

**BURLINGTON COUNTY SPECIAL SERVICES
SCHOOL DISTRICT**

20 Pioneer Boulevard
Westampton, New Jersey 08060

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

Prepared by

**Burlington County Special Services School District
Finance Department**

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INTRODUCTORY SECTION

**Burlington County Special Services School District
Burlington County Institute of Technology**

Discover Your Potential

Dr. Ashanti Holley
Superintendent of Schools



Mr. Eder Joseph
Assistant Superintendent

Dr. Bobbie Downs
Assistant Superintendent

Mrs. Jaime Mungo
Assistant Superintendent

Mr. Andrew Willmott, CPA
Business Administrator/Board Secretary

December 8, 2025

Honorable President and Members of the Board of Education
Burlington County Special Services School District
County of Burlington
Westampton, New Jersey 08060

Dear Board Members/Citizens:

The Annual Comprehensive Financial Report (ACFR) of the Burlington County Special Services School District for the fiscal year ended June 30, 2025, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Burlington County Special Services School District. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly, 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 district as of June 30, 2025, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

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

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

Introductory Section:

Section contains a Letter of Transmittal, Roster of Officials, Consultants and Advisors, and an Organizational Chart.

Financial Section:

Section contains the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements, Required Supplementary Information (RSI) and Other Supplementary Information.

Statistical Section:

Section contains selected financial trends, revenue and debt capacity, demographic, economic and other operating information, generally presented on a multi-year basis.

BCSSSD

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☎ (609) 261-5600

BCIT

📍 695 Woodlane Road
Westampton, NJ 08060
☎ (609) 267-4226

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Single Audit Section:

The School District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08 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, are included in the Single Audit Section of this report.

REPORTING ENTITY AND ITS SERVICES

The Burlington County Special Services School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standard Board (GASB) as established by NCGA Statement No. 3. All funds of the School District are included in this report. The School District has no component units.

The School District provides a full range of special educational services appropriate to grade levels K through 12. The School District's enrollment, as of October 15th, for the current and past nine fiscal years are detailed below.

Fiscal Year	Student Enrollment	Percent Change
2024-2025	449	-2.60%
2023-2024	461	-14.63%
2022-2023	540	2.66%
2021-2022	526	-6.07%
2020-2021	560	-8.65%
2019-2020	613	-3.01%
2018-2019	632	-1.40%
2017-2018	641	-4.04%
2016-2017	668	1.37%
2015-2016	659	-3.37%

ECONOMIC CONDITION AND OUTLOOK

Following previous enrollment challenges, we are starting to achieve enrollment stabilization in the current school year as our program quality continues to improve. Through strategic initiatives focused on strengthening our core operations and financial position, we are well-positioned for sustainable growth in enrollment. The presence of a waitlist for students requiring 1:1 teaching assistants demonstrates robust demand for our services, and we anticipate continued strong interest in the years ahead.

MAJOR INITIATIVES

BCSSSD's primary objective is to educate students with special needs from across Burlington County for ages three to twenty-one. BCSSSD is advancing our curriculum with enhanced social-emotional learning and career readiness components designed to meet students' changing needs. Through expanded partnerships with local businesses and organizations, we provide meaningful employment, educational, and therapeutic experiences while strengthening our community presence. Our ongoing investment in professional development—focusing on diversity, equity, and inclusion, trauma-informed practices, and healing-centered engagement—equips our staff with essential skills to support student success. As we adapt

our facilities and programs, BCSSSD remains dedicated to delivering an exceptional educational experience responsive to the evolving needs of our students and families.

INTERNAL ACCOUNTING CONTROLS

Management of the School 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 and misuse and to ensure that adequate accounting data are completed to allow for the preparation of financial statement in conformity with general 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 delivered; and (2) the valuation of costs and benefits require estimates and judgments by management.

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

As part of the School 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 School District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either cancelled or included as re-appropriations of fund balance in the subsequent year.

ACCOUNTING SYSTEM AND REPORTS

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

FINANCIAL POLICIES

The intent of the School Board is to ensure that the School District manages its budget and finance in a fiscally prudent and responsible way by establishing financial policies for the Budget, Fund Balance and the maintenance of adequate reserves. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues except for certain grant revenues, are recognized when susceptible to accrual that is when they become measurable and available. Property taxes, interest and certain General Fund revenues are the significant revenue sources considered susceptible to accrual.

OTHER INFORMATION

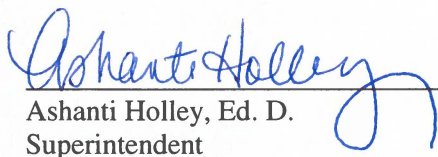
INDEPENDENT AUDIT

Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and combining statements and related major fund supporting statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the Single Audit section of this report.

