School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2025. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2025 are as follows:

- ◆ General revenues accounted for \$18,822,796 in revenue. Program specific revenues for operating grants and contributions, and capital grants and contributions accounted for \$606,726 for total revenue of \$19,429,522.
- ◆ The School District had \$19,855,161 in expenses; only \$606,726 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$19,429,522 were adequate to provide for these programs.
- ◆ The General Fund had \$19,019,882 in revenues and \$19,175,550 in expenditures. Other financing uses included transfer to the Food Service Fund of \$21,980 an adjustment of \$165,203. Overall, the General Fund's balance decreased from 2024 by \$342,851.

Using this Annual Comprehensive Financial Report (ACFR)

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

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of the whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. In the case of Brielle Borough Public school district, the General Fund is by far the most significant fund.

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School district as a whole looks at all financial transactions and asks the question, “How did we do financially during 2024-2025?” The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year’s revenues and expenses regardless of when cash is received or paid.

These two statements report the School District’s net position and changes in those position. This change in net position is important because it tells the reader that, for the school district as a whole, the financial positions of the School district has improved or diminished. The causes of this change may be the result of many factors, some financial, and some not. Non-financial factors include the School District’s property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School District is divided into two distinct kinds of activities:

- ◆ Governmental activities – All of the School District’s programs and services are reported here including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- ◆ Business-Type Activities – This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting the School District’s Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District’s funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School district’s most significant funds.

Governmental Funds

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

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

The School District as a Whole

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

Table 1 provides a summary of the School District's net position for 2025 and 2024.

Table I
Net Position

	<u>2025</u>	<u>2024</u>
Total Assets	\$ 10,958,774	11,889,615
Deferred Outflow of Resources	<u>427,202</u>	<u>549,139</u>
Deferred Inflow of Resources	<u>381,851</u>	<u>249,896</u>
Total Liabilities	<u>1,764,476</u>	<u>2,523,570</u>
Total Net Position	<u>\$ 9,239,649</u>	<u>9,665,288</u>

Governmental Activities

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. Property taxes made up 77% percent of revenues for governmental activities for the Brielle Borough School District for fiscal year 2025. The District's total revenues were \$19,429,522 for the year ended June 30, 2025.

Business-Type Activities

Revenues for the District's business-type activities (food service program) were comprised of charges for services and federal and state reimbursements.

- ♦ Enterprise Fund revenues were \$291,828.
- ♦ Changes in Net Position was \$3,184 after adjustments.

Governmental Activities

	<u>2025</u>	<u>2024</u>
Instruction	\$ 4,704,921	4,782,111
Support Services:		
Pupils and Instructional Staff	7,239,417	7,278,017
General Administration, School Administration, Business Administration	832,379	1,133,659
Operation and Maintenance of Facilities	1,183,424	999,463
Pupil Transportation	595,272	875,184
Unallocated Benefits	4,409,923	4,195,150
Unallocated Depreciation	334,569	328,470
Capital Outlay	<u>244,392</u>	<u>40,653</u>
Total Expenses	<u>\$ 19,544,297</u>	<u>19,632,707</u>

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

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

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

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

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

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

Other includes unallocated depreciation.

General Fund Budgeting Highlights

The School district'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.

During the course of the fiscal year 2025, the School District amended its General Fund budget as needed. The School district uses program based budgeting and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management.

Capital Assets

At the end of the fiscal year 2025, the School District had \$6,492,772 invested in land, buildings, furniture and equipment, and vehicles as follows:

Capital Assets (Net of Depreciation) at June 30, 2025 & 2024

	2025	2024
Land	\$ 60,584	60,584
Building and Improvements	6,138,279	6,387,464
Machinery and Equipment	293,909	272,978
Totals	<u>\$ 6,492,772</u>	<u>6,721,026</u>

Debt Administration

At June 30, 2025 the School district had \$1,707,324 of outstanding debt. Of this amount \$313,879 is for compensated absences. Net pension liability was \$1,393,445.

For the Future

The Brielle Borough School District is in good financial condition presently. However, future finances are not without challenges as the community continues to change; the Board and the Administration constantly review the financial landscape to put the District in the best possible position to continue to serve the students and the community for the benefit of all.

Brielle Borough is primarily a residential community, with very few ratables. The majority of the tax levy is raised by residential property taxes.

In conclusion, the Brielle Borough School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School district's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact Diane Quigley, School Business Administrator/Board Secretary at Brielle Borough Board of Education, 605 Union Lane, Brielle, NJ 08730.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS – A

BRIELLE SCHOOL DISTRICT**STATEMENT OF NET POSITION****Exhibit A-1****JUNE 30, 2025**

	Governmental Activities	Business-Type Activities	Total
<u>Assets</u>			
Cash and Cash Equivalents	\$ 41,718	22,822	64,540
Receivables, Net	299,335		299,335
Restricted Assets:			
Restricted - Cash	4,076,659		4,076,659
Capital Assets-Non Depreciable	60,584		60,584
Capital Assets, Net	6,432,188	25,468	6,457,656
Total Assets	<u>10,910,484</u>	<u>48,290</u>	<u>10,958,774</u>
<u>Deferred Outflow of Resources</u>			
Contribution to Pension Plan	<u>427,202</u>		<u>427,202</u>
<u>Deferred Inflow of Resources</u>			
Pension Deferrals	<u>381,851</u>		<u>381,851</u>
<u>Liabilities</u>			
Deferred Revenue	44,974		44,974
Payroll Deductions and Withholdings Payable	12,178		12,178
Noncurrent Liabilities:			
Due Beyond One Year	<u>1,707,324</u>		<u>1,707,324</u>
Total Liabilities	<u>1,764,476</u>	<u>-</u>	<u>1,764,476</u>
<u>Net Position</u>			
Invested in Capital Assets, Net of Related Debt	6,492,772	25,468	6,518,240
Restricted For:			
Other Purposes	4,148,738		4,148,738
Unrestricted	<u>(1,450,151)</u>	<u>22,822</u>	<u>(1,427,329)</u>
Total Net Position	<u>\$ 9,191,359</u>	<u>48,290</u>	<u>9,239,649</u>

The accompanying notes to financial statements are an integral part of this statement.

BRIELLE SCHOOL DISTRICT

Exhibit A-2

Sheet 1 of 2

STATEMENT OF ACTIVITIES**FOR THE YEAR ENDED JUNE 30, 2025**

		Program Revenues		Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities
<u>Functions/Programs</u>	<u>Expenses</u>				<u>Total</u>
Governmental Activities:					
Instruction:					
Regular	\$ 3,190,393			(3,190,393)	(3,190,393)
Special Education	1,399,621		245,142	(1,154,479)	(1,154,479)
Other Instruction	114,907			(114,907)	(114,907)
Support Services:					
Tuition	5,547,489	32,123		(5,515,366)	(5,515,366)
Student & Instruction Related Services	1,691,928		37,633	(1,654,295)	(1,654,295)
School Administrative Services	549,795			(549,795)	(549,795)
Other Administrative Services	282,584			(282,584)	(282,584)
Plant Operations and Maintenance	1,183,424			(1,183,424)	(1,183,424)
Pupil Transportation	595,272			(595,272)	(595,272)
Capital Outlay	244,392			(244,392)	(244,392)
Unallocated Benefits	4,409,923			(4,409,923)	(4,409,923)
Unallocated Depreciation	334,569			(334,569)	(334,569)
Total Government Activities	19,544,297	32,123	282,775	(19,229,399)	(19,229,399)
Business-Type Activities:					
Aftercare Program	50,435	47,957			(2,478)
Food Service	260,429	243,871			(16,558)
Total Business-Type Activities	310,864	291,828	-	-	(19,036)
Total Primary Government	19,855,161	323,951	282,775	(19,229,399)	(19,248,435)

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

BRIELLE SCHOOL DISTRICT

Exhibit A-2

Sheet 2 of 2

STATEMENT OF ACTIVITIES**FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Position</u>		
	<u>Charges for</u>	<u>Operating</u>	<u>Governmental</u>	<u>Business-Type</u>	
<u>Expenses</u>	<u>Services</u>	<u>Grants and</u>	<u>Activities</u>	<u>Activities</u>	<u>Total</u>
		<u>Contributions</u>			
General Revenues:					
Taxes					
Property Taxes, Levied for General Purpose,					
Net			14,909,024		14,909,024
Federal and State Aid Not Restricted			3,836,350		3,836,350
Miscellaneous Income			77,182	240	77,422
Transfer to Food Service			(21,980)	21,980	-
Total General Revenues, Special Items,					
Extraordinary Items and Transfers			18,800,576	22,220	18,822,796
Change in Net Position			(428,823)	3,184	(425,639)
Net Position - Beginning			9,620,182	45,106	9,665,288
Net Position - Ending			\$ 9,191,359	48,290	9,239,649

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

FUND FINANCIAL STATEMENTS – B

BALANCE SHEET**GOVERNMENTAL FUNDS****JUNE 30, 2025**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Funds</u>
<u>Assets</u>			
Cash and Cash Equivalents-Restricted	\$ 4,076,659	41,718	4,118,377
Receivables, Net	270,088	29,247	299,335
Total Assets	\$ 4,346,747	70,965	4,417,712
<u>Liabilities and Fund Balance</u>			
Liabilities:			
Deferred Revenue	\$ -	44,974	44,974
Accounts Payable	1,908		1,908
Payroll Deductions and Withholdings Payable	10,270		10,270
Total Liabilities	12,178	44,974	57,152
Fund Balance:			
Restricted : To:			
Capital Reserve	3,185,978		3,185,978
Maintenance Reserve	520,346		520,346
Designated for Subsequent Years Expenditures - by the Board of Education	50,000		50,000
Designated for Subsequent Years Expenditures - Excess Surplus	140,704		140,704
Excess Surplus - Current Year			-
Reserved for Other Purposes	164,179		164,179
Unemployment Compensation	61,540		61,540
Scholarships		3,626	3,626
Student Activities		22,365	22,365
Unassigned-General Fund	211,822		211,822
Total Fund Balances	4,334,569	25,991	4,360,560
Total Liabilities and Fund Balance	\$ 4,346,747	70,965	

Amounts reported for governmental activities in
the Statement of Net Position (A-1) are different
because:

Capital assets used in governmental activities are not financial
resources and therefore are not reported in the funds.

The cost of the assets is \$16,379,810 and the
accumulated depreciation is \$9,887,038.

6,492,772

Deferred outflow of resources - contributions to the pension plan

427,202

Deferred inflow of resources - acquisition of assets applicable to future reporting periods

(381,851)

Long-term liabilities are not due and payable in the current period
and therefore are not reported as liabilities in the funds.

(1,707,324)

Net Position of Governmental Activities

\$ 9,191,359

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

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

	General Fund	Special Revenue Fund	Total Governmental Funds
<u>Revenues</u>			
Local Sources:			
Local Tax Levy	\$ 14,909,024		14,909,024
Tuition	32,123		32,123
Miscellaneous	242,385	118,674	361,059
Total Local Sources	15,183,532	118,674	15,302,206
State Sources	3,836,350		3,836,350
Federal Sources		164,101	164,101
Total Revenues	19,019,882	282,775	19,302,657
<u>Expenditures</u>			
Current:			
Regular Instruction	3,207,040		3,207,040
Special Education Instruction	1,154,479	245,142	1,399,621
Other Instruction	114,907		114,907
Support Services and Undistributed Costs:			
Tuition	5,547,489		5,547,489
Student and Instruction Related Services	1,654,097	37,831	1,691,928
School Administrative Services	549,795		549,795
Other Administrative Services	282,584		282,584
Plant Operations and Maintenance	1,183,424		1,183,424
Pupil Transportation	595,272		595,272
Unallocated Benefits	4,535,756		4,535,756
Capital Outlay	350,707		350,707
Total Expenditures	19,175,550	282,973	19,458,523
Excess (Deficiency) of Revenues Over Expenditures	(155,668)	(198)	(155,866)
Other Financing Sources (Uses):			
Adjustment Special Revenue Fund	(165,203)		(165,203)
Transfer to Food Service	(21,980)		(21,980)
Total Other Financing Sources (Uses)	(187,183)	-	(187,183)
Net Change in Fund Balances	(342,851)	(198)	(343,049)
Fund Balance - July 1	4,677,420	26,189	4,703,609
Fund Balance - June 30	\$ 4,334,569	25,991	4,360,560

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

BRIELLE SCHOOL DISTRICT**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES****AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS****Exhibit B-3****TO THE STATEMENT OF ACTIVITIES****FOR THE YEAR ENDED JUNE 30, 2025**

Total Net Change in Fund Balances - Governmental Funds (From B-2)		\$	(343,049)
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:			
Capital Outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.			
Depreciation Expense	(334,569)		
Capital Outlays	<u>106,315</u>		
			(228,254)
Compensated Absences			16,647
Contributions to the pension plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position			(121,937)
Pension Related Deferrals			(131,955)
Net Pension Liability			<u>379,725</u>
Change in Net Position of Governmental Activities		\$	<u>(428,823)</u>

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

BRIELLE SCHOOL DISTRICT**STATEMENT OF NET POSITION****Exhibit B-4****PROPRIETARY FUNDS****JUNE 30, 2025**

	Business-type Activities Enterprise Fund
<u>Assets</u>	
Current Assets:	
Cash and Cash Equivalents	\$ 22,822
Total Current Assets	<u>22,822</u>
Noncurrent Assets:	
Equipment	93,548
Accumulated Depreciation	<u>(68,080)</u>
Total Noncurrent Assets	<u>25,468</u>
Total Assets	<u><u>\$ 48,290</u></u>
<u>Net Position</u>	
Investment in Fixed Assets	\$ 25,468
Unrestricted	<u>22,822</u>
Total Net Position	<u><u>\$ 48,290</u></u>

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

BRIELLE SCHOOL DISTRICT**STATEMENT OF REVENUES, EXPENSES AND CHANGES****Exhibit B-5****IN FUND NET POSITION****PROPRIETARY FUNDS****JUNE 30, 2025**

	<u>Business-type Activities Enterprise Fund</u>
Operating Revenues:	
Local Sources:	
Daily Sales	\$ 243,007
Fees	48,821
Total Operating Revenue	<u>291,828</u>
Operating Expenses:	
Cost of Sales	81,894
Depreciation	3,923
Salaries	167,293
Management Fee	15,000
Supplies	9,685
Equipment/Repairs	8,479
Insurance	9,440
Benefits	3,355
Miscellaneous	11,795
Total Operating Expenses	<u>310,864</u>
Operating (Loss)/Profit	(19,036)
Non-Operating Revenues:	
Interest Revenue	455
Board Subsidy	21,980
Total Non-Operating Revenues	<u>22,435</u>
Change in Net Position	3,399
Adjustment to Fixed Assets	(215)
Net Position, July 1	<u>45,106</u>
Net Position June 30	<u><u>\$ 48,290</u></u>

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

BRIELLE SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

Exhibit B-6

JUNE 30, 2025

	<u>Business-type Activities Enterprise Fund</u>
Cash Flows from Operating Activities:	
Receipts from Daily Sales	\$ 291,828
Payments to Suppliers	(306,941)
Net Cash Used by Operating Activities	<u>(15,113)</u>
Cash Flows from Noncapital Financing Activities:	
Board Subsidy	<u>21,980</u>
Net Cash Provided by Noncapital Financing Activities	<u>21,980</u>
Cash Flows from Investing Activities:	
Interest Revenue	<u>455</u>
Net Cash Provided by Investing Activities	<u>455</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	7,322
Cash and Cash Equivalents July 1	<u>15,500</u>
Cash and Cash Equivalents June 30	<u><u>\$ 22,822</u></u>
Cash Flows from Operating Activities:	
Operating (Loss)/Profit	\$ (19,036)
Adjustments to Reconcile Operating Loss to Cash	
Provided (Used) by Operating Activities:	
Depreciation	<u>3,923</u>
Net Cash Used by Operating Activities	<u><u>\$ (15,113)</u></u>

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

NOTES TO FINANCIAL STATEMENTS

BOARD OF EDUCATION
BRIELLE SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1: Summary of Significant Accounting Policies

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

A. Reporting Entity:

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

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Government Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds and account groups of the District over which the Board exercises operating control. The operations of the District include an elementary school located in Brielle Borough. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore the District is not includable in any other reporting entity on the basis of such criteria.