ACKNOWLEDGEMENTS

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

Respectfully submitted,



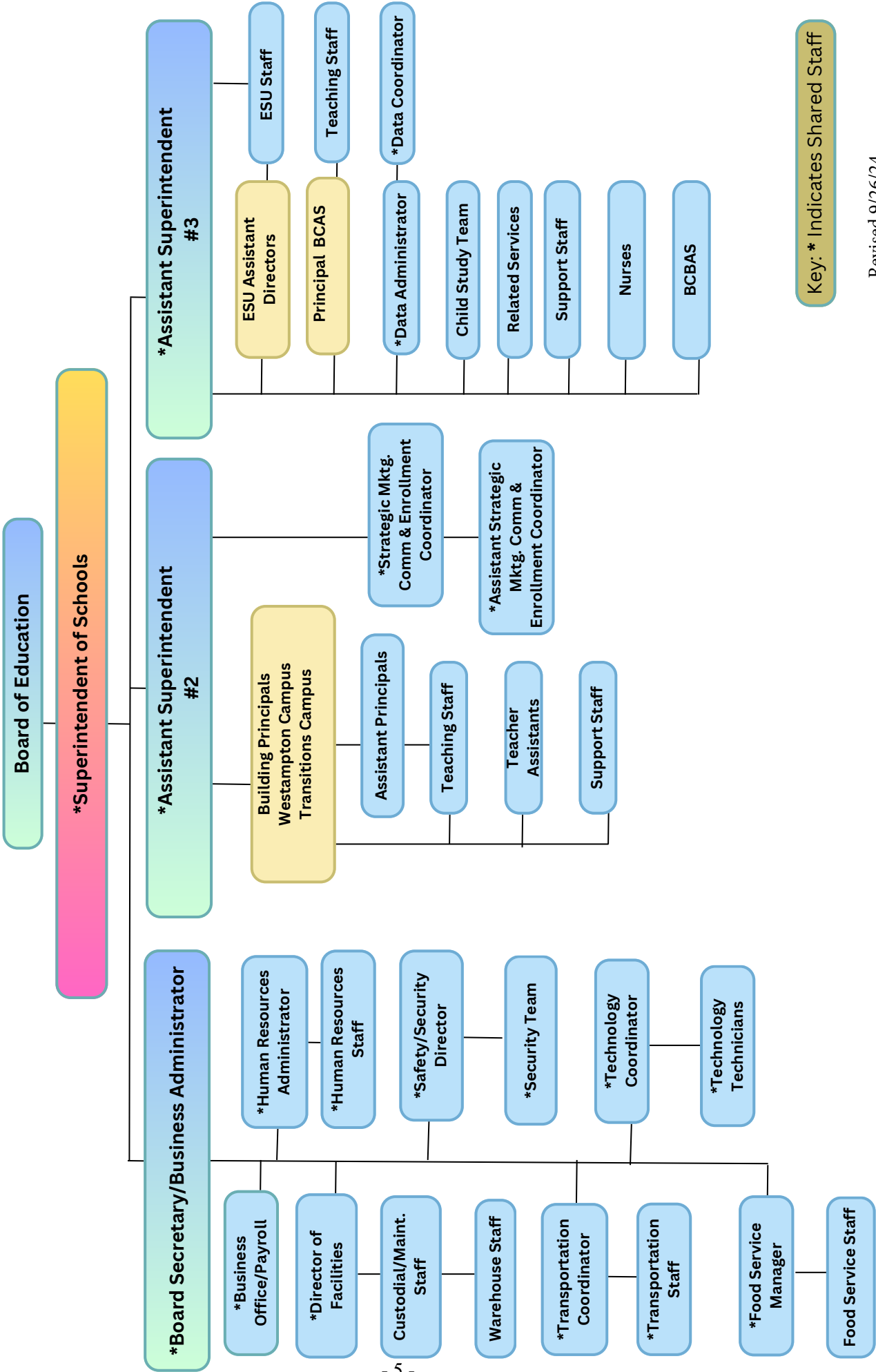
Ashanti Holley, Ed. D.
Superintendent



Andrew Willmott, CPA
School Business Administrator/Board Secretary

Burlington County Special Services School District

2024-2025



Key: * Indicates Shared Staff

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

ROSTER OF OFFICIALS

JUNE 30, 2025

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Tyler J. Burrell, President (Resigned 12/12/24)	2024
Odise Carr, President (Effective 1/30/25)	2025
Robert Brittain, Vice President	2027
Tiffany Cohen	2025
Michelle Parker	2026
Dr. Charles McCabe	2026
Cort Adelman (Effective 1/23/25)	2027
Daryl Vincent-Minus, Burlington County Acting Executive Superintendent	

OTHER OFFICIALS

Dr. Ashanti Holley, Superintendent

Andrew Willmott, Business Administrator/Board Secretary

Constance L. Stewart, Treasurer

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

CONSULTANTS AND ADVISORS

ARCHITECT

Netta Architects
1084 Route 22 West
Mountainside, New Jersey 07092

AUDIT FIRM

Brent W. Lee & Co., LLC
39 Paddock Lane
Cinnaminson, New Jersey 08077

ATTORNEY

Malamut & Associates, LLC
457 Haddonfield Road, Suite 500
Cherry Hill, New Jersey 08002

OFFICIAL DEPOSITORY

OceanFirst Bank
Mount Laurel, NJ 08054

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FINANCIAL SECTION



BRENT W. LEE & CO., LLC
Certified Public Accounting Firm

Independent Auditor's Report

The Honorable President and Members
of the Board of Education
Burlington County Special Services School District
County of Burlington
Westampton, New Jersey 08060

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Burlington County Special Services School District (the "District"), in the County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the District as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and for the design, implementation, and maintenance of

Responsibilities of Management for the Financial Statements

internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards* and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, we:

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

Auditor's Responsibilities for the Audit of the Financial Statements (continued):

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 Supplemental Information

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Budgetary Comparison Information, and the schedules related to accounting and reporting for pension and other post-retirement benefits, as listed on 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 District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of federal awards and state financial assistance, as required by Title 2 *U.S. Code of Federal Regulations (CFR) Part 200*, Uniform Administrative Requirements, Cost principles, and Audit Requirements for Federal Awards (*Uniform Guidance*) and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are presented for purposes of additional analysis and 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 standard generally accepted in the United States of America. In our opinion, the accompanying introductory section, combining statements and related major fund supporting statements and schedules and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the financial statements. The other information comprises the introductory, supplementary information and statistical section, as listed in the table of contents, but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated December 8, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Respectfully submitted,



Brent W. Lee
Certified Public Accountant
Licensed Public School Accountant No. 700

Cinnaminson, New Jersey
December 8, 2025

REQUIRED SUPPLEMENTARY INFORMATION - PART I

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited)

As management of the Burlington County Special Services School District, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Overview of the Basic Financial Statements

This discussion and analysis are intended to serve as an introduction to the School District's basic financial statements. A comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components:

- 1) Government-Wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *government-wide financial statements* are designed to provide the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The government-wide financial statements include the statement of net position and the statement of net activities.

The *statement of net position* presents information about all of the School District's assets and liabilities. The difference between the assets plus deferred outflows or resources and liabilities plus deferred inflows of resources is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the School District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenditures are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the government-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund and Special Revenue Fund. Business-type activities reflect the Food Service Fund, Educational Services Unit Fund, and Alternate Education Program Fund.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with financial-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide financial statements,

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Overview of the Basic Financial Statements (continued)

Fund Financial Statements (continued)

the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financial requirements in the near term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District adopts an annual appropriated budget for the General Fund. A budgetary comparison statement has been provided for this fund to demonstrate compliance with budgetary requirements.