B. Government-Wide Financial Statements

The School District's basic financial statements consist of government-wide statements, and fund financial statements which provide a more detailed level of financial information.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

NOTE 1: Summary of Significant Accounting Policies (Continued)

B. Government-Wide and Fund Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. It is the policy of the School District to not allocate indirect expenses to functions in the statement of activities. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes and other items not properly included among program revenues are reported instead as general revenues.

In regards to the fund financial statements, the School District segregates transaction related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Fund financial statements report detailed information about the School District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a single column. Fiduciary funds are reported by fund type.

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

The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). Proprietary and fiduciary fund financial statements also report using this same focus and basis of accounting although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of related cash flows. County tax revenues are recognized in the year for which they are levied while grants are recognized when grantor eligibility requirements are met. The Unemployment Trust Fund recognizes employer and employee contributions in the period in which contributions are due.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to apply current liabilities. The District considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for long-term pension and compensated absences, which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual includes Intergovernmental revenues, and the county tax levy. In general, other revenues are recognized when cash is received.

NOTE 1: Summary of Significant Accounting Policies (Continued)

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

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for food sales and for services provided to other governmental entities. Principles operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

D. Fund Accounting:

The accounts of the District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. Each fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types".

Governmental Fund Types

General Fund: The general fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund.

Special Revenue Fund: The District accounts for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

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

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

NOTE 1: Summary of Significant Accounting Policies (Continued)

D. Fund Accounting (Continued):

Proprietary Fund Type

Enterprise Fund: To account for operations that are financed and operated in a manner similar to private business enterprises, in which the intent of the District is that the costs of providing goods or services to the District on a continuing basis be financed or recovered primarily through user charges.

Fiduciary Fund Types

Trust and Agency Funds: The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

Unemployment Compensation Trust Fund: The trust fund is used to account for assets held under the terms of a formal trust agreement. The District reimburses the costs of unemployment benefits paid by the New Jersey Department of Labor.

Agency Funds (Payroll and Student Activities Fund): Agency funds are used to account for the assets that the District holds on behalf of others as their agent.

E. 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 and are approved by the Board of Education. Budgets are prepared using the modified accrual basis of accounting; the legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(g). All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2025 were insignificant.

The Public School Education Act of 1975, limits the annual increase of any district's net current expense budget. The Commissioner of Education certifies the allowable amount for each district but may grant a higher level of increase if he determines that the sums so provided would be insufficient to meet the identified goals and needs of the district or that an anticipated enrollment increase requires additional funds.

The Commissioner must also review every proposed local school district budget for the next school year. He examines every item of appropriations for current expenses and budgeted capital outlay to determine their adequacy in relation to the identified needs and goals of the district. If, in his view, they are insufficient, the Commissioner must order remedial action. If necessary, he is authorized to order changes in the local district budget.

NOTE 1: Summary of Significant Accounting Policies (Continued)

E. Budgets/Budgetary Control (Continued):

Once a budget is approved, it can be amended by transfers or additional appropriation of fund balances by approval of a majority of the members of the Board. Amendments are presented to the Board at their regular meetings. Each amendment must have Board approval. Such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year-end as dictated by law. Individual transfers were not material in relation to the original appropriations. All uncommitted budget appropriations lapse at year-end.

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

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

F. Encumbrances:

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

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

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

G. Short-Term Interfund Receivables/Payables:

Short-Term interfund receivables/payables represents amounts that are owed, other than charges for good or services rendered to/from a particular fund in the District and that are due within one year.

H. Inventories and Prepaid Expenses

Inventories and prepaid expenses, which benefit future periods, are recorded as an expenditure during the year of purchase. The value of inventories remaining at the end of the fiscal year is not included on the balance sheet.

NOTE 1: Summary of Significant Accounting Policies (Continued)**H. Inventories and Prepaid Expenses (Continued)**

Enterprise fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2025.

I. Capital Assets and Depreciation

The District's property, buildings and improvements, equipment, vehicles, furniture and fixtures with useful lives of five years or more are stated at historical or estimated historical cost and are reported in the government-wide financial statements. Proprietary Fund capital assets are reported in its respective fund.

The District contracted with an outside service company during the 2006 fiscal year to provide a report with a comprehensive detail of capital assets and depreciation. The report has been updated to include capital assets purchased subsequently with a historical cost of \$2,000 or more. Accumulated depreciation prior to fiscal year 2006, fiscal year 2006 depreciation expense, total accumulated depreciation and book values were also provided. The records have updated annually through June 30, 2025. The costs of normal maintenance and repairs that do not add to the asset value or materially extend the useful lives are not capitalized. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts. Estimated useful lives, in years, for depreciable assets are as follows:

Buildings and Improvements	20 – 50
Equipment and Vehicles	5 – 20
Furniture and Fixtures	5 – 20

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

	<u>Balance</u> <u>July 1, 2024</u>	<u>Additions</u>	<u>Adj.</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2025</u>
Governmental Activities:					
Capital Assets That Are Not Being Depreciated:					
Land	\$ 60,584				60,584
Total Capital Assets Not Being Depreciated	60,584				60,584
Depreciable Assets:					
Site Improvements	222,521				222,521
Buildings & Sites	15,138,020	23,964			15,161,984
Equipment	852,370	82,351			934,721
Total	16,212,911	106,315			16,319,226

NOTE 1: Summary of Significant Accounting Policies (Continued)**I. Capital Assets and Depreciation (Continued)**

	<u>Balance</u> <u>July 1, 2024</u>	<u>Additions</u>	<u>Adj.</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2025</u>
Less: Accumulated Depreciation For:					
Sites	(62,264)	(10,186)			(72,450)
Buildings	(8,910,813)	(262,963)			(9,173,776)
Equipment	(579,392)	(61,420)			(640,812)
Total Accumulated Depreciation	(9,552,469)	(334,569)			(9,887,038)
Net Depreciable Assets	6,660,442	(228,254)			6,432,188
Government Activities:					
Capita Assets, Net	<u>\$ 6,721,026</u>	<u>(228,254)</u>			<u>6,492,772</u>
Business-Type Activities:					
Equipment	\$ 93,548				93,548
Less: Accumulated Depreciation:					
Equipment	(63,942)	(3,923)	(215)		(68,080)
Business-Type Activities					
Capital Assets (Net)	<u>\$ 29,606</u>	<u>(3,923)</u>	<u>(215)</u>		<u>25,468</u>

Depreciation expense was charged to governmental functions as follows:

Unallocated	<u>\$ 334,569</u>
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J. Compensated Absences

District employees are permitted, within certain limitations, to accrue vacation and sick leave in varying amounts under the Districts personnel policies and may be paid at a later date according to contractual agreements.

The liability for vested compensated absences of the governmental fund types is recorded in the government-wide financial statements as a non-current liability. Governmental funds report only matured compensated absences payable to currently terminating employees and are included in wages and benefits payable.

NOTE 1: Summary of Significant Accounting Policies (Continued)

K. Deferred Revenue

Deferred revenue in the special revenue funds represent cash which has been received but not yet earned. See Note 1(F) regarding the special revenue fund.

L. Fund Equity

The governmental fund financial statements report reserved fund balance for amounts not available for appropriation or legally restricted for specified purposes. The general fund reserve for restricted purposes includes net assets relating to capital reserve (See Note 9).

M. Net Position

Net position represents the difference between the 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 component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

Restricted – 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 – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

The School District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Fund Balance

The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

Nonspendable – The nonspendable fund balance 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. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

NOTE 1: Summary of Significant Accounting Policies (Continued)

M. Net Position (Continued)

Fund Balance

Restricted – The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

Committed – The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, 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) if employed to previously commit those amounts.

Assigned – The assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the business administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. Such authority of the business administrator is established by way of a formal job description for the position and standard operating procedures, approved by the Board of Education.

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

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the School District to spend restricted fund balances first. Moreover, when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order; committed, assigned, then unassigned.

NOTE 2: Cash and Cash Equivalents and Investments

Cash and cash equivalents for all funds, 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. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. U.S. treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

NOTE 2: Cash and Cash Equivalents and Investments (Continued)

Investments are stated at cost, which approximates market. The District classifies certificates of deposit, which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

Deposits

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

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

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

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

Investments

New Jersey statutes permit the District to purchase the following types of securities:

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or any United States Bank for cooperatives which have a maturity date not greater than twelve months from the date of purchase.
- c. Bonds or other obligations of the school district.

As of June 30, 2025, cash and cash equivalents and investments of the District consisted of the following:

	<u>Cash and Cash Equivalents</u>
Checking, Money Market Accounts	<u>\$ 4,141,454</u>

NOTE 2: Cash and Cash Equivalents and Investments (Continued)**Investments (Continued)**

During the period ended June 30, 2025, the District did not hold any investments. The carrying amount of the District's cash and cash equivalents at June 30, 2025 was \$4,141,454 and the bank balance was \$5,265,038, of the bank balance \$250,000 was covered by federal depository insurance and \$5,015,038 was covered by a collateral pool maintained by the banks as required by New Jersey statutes.

Credit Risk Categories

All bank deposits and investments as of the balance sheet date are classified as to credit risk by the following two categories described below:

FDIC	\$ 250,000
GUPDA	<u>5,015,038</u>
	<u>\$ 5,265,038</u>

As of June 30, 2025, the District did not hold any long-term investments.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The District does not have a formal policy for custodial credit risk.

The District had no uninsured deposits.

NOTE 3: General Long-Term Debt

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

	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025	Long-Term Portion	Amount Due In One Year
Pension Liability	\$ 1,773,170		(379,725)	1,393,445	1,393,445	
Compensated Absences Payable	<u>330,526</u>	<u> </u>	<u>(16,647)</u>	<u>313,879</u>	<u>313,879</u>	<u> </u>
Total	<u>\$ 2,103,696</u>	<u> </u>	<u>(396,372)</u>	<u>1,707,324</u>	<u>1,707,324</u>	<u> </u>

NOTE 4: Pension Plans**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 the Division's annual financial statements, which can be found at <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

The vesting and benefit provisions are set by N.J.S.A. 43:15A, PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, 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 $1/55^{\text{th}}$ 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 $1/60^{\text{th}}$ of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 with 30 years or more of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Basis of Presentation

The schedule of employer allocations and the schedule of pension amounts by employer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS or its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS or the participating employers. 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.

NOTE 4: Pension Plans (Continued)

Allocation Methodology and Reconciliation to Financial Statements

GASB Statement No. 68, *Accounting and Financial Reporting for Pension*, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The employer allocation percentages presented in the schedule of employer allocations and applied to amounts presented in the schedule of pension amounts by employer based on the ratio of the contributions of an individual employer to the total contributions to PERS during the measurement period July 1, 2023 through June 30, 2024. Employer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of pension amounts by employer may result in immaterial differences. Contributions from employers are recognized when due, based on statutory requirements.

Although the Division administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarially determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense are determined separately for each individual employer of the State and local groups of the plan.

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer allocations are applied to amounts presented in the schedule of pension amount by employer. The allocation percentages for each group of June 30, 2024 are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal year ended June 30, 2024.

A special funding situation exists for certain Local employers of the Public Employees' Retirement System. The State of New Jersey, as a nonemployer, is required to pay the additional costs incurred by local employers under Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The Chapter 366, P.L. 2001 legislation established the Prosecutors Part of the PERS which provides enhanced retirement benefits for prosecutors enrolled in the PERS. The State is liable for the increased pension costs to a County that resulted from the enrollment of prosecutors in the Prosecutors Part. The June 30, 2024 State special funding situation net pension liability amount of \$114.4 million is the accumulated difference between the annual actuarially determined State obligation under the special funding situation and the actual State contribution through the valuation date. The special funding situation for Chapter 133, P.L. 2001 is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2024, there is no net pension liability associated with this special funding situation there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date. The State special funding situation pension expense of \$53.7 million, for the fiscal year ending June 30, 2024, is the actuarially determined contribution amount that the State owes for the fiscal year ending June 30, 2024. The pension expense is deemed to be a State administrative expense due to the special funding situation.

NOTE 4: Pension Plans (Continued)

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 less 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.