Proprietary funds are used to present the same functions as the business-type activities presented in the government-wide financial statements. The School District maintains one type of proprietary fund – the Enterprise Fund. The fund financial statements of the enterprise fund provides the same information as the government-wide financial statements, only in more detail.

The School District's enterprise funds are listed individually and are considered to be major funds.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the School District's programs.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Financial Analysis of the School District as a Whole

Table 1 provides a summary of the School Districts net position for the fiscal year 2025 compared to fiscal year 2024.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Overview of the Basic Financial Statements (continued)

Financial Analysis of the School District as a Whole (continued)

Table 1
Summary of Net Position

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Increase/ (Decrease)</u>	<u>Percentage Change</u>
Current & Other Assets	\$ 18,143,196	\$ 14,934,171	\$ 3,209,025	21.5%
Capital Assets, Net	10,039,433	9,628,454	\$ 410,979	4.3%
Total Assets	<u>28,182,629</u>	<u>24,562,625</u>	\$ 3,620,004	14.7%
Deferred Outflow of Resources	<u>403,538</u>	<u>450,483</u>	\$ (46,945)	-10.4%
Current and other Liabilities	<u>4,884,549</u>	<u>3,264,462</u>	\$ 1,620,087	49.6%
Noncurrent Liabilities	<u>17,043,993</u>	<u>18,798,141</u>	\$ (1,754,148)	-9.3%
Total Liabilities	<u>21,928,542</u>	<u>22,062,603</u>	\$ (134,061)	-0.6%
Deferred Inflow of Resources	<u>2,617,362</u>	<u>2,926,876</u>	\$ (309,514)	-10.6%
Net Position:				
Net Investment in Capital				
Assets	10,039,433	9,628,454	\$ 410,979	4.3%
Restricted	7,563,720	7,563,946	\$ (226)	0.0%
Unrestricted (Deficit)	<u>(13,562,890)</u>	<u>(17,168,771)</u>	\$ 3,605,881	-21.0%
Total Net Position	<u>4,040,263</u>	<u>23,629</u>	\$ 4,016,634	16,998.7%

Table 2 shows the changes in net position for fiscal year 2025 compared to fiscal year 2024.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Overview of the Basic Financial Statements (continued)

Financial Analysis of the School District as a Whole (continued)

Table 2
Summary of Changes in Net Position (continued)

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	Increase/ (Decrease)	Percentage Change
Revenues:				
Program Revenues:				
Charges for Services	\$ 13,649,399	\$ 13,272,387	\$ 377,012	2.8%
Operating Grants & Contributions	9,438,259	9,418,026	\$ 20,233	0.2%
Capital Grants & Contributions				
General Revenues:				
County Appropriations	7,611,044	6,470,217	\$ 1,140,827	17.6%
Federal & State Aid	635,272	135,619	\$ 499,653	368.4%
Other General Revenues	<u>37,544,591</u>	<u>34,688,121</u>	\$ 2,856,470	8.2%
Total Revenues	<u>68,878,565</u>	<u>63,984,370</u>	\$ 4,894,195	7.6%
Function/Program Expenditures:				
Special Education Instruction	16,831,790	15,566,674	\$ 1,265,116	8.1%
Other Instruction	260,266	282,909	\$ (22,643)	-8.0%
Student & Instruction Related Services	6,441,489	5,875,981	\$ 565,508	9.6%
General Administrative	2,946,534	3,016,498	\$ (69,964)	-2.3%
School Administrative Services	423,638	526,407	\$ (102,769)	-19.5%
Plant Operations & Maintenance	3,699,198	2,946,412	\$ 752,786	25.5%
Pupil Transportation	156,309	172,513	\$ (16,204)	-9.4%
Unallocated Benefits	19,239,602	18,389,140	\$ 850,462	4.6%
Food Service	913,378	882,173	\$ 31,205	3.5%
School Store	0	0	\$ -	0.0%
Educational Services Unit	11,765,313	11,757,073	\$ 8,240	0.1%
Capital Academy	0	0	\$ -	0.0%
Alternative Education Program	<u>2,184,414</u>	<u>2,075,535</u>	\$ 108,879	5.2%
Total Expenditures	<u>64,861,931</u>	<u>61,491,315</u>	\$ 3,370,616	5.5%
			\$ -	
Change in Net Position	4,016,634	2,493,055	\$ 1,523,579	61.1%
Net Position- Beginning	<u>23,629</u>	<u>(2,469,426)</u>	\$ 2,493,055	-101.0%
Net Position- Ending	<u>\$ 4,040,263</u>	<u>\$ 23,629</u>	\$ 4,016,634	16,998.7%

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Governmental Activities

During the fiscal year 2025, the net position of governmental activities increased by \$4,550,902.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$3,336,597, with an unrestricted deficit balance of \$(13,802,540). The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable and GASB 68 net pension liability.

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

Table 3	
GASB 68 Effect on Unrestricted Net Position	
Unrestricted Net Position (with GASB 68)	\$ (13,562,890.00)
Add back: PERS Pension Liability	15,568,459.00
Less: Deferred Outflows related to pensions	(331,206.00)
Add back: Deferred Inflows related to pensions	<u>2,617,362.00</u>
Unrestricted Net Position (Without GASB 68)	<u>\$ 4,291,725.00</u>

Business-type Activities

During the fiscal year 2025, the net position of business-type activities decreased by \$534,268.

The assets and deferred outflows of the business-type activities exceeded liabilities and deferred inflows by \$703,666.

General Fund Budgeting Highlights

Final budgeted revenue was \$42,149,274, which was equal to the original budget. Excluding nonbudgeted revenues, the School District's budgeted revenues exceeded actual revenues by \$624,398.

Final budgeted appropriations were \$42,372,269, which was an increase of \$265,424 from the original budget. Excluding nonbudgeted expenditures, the School District's budget appropriations exceeded actual expenditures by \$358,211.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$10,024,752 at June 30, 2025, an increase of \$409,822 from the prior year.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Governmental Funds

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$10,024,752, an increase of \$409,822 from the prior year.

General fund - During the current fiscal year, the fund balance of the School District's general fund increased by \$409,822 to \$10,024,752 at June 30, 2025, compared to a decrease of \$2,414,762 in fund balance in the prior fiscal year.