For the year ended June 30, 2025, the District recognized pension expense of \$139,542. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 27,913	3,710
Changes of Assumptions	1,731	15,854
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		64,610
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	258,016	297,677
District Contributions Subsequent to the Measurement Date	<u>139,542</u>	<u> </u>
Total	<u>\$ 427,202</u>	<u>381,851</u>

NOTE 4: Pension Plans (Continued)

\$427,202 reported as deferred outflows of resources related to pensions resulting from school district, project contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2025, the plan measurement date is June 30, 2024) will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending**June 30,**

2025	\$ (58,668)
2026	45,396
2027	(26,117)
2028	(15,077)
2029	<u>391</u>
	<u>\$ (54,075)</u>

Additional Information

Collective balances at June 30, 2024 and 2023 are as follows:

	<u>June 30, 2024</u>	<u>June 30, 2023</u>
Collective Deferred Outflows of Resources	\$ 427,202	549,139
Collective Deferred Inflows of Resources	381,851	249,896
Collective Net Pension Liability	1,393,445	1,773,170
District's Proportion	.01017%	.01214%

Components of Net Pension Liability

The components of the collective net pension liability of the participating employers as of June 30, 2024 were as follows:

	<u>State</u>	<u>Local</u>	<u>Total</u>
Total Pension Liability	\$ 30,497,816,419	43,115,494,090	73,613,310,509
Plan Fiduciary Net Position	<u>8,327,580,797</u>	<u>29,413,070,105</u>	<u>37,740,650,902</u>
Net Pension Liability	<u>\$ 22,170,235,622</u>	<u>13,702,423,985</u>	<u>35,872,659,607</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	27.31%	65.23%	48.45%

NOTE 4: Pension Plans (Continued)

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 actuarial assumptions:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75% - 6.55%
	Based on years of service
Investment Rate of Return	7.00%

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

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

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:

NOTE 4: 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 Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Market 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%

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

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

The following presents the collective net pension liability of the participating employers as of June 30, 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:

	<u>2024</u>		
	<u>At 1% Decrease (6.00%)</u>	<u>At Current Discount Rate (7.00%)</u>	<u>At 1% Increase (8.00%)</u>
School District's Proportionate Share Of the Net Pension Liability	<u>\$1,851,546</u>	<u>1,393,445</u>	<u>1,003,604</u>

NOTE 4: Pension Plans (Continued)**Teachers Pensions and Annuity Fund (TPAF)****Plan Description**

The State of New Jersey, Teacher's Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit pension plan with a special-funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contribution, 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 <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death, and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. 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, member's beneficiaries are entitled to full interest credited to the members' accounts.

The following represents the membership tiers for TPAF:

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

Service retirement benefits of $1/55^{\text{th}}$ 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 $1/60^{\text{th}}$ of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 with 30 years or more of service credit. 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.

NOTE 4: Pension Plans (Continued)

Basis of Presentation

The Schedule of employers 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.

Allocation Methodology

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective pension expense. The employer and nonemployer allocation percentages presented in the schedule of employer and nonemployer allocation and applied to, presented in the schedule of pension amount by employer and nonemployer are based on the ratio of the State's actual contributions made as an employer and nonemployer adjusted for unpaid early retirement incentives to total contributions to TPAF during the year ended June 30, 2024. Employer and nonemployer allocation percentages have been rounded for presentation purposes, therefore amounts presented in the schedule of pension amounts by employer and nonemployer may result in immaterial differences.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. State legislation had 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, State's pension contribution was less than the actuarial determined amount.

Special Funding Situation

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

NOTE 4: Pension Plans (Continued)**Components of Net Pension Liability**

The components of the net pension liability of the State as of June 30, 2024 and 2023 are as follows:

	<u>2024</u>	<u>2023</u>
Total Pension Liability	\$ 79,808,368,112	78,240,143,092
Plan Fiduciary Net Position	<u>30,316,295,787</u>	<u>27,130,181,268</u>
Net Pension Liability	<u>\$ 49,492,072,325</u>	<u>51,109,961,824</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	37.99%	34.68%

State Proportionate Share of Net Pension Liability Attributable to District

	<u>2024</u>	<u>2023</u>
District's Liability	<u>\$ 19,431,680</u>	<u>19,880,756</u>
District's Proportion	.03926%	.03890%

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions will be recognized in pension expense (benefit) as follows:

Year Ending June 30:	
2025	\$ (1,445,253)
2026	(722,151)
2027	(776,471)
2028	(749,052)
2029	1,176
Thereafter	<u>(13,419)</u>
Total	<u>\$ (3,705,170)</u>

NOTE 4: Pension Plans (Continued)

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

The actuarial assumptions used in the July 1, 2024 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. 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:

NOTE 4: 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 Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Market 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%

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

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

The following presents the net pension liability of the State as of June 30, 2024 calculated using the discount rate as disclosed above as well as what the State's 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:

	<u>2024</u>		
	<u>At 1% Decrease (6.00%)</u>	<u>At Current Discount Rate (7.00%)</u>	<u>At 1% Increase (8.00%)</u>
School District's Proportionate Share Of the Net Pension Liability	\$ 0	0	0
State of New Jersey's Proportionate Share Of the District's Net Pension Liability	<u>23,097,303</u>	<u>19,431,680</u>	<u>16,344,533</u>
	<u>\$ 23,097,303</u>	<u>19,431,680</u>	<u>16,344,533</u>

NOTE 5: Post-Retirement Benefits**General Information about the OPEB Plan****Plan description and benefits provided**

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefit for State Health 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 Pension*. The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A. 52:14-17.32f. 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.

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et. seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASBS No. 75.

Additional information on Pensions and OPEB can be accessed at state.nj.us/treasury/pensions/financial-reports.shtml.

NOTE 5: Post-Retirement Benefits (Continued)**Total OPEB Liability**

The total OPEB liability as of June 30, 2024 was determined by an actuarial valuation as of June 20, 2023, with 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:

Total OPEB Liability \$59,650,630,530

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases	2.75% – 4.25%	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 Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disables retirees. Future disabled retirees was based on the Pub-2010 “Safety” (PFRS). “General” (PERS), and “Teachers” (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

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

(a) 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 is increasing to 19.36% in fiscal year 2027 and decreased to 4.50% in fiscal year 2034. For HMO the trend 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 9.50% 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%.

(b) Discount Rate

The discount rate for June 30, 2024 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.

NOTE 5: Post-Retirement Benefits (Continued)

Changes in the total OPEB Liability reported by the State of New Jersey:

	Total OPEB Liability
Balances at June 30, 2023	\$ 52,361,668,239
Changes for the Year:	
Service Cost	2,152,062,729
Interest	1,963,557,443
Change of Benefit Terms	
Difference Between Expected and Actual Experience	158,934,425
Changes in Assumptions or Other Inputs	4,462,660,491
Member Contributions	51,347,810
Benefit Payments	<u>(1,499,600,607)</u>
Balance at June 30, 2024	<u>\$ 59,650,630,530</u>

There were no changes in benefit terms between the June 30, 2023 measurement date and the June 30, 2024 measurement date.

Changes of assumptions and other inputs reflect a change in the discount rate from 3.65% percent in 2023 to 3.93% percent in 2024.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the State for school board retirees, as well as what the State's total OPEB liability for school board would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease (2.93%)	Discount Rate (3.93%)	1% Increase (4.93%)
State of New Jersey's Proportionate Share Of the Total Non-Employer OPEB Liability Associated with the School District	<u>\$ 69,863,663,542</u>	<u>59,650,630,530</u>	<u>51,437,232,141</u>

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the State, as well as what the State's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State of New Jersey's Proportionate Share Of the Total Non-Employer OPEB Liability Associated with the School District	<u>\$ 49,689,409,509</u>	<u>59,650,630,530</u>	<u>72,625,778,279</u>

NOTE 5: Post-Retirement Benefits (Continued)

OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.

For the year ended June 30, 2024, the Board of Education recognized OPEB expense of \$1,117,324 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASBS No. 75 and in which there is a special funding situation.

In accordance with GASBS No. 75, the Board of Education's proportionate share of school retirees OPEB is zero; there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows or resources. At June 30, 2024, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 6,378,932,312	11,139,706,892
Assumption Changes	<u>10,004,978,073</u>	<u>11,662,607,882</u>
Total	<u>\$ 16,383,910,385</u>	<u>22,802,314,774</u>

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

Year Ended June 30:	
2025	\$ (2,115,877,507)
2026	(1,774,175,666)
2027	(842,677,045)
2028	221,470,185
2029	(1,537,725,697)
Thereafter	<u>(369,818,659)</u>
	<u>\$ (6,418,804,389)</u>

NOTE 6: Compensated Absences

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's 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 District for the unused sick leave in accordance with the District's agreements with the various employee unions.

The liability for vested compensated absences of the governmental fund types is recorded in the general long-term debt account group (or current and long-term liabilities). The current portion of the compensated absences balance of the governmental funds is not considered material to the applicable funds total liabilities, and therefore is not shown separately from the long-term liability balance of compensated absences.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2025, no liability existed for compensated absences in the Food Service Fund.

NOTE 7: Capital Reserve Account

A capital reserve account was established by the Borough of Brielle Board of Education by inclusion of \$1 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may deposit funds into the capital reserve at any time upon board resolution through the transfer of undesignated, unreserved general fund balance or of excess undesignated, unreserved general fund balance that is anticipated in the budget certified for taxes. Post-April 2004 transfers must be in compliance with P.L. 2004, C.73 (S1701). Pursuant to *N.J.A.C. 6:23A-5.1(d) 7*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

NOTE 8: Risk Management

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

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

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

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Reimbursed</u>	<u>Balance</u>
2022-2023	\$	17,553	7,778	65,208
2023-2024		10,218	6,940	68,486
2024-2025		19,914	26,859	61,541

NOTE 9: Fund Balance Appropriated

General Fund – Of the \$4,423,540 General Fund fund balance at June 30, 2025; \$3,185,978 has been reserved in the Capital Reserve Account; \$520,346 is reserved for maintenance; \$140,704 is excess surplus designated for subsequent years expenditures; \$300,793 is unreserved and undesignated; \$164,179 is reserved for encumbrances; \$61,540 is unemployment; and \$50,000 is designated for subsequent years expenditures by the BOE.

NOTE 10: Calculation of Excess Surplus

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

NOTE 11: Tuition Adjustments

Regulations specify that tuition adjustments for any given school year shall be remitted/ received in the two following years after the tuition rate is certified. These adjustments have not been reflected on the June 30, 2025 financial statements.

NOTE 12: Economic Dependency

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

NOTE 13: Contingent Liabilities

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

NOTE 14: 2% Calculation of Excess Surplus

2024-25 Total General Fund Expenditures Per the ACFR	\$ 16,521,402
Decreased by:	
On-Behalf TPAF Pension & Social Security	<u>(2,676,128)</u>
Adjusted 2024-25 General Fund Expenditures	<u>\$ 13,845,274</u>
2% of Adjusted 2024-25 General Fund Expenditures	<u>\$ 276,905</u>
Enter Above or \$250,000 Whichever is Greater	\$ 276,905
Increased by Allowable Adjustment	<u>23,888</u>
Maximum Unassigned Fund Balance	<u>\$ 300,793</u>

Section 2

Total General Fund – Fund Balance @ 6-30-25	\$ 4,423,540
Decreased by:	
Reserved for Unemployment	(61,540)
Reserve for Encumbrances	(164,179)
Designated for Subsequent Years Expenditures – General Fund	(50,000)
Designated for Subsequent Years Expenditures – Excess Surplus	(140,704)
Maintenance Reserve	(520,346)
Capital Reserve	<u>(3,185,978)</u>
Total Unassigned Fund Balance	<u>\$ 300,793</u>
Excess Surplus – Current Year	<u>\$ 0</u>

Section 3

Reserved Fund Balance – Excess Surplus Designated for Subsequent Years Expenditures	\$ 140,704
Excess Surplus	<u> </u>
	<u>\$ 140,704</u>

NOTE 14: 2% Calculation of Excess Surplus (Continued)**Detail of Allowable Adjustments**

Extraordinary Aid	\$
Non-Public Transportation	<u>23,888</u>
	<u>\$ 23,888</u>

Detail of Other Reserved Fund Balance

Maintenance Reserve	\$ 520,346
Capital Reserve	<u>3,185,978</u>
	<u>\$ 3,706,324</u>

NOTE 15: Subsequent Events

Subsequent events have been evaluated through December 5, 2025, which is the date the financial statements were available to be issued. No additional subsequent event disclosures are required.