Proprietary Funds

Food Service Fund - During the current fiscal year, the net position of the School District's food service fund decreased by \$59,701 to \$197,739 at June 30, 2025, compared to a decrease of \$36,500 in net position in the prior fiscal year. The primary factor(s) affecting the change in net position of the food service fund is as follows:

- We are working towards reducing costs to break even. Due to our population, we have specialized, costly diets, so the BoE has to contribute to offset operating deficits. The fluctuation in net position is primarily driven by the Board Contributions.

Educational Services Unit Fund - During the current fiscal year, the net position of the School District's educational services unit fund decreased by \$437,528 to \$26,196 at June 30, 2025, compared to a decrease of \$357,312 in net position in the prior fiscal year. The primary factor affecting the change in net position is as follows:

- An increase in the salary and benefit costs, in addition to the large deficit in the Non-Public operating segment is the primary reason for the loss. We continue to restructure the department with a goal to break-even.

Alternative Education Program - During the current fiscal year, the net position of the School District's alternative education program fund decreased by \$37,039 to \$479,731 at June 30, 2025, compared to a decrease of \$366,236 in net position in the prior fiscal year. The primary factor(s) affecting the change in net position is as follows:

- The Alternative Schools enrollment continues to climb to highs resulting in a much lower loss than prior years. We anticipate to break-even in the current year and hopefully years beyond. We will continue to monitor the financials.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Capital Assets

The School District's capital assets for its governmental and business-type activities as of June 30, 2025, totaled \$8,239,894 (net of accumulated depreciation). Capital assets includes construction in progress, land improvements, buildings and improvements and equipment. The school districts "Net Investment in Capital Assets" component of net position represents capital assets, net of accumulated depreciation less any outstanding debt associated with the capital assets. There was a net decrease in the School District's investment in capital assets for the current fiscal year in the amount of \$934,552. This decrease is primarily due to the current year depreciation of capital assets did not exceed prior year asset acquisitions. Table 4 shows fiscal 2025 balances compared to 2024.

Table 4
Summary of Capital Assets

<u>Capital Assets (Net of Depreciation):</u>	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Increase/ (Decrease)</u>	<u>Percentage Change</u>
Land Improvements	1,637,867	1,679,966	(42,099)	-2.5%
Building and Improvements	5,382,129	5,585,363	(203,234)	-3.6%
Equipment	1,087,885	1,130,675	(42,790)	-3.8%
Right-of-Use Asset	132,013	778,442	(646,429)	-83.0%
	<u>8,239,894</u>	<u>9,174,446</u>	(934,552)	-10.2%
Depreciation Expense	<u>(936,428)</u>	<u>(1,036,625)</u>		

Debt Administration

Long-term debt – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$-0-, which is the same as the prior year.

Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

Factors on the School District's Future

The District continues to improve the quality of education and efficiencies each year minimizing costs while maximizing educational benefits. The number of students received is a large factor contributing to the District's future and this is expected to increase over the next few years. Over the past few years student enrollment has decreased.

Contacting the School Districts Financial Management

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Administrator/Board Secretary's Office, Burlington County Special Services School District, 20 Pioneer Boulevard, Westampton, NJ 08060.

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BASIC FINANCIAL STATEMENTS

A. Government-Wide Financial Statements

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
STATEMENT OF NET POSITION
FOR YEAR ENDED JUNE 30, 2025**

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS - TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 593,350	332,500	\$ 925,850
Internal Balances	2,658,655	(2,658,655)	-
Receivables, Net (Note 4)	6,657,193	3,117,739	9,774,932
Inventory		21,485	21,485
Restricted Cash & Cash Equivalents	7,420,929		7,420,929
Capital Assets, Net (Note 5)	9,575,417	464,016	10,039,433
Total Assets	26,905,544	1,277,085	28,182,629
DEFERRED OUTFLOWS OF RESOURCES			
Related to Pension (Note 9)	331,206		331,206
Related to Leases		72,332	72,332
Total Deferred Outflows of Resources	331,206	72,332	403,538
LIABILITIES			
Accounts Payable	1,663,015	118,663	1,781,678
Accrued Salaries	50,814		50,814
Lease Payable		346,250	346,250
Unearned Revenue	2,703,016	2,791	2,705,807
Noncurrent Liabilities (Note 8):			
Due Within One Year	756,813		756,813
Due Beyond One Year	16,109,133	178,047	16,287,180
Total Liabilities	21,282,791	645,751	21,928,542
DEFERRED INFLOWS OF RESOURCES			
Related to Pension (Note 9)	2,615,942		2,615,942
Related to Leases	1,420		1,420
Total Deferred Inflows of Resources	2,617,362	-	2,617,362
NET POSITION			
Net Investment in			
Capital Assets	9,575,417	464,016	10,039,433
Restricted for:			
Capital Projects	7,007,029	-	7,007,029
Unemployment Compensation	413,900		413,900
Student Activities	142,791		142,791
Unrestricted	(13,802,540)	239,650	(13,562,890)
Total Net Position	\$ 3,336,597	703,666	\$ 4,040,263

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

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES
Governmental Activities:					
Instruction:					
Special Education	\$ 16,831,790			(16,831,790)	\$ (16,831,790)
Other Special Instruction	260,266			(260,266)	(260,266)
Support Services:					
Student & Instruction Related Services	6,441,489		155,951	(6,285,538)	(6,285,538)
School Administrative Services	423,638			(423,638)	(423,638)
General & Business Administrative Services	2,946,534			(2,946,534)	(2,946,534)
Plant Operations & Maintenance	3,699,198			(3,699,198)	(3,699,198)
Pupil Transportation	156,309			(156,309)	(156,309)
Unallocated Benefits	10,246,612			(10,246,612)	(10,246,612)
On Behalf TPAF Pension & Social Security Contributions	8,992,990		8,992,990	-	-
Total Governmental Activities	49,998,826	-	9,148,941	(40,849,885)	(40,849,885)
Business-Type Activities:					
Food Service	913,378	174,239	289,318	(449,821)	(449,821)
School Store	-	-		-	-
Educational Services	11,765,313	11,327,785		(437,528)	(437,528)
Capital Academy	-	-		-	-
Alternative Education Program	2,184,414	2,147,375		(37,039)	(37,039)
Total Business-Type Activities	14,863,105	13,649,399	289,318	(924,388)	(924,388)
Total Primary Government	\$ 64,861,931	13,649,399	9,438,259	(40,849,885)	(41,774,273)
General Revenues:					
County Appropriation				7,611,044	7,611,044
Federal & State Aid Not Restricted				635,272	635,272
Tuition Received				25,900,869	25,900,869
Tuition Charges				10,642,798	10,642,798
Non Resident Fees				513,473	513,473
Interest Earnings				9,335	9,335
Miscellaneous Income				478,116	478,116
Transfers				(380,785)	-
Total General Revenues, Special Items, Extraordinary Items & Transfers				45,400,787	45,790,907
Change In Net Position				4,550,902	4,016,634
Net Position - Beginning				(1,214,305)	1,237,934
Net Position - Ending				\$ 3,336,597	\$ 703,666
					\$ 4,040,263

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

B. Fund Financial Statements

Governmental Funds

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
FOR THE YEAR ENDED JUNE 30, 2025**

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	TOTAL
Cash & Cash Equivalents	\$ 361,676	\$ 231,674		\$ 593,350
Receivables, Net:				
Interfund Receivable	2,499,994	1,494,183		3,994,177
Due from Other Governments:				
Federal	65,668	117,955		183,623
State	30,993			30,993
Other	2,361,316		4,081,261	6,442,577
Restricted Cash & Cash Equivalents	7,420,929			7,420,929
Total Assets	<u>\$ 12,740,576</u>	<u>1,843,812</u>	<u>4,081,261</u>	<u>\$ 18,665,649</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	1,268,650	\$ 86,021		1,354,671
Interfund Payable			1,335,522	1,335,522
Unearned Revenue	1,088,016	1,615,000		2,703,016
Payroll Deductions and Withholdings Payable	308,344			308,344
Accrued Salaries & Wages	50,814			50,814
Total Liabilities	<u>2,715,824</u>	<u>1,701,021</u>	<u>1,335,522</u>	<u>5,752,367</u>
Fund Balances:				
Restricted for:				
Capital Reserve	7,007,029			7,007,029
Unemployment Compensation	413,900			413,900
Student Activities		142,791		142,791
Assigned to:				
Other Purposes	13,327		2,745,739	2,759,066
Unassigned	2,590,496			2,590,496
Total Fund Balances	<u>10,024,752</u>	<u>142,791</u>	<u>2,745,739</u>	<u>12,913,282</u>
Total Liabilities & Fund Balances	<u>\$ 12,740,576</u>	<u>1,843,812</u>	<u>4,081,261</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of assets is \$18,892,781 and the accumulated depreciation is \$9,317,364. \$ 9,575,417

Subscription-Based Information Technology Arrangements (SBITA's) used in governmental activities are not financial resources and therefore are not reported in the funds.

Deferred outflows and inflows of resources related to pensions & leases are applicable to future reporting periods and, therefore, are not reported in the funds.

Deferred Outflows Related to Pensions 331,206
Deferred Outflows/(Inflow) Related to Leases (1,420)
Deferred Inflows Related to Pensions (2,615,942)

Accrued pension contributions for June 30, 2025 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position. (756,813)

Long term liabilities, including compensated absences, lease obligations and net pension liability, are not due and payable in the current period and therefore are not reported as liabilities in the funds. (16,109,133)

Net Position of Governmental Activities \$3,336,597

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

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2025**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	TOTAL
Revenues:				
County Appropriation	\$ 5,000,000		2,611,044	\$ 7,611,044
Tuition Charges	25,900,869			25,900,869
Other Tuition	10,642,798			10,642,798
Nonresident Fees	513,473			513,473
Miscellaneous	548,810			548,810
Local Sources		77,113		77,113
State Sources	9,023,983	592,508		9,616,491
Federal Sources	167,722	-		167,722
Total Revenues	51,797,655	669,621	2,611,044	55,078,320
Expenditures:				
Instruction:				
Special Education Instruction	15,797,985	400,031		16,198,016
Other Special Instruction	260,266			260,266
Support Services & Undistributed Costs:				
Student & Instruction Related Services	6,285,538	155,951		6,441,489
School Administrative Services	423,638			423,638
Other Administrative Services	2,946,534			2,946,534
Plant Operations & Maintenance	3,699,198			3,699,198
Pupil Transportation	156,309			156,309
Unallocated Benefits	12,056,141			12,056,141
On-Behalf TPAF Pension & Social Security Contributions	8,992,990			8,992,990
Capital Outlay	388,449	105,010	895,464	1,388,923
Total Expenditures	51,007,048	660,992	895,464	52,563,504
Excess/(Deficiency) of Revenues Over Expenditures	790,607	8,629	1,715,580	2,514,816
Other Financing Sources/(Uses):				
Board Contributions to Enterprise Funds	(380,785)			(380,785)
Total Other Financing Sources & (Uses)	(380,785)	-	-	(380,785)
Net Change in Fund Balances	409,822	8,629	1,715,580	2,134,031
Fund Balance - July 1	9,614,930	134,162	1,030,159	10,779,251
Fund Balance - June 30	\$ 10,024,752	142,791	2,745,739	\$ 12,913,282

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

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$2,134,031

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:

Capital Outlays	\$ 1,388,923	
Adjustments per District Appraisal	(41,516)	
Depreciation Expense	(633,774)	713,633

Repayment of lease obligation principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.

Right-to-Use Asset Adjustment	(134,533)	
Current Year	28,242	(106,291)

Pension contributions are reported in governmental funds as expenditures. However, in the statement of activities, the contributions are adjusted for actuarial valuation adjustments, including services and interest costs, administrative costs, investment returns, and experience/assumptions. This is the amount by which net pension liability and deferred inflows/outflows related to pension changed during the period.