REQUIRED SUPPLEMENTARY INFORMATION
PART II

BUDGETARY COMPARISON SCHEDULES – C

BRIELLE SCHOOL DISTRICT

Exhibit C-1

Sheet 1 of 9

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Revenues:					
Local Sources:					
Local Tax Levy	\$ 14,909,024		14,909,024	14,909,024	-
Tuition	22,400		22,400	32,123	9,723
Other Restricted Miscellaneous Revenues	4,600		4,600	19,914	15,314
Unrestricted Miscellaneous Revenue			-	222,471	222,471
Total Local Sources	<u>14,936,024</u>	<u>-</u>	<u>14,936,024</u>	<u>15,183,532</u>	<u>247,508</u>
State Sources:					
Special Education Aid	747,273		747,273	747,273	-
Security Aid	63,104		63,104	63,104	-
Transportation Aid	121,930		121,930	121,930	-
Extraordinary Aid	226,000		226,000	208,871	(17,129)
Non Public Transportation				23,888	23,888
TPAF Social Security (Reimbursed - Non-Budgeted)			375,828	375,828	-
On-Behalf T.P.A.F Pension Contributions - Post Retirement Medical (Non-Budgeted)			520,008	520,008	-
On-Behalf T.P.A.F Pension Contributions - Normal Cost (Non-Budgeted)			1,779,624	1,779,624	-
On-Behalf T.P.A.F Pension Contributions - Long-Term Disability			668	668	-
Total State Sources	<u>1,158,307</u>	<u>-</u>	<u>3,834,435</u>	<u>3,841,194</u>	<u>6,759</u>
Total Revenues	<u>16,094,331</u>	<u>-</u>	<u>18,770,459</u>	<u>19,024,726</u>	<u>254,267</u>

BRIELLE SCHOOL DISTRICT**Exhibit C-1
Sheet 2 of 9****BUDGETARY COMPARISON SCHEDULE - GENERAL FUND****FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Expenditures:					
Current Expense:					
Regular Programs - Instruction:					
Preschool - Salaries of Teachers	84,316	(11,583)	72,733	58,177	14,556
Kindergarten - Salaries of Teachers	363,595	(40,887)	322,708	315,513	7,195
Grades 1-5 - Salaries of Teachers	1,514,044	81,462	1,595,506	1,595,506	-
Grades 6-8 - Salaries of Teachers	1,049,181	41,581	1,090,762	1,090,762	-
Regular Programs - Home Instruction:					
Salaries	4,152		4,152	355	3,797
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction		829	829	829	-
Other Purchased Services (400-500 Series)	10,000	(6,100)	3,900	761	3,139
General Supplies	107,612	10,673	118,285	106,875	11,410
Textbooks	22,000	(520)	21,480	20,936	544
Other Objects	12,000	5,326	17,326	17,326	-
Total Regular Programs - Instruction	<u>3,166,900</u>	<u>80,781</u>	<u>3,247,681</u>	<u>3,207,040</u>	<u>40,641</u>
Resource Room/Resource Center:					
Salaries of Teachers	<u>1,151,208</u>	<u>3,271</u>	<u>1,154,479</u>	<u>1,154,479</u>	<u>-</u>
Total Resource Room/Resource Center	<u>1,151,208</u>	<u>3,271</u>	<u>1,154,479</u>	<u>1,154,479</u>	<u>-</u>
Total Special Education - Instruction	<u>1,151,208</u>	<u>3,271</u>	<u>1,154,479</u>	<u>1,154,479</u>	<u>-</u>

BRIELLE SCHOOL DISTRICT**Exhibit C-1
Sheet 3 of 9****BUDGETARY COMPARISON SCHEDULE - GENERAL FUND****FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
School Sponsored Cocurricular Activities-Instruction:					
Salaries	37,368	3,890	41,258	41,258	-
Other Objects	10,380	(7,896)	2,484	1,914	570
Total School Sponsored Cocurricular Activities-Instruction	<u>47,748</u>	<u>(4,006)</u>	<u>43,742</u>	<u>43,172</u>	<u>570</u>
School Sponsored Athletics - Instruction:					
Salaries	36,330	4,006	40,336	40,336	-
Other Objects	12,000		12,000	10,689	1,311
Total School Sponsored Athletics-Instruction	<u>48,330</u>	<u>4,006</u>	<u>52,336</u>	<u>51,025</u>	<u>1,311</u>
Before/After School Programs - Instruction:					
Salaries of Teachers	52,000	(829)	51,171	20,710	30,461
Total Instruction	<u>4,466,186</u>	<u>83,223</u>	<u>4,549,409</u>	<u>4,476,426</u>	<u>72,983</u>
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEA's Within the State - Regular	4,346,689	30,323	4,377,012	4,377,012	-
Tuition to Other LEA's Within the State - Special	113,594		113,594	104,622	8,972
Tuition to Private School for the Handicapped Within State	1,111,433	(107,103)	1,004,330	982,951	21,379
Tuition to County Vocational - Regular	102,153	(20,000)	82,153	76,350	5,803
Tuition to County Vocational - Special	21,039	(10,323)	10,716	6,554	4,162
Total Instruction	<u>5,694,908</u>	<u>(107,103)</u>	<u>5,587,805</u>	<u>5,547,489</u>	<u>40,316</u>

BRIELLE SCHOOL DISTRICT

Exhibit C-1

Sheet 4 of 9

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Health Services:					
Salaries	127,438	10,335	137,773	121,375	16,398
Supplies and Materials	10,000	(83)	9,917	9,127	790
Total Health Services	<u>137,438</u>	<u>10,252</u>	<u>147,690</u>	<u>130,502</u>	<u>17,188</u>
Other Support Services					
Salaries of Other Professional Staff	161,677	1,053	162,730	162,730	-
Total Guidance	<u>161,677</u>	<u>1,053</u>	<u>162,730</u>	<u>162,730</u>	<u>-</u>
Other Support Services - Student Related Services:					
Salaries	131,108	851	131,959	131,959	-
Purchased Professional Educational Services	110,000	137,677	247,677	246,464	1,213
Total Other Support Services - Student Related Svcs.	<u>241,108</u>	<u>138,528</u>	<u>379,636</u>	<u>378,423</u>	<u>1,213</u>
Other Support Services - Extra Services					
Salaries	<u>275,894</u>	<u>(40,178)</u>	<u>235,716</u>	<u>230,644</u>	<u>5,072</u>
Other Support Services - Students Special:					
Salaries of Other Professional Staff	265,455	(2,063)	263,392	259,201	4,191
Salaries Secretarial and Clerical	42,560	127	42,687	42,687	-
Purchased Professional Educational Services	37,000	(29,850)	7,150	7,150	-
Total Other Support Services - Students Special	<u>345,015</u>	<u>(31,786)</u>	<u>313,229</u>	<u>309,038</u>	<u>4,191</u>
Improvement of Instructional Services:					
Salaries of Supervisors of Instruction	156,664	(25,468)	131,196	125,525	5,671
Salaries of Other Professional Staff	91,774	18,076	109,850	109,850	-
Total Improvement of Instructional Services	<u>248,438</u>	<u>(7,392)</u>	<u>241,046</u>	<u>235,375</u>	<u>5,671</u>

BRIELLE SCHOOL DISTRICT

Exhibit C-1

Sheet 5 of 9

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Educational Media Services/School Library:					
Salaries	198,745	(2,872)	195,873	194,059	1,814
Supplies & Materials	3,500	(709)	2,791	2,781	10
Total Educational Media Services/School Library	<u>202,245</u>	<u>(3,581)</u>	<u>198,664</u>	<u>196,840</u>	<u>1,824</u>
Instructional Staff Training Service:					
Other Objects	<u>13,000</u>	<u>(2,330)</u>	<u>10,670</u>	<u>10,545</u>	<u>125</u>
Support Services - General Administration:					
Salaries	156,075	9,720	165,795	165,795	-
Legal Services	20,000	15,593	35,593	35,593	-
Other Purchased Professional Services	15,500	14,351	29,851	27,913	1,938
Communications/Telephone	16,000	6,524	22,524	22,524	-
Other Purchased Services (400-500 Series)	65,000	(7,195)	57,805	57,525	280
Judgments	5,000	(4,801)	199		199
Miscellaneous Expenditures(890)	35,000	4,373	39,373	38,778	595
BOE Membership Dues And Fees	7,100		7,100	6,982	118
Total Support Services - General Administration	<u>319,675</u>	<u>38,565</u>	<u>358,240</u>	<u>355,110</u>	<u>3,130</u>
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	82,400	17,025	99,425	99,425	-
Salaries of Secretarial and Clerical	96,157	274	96,431	95,260	1,171
Total Support Services - School Administration	<u>178,557</u>	<u>17,299</u>	<u>195,856</u>	<u>194,685</u>	<u>1,171</u>
Central Services:					
Salaries	186,950	(613)	186,337	185,115	1,222
Total Central Services	<u>186,950</u>	<u>(613)</u>	<u>186,337</u>	<u>185,115</u>	<u>1,222</u>

BRIELLE SCHOOL DISTRICT

Exhibit C-1

Sheet 6 of 9

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Administrative Information Technology:					
Purchased Technical Services	93,000	4,469	97,469	97,469	-
Required Maintenance for School Facilities:					
Cleaning, Repair & Maintenance Services	140,000	134,043	274,043	221,129	52,914
General Supplies	56,000	18,981	74,981	74,434	547
Other Objects	380,000	(88,555)	291,445	158,791	132,654
Total Required Maintenance for School Facilities	576,000	64,469	640,469	454,354	186,115
Other Operations and Maintenance of Plant:					
Salaries	299,760	42,006	341,766	325,942	15,824
Salaries of Non-Instructional Aides	65,025		65,025	57,581	7,444
Other Purchased Property Services	6,200		6,200	4,202	1,998
Insurance	73,804	(14,600)	59,204	59,204	-
Energy - Electricity	92,400	26,819	119,219	119,219	-
Energy - Natural Gas	57,750	31,047	88,797	88,797	-
Other Objects	4,000	(74)	3,926	1,850	2,076
Total Other Operations and Maintenance of Plant	598,939	85,198	684,137	656,795	11,518
Care and Upkeep of Grounds:					
Salaries	8,422	240	8,662	8,662	-
Cleaning, Repair & Maintenance	28,500	(11,431)	17,069	17,050	19
Total Care and Upkeep of Grounds	36,922	(11,191)	25,731	25,712	19
Security:					
Other Objects	46,000	563	46,563	46,563	-
Total Security	46,000	563	46,563	46,563	-
Total Operation & Maintenance of Plant Services	1,257,861	139,039	1,396,900	1,183,424	197,652

BRIELLE SCHOOL DISTRICT

Exhibit C-1

Sheet 7 of 9

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Student Transportation Services:					
Contracted Services (Other Than Between Home & School) Vendors	30,000	(6,633)	23,367	22,650	717
Contracted Services (Regular Students) ESC's & CTSAs	295,000		295,000	250,920	44,080
Contracted Services (Sp. Ed. Students) ESC's & CTSAs	523,950	(80,401)	443,549	287,593	155,956
Contracted Services - Aid in Lieu of Payments	34,000	1,165	35,165	34,109	1,056
Total Student Transportation Services	<u>882,950</u>	<u>(85,869)</u>	<u>797,081</u>	<u>595,272</u>	<u>201,809</u>
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	115,000	11,470	126,470	126,253	217
Other Retirement Contributions-PERS	183,500	(43,958)	139,542	139,542	-
Unemployment Compensation	6,000	20,860	26,860	26,860	-
Workmen's Compensation	66,598	(4,727)	61,871	61,871	-
Health Benefits	1,280,787	15,702	1,296,489	1,296,489	-
Tuition Reimbursement	6,000	(651)	5,349		5,349
Other Employee Benefits	186,277	24,006	210,283	208,613	1,670
Total Unallocated Benefits - Employee Benefits	<u>1,844,162</u>	<u>22,702</u>	<u>1,866,864</u>	<u>1,859,628</u>	<u>7,236</u>
On-Behalf T.P.A.F Pension Contributions - Post Retirement Medical (Non-Budgeted)			520,008	520,008	-
On-Behalf T.P.A.F Pension Contributions - Normal Cost (Non-Budgeted)			1,779,624	1,779,624	-
On-Behalf T.P.A.F Pension Contributions - Long-Term Disability			668	668	-
Reimbursed TPAF Social Security Contributions (Non-Budgeted)			375,828	375,828	-
	<u>-</u>	<u>-</u>	<u>2,676,128</u>	<u>2,676,128</u>	<u>-</u>
Total Undistributed Expenditures	<u>12,082,878</u>	<u>93,055</u>	<u>14,852,061</u>	<u>14,348,417</u>	<u>487,820</u>
Total General Current Expense	<u>16,549,064</u>	<u>176,278</u>	<u>19,401,470</u>	<u>18,824,843</u>	<u>560,803</u>

BRIELLE SCHOOL DISTRICTExhibit C-1
Sheet 8 of 9**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND****FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Capital Outlay:					
Facilities Acquisition and Construction Services:					
Construction Services		255,000	255,000	182,067	72,933
Supplies and Materials		138,149	138,149	138,149	-
Assessment for Debt Service on SDA Funding	30,491		30,491	30,491	-
Total Capital Outlay	<u>30,491</u>	<u>393,149</u>	<u>423,640</u>	<u>350,707</u>	<u>72,933</u>
Total Expenditures	16,579,555	569,427	19,825,110	19,175,550	633,736
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(485,224)	(569,427)	(1,054,651)	(150,824)	888,003
Other Financing Sources/(Uses):					
Adjustment Special Revenue Fund			-	(165,203)	(165,203)
Transfer to Food Service	(20,000)	(1,980)	(21,980)	(21,980)	
Total Other Financing Sources/(Uses)	<u>(20,000)</u>	<u>(1,980)</u>	<u>(21,980)</u>	<u>(187,183)</u>	<u>(165,203)</u>
Total (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(505,224)	(571,407)	(1,076,631)	(338,007)	722,800
Fund Balance July 1	<u>4,761,547</u>		<u>4,761,547</u>	<u>4,761,547</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 4,256,323</u>	<u>(571,407)</u>	<u>3,684,916</u>	<u>4,423,540</u>	<u>722,800</u>

BRIELLE SCHOOL DISTRICT

Exhibit C-1
Sheet 9 of 9

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Recapitulation					
Restricted Fund Balance:					
Capital Reserve				\$ 3,185,978	
Maintenance Reserve				520,346	
Excess Surplus - Designated for Subsequent Years Expenditures				140,704	
Reserve for Encumbrances				164,179	
Unemployment Compensation				61,540	
Committed Fund Balance:					
Designated for Subsequent Years Expenditures				50,000	
Unassigned Fund Balance				<u>300,793</u>	
				4,423,540	
Reconciliation to Governmental Funds Statements (GAAP):					
Final State Aid Payments not Recognized on GAAP Basis				<u>(88,971)</u>	
Fund Balance Per Governmental Funds (GAAP)				<u><u>\$ 4,334,569</u></u>	

BRIELLE SCHOOL DISTRICT

Exhibit C-2

Sheet 1 of 2

BUDGETARY COMPARISON SCHEDULE**SPECIAL REVENUE FUND****JUNE 30, 2025**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Revenues:					
Local Sources	\$ 118,674		118,674	118,674	-
Total Local and State Revenues	<u>118,674</u>	<u>-</u>	<u>118,674</u>	<u>118,674</u>	<u>-</u>
Federal Sources:					
Title I, Part A	45,272		45,272	45,272	-
Title IIA, Part A	10,847		10,847	10,847	-
Title IV, Part A	10,000		10,000	10,000	-
IDEA Part B, Basic	124,767		124,767	124,767	-
IDEA Part B, Preschool	8,743		8,743	8,743	-
ARP Summer	3,443		3,443	3,443	-
ARP Learning Acceleration	1,147		1,147	1,147	-
Total Federal Sources	<u>204,219</u>	<u>-</u>	<u>204,219</u>	<u>204,219</u>	<u>-</u>
Total Revenues	<u>322,893</u>	<u>-</u>	<u>322,893</u>	<u>322,893</u>	<u>-</u>
Expenditures:					
Instruction:					
Salaries of Teachers	34,884		34,884	34,884	-
Purchased Professional Educational Services	133,510		133,510	133,510	-
General Supplies	21,016		21,016	21,016	-
Other Objects	75,791		75,791	75,791	-
Total Instruction	<u>265,201</u>	<u>-</u>	<u>265,201</u>	<u>265,201</u>	<u>-</u>