1,100,936

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

708,593

Change in Net Position of Governmental Activities

\$4,550,902

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

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**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 FOR THE YEAR ENDED JUNE 30, 2025**

ASSETS	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND			TOTALS
	FOOD SERVICE FUND	EDUCATIONAL SERVICES UNIT	ALTERNATIVE EDUCATION PROGRAM	
Current Assets:				
Cash & Cash Equivalents	\$ 120,876	48,484	163,140	332,500
Receivable:				
State	2,069	-	-	2,069
Federal	42,036	-	-	42,036
Other	16,116	2,752,223	305,295	3,073,634
Inventories	21,485	-	-	21,485
Total Current Assets	202,582	2,800,707	468,435	3,471,724
Noncurrent Assets:				
Capital Assets	45,900	-	3,043,991	3,089,891
Less: Accumulated Depreciation	(45,567)	-	(2,580,308)	(2,625,875)
Total Capital Assets, Net	333	-	463,683	464,016
Total Assets	202,915	2,800,707	932,118	3,935,740
DEFERRED OUTFLOWS OF RESOURCES				
Related to Leases	-	-	72,332	72,332
Total Deferred Outflows of Resources	-	-	72,332	72,332
LIABILITIES				
Accounts Payable	2,385	115,856	422	118,663
Interfund Payables		2,658,655	-	2,658,655
Unearned Revenue	2,791	-	-	2,791
Lease Payable	-	-	346,250	346,250
Noncurrent Liabilities:				
Due Beyond One Year	-	-	178,047	178,047
Total Current Liabilities	5,176	2,774,511	524,719	3,304,406
NET POSITION				
Net Investment in Capital Assets	333	-	11,718	12,051
Unrestricted (Deficit)	197,406	26,196	468,013	691,615
Total Net Position	\$197,739	26,196	479,731	703,666

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

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND</u>			
	FOOD SERVICE FUND	EDUCATIONAL SERVICES UNIT	ALTERNATIVE EDUCATION PROGRAM	TOTALS
OPERATING REVENUES				
Local Sources:				
Daily Sales - Reimbursable Programs:				
School Lunch & Breakfast Programs	\$ -	-	-	\$ -
Daily Sales - Nonreimbursable Programs	103,735	-	-	103,735
Special Functions	-	-	-	-
Fees for Services	-	11,327,785	-	11,327,785
Other Revenue	70,504	-	2,147,375	2,217,879
Sale of Merchandise	-	-	-	-
Total Operating Revenue	174,239	11,327,785	2,147,375	13,649,399
OPERATING EXPENSES				
Salaries & Wages	483,162	9,092,366	127,377	9,702,905
Employee Benefits	-	2,026,488	-	2,026,488
Purchased Professional Services	-	213,734	1,651,895	1,865,629
Purchased Services - Transportation	-	294,989	-	294,989
Rental of Land and Building	-	-	59,247	59,247
Travel	-	26,894	2,734	29,628
Repairs	-	-	11,488	11,488
Supplies & Materials	82,553	98,447	26,542	207,542
Depreciation	133	-	302,519	302,652
Textbooks	-	-	-	-
Miscellaneous Expenditures	66,991	12,395	2,612	81,998
Cost of Sales - Reimbursable Programs	239,045	-	-	239,045
Cost of Sales - Non-Reimbursable Programs	41,494	-	-	41,494
Total Operating Expenses	913,378	11,765,313	2,184,414	14,863,105
Operating Gain/(Loss)	(739,139)	(437,528)	(37,039)	(1,213,706)
Nonoperating Revenues:				
State Sources:				
State School Breakfast Program	2,342	-	-	2,342
State School Lunch Program	9,386	-	-	9,386
Federal Source:				
School Breakfast Program	78,625	-	-	78,625
National School Lunch Program	159,060	-	-	159,060
Food Distribution Program	39,262	-	-	39,262
Summer EBT Cost Reimbursement	643	-	-	643
Interest & Investment Revenue	9,335	-	-	9,335
Other Sources:				
Transfer In/(Out) General Fund	380,785	-	-	380,785
Total Nonoperating Revenues/Expenses	679,438	-	-	679,438
Change in Net Position	(59,701)	(437,528)	(37,039)	(534,268)
Total Net Position-Beginning	257,440	463,724	516,770	1,237,934
Total Net Position-Ending	\$ 197,739	26,196	479,731	\$ 703,666

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

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND</u>			
	<u>FOOD SERVICE FUND</u>	<u>EDUCATIONAL SERVICES UNIT</u>	<u>ALTERNATIVE EDUCATION PROGRAM</u>	<u>TOTALS</u>
Cash Flows From Operating Activities:				
Receipts from Customers	\$ 129,513	11,156,821	2,273,108	13,559,442
Payments to Employees	(483,162)	-	(127,377)	(610,539)
Payments to Suppliers	(430,410)	(11,674,146)	(1,754,096)	(13,858,652)
Net Cash Provided by/(Used for) Operating Activities	(784,059)	(517,325)	391,635	(909,749)
Cash Flows From Noncapital Financing Activities:				
State Sources	11,728			11,728
Federal Sources	277,590			277,590
Operating Subsidies & Transfers to Other Funds, Net	380,785	-	-	380,785
Net Cash Provided by/(Used for) Noncapital Financing Activities	670,103	-	-	670,103
Cash Flows From Capital & Related Financing Activities:				
Purchases of Capital Assets	-	-	(333,525)	(333,525)
Net Cash Provided by/(Used for) Capital & Related Financing Activities	-	-	(333,525)	(333,525)
Cash Flows From Investing Activities:				
Interest & Dividends	9,335	-	-	9,335
Net Cash Provided y/(Used for) Investing Activities	9,335	-	-	9,335
Net Increase/(Decrease) in Cash & Cash Equivalents	(104,621)	(517,325)	58,110	(563,836)
Balances - Beginning of Year	225,497	565,809	105,030	896,336
Balances - End of Year	\$ 120,876	48,484	163,140	\$ 332,500

Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:

Operating Income/(Loss)	\$ (739,139)	(437,528)	(37,039)	\$ (1,213,706)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:				
Depreciation & Net Amortization	133	-	302,519	302,652
(Increase)/Decrease in Accounts Receivable, Net	(44,726)	(170,964)	92,961	(122,729)
(Increase)/Decrease in Inventories	(2,254)	-	-	(2,254)
(Increase)/Decrease in Deferred Inflow of Resources			32,772	32,772
Increase/(Decrease) in Unearned Revenue	(458)			(458)
Increase/(Decrease) in Accounts Payable	2,385	91,167	422	93,974
Total Adjustments	(44,920)	(79,797)	428,674	303,957
Net Cash Provided by/(Used for) Operating Activities	(\$784,059)	(517,325)	391,635	(909,749)

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

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Fiduciary Fund

Not Applicable

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BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2025

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

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

Reporting Entity

The Burlington County Special Services School District is a Special Services School District located in the County of Burlington, State of New Jersey. As a Special Services School District, the School District functions independently through a Board of Education. The Board is comprised of six members appointed to three-year terms by the County Commissioners. These terms are staggered so that two members' terms expire each year. The purpose of the School District is to provide programs adapted to each student's unique needs and abilities. Focusing on students' capabilities, the School District provides specialized academic instructional approaches, a carefully planned sequence of career development experiences, physical education, and recreational activities combined with the specialized therapeutic interventions needed to assure that each child reaches full potential. By carefully structuring each student's program on an individual basis, the School District strives to have each student become a productive, self-sufficient member of the community. The Burlington County Special Services School District has an approximate enrollment at June 30, 2025 of 449 students.

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

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

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is a component unit of the County of Burlington, however, the County of Burlington reports on a regulatory basis of accounting which excludes component units. The County of Burlington's financial statements may be obtained directly from the County of Burlington Department of Finance and Administration.

Component Units

GASB Statement No.14, *The Financial Reporting Entity*, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued):

GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB 61, *The Financial Reporting Entity: Omnis – an Amendment of GASB Statements No. 14 and No. 34*. The School District had no component units as of for the year ended June 30, 2025.

Government-Wide Financial Statements

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

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

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

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule (Exhibit B-3) is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The District has presented all major funds that met those qualifications.

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. (The District's deferred outflows of resources and deferred inflows of resources are noncurrent.) The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the District, are property tax and intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued):

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been combined with the governmental activities in the Government-Wide financial statements.

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

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the District’s enterprise funds. Separate financial statements are provided for governmental funds and proprietary funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued):

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Food Service Fund and the C.D.A. program are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Internal service funds are used to account for those operations which provide benefits to other funds, departments, or agencies of the primary government and its component unit. Although internal service funds are reported as a proprietary fund in the fund financial statements, it is incorporated into governmental activities in the government-wide financial statements. The District does not maintain any internal service funds.

The District reports the following major governmental funds:

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

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

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

Special Revenue Fund - The Special Revenue fund is used to account for the proceeds of specific revenue from state and federal government, other than major capital projects, debt service or proprietary funds, and local appropriations that are restricted or committed to expenditures for specified purposes, such as, student activities and scholarship funds.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued):

Capital Projects Fund - The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for the acquisition of construction of major capital facilities, other than those financed by proprietary funds. The financial resources are derived from New Jersey School Development Authority grants, temporary notes, capital leases, or serial bonds that are specially authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

The District reports the following major proprietary funds:

Food Service Fund – This fund accounts for the revenues and expenses pertaining to the District's cafeteria operations.

Educational Services Unit Fund – This fund accounts for the revenues and expenses pertaining to the District's educational services unit operations.

Alternate Education Program Fund – This fund accounts for the revenues and expenses pertaining to the District's alternative education operations.

During the course of operations, the District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Budgets/Budgetary Control

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

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued):

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

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

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

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

Encumbrances

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

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

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

Cash and Cash Equivalents

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

New Jersey School Districts are limited as to the types of investments and types of financial institutions they may invest in. *N.J.S. 18A:20-37* provides a list of permissible investments that may be purchased by New Jersey school districts.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued):

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from loss of funds on deposit with a failed banking institution in New Jersey.

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

Tuition Payable/Receivable

Tuition rates for the fiscal year end June 30, 2025 were established by the receiving district based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

Inventories

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

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances. Balances with fiduciary funds are not considered Internal Balances; therefore those balances are reported on the Statement of Net Position.

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair value at the date of donation. The District has established a threshold of \$2,000 for capitalization of depreciable assets.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the District are depreciated or amortized using the straight-line method and half-year convention for first year, over the following estimated lives:

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued):

	Governmental Activities <u>Estimated Lives</u>	Business-Type Activities <u>Estimated</u> <u>Lives</u>
Land Improvements	10 – 20 Years	N/A
Buildings and Improvements	10 – 50 Years	N/A
Furniture and Equipment	5 – 20 Years	5 – 12 Years
Vehicles	5 – 10 Years	4 – 6 Years

Compensated Absences

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

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

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued):

Leases

The District is a lessee for various equipment and building space. The District recognizes a lease liability – finance purchase and a capital asset or recognizes a lease liability – right-to-use and an intangible right-to-use lease asset in the District-wide financial statements based on the criteria dictated in GASB Statement No. 87 – Leases.

Subscription-Based Information Technology Arrangements

A Subscription-Based Information Technology Arrangement (SBITA) is a contract that conveys control of the right to use another party's information technology (IT) software, alone or in combination with tangible capital assets, as specified in the contract for a period of time in an exchange or exchange-like transaction. The District has subscribed into several short-term SBITAs lasting no more than one year. The District has elected to expense the subscription payments on a monthly basis as when they become due.

Interfund Activity

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

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District classifies governmental fund balances as follows:

- Non-spendable – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The School Board did not have any committed resources as of June 30, 2025.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued):

Fund Balance (continued):

- Assigned – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

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

Net Position

Net position, represents the difference between summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified in 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 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 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.

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

Statement No. 101, *Compensated Absences*. Statement No. 101 aligns the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Statement No. 101 is effective for reporting periods beginning after December 15, 2023. Management does not expect this Statement to have a material impact on the District's financial statements.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued):

Impact of Recently Issued Accounting Principles (continued):

Adopted Accounting Pronouncements (continued):

Statement No. 102, *Certain Risk Disclosures*. Statement No. 102 requires a government to assess whether a concentration or constraint makes the primary government reporting unit or reporting units that report liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. Statement No. 102 is effective for fiscal years beginning after June 15, 2024. Management does not expect this Statement to have a material impact on the District's financial statements.

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements which will become effective in future years as shown below:

Statement No. 103, *Financial Reporting Model Improvements*. Statement No. 103 is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. Statement No. 103 is effective for fiscal years beginning after June 15, 2025. Management has not yet determined the potential impact on the District's financial statements.