BRIELLE SCHOOL DISTRICT

Exhibit C-2

Sheet 2 of 2

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE FUND

JUNE 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Support Services:					
Employee Benefits	3,762		3,762	3,762	-
Purchased Technical Services	10,847		10,847	10,847	-
Other Objects	200		200	200	-
Scholarships Awarded	1,550		1,550	1,550	-
Student Activities	41,531		41,531	41,531	-
Total Support Services	<u>57,890</u>	<u>-</u>	<u>57,890</u>	<u>57,890</u>	<u>-</u>
 Total Expenditures	 <u>323,091</u>	 <u>-</u>	 <u>323,091</u>	 <u>323,091</u>	 <u>-</u>
 Excess (Deficiency) of Revenues Over (Under) Expenditures	 <u>\$ (198)</u>	 <u>-</u>	 <u>(198)</u>	 <u>(198)</u>	 <u>-</u>
 Fund Balance, July 1				 \$ 26,189	
 Fund Balance, June 30				 <u>\$ 25,991</u>	
 Recapitulation:					
Restricted:					
Scholarships				\$ 3,626	
Student Activities				<u>22,365</u>	
 Total Fund Balance				 <u>\$ 25,991</u>	

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

BRIELLE SCHOOL DISTRICT**REQUIRED SUPPLEMENTARY INFORMATION****Exhibit C-3****BUDGET-TO GAAP RECONCILIATION****NOTE TO RSI****FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>General Fund</u>	<u>Special Revenue Fund</u>
<u>Sources/Inflows of Resources</u>		
Actual Amounts (Budgetary Basis) "Revenue" from Budgetary Comparison Schedule	\$ 19,024,726	322,893
Difference - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that Encumbrances are Recognized as Expenditures, and the Related Revenue is Recognized		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	84,127	3,350
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	<u>(88,971)</u>	
Total Revenue as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u><u>\$ 19,019,882</u></u>	<u><u>322,893</u></u>
<u>Uses/Outflows of Resources</u>		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 19,175,550	323,091
Differences - Budget to GAAP:		
Encumbrances for Supplies and Equipment Ordered but not Received are reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes		<u>3,350</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u><u>\$ 19,175,550</u></u>	<u><u>326,441</u></u>

REQUIRED SUPPLEMENTARY INFORMATION – PART III

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING
FOR PENSIONS (GASB 68) – L**

BRIELLE SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY - PERS
LAST TEN FISCAL YEARS

Exhibit L-1

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's Proportion of the Net Pension Liability	0.01017%	0.01214%	0.01048%	0.00931%	0.01037%	0.01117%	0.01134%	0.01103%	0.01148%	0.01157%
District's Proportionate Share of the Net Pension Liability	<u>\$1,393,445</u>	<u>1,773,170</u>	<u>1,594,958</u>	<u>1,115,180</u>	<u>1,703,977</u>	<u>2,027,443</u>	<u>2,232,208</u>	<u>2,567,754</u>	<u>3,400,224</u>	<u>2,597,364</u>
District's Covered-Employee Payroll	\$ 814,172	809,565	855,442	734,371	701,169	748,921	785,800	794,171	737,774	776,629
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	58.43%	45.66%	53.63%	65.85%	41.15%	36.94%	35.20%	30.93%	21.70%	29.90%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	48.45%	48.45%	46.41%	42.90%	42.90%	42.04%	40.45%	36.78%	31.20%	38.21%

BRIELLE SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS - PERS
LAST TEN FISCAL YEARS

Exhibit L-2

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually Required Contribution	\$ 163,617	133,276	111,244	116,247	110,071	113,559	106,521	103,149	103,149	99,676
Contributions in Relation to the Contractually Required Contribution	<u>163,617</u>	<u>133,276</u>	<u>111,244</u>	<u>116,247</u>	<u>110,071</u>	<u>113,559</u>	<u>106,521</u>	<u>103,149</u>	<u>103,149</u>	<u>99,676</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's Covered-Employee Payroll	\$ 814,172	778,101	855,442	734,371	701,169	748,921	785,800	794,171	737,774	\$ 776,629
Contributions as a Percentage of Covered-Employee Payroll	20.10%	17.13%	13.00%	15.83%	15.70%	15.16%	13.56%	12.99%	13.98%	12.83%

BRIELLE SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY - TPAF
LAST TEN FISCAL YEARS

Exhibit L-3

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's Proportion of the Net Pension Liability	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%
District's Proportionate Share of the Net Pension Liability	\$ -	-	-	-	-	-	-	-	-	-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>19,431,680</u>	<u>19,880,756</u>	<u>19,254,053</u>	<u>18,054,724</u>	<u>24,434,540</u>	<u>22,426,416</u>	<u>23,639,051</u>	<u>24,488,545</u>	<u>29,285,931</u>	<u>23,203,258</u>
Total	<u>\$19,431,680</u>	<u>19,880,756</u>	<u>19,254,053</u>	<u>18,054,724</u>	<u>24,434,540</u>	<u>22,426,416</u>	<u>23,639,051</u>	<u>24,488,545</u>	<u>29,285,931</u>	<u>23,203,258</u>
District's Covered-Employee Payroll	\$ 5,047,691	4,745,013	4,583,704	4,337,253	4,237,399	4,120,998	4,006,146	3,904,789	3,776,182	3,696,739
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	25.98%	23.87%	23.81%	24.02%	17.34%	18.38%	16.95%	15.95%	12.89%	15.93%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	39.77%	34.68%	32.29%	32.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

BRIELLE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE SCHOOL DISTRICT'S CONTRIBUTIONS
TEACHER'S PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS

L-4

This schedule is not applicable.

The School District is not required to make any contributions towards TPAF.

There is a special funding situation where the State of New Jersey pays 100% of the required contributions.

BRIELLE SCHOOL DISTRICT**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – PART III**

L-5

FOR THE FISCAL YEAR ENDED JUNE 30, 2025**Public Employee's Retirement System (PERS)**

Changes in Benefit Terms – None

Changes in Assumptions – The discount rate remained at 7.00% as of June 30, 2023, and as of June 30, 2024, in accordance with Paragraph 44 of GASB Statement No. 67.

Teachers' Pension and Annuity Fund (TPAF)

Changes in Benefit Terms – None

Changes in Assumption – The discount rate remained at 7.00% as of June 30, 2023, and as of June 30, 2024, in accordance with Paragraph 44 of GASB Statement No. 67.

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING
FOR OPEB (GASB 75) - M**

BRIELLE SCHOOL DISTRICT

Exhibit M-1

SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS

LAST NINE FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
District's Proportionate Share of OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's Proportionate of the Net OPEB Liability	\$ -	-	-	-	-	-	-	-	-
<u>State's OPEB Liability Attributable to the District</u>									
Service Cost	\$ 931,282	870,665	1,049,708	1,215,293	688,844	680,788	749,325	902,356	*
Interest	871,816	793,511	578,900	639,555	615,484	727,669	806,715	691,698	*
Change of Benefit Terms				(26,241)					*
Benefit Payments	(665,820)	(618,555)	(573,417)	(503,790)	(479,546)	(525,745)	(491,333)	(510,023)	*
Member Contributions	22,798	20,335	18,396	16,350	14,535	15,585	16,981	18,780	*
Difference between Expected and Actual Experience	812,379	(424,816)	1,976,562	(4,256,928)	4,547,732	(2,401,431)	(2,618,109)		*
Change of Assumptions	1,981,414	45,413	(5,859,947)	24,323	5,031,635	255,364	(2,108,587)	(2,694,764)	*
Net Change in Total OPEB Liability	3,953,869	686,553	(2,809,798)	(2,891,438)	10,418,684	(1,247,770)	(3,645,008)	(1,591,953)	*
Total Attributable OPEB Liability - Beginning	22,530,919	21,844,366	24,654,164	27,545,602	17,126,918	18,374,688	22,019,696	23,611,649	*
Total Attributable OPEB Liability - Ending	<u>\$ 26,484,788</u>	<u>22,530,919</u>	<u>21,844,366</u>	<u>24,654,164</u>	<u>27,545,602</u>	<u>17,126,918</u>	<u>18,374,688</u>	<u>22,019,696</u>	<u>23,611,649</u>
District's Covered Payroll	\$ 5,861,863	5,506,859	5,439,146	5,071,624	4,938,568	4,869,919	4,791,946	4,698,960	4,513,956
District's Contribution	None	None	None	None	None	None	None	None	None
District's Proportionate Share of OPEB Liability as a Percentage of its Covered-Employee Payroll	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 OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportionate Share of OPEB Liability as a Percentage of its Covered-Employee Payroll	451.82%	409.14%	401.61%	486.12%	557.76%	351.69%	383.45%	468.61%	523.08%

* - Information not available

Source: GASB 75 report on State of New Jersey Health Benefits Program; District Records.

Note: This schedule is required by GASB 75 to show information for a 10 year period. However, information is only currently available for eight years. Additional years will be presented as they become available.

BRIELLE SCHOOL DISTRICT**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION****FOR THE FISCAL YEAR ENDED JUNE 30, 2025****Exhibit M-2****Change of Benefit Terms**

Refer to Note 5 - Notes to Financial Statements

Difference Between Expected and Actual Experience

The change in the liability from June 30, 2023 to June 30, 2024 is due to changes in the census, claims and premiums experience.

Changes of Assumptions

The Discount Rate changed from 3.65% as of June 30, 2023 to 3.93% as of June 30, 2024.

OTHER SUPPLEMENTARY INFORMATION

SCHOOL LEVEL SCHEDULES – D

N/A

SPECIAL REVENUE FUND – E

BRIELLE SCHOOL DISTRICT

**Exhibit E-1
Sheet 1 of 2**

SPECIAL REVENUE FUND

COMBINING STATEMENT OF REVENUES AND EXPENDITURES

BUDGETARY BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Title I</u>	<u>Title IIA</u>	<u>Title IV</u>	<u>I.D.E.A. Part B Basic</u>	<u>I.D.E.A. Part B Pre-School</u>	<u>A.R.P. Learning Acceleration</u>
Revenues:						
Federal Sources	\$ 45,272	10,847	10,000	124,767	8,743	1,147
Local Sources						
Total Revenues	<u>45,272</u>	<u>10,847</u>	<u>10,000</u>	<u>124,767</u>	<u>8,743</u>	<u>1,147</u>
Expenditures:						
Instruction:						
Salaries of Teachers	31,763					
Purchased Professional Educational Services				124,767	8,743	
General Supplies	10,879		10,000			137
Other Objects						
Total Instruction	<u>42,642</u>	<u>-</u>	<u>10,000</u>	<u>124,767</u>	<u>8,743</u>	<u>137</u>
Support Services:						
Personal Services - Employee Benefits	2,430					1,010
Purchased Professional Services		10,847				
Other Objects	200					
Scholarships Awarded						
Student Activities						
Total Support Services	<u>2,630</u>	<u>10,847</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,010</u>
Total Expenditures	<u>45,272</u>	<u>10,847</u>	<u>10,000</u>	<u>124,767</u>	<u>8,743</u>	<u>1,147</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1						
Fund Balance, June 30	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

BRIELLE SCHOOL DISTRICTExhibit E-1
Sheet 2 of 2**SPECIAL REVENUE FUND****COMBINING STATEMENT OF REVENUES AND EXPENDITURES****BUDGETARY BASIS****FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	<u>A.R.P. Summer</u>	<u>Brielle Education Foundation</u>	<u>PTO Local Grant</u>	<u>Local Safety Grant</u>	<u>Scholarship Fund</u>	<u>Student Activities</u>	<u>Total</u>
Revenues:							
Federal Sources	3,443						204,219
Local Sources		20,000	52,857	2,934	188	42,695	118,674
Total Revenues	<u>3,443</u>	<u>20,000</u>	<u>52,857</u>	<u>2,934</u>	<u>188</u>	<u>42,695</u>	<u>322,893</u>
Expenditures:							
Instruction:							
Salaries of Teachers	3,121						34,884
Purchased Professional Educational Services							133,510
General Supplies							21,016
Other Objects		20,000	52,857	2,934			75,791
Total Instruction	<u>3,121</u>	<u>20,000</u>	<u>52,857</u>	<u>2,934</u>	<u>-</u>	<u>-</u>	<u>265,201</u>
Support Services:							
Personal Services - Employee Benefits	322						3,762
Purchased Professional Services							10,847
Other Objects							200
Scholarships Awarded					1,550		1,550
Student Activities						41,531	41,531
Total Support Services	<u>322</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,550</u>	<u>41,531</u>	<u>57,890</u>
Total Expenditures	<u>3,443</u>	<u>20,000</u>	<u>52,857</u>	<u>2,934</u>	<u>1,550</u>	<u>41,531</u>	<u>323,091</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,362)</u>	<u>1,164</u>	<u>(198)</u>
Fund Balance, July 1					4,988	21,201	26,189
Fund Balance, June 30	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,626</u>	<u>22,365</u>	<u>25,991</u>

CAPITAL PROJECTS FUND – F

N/A

PROPRIETARY FUNDS – G

BRIELLE SCHOOL DISTRICT**STATEMENT OF NET POSITION****Exhibit G-1****ENTERPRISE FUND****JUNE 30, 2025**

	<u>Food Services</u>	<u>Aftercare Program</u>	<u>Total</u>
<u>Assets</u>			
Current Assets:			
Cash and Cash Equivalents	\$ 12,782	10,040	22,822
Total Current Assets	<u>12,782</u>	<u>10,040</u>	<u>22,822</u>
Noncurrent Assets:			
Equipment	93,548		93,548
Accumulated Depreciation	(68,080)		(68,080)
Total Noncurrent Assets	<u>25,468</u>	<u>-</u>	<u>25,468</u>
Total Assets	<u>\$ 38,250</u>	<u>10,040</u>	<u>48,290</u>
<u>Net Position</u>			
Investment in Fixed Assets	\$ 25,468		25,468
Unrestricted	<u>12,782</u>	<u>10,040</u>	<u>22,822</u>
Total Net Position	<u>\$ 38,250</u>	<u>10,040</u>	<u>48,290</u>

BRIELLE SCHOOL DISTRICT**STATEMENT OF REVENUES, EXPENSES AND CHANGES****Exhibit G-2****IN FUND NET POSITION****ENTERPRISE FUND****JUNE 30, 2025**

	<u>Food Services</u>	<u>Aftercare Program</u>	<u>Total</u>
Operating Revenues:			
Local Sources:			
Daily Sales	\$ 243,007		243,007
Fees	864	47,957	48,821
Total Operating Revenue	<u>243,871</u>	<u>47,957</u>	<u>291,828</u>
Operating Expenses:			
Cost of Sales	81,894		81,894
Depreciation	3,923		3,923
Salaries	120,940	46,353	167,293
Management Fee	15,000		15,000
Supplies	9,685		9,685
Equipment/Repairs	8,479		8,479
Insurance	9,440		9,440
Benefits		3,355	3,355
Miscellaneous	11,068	727	11,795
Total Operating Expenses	<u>260,429</u>	<u>50,435</u>	<u>310,864</u>
Operating (Loss)/Profit	(16,558)	(2,478)	(19,036)
Non-Operating Revenues:			
Interest Revenue		455	455
Board Subsidy	21,980		21,980
Total Non-Operating Revenues	<u>21,980</u>	<u>455</u>	<u>22,435</u>
Change in Net Position	5,422	(2,023)	3,399
Adjustment to Fixed Assets	(215)		(215)
Net Position, July 1	<u>33,043</u>	<u>12,063</u>	<u>45,106</u>
Net Position, June 30	<u>\$ 38,250</u>	<u>10,040</u>	<u>48,290</u>

BRIELLE SCHOOL DISTRICT**STATEMENT OF CASH FLOWS**

Exhibit G-3

ENTERPRISE FUND**JUNE 30, 2025**

	<u>Food Services</u>	<u>Aftercare Program</u>	<u>Total</u>
Cash Flows from Operating Activities:			
Receipts from Daily Sales	\$ 243,871	47,957	291,828
Payments to Suppliers	(256,506)	(50,435)	(306,941)
Net Cash Used by Operating Activities	<u>(12,635)</u>	<u>(2,478)</u>	<u>(15,113)</u>
Cash Flows from Noncapital Financing Activities:			
Board Subsidy	21,980		21,980
Net Cash Provided by Noncapital Financing Activities	<u>21,980</u>	<u>-</u>	<u>21,980</u>
Cash Flows from Investing Activities:			
Interest Revenue		455	455
Net Cash Provided by Investing Activities	<u>-</u>	<u>455</u>	<u>455</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	9,345	(2,023)	7,322
Cash and Cash Equivalents July 1	<u>3,437</u>	<u>12,063</u>	<u>15,500</u>
Cash and Cash Equivalents June 30	<u>\$ 12,782</u>	<u>10,040</u>	<u>22,822</u>
Cash Flows from Operating Activities:			
Operating (Loss)/Profit	\$ (16,558)	(2,478)	(19,036)
Adjustments to Reconcile Operating Loss to Cash			
Provided (Used) by Operating Activities:			
Depreciation	3,923		3,923
Net Cash Used by Operating Activities	<u>\$ (12,635)</u>	<u>(2,478)</u>	<u>(15,113)</u>

FIDUCIARY FUND – H

N/A

LONG-TERM DEBT – I

N/A

STATISTICAL SECTION

(Unaudited)

Brielle Board of Education
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

J-1

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities										
Invested in capital assets, net of related debt	\$5,849,190	\$5,990,681	\$6,659,938	\$6,818,206	\$7,216,782	\$5,322,521	\$7,226,704	\$6,901,567	\$6,721,026	\$6,492,772
Restricted	1,738,690	1,559,485	2,475,645	2,744,679	3,060,780	4,009,479	4,286,570	4,525,565	4,330,769	4,148,738
Unrestricted	(2,073,548)	(1,052,401)	(2,425,802)	(2,404,041)	(2,192,055)	166,911	(2,196,175)	(1,389,488)	(1,431,613)	(1,450,151)
Total governmental activities net position	\$5,514,332	\$6,497,765	\$6,709,781	\$7,158,844	\$8,085,507	\$9,498,911	\$9,317,099	\$10,037,644	\$9,620,182	\$9,191,359
Business-type activities										
Invested in capital assets, net of related debt	\$87,785	\$96,028	\$86,371	\$71,231	\$63,551	\$53,086	\$19,548	\$31,761	\$29,606	\$25,468
Restricted										
Unrestricted	71,947	40,328	34,772	53,619	48,894	32,465	33,674	22,322	15,500	22,822
Total business-type activities net position	\$159,732	\$136,356	\$121,143	\$124,850	\$112,445	\$85,551	\$53,222	\$54,083	\$45,106	\$48,290
District-wide										
Invested in capital assets, net of related debt	\$5,936,975	\$6,086,709	\$6,746,309	\$6,889,437	\$7,280,333	\$5,375,607	\$7,246,252	\$6,901,567	\$6,750,632	\$6,518,240
Restricted	1,738,690	1,559,485	2,475,645	2,744,679	3,060,780	4,009,479	4,286,570	4,525,565	4,330,769	4,148,738
Unrestricted	(2,001,601)	(1,484,073)	(2,391,030)	(2,350,422)	(2,143,161)	199,376	(2,162,501)	(1,335,405)	(1,416,113)	(1,427,329)
Total district net position	\$5,674,064	\$6,162,121	\$6,830,924	\$7,283,694	\$8,197,952	\$9,584,462	\$9,370,321	\$10,091,727	\$9,665,288	\$9,239,649

Source: ACFR Schedule A-1

Brielle Board of Education
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

J-2

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities										
Instruction										
Regular	\$ 2,933,102	3,022,952	3,148,448	3,170,970	2,864,449	2,981,993	3,182,749	3,789,308	3,243,997	3,190,393
Special Education	615,861	678,166	688,335	677,706	727,402	1,049,190	1,289,592	998,008	1,389,041	1,399,621
Other instruction	105,513	94,706	95,371	93,033	96,089	44,799	90,516	96,140	149,073	114,907
Support Services:										
Tuition	4,195,821	4,246,640	4,743,815	4,861,331	4,988,265	5,010,008	4,917,710	5,206,588	5,700,090	5,547,489
Student & Instruction Related	1,149,278	1,173,953	1,193,423	1,254,853	1,253,649	1,295,688	1,539,380	1,546,080	1,577,927	1,691,928
Library/Media				-						
General administrative services				457,611						
School administrative services	199,008	201,755	214,708	271,366	208,146	243,899	235,413	236,695	247,865	549,795
Business administrative services	452,555	489,106	514,061	-	533,045	524,363	584,269	579,303	605,334	282,584
Building Maintenance	882,151	1,388,975	762,955	1,005,540	888,976	1,054,170	1,106,846	1,121,868	999,463	1,183,424
Capital Outlay				-					40,653	244,392
Benefits	2,244,992	2,414,421	2,606,229	2,774,026	2,863,723	3,103,065	4,048,545	2,917,149	4,195,150	4,409,923
Pupil transportation	605,127	492,869	533,667	676,889	617,369	482,384	877,180	955,918	875,184	595,272
Interest on long-term debt	111,867	92,733	73,200	53,333	33,333	20,000				
Unallocated depreciation	296,834	287,667	285,912	301,425	309,240	271,637	320,538	328,687	328,470	334,569
Total governmental activities expenses	13,792,109	14,583,943	14,860,124	15,598,083	15,383,686	16,081,196	18,192,738	17,775,744	19,352,247	19,544,297
Business-type activities:										
Food service	175,835	209,507	161,287	157,257	129,451	33,492	139,705	233,796	239,649	260,429
Child Care	42,099	36,802	56,027	47,983	38,122		38,719	41,403	40,811	50,435
Total business-type activities expense	217,934	246,309	217,314	205,240	167,573	33,492	178,424	275,199	280,460	310,864
Total district expenses	14,010,043	14,830,252	15,077,438	15,803,323	15,551,259	16,114,688	18,371,162	18,050,943	19,632,707	19,855,161
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)	21,001	23,760	31,080	55,273	41,699	9,750	32,779	32,377	46,020	32,123
Operating grants and contributions	181,870	186,248	196,606	191,438	151,650	367,809	591,827	548,230	371,546	282,775
Total governmental activities program revenues	202,871	210,008	227,686	246,711	193,349	377,559	624,606	580,607	417,566	314,898

Brielle Board of Education
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

J-2

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Business-type activities:										
Charges for services										
Food service	103,871	95,764	83,511	93,645	95,123	4,911	108,595	203,860	212,437	243,871
Child care	47,796	49,241	59,415	56,995	38,151		33,362	36,217	31,407	47,957
Operating grants and contributions	32,793	28,115	26,231					323		
Total business type activities program revenues	184,460	173,120	169,157	150,640	133,274	4,911	141,977	240,400	243,844	291,828
Total district program revenues										
Net (Expense)/Revenue										
Governmental activities	13,589,238	14,373,935	14,632,438	15,351,372	15,190,337	15,703,637	17,568,132	17,195,137	18,934,681	19,229,399
Business-type activities	33,474	73,189	48,027	28,630	34,299	28,581	36,425	34,799	36,616	19,036
Total district-wide net expense	13,622,712	14,447,124	14,680,465	15,380,002	15,224,636	15,732,218	17,604,557	17,229,936	18,971,297	19,248,435
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net				13,274,304	13,539,790	13,910,006	14,188,206	14,330,088	14,616,690	14,909,024
Taxes levied for debt service				460,000	440,000	420,000				
Unrestricted grants and contributions				2,080,329	2,143,550	2,661,389	3,171,843	3,505,141	3,629,699	3,836,350
Miscellaneous income				18,070	8,668	53,742	61,388	100,997	292,858	77,182
Transfers				(32,268)	(15,008)	(3,716)	(35,117)	(20,544)	(21,303)	(21,980)
Total governmental activities	14,543,592	14,885,368	15,316,454	15,800,435	16,117,000	17,041,421	17,386,320	17,915,682	18,517,944	18,800,576
Business-type activities:										
Investment earnings/Miscellaneous				69	6,886	16			725	240
Transfers				32,288	15,008	3,716	35,117	20,544	21,303	21,980
Total business-type activities	21,273	32,295	32,814	32,337	21,894	3,732	35,117	20,544	22,028	22,220
Total district-wide	14,564,865	14,917,663	15,349,268	15,832,772	16,138,894	17,045,153	17,421,437	17,936,226	18,539,972	18,822,796
Change in Net Position										
Governmental activities	954,354	511,433	684,016	449,063	926,663	1,337,784	(181,812)	720,545	(417,462)	(428,823)
Business-type activities	(12,201)	(40,894)	(15,213)	3,707	(12,405)	(24,849)	(1,308)	(14,255)	(14,588)	3,184
Total district	942,153	470,539	668,803	452,770	914,258	1,312,935	(183,120)	706,290	(432,050)	(425,639)

Source: ACFR Schedule A-2

Brielle Board of Education
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

J-3

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
General Fund										
Reserved	\$ 1,738,690	2,234,715	2,475,644	2,744,679	3,344,311	3,970,823	4,286,570	4,497,765	4,304,580	4,122,747
Unreserved	<u>375,514</u>	<u>400,271</u>	<u>395,479</u>	<u>436,895</u>	<u>363,686</u>	<u>779,251</u>	<u>762,299</u>	<u>519,173</u>	<u>372,840</u>	<u>211,822</u>
Total General fund	<u>\$ 2,114,204</u>	<u>2,634,986</u>	<u>2,871,123</u>	<u>3,181,574</u>	<u>3,707,997</u>	<u>4,750,074</u>	<u>5,048,869</u>	<u>5,016,938</u>	<u>4,677,420</u>	<u>4,334,569</u>
All Other Governmental Funds										
Reserved	\$ -									
Unreserved, reported in:										
Special Revenue Fund						38,656	32,902	27,800	26,189	25,991
Capital Projects Fund	-	-	-							
Debt Service Fund										
Total all other governmental funds	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,656</u>	<u>32,902</u>	<u>27,800</u>	<u>26,189</u>	<u>25,991</u>

Brielle Board of Education
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

J-4

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax Levy	\$ 13,026,874	13,258,047	13,493,824	13,734,304	13,979,790	14,330,006	14,188,206	14,330,088	14,616,690	14,909,024
Tuition Charges	21,001	23,760	31,080	55,273	41,699	9,750	32,779	32,377	46,020	32,123
Miscellaneous	15,570	5,887	8,193	18,070	8,668	73,574	136,792	141,628	292,133	361,059
State Sources	1,536,937	1,655,804	1,850,520	2,080,329	2,143,550	2,661,389	3,177,597	3,505,141	3,639,861	3,836,350
Federal Sources	167,354	184,173	193,307	191,438	151,650	347,937	510,669	507,599	361,384	164,101
Total revenue	14,767,736	15,127,671	15,576,924	16,079,414	16,325,357	17,422,656	18,046,043	18,516,833	18,956,088	19,302,657
Expenditures										
Instruction										
Regular Instruction	3,034,673	3,022,952	3,063,515	3,163,671	3,136,196	3,032,772	3,182,749	3,789,308	3,243,997	3,207,040
Special Education Instruction	615,861	678,166	688,335	677,706	727,402	1,049,190	1,289,592	998,008	1,389,041	1,399,621
Other Special Instruction	105,513	94,706	95,371	-	96,089	44,799	90,516	96,140	149,073	114,907
Extracurricular-Non Sports	-	-	-	51,771	-	-	-	-	-	-
Extracurricular-Sports	-	-	-	30,569	-	-	-	-	-	-
Other Instruction	-	-	-	10,693	-	-	-	-	-	-
Support Services:										
Tuition	4,195,821	4,246,640	4,743,815	4,861,331	4,988,265	5,010,008	4,917,710	5,206,588	5,700,090	5,547,489
Student & Instruction Related Services	1,149,278	1,173,953	1,193,423	1,254,853	1,253,649	1,295,688	1,539,380	1,546,080	1,577,927	1,691,928
General Administrative Services	199,008	201,755	214,708	457,611	533,045	524,363	584,269	579,303	247,865	282,584
School Administrative Services	452,555	489,106	514,061	271,366	208,146	243,899	235,413	236,695	605,334	549,795
Plant Operations and Maintenance	882,151	1,388,975	1,227,049	1,034,742	888,976	1,054,170	1,089,106	1,056,220	1,147,392	1,183,424
Pupil Transportation	605,127	492,869	533,667	676,889	617,369	482,384	877,180	955,918	875,164	595,272
Unallocated Employee Benefits	2,113,210	2,255,781	2,523,768	2,755,002	2,864,298	3,225,983	3,763,266	3,999,864	4,299,358	4,535,756
Capital outlay	30,491	30,491	30,491	30,491	30,491	30,491	148,704	69,198	40,653	350,707
Debt service:										
Principal	400,000	400,000	400,000	400,000	400,000	400,000	-	-	-	-
Interest and Other Charges	118,200	99,200	79,800	60,000	40,000	20,000	-	-	-	-
Total expenditures	13,901,888	14,574,594	15,308,003	15,736,695	15,783,926	16,413,747	17,717,885	18,533,322	19,275,914	19,458,523
Excess (Deficiency) of revenues over (under) expenditures	865,848	553,077	268,921	342,719	541,431	1,008,909	328,158	(16,489)	(319,826)	(155,866)
Other Financing sources (uses)										
Adjustments	-	-	-	-	-	-	-	-	-	(165,203)
Transfers in	(21,273)	(32,295)	(32,784)	-	-	-	-	-	-	-
Transfers out	-	-	-	(32,268)	(15,008)	(3,716)	(35,117)	(20,544)	(21,303)	(21,980)
Total other financing sources (uses)	(21,273)	(32,295)	(32,784)	(32,268)	(15,008)	(3,716)	(35,117)	(20,544)	(21,303)	(187,183)
Net Change in Fund Balances	\$ 844,575	520,782	236,137	310,451	526,423	1,005,193	293,041	(37,033)	(341,129)	(343,049)
Debt service as a percentage of Noncapital Expenditures	3.82%	3.42%	3.13%	2.9%	2.8%	2.6%	0.0%	0.0%	0.0%	0.0%
June 30 Fund Balance	2,114,204	2,634,986	2,871,123	3,181,574	3,707,997	4,788,730	5,081,771	5,044,738	4,703,609	4,360,560

Source: ACFR Schedule B-2

Brielle Board of Education
Non Tax Levy Income
Last Ten Fiscal Years

Fiscal Year Ending June 30	Interest on Investments	Tuition Revenue	Miscellaneous	Total
2014	1,752.76	24,000.00	5,597.28	31,350.04
2015	977.38	27,100.00	3,409.70	31,487.08
2016	759.60	38,850.00	709.30	40,318.90
2017	1,161.49	23,760.00	2,650.96	27,572.45
2018	3,907.74	31,080.00	986.26	35,974.00
2019	10,474.74	19,800.00	6,980.12	37,254.86
2020	8,575.73	35,161.21	92.05	43,828.99
2021	2,677.56	8,100.00	38,234.74	49,012.30
2022	4,577.00	32,778.75	10,781.63	48,137.38
2023	61,845.80	33,776.50	16,957.01	112,579.31
2024				
2025	211,072.47	32,062.75	72,856.58	315,991.80

Source: District Records

Brielle Board of Education
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less: Tax- exempt property	Public Utilities	Net Valuation Taxable	Total Direct School Tax Rate	Estimated Actual (County Equalized Value)
2015	0	1,410,052,700	0	0	0	0	0	1,410,052,700	0	0	1,410,052,700	0.924	0
2016	0	1,382,155,378	0	0	0	0	0	1,382,155,378	0	0	1,382,155,378	0.918	0
2017	0	1,470,792,200	0	0	0	0	0	1,470,792,200	0	0	1,470,792,200	0.918	0
2018	0	1,530,792,800	0	0	0	0	0	1,530,792,800	0	0	1,530,792,800	0.897	0
2019	0	1,567,887,500	0	0	0	0	0	1,567,887,500	0	0	1,567,887,500	0.876	0
2020	0	1,575,977,400	0	0	0	0	0	1,575,977,400	0	0	1,575,977,400	0.859	0
2021	0	1,680,289,700	0	0	0	0	0	1,680,289,700	0	0	1,680,289,700	0.828	0
2022	0	1,980,641,200	0	0	0	0	0	1,980,641,200	0	0	1,980,641,200	0.716	0
2023	0	2,243,938,700	0	0	0	0	0	2,243,938,700	0	0	2,243,938,700	0.652	0
2024	0	2,483,864,600	0	0	0	0	0	2,483,864,600	0	0	2,483,864,600	0.600	0
2025	0	2,684,775,800	0	0	0	0	0	2,684,775,800	0	0	2,479,117,000	0.566	0

Brielle Board of Education
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Year	Property Value	Tax	Rate	Tax Rate Per \$100 Assessed Valuation
2015	1,410,052,700	13,028,887	0.00924	0.924
2016	1,382,155,378	12,688,186	0.00918	0.918
2017	1,470,792,200	13,501,872	0.00918	0.918
2018	1,530,792,800	13,731,211	0.00897	0.897
2019	1,567,887,500	13,274,304	0.00876	0.876
2020	1,575,977,400	13,539,790	0.00859	0.859
2021	1,680,289,700	13,910,006	0.00827	0.828
2022	1,980,641,200	14,188,206	0.00716	0.716
2023	2,243,938,700	14,616,690	0.00652	0.652
2024	2,483,864,600	14,909,024	0.00600	0.600
2025	2,684,775,800	15,207,204	0.00566	0.566

Brielle Board of Education
Ten Principal Property Taxpayers

2025

Tax Payer	Taxable Assessed		Rank	% of Total District Net Assessed Value
	Value			
Manasquan River Golf Club	\$34,516,800		1	1.29%
Brielle Sui Generis, LLC	\$7,857,000		2	0.29%
836 Riverview Drive, LLC	\$7,867,400		3	0.29%
Private Residence #1	\$7,720,300		4	0.29%
Private Residence #2	\$7,111,500		5	0.26%
608 Green Ave Associates, LLC	\$6,232,800		6	0.23%
Manasquan River Yacht Club	\$5,641,400		7	0.21%
Brielle Sports Club	\$4,617,200		8	0.17%
Brielle River House	\$4,067,300		9	0.15%
Brielle Yacht Club	\$1,867,600		10	0.07%
 Total	 \$87,499,300			
 Total Assessed Value - all properties	 2,684,775,800			

Brielle Board of Education
School Property Tax Levies and Collections
Last Ten Years

Collected within the Fiscal Year of the
Levy

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Amount	Percentage of Levy	Collections in Subsequent Years
2015	12,800,400.00	12,800,400.00	100.00%	
2016	13,026,874.00	13,026,874.00	100.00%	
2017	13,493,824.00	13,493,824.00	100.00%	
2018	13,734,403.00	13,734,403.00	100.00%	
2019	13,979,790.00	13,979,790.00	100.00%	
2020	14,330,006.00	14,330,006.00	100.00%	
2021	14,188,206.00	14,188,206.00	100.00%	
2022	14,330,088.00	14,330,088.00	100.00%	
2023	14,616,690.00	14,616,690.00	100.00%	
2024	14,909,024.00	14,909,024.00	100.00%	
2025	15,207,204.00	15,207,204.00	100.00%	

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

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

Brielle Board of Education
 Ratios of Outstanding Debt by Type
 Last Ten Fiscal Years

Governmental Activities					Business-Type Activities	
Fiscal Year Ended June 30,	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANS)	Capital Leases	Total District
2012	3,600,000		-			3,600,000
2013	3,200,000		-			3,200,000
2014	2,800,000		-			2,800,000
2015	2,400,000					2,400,000
2016	2,000,000					2,000,000
2017	1,600,000					1,600,000
2018	1,200,000					1,200,000
2019	860,000					860,000
2020	440,000					440,000
2021	420,000					420,000

Source: District ACFR Schedules I-1, I-2

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

Brielle Board of Education
 Ratios of Net General Bonded Debt Outstanding
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Taxable Valuation	Percentage of Actual Taxable Value of Property	Debt Limit
2012	3,600,000		1,672,150,800	0.22%	49,914,417
2013	3,200,000		1,638,097,438	0.20%	49,914,417
2014	2,800,000		1,568,084,100	0.18%	49,914,417
2015	2,400,000		1,410,052,700	0.17%	49,914,417
2016	2,000,000		1,382,155,378	0.14%	49,914,417
2017	1,600,000		1,470,792,200	0.11%	49,914,417
2018	1,200,000		1,530,792,800	0.08%	49,914,417
2019	860,000		\$ 1,567,887,500	0.05%	49,914,417
2020	440,000		1,575,977,400	0.03%	49,914,417
2021	420,000		1,680,289,700	0.02%	49,914,417

Brielle Board of Education
 Ratios of Overlapping Governmental Activities Debt as of December 31, 2022

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes Brielle Boro		100.00%	
Other Debt			
Subtotal, overlapping debt			
Brielle School District Direct Debt			
Total Direct and Overlapping Debt			

Brielle Board of Education
Legal Debt Margin Information
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt Limit	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417	49,914,417
Total net debt applicable to limit	3,600,000	3,200,000	2,800,000	2,400,000	2,000,000	1,600,000	1,200,000	860,000	440,000	420,000
Legal Debt Margin	46,314,417	46,714,417	47,114,417	47,514,417	47,914,417	48,314,417	48,714,417	49,054,417	49,474,417	49,494,417
Total net debt applicable to the limit as a percentage of debt limit	7.21%	6.41%	5.61%	4.81%	4.01%	3.21%	2.40%	1.72%	0.88%	0.84%

Source: Abstract of Ratables and District Records, ACFR Schedule J-7

Brielle Board of Education
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population	Student Enrollment	Ratio of Students to Population
2015	4757	558	0.12
2016	4757	551	0.12
2017	4757	550	0.12
2018	4757	532	0.11
2019	4774	534	0.11
2020	4982	514	0.10
2021	4982	509	0.10
2022	4982	503	0.10
2023	4988	491	0.10
2024	4940	477	0.10
2025	4960	474	0.10

Brielle Board of Education
Principal Employers
Current Year and Ten Years Ago

Employer	2025			2015		
	Employees	Rank	Percentage of total employment	Employees	Rank	Percentage of total employment
Manasquan River Golf Club	125	1		125	1	
Brielle Board of Education	93	2		81	2	
Borough of Brielle	51	3		37	3	

Brielle Board of Education
Full-Time Equivalent District Employees by Function/Program
6/30/2016-6/30/2025

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
120-100 Regular Education Teachers	42	41.5	41	44	41	44	40	41	47	47
100-101 Teachers Special Revenue	6	7	7.5	7	7.5	7	13	13	18	17
100-106 Classroom Aides	9	10	10	10	10	10	11	12	9	9
213-100 Health Services	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
216-100 Speech	0	0	1	0	1	0	0	1	1	1
218-104 Guidance	1	1	1	1	1	1	1	1	1.5	2
219-104 Child Study Team	2.8	2.8	2.8	3	2.8	3	3	3	3	3
221-102 Supervisors	0.5	0.5	0.5	0.5	0.5	0.5	1.5	1.5	1.5	1
222-100 Media Technology	2	2	2	2	2	2	2	2	2	2
230-100 General Administration	3	3	1.5	1.5	1.5	1.5	2.5	2.5	2.5	3
240-100 Administration	1.5	1.5	3.5	3	3.5	3	3	3	3	3
250-100 Business Administration	2	2	2	2	2	2	2	2	2	2
26X-100 Buildings and Grounds	6	6	6	6.5	6	6.5	6.5	6.5	6.5	6.5
Total	77.3	78.8	80.3	82	80.3	82	87	90	98.5	98

Brielle Board of Education
Operating Statistics
Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change Cost Per Pupil	Teaching Staff	Pupil/Teacher Ratio	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	Student Attendance Percentage
2014	575	12,829,080	22,311	80.47%	49	11.73	574	551	95.99%
2015	558	13,410,443	24,033	7.72%	48	11.63	559	537	96.01%
2016	551	13,201,818	23,960	-0.30%	48	11.48	552	532	96.38%
2017	541	13,416,811	24,800	3.51%	49	11.04	545	522	95.78%
2018	524	13,014,024	24,836	0.15%	49	10.69	540	519	96.11%
2019	511	13,274,304	25,977	4.59%	51	10.02	512	494	96.48%
2020	494	13,539,790	27,408	5.51%	49	10.08	500	476	95.20%
2021	485	13,910,006	28,680	4.64%	51	9.51	487	461	94.66%
2022	489	14,188,206	29,015	1.17%	53	9.23	490	466	95.10%
2023	491	14,616,690	29,769	2.60%	54	9.09	488	458	93.85%
2024	477	14,909,024	31,256	4.99%	54	8.83	477	459	96.18%
2025	474	15,207,204	32,083	2.65%	64	7.41	474	459	96.84%

Brielle Board of Education
School Building Information
Last Ten Fiscal Years

District Building Brielle School	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Square Feet	110,000	110,000	110,000	110,000	110,000	110,000	110,000	110,000	110,000	110,000
Capacity	762	762	762	762	762	762	762	762	762	762
Enrollment	551	541	532	511	494	485	489	491	477	474

Source: District Records, ASSA

Brielle Board of Education
Schedule of Required Maintenance for School Facilities
Last Ten Fiscal Years

School Facility	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Brielle Elementary School	\$ 600,000	\$ 593,000	\$ 481,062	\$ 420,825	\$ 459,549	\$ 323,192	\$ 312,539	\$ 518,314	\$ 521,325	\$ 725,853

Brielle Board of Education
Insurance Schedule
for the Fiscal Year ended June 30, 2025

Company	Type of Coverage	Amount
NJSIG	Property Blanket Building & Contents- Replacement Cost Values	\$ 500,000,000.00
	Terrorism: Property/Auto	\$ 100,000,000.00
NJSIG	Flood (exc. Special Flood Hazard Area Flood Zones)	\$ 75,000,000.00
	Earthquake	\$ 50,000,000.00
NJSIG	Pollution Legal Liability	\$ 1,000,000.00
NJSIG	Crime Insurance	
	Employee Dishonesty with Faithful Performance	\$ 100,000.00
	Forgery or Alteration	\$ 100,000.00
	Money & Securities Loss- Theft, Disappearance & Destruction	\$ 50,000.00
NAmerican/Arch/Ascot Special.	Cyber Liability	\$ 1,000,000.00
Selective Ins Co. of America	Treasurer Bond	\$ 360,000.00
Selective Ins Co. of America	Business Administrator/Board Secretary Bond	\$ 360,000.00
NJSIG	General Liability	
	Each Occurrence	\$ 31,000,000.00
	Prod/Completed Oper	\$ 31,000,000.00
	Personal Injury	\$ 31,000,000.00
	Fire Damage	\$ 31,000,000.00
	Employee Benefit Liability	\$ 31,000,000.00
	Sexual Abuse	\$ 15,000,000.00
NJSIG/QBE	School Leaders E & O -Coverage A	\$ 31,000,000.00
Zurich American Ins. Co.	Student Accident- Accident Medical	\$ 5,000,000.00
NJSIG	Workers Compensation	
	Professional Covered Payrolls- Per Audit	\$ 5,603,399.00
	Non-Professional Payrolls - Per Audit	\$ 734,909.00
NJSIG	Automobile - Hired/ Non-owned Liability	\$ 31,000,000.00
NJSIG/Chubb	Equipment Breakdown	\$ 100,000,000.00
NJSIG	Electronic Data Processing	\$ 500,000,000.00

SINGLE AUDIT SECTION

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)
ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.
ROBERT A. HULSART, JR., C.P.A., P.S.A.
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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND REPORTING ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

K-1

Honorable President and Members
of the Board of Education
Brielle School District
County of Monmouth
Brielle, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Brielle Board of Education, County of Monmouth, State of New Jersey as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Brielle Board of Education, County of Monmouth, State of New Jersey's basic financial statements, and have issued our report thereon dated December 5, 2025.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Brielle Board of Education, County of Monmouth, State of New Jersey's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions of the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Brielle Board of Education, County of Monmouth, State of New Jersey's internal control. Accordingly, we do not express an opinion on the effectiveness of the Brielle Board of Education, County of Monmouth, State of New Jersey'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 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 purposes described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Brielle Board of Education, County of Monmouth, State of New Jersey's financial statements are free from material misstatement, we performed tests of it 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*.

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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

ROBERT A. HULSART AND COMPANY

Robert A. Hulsart

**Licensed Public School Accountant
No. 322
Robert A. Hulsart and Company
Wall Township, New Jersey**

December 5, 2025

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)
ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.
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REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
REQUIRED BY UNIFORM ADMINISTRATIVE AWARDS (UNIFORM GUIDANCE), AND
NEW JERSEY OMB'S CIRCULAR 15-08

K-2

Honorable President and Members
of the Board of Education
Brielle School District
County of Monmouth
Brielle, New Jersey

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited the Brielle Board of Education's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the Brielle Board of Education's major state programs for the year ended June 30, 2025. The Brielle Board of Education's major 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 Brielle Board of Education 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 state programs for the year ended June 30, 2025.

Basis for Opinion on Each Major State Program

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

We are required to be independent of the Brielle Board of Education 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 opinion on compliance for each major state program. However, our audit does not provide a legal determination of the Brielle Board of Education's compliance with the requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to its 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 have occurred, whether due to fraud or error, and express an opinion on the Brielle Board of Education'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 NJ OMB 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Brielle Board of Education's compliance with the requirements of each major state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, 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 Brielle Board of Education's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Brielle Board of Education'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 NJ OMB 15-08, but not for the purpose of expressing an opinion on the effectiveness of the Brielle Board of Education'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.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance which are required to be reported in accordance with the Uniform Guidance or NJ OMB 15-08.

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 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 a material noncompliance with a type of compliance requirement of a 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 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 purposes described in the Auditor's Responsibilities for the Audit of Compliance paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. 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 have not been 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 NJ OMB 15-08. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

ROBERT A. HULSART AND COMPANY

Robert A. Hulsart

Licensed Public School Accountant
No. 322
Robert A. Hulsart and Company
Wall Township, New Jersey

December 5, 2025

BRIELLE SCHOOL DISTRICT

Schedule A
K-3

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Department of Education Project/Title	Federal CFDA Number	Federal FAIN Number	Grant or State Project	Award Amount	Grant Period		Balance at June 30, 2024	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Balance at June 30, 2025		Due to Grantor
					From	To						(Accounts Receivable)	Deferred Revenue	
U.S. Department of Education Passed Through State Department of Education:														
Special Revenue Fund:														
Title I	84.010A	S010A240030	N/A	\$ 45,272	7/1/2024	9/30/2025	\$ -		42,428	(45,272)		(2,844)		
Title I	84.010A	S010A230030	N/A	32,734	7/1/2022	9/30/2023	(11,478)		11,478					
Title IIA	84.367A	S367A230029	N/A	14,761	7/1/2023	9/30/2024	(9,836)		9,836					
Title IIA	84.367A	S367A240029	N/A	10,847	7/1/2024	9/30/2025			10,847	(10,847)				
Title IV	84.424	S424A230031	N/A	10,000	7/1/2023	9/30/2024	(9,857)		9,857					
Title IV	84.424	S424A240031	N/A	10,000	7/1/2024	9/30/2025			10,000	(10,000)				
I.D.E.A.:														
Part B - Basic	84.027	H027A240100	N/A	124,767	7/1/2024	9/30/2025			99,307	(124,767)		(25,460)		
Preschool	84.173	H173A240114	N/A	8,743	7/1/2024	9/30/2025			7,800	(8,743)		(943)		
Preschool	84.173	H173A230114	N/A	6,946	7/1/2023	9/30/2024	(960)		960					
C.R.S.S.A.:														
E.S.S.E.R II Mental Health	84.425D	S425D210027	N/A	36,524	3/13/2020	9/30/2023	(8,777)		8,777					
A.R.P.:														
E.S.S.E.R II	84.425U	S425U200027	N/A	362,697	3/13/2020	9/30/2024	(95,681)		95,681					
Learning Acceleration	84.425U	S425U200027	N/A	40,000	3/13/2020	9/30/2024	(520)		1,667	(1,147)				
Summer	84.425U	S425U200027	N/A	40,000	3/13/2020	9/30/2024	267		3,443	(3,443)	(267)			
Mental Health	84.425U	S425U200027	N/A	45,000	3/13/2020	9/30/2024	(1,831)		1,831					
Instruction	84.425U	S425U200027	N/A	58,520	3/13/2020	9/30/2024	(12,458)		12,458					
Total Special Revenue Fund							(151,131)	-	326,370	(204,219)	(267)	(29,247)	-	-
Total Federal Financial Awards							\$ (151,131)	-	326,370	(204,219)	(267)	(29,247)	-	-

See Accompanying Notes to Schedules of Financial Assistance.

BRIELLE SCHOOL DISTRICT

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Schedule B
K-4

State Grant or Department of Education Project/Title	State Grant Number	Award Amount	Grant Period From To		Balance at June 30, 2024		Cash Received	Budgetary Expenditures	Adjustments	Balance at June 30, 2025			MEMO	
					Deferred Revenue Accounts Receivable	Carryover (Walkover) Amount				(Accounts Receivable)	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education:														
General Fund:														
Special Education Aid	25-495-034-5120-089	\$ 747,723	07/01/24	06/30/25	\$ -		747,723	(747,723)					(71,319)	747,723
Transportation Aid	25-495-034-5120-014	121,930	07/01/24	06/30/25			121,930	(121,930)					(11,629)	121,930
Transportation Aid N.P.	24-495-034-5120-014	15,470	07/01/23	06/30/24	(15,470)		15,470							
Transportation Aid N.P.	25-495-034-5120-014	23,888	07/01/24	06/30/25				(23,888)		(23,888)				23,888
Security Aid	25-495-034-5120-084	63,104	07/01/24	06/30/25			63,104	(63,104)					(6,023)	63,104
Extraordinary Aid	24-495-034-5120-473	223,389	07/01/23	06/30/24	(223,389)		223,389							
Extraordinary Aid	25-495-034-5120-473	208,871	07/01/24	06/30/25				(208,871)		(208,871)				208,871
On-Behalf T.P.A.F. Pension Contributions - Post Retirement Medical (non-budgeted)	25-495-034-5094-001	520,008	07/01/24	06/30/25			520,008	(520,008)						520,008
On-Behalf T.P.A.F. Pension Contributions - Normal Cost (non-budgeted)	25-495-034-5094-002	1,779,624	07/01/24	06/30/25			1,779,624	(1,779,624)						1,779,624
On-Behalf T.P.A.F. Pension Contributions - Long Term Disability	25-495-034-5094-004	668	07/01/24	06/30/25			668	(668)						668
Reimbursed TPAF Social Security Contributions	25-495-034-5094-003	375,828	07/01/24	06/30/25			338,500	(375,828)		(37,328)				375,828
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	368,454	07/01/23	06/30/24	(35,568)		35,568							
Total General Fund					(274,427)	-	3,845,984	(3,841,644)	-	(270,087)	-	-	(88,971)	3,841,644
Total State Financial Awards					\$ (274,427)	-	3,845,984	(3,841,644)	-	(270,087)	-	-	(88,971)	3,841,644
On-Behalf T.P.A.F. Pension Contributions - Post Retirement Medical (non-budgeted)	25-495-034-5094-001	520,008	07/01/24	06/30/25				\$ 520,008						
On-Behalf T.P.A.F. Pension Contributions - Normal Cost (non-budgeted)	25-495-034-5094-002	1,779,624	07/01/24	06/30/25				1,779,624						
On-Behalf T.P.A.F. Pension Contributions - Long Term Disability	25-495-034-5094-004	668	07/01/24	06/30/25				668						
Total for State Financial Assistance - Major Program Determination								\$ (1,541,344)						

See Accompanying Notes to Schedules of Financial Assistance.

BOARD OF EDUCATION

K-5

BRIELLE SCHOOL DISTRICT**NOTES TO SCHEDULES OF AWARDS OF FINANCIAL ASSISTANCE****JUNE 30, 2025****NOTE 1: General**

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

NOTE 2: Basis of Accounting

The accompanying schedules of financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. Programs recorded in the food service fund include the National School Lunch Program, the School Breakfast Program, the U.S.D.A Commodities Program and the Special Milk Program. These bases of accounting are described in the Note 1(C) to the Board's general-purpose financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200 – *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3: Relationship to General Purpose Financial Statements

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

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

Awards and financial assistance revenues are reported in the Board's general purpose financial statements on a GAAP basis as presented below:

NOTE 3: Relationship to General Purpose Financial Statements (Continued)

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total</u>
<u>State Assistance</u>			
Actual Amounts (Budgetary)			
"Revenues" from the Schedule			
of Expenditures of State			
Financial Assistance	\$ 3,841,194		3,841,194
 Difference – Budget to "GAAP"			
Grant Accounting Budgetary			
Basis Differs from GAAP			
in that Encumbrances are			
Recognized as Expenditures			
and the Related Revenue			
is Recognized			
 The Last State Aid Payment			
Is Recognized as Revenue			
for Budgetary Purposes,			
and Differs from GAAP			
Which does not Recognize			
This Revenue Until the			
Subsequent Year When the			
State Recognizes the Related			
Expense (GASB 33)	<u>(4,844)</u>	<u> </u>	<u>(4,844)</u>
 Total State Revenue as Reported			
on the Statement of Revenues,			
Expenditures and Changes in			
Fund Balances	<u>\$ 3,836,350</u>	<u>0</u>	<u>3,836,350</u>

NOTE 3: Relationship to General Purpose Financial Statements (Continued)

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total</u>
<u>Federal Assistance</u>			
Actual Amounts (Budgetary) “Revenues” from the Schedule of Expenditures of Federal Awards	\$	204,219	326,370
Difference – Budget to “GAAP” Grant Accounting Budgetary Basis Differs from GAAP in that Encumbrances are Recognized as Expenditures and the Related Revenue is Recognized	_____	<u>(40,118)</u>	<u>(40,118)</u>
Total Federal Revenue as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances	\$ _____	<u>164,101</u>	<u>286,252</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: Other

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 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.

BRIELLE SCHOOL DISTRICT**SCHEDULE OF FINDINGS AND QUESTIONED COSTS****K-6****FOR THE FISCAL YEAR ENDED JUNE 30, 2025*****Part 1 - Summary of Auditor's Results*****Financial Statement Section**

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified?

 Yes x No2) Reportable conditions(s) identified that are
not considered to be material weaknesses? Yes x None ReportedNoncompliance material to general purpose financial
statements noted? Yes x No**Federal Awards**

Not Applicable

State Awards

Dollar threshold used to distinguish between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee?

 x Yes No

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

Unmodified

Internal Control over major programs:

(1) Material Weakness(es) identified?

 Yes x No(2) Reportable condition(s) identified that are
not considered to material weaknesses? Yes x None ReportedAny audit findings disclosed that are required to be reported
in accordance with N.J. OMB's Circular 15-08? Yes x No

Identification of major programs:

State Grant/Project Number25-495-034-5120-08925-495-034-5120-08425-495-034-5094-003**Name of State Program**Special Education Aid - Public ClusterSecurity Aid - Public ClusterReimbursed TPAF Social Security Contributions

BRIELLE SCHOOL DISTRICT**SCHEDULE OF FINDINGS AND QUESTIONED COSTS****K-6****FOR THE FISCAL YEAR ENDED JUNE 30, 2025*****Part 2 - Financial Statement Findings***

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the general purpose financial statements that are required to be reported in accordance with paragraphs 5.18 through 5.20 of *Government Auditing Standards*.

Finding: None

Criteria or specific requirement: N/A

Condition: N/A

Questioned Costs: N/A

Context: N/A

Effect: N/A

Cause: N/A

Recommendation: N/A

Management's Response: N/A

BRIELLE SCHOOL DISTRICT**SCHEDULE OF FINDINGS AND QUESTIONED COSTS****K-6****FOR THE FISCAL YEAR ENDED JUNE 30, 2025*****Part 3 - State Awards Financial Assistance Findings and Questioned Costs***

This section identifies audit findings required to be reported by Title 2 U.S. Code of Federal Regulations Part 200 and New Jersey OMB's Circular 15-08, as amended.

Federal Awards

Not Applicable

State Awards

Finding: None

Information on the State Program: N/A

Criteria or specific requirement: N/A

Condition: N/A

Questioned Costs: N/A

Context: N/A

Effect: N/A

Cause: N/A

Recommendation: N/A

Management's response: N/A

BRIELLE SCHOOL DISTRICT**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**

K-7

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

This section identifies the status of prior year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of Government Auditing Standards, Title 2 U.S. Code of Federal Regulations Part 200 and New Jersey OMB's Circular 15-08.

Prior Audit Findings:

None