Statement No. 104, *Disclosure of Certain Capital Assets*. Statement No. 104 provides users of government financial statements with essential information about certain types of capital assets. Statement No. 104 is effective for reporting periods beginning after June 15, 2025. Management has not yet determined the potential impact on the District's financial statements.

Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements and in the proprietary fund financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when bonds are issued.

In governmental fund financial statements, bond premiums and discounts, as well as debt issuance costs are recognized in the current period. The face amount of the debt is reported as other financing sources. Premiums received on debt issuance are also reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

Deferred Loss on Refunding Debt

Deferred loss on refunding debt arising from the issuance of the refunding bonds is recorded as deferred outflows of resources. It is amortized in a systematic and rational manner over the shorter of the duration of the related debt or the new debt issues as a component of interest expense.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued):

Deferred Outflows and Deferred Inflows of Resources

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

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

Pensions

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

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2025, the School District's bank balance of \$11,844,674 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 11,844,674
Uninsured and Uncollateralized	<u>-</u>
	<u>\$ 11,844,674</u>

Investments

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

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 3. Reserve Accounts

A capital reserve account was established by the School District by inclusion of \$500 on November 29, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

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

Balance, June 30, 2024	\$ 7,006,505
Interest Earned	<u>524</u>
Balance, June 30, 2025	<u>\$ 7,007,029</u>

Note 4. Accounts Receivable

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

<u>Description</u>	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Total Governmental Funds</u>
Federal Awards	\$ 65,668	117,955	-	\$ 183,623
State Awards	30,993	-	-	30,993
Other	<u>2,361,316</u>	<u>-</u>	<u>4,081,262</u>	<u>6,442,578</u>
Total	<u>\$2,457,977</u>	<u>117,955</u>	<u>4,081,262</u>	<u>\$ 6,657,194</u>

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 4. Accounts Receivable (continued):

<u>Description</u>	<u>Proprietary Funds</u>			<u>Total Business-Type Activities</u>
	<u>Food Service Fund</u>	<u>Educational Services Unit</u>	<u>Alternative Ed. Program</u>	
Federal Awards	\$ 42,036	-	-	\$ 42,036
State Awards	2,069	-	-	2,069
Other	<u>16,116</u>	<u>2,752,223</u>	<u>305,295</u>	<u>3,073,634</u>
Total	<u>\$ 60,221</u>	<u>2,752,223</u>	<u>305,295</u>	<u>\$3,117,739</u>

Note 5. Capital Assets

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

	Balance July 1, <u>2024</u>	<u>Increases</u>	<u>Decreases</u>	Balance June 30, <u>2025</u>
<u>Governmental Activities:</u>				
Capital Assets Not Being Depreciated/ Amortized:				
Construction-In-Progress	\$ 440,058	895,465		\$ 1,335,523
Capital Assets Being Depreciated/Amortized:				
Land Improvements	3,391,155	130,727		3,521,882
Building and Improvements	8,032,835	161,312		8,194,147
Equipment	5,488,907	194,248		5,683,155
Right-to-Use-Assets	<u>192,419</u>	<u>131,182</u>	<u>(165,527)</u>	<u>158,074</u>
Total Capital Assets Being Depreciated/ Amortized	<u>17,105,316</u>	<u>617,469</u>	<u>(165,527)</u>	<u>17,557,258</u>
Less: Accumulated Depreciation/Amortization:				
Land Improvements	(1,711,189)	(172,826)		(1,884,015)
Building and Improvements	(2,447,472)	(364,546)		(2,812,018)
Equipment	(4,358,232)	(237,038)		(4,595,270)
Right-to-Use-Assets	<u>(166,697)</u>	<u>(24,891)</u>	<u>165,527</u>	<u>(26,061)</u>
Total Accumulated Depreciation/ Amortization	<u>(8,683,590)</u>	<u>(799,301)</u>	<u>165,527</u>	<u>(9,317,364)</u>
Net Capital Assets Being Depreciated/ Amortized	<u>8,421,726</u>	<u>(181,832)</u>	<u>-</u>	<u>8,239,894</u>
Total Capital Assets	\$ 8,861,784	713,633	-	\$ 9,575,417

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 5. Capital Assets (continued):

	Balance July 1, <u>2024</u>	<u>Increases</u>	<u>Decreases</u>	Balance June 30, <u>2025</u>
<u>Business-Type Activities:</u>				
Capital Assets Being Depreciated/Amortized:				
Machinery and Equipment	\$ 82,358			\$ 82,358
Right-to-Use-Assets	<u>3,007,533</u>			<u>3,007,533</u>
Total Capital Assets Being Depreciated/ Amortized	<u>3,089,891</u>			<u>3,089,891</u>
Less: Accumulated Depreciation/Amortization:				
Machinery and Equipment	\$ (68,407)	(1,900)		\$ (70,307)
Right-to-Use-Assets	<u>(2,254,814)</u>	<u>(300,754)</u>		<u>(2,555,568)</u>
Total Accumulated Depreciation/ Amortization	<u>(2,323,221)</u>	<u>(302,654)</u>		<u>(2,625,875)</u>
Net Capital Assets Being Depreciated/ Amortized	<u>766,670</u>	<u>(302,654)</u>		<u>464,016</u>
Total Capital Assets	<u>\$ 766,670</u>	<u>(302,654)</u>		<u>\$ 464,016</u>

Depreciation expense was not allocated among the various functions/programs of the School District.

Note 6. Interfund Receivables, Payables and Transfers

Individual fund receivables/payables balances at June 30, 2025 are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 2,499,994	\$ -
Special Revenue Fund	1,494,183	
Capital Projects Fund		1,335,522
Educational Services Unit Fund	<u>-</u>	<u>2,658,655</u>
	<u>\$ 3,994,177</u>	<u>\$3,994,177</u>

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

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 6. Interfund Receivables, Payables and Transfers (continued):

A summary of interfund transfers is as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 2,403,131
Educational Services Unit	<u>2,403,131</u>	<u>-</u>
	<u>\$ 2,403,131</u>	<u>\$ 2,403,131</u>

The purpose of the interfund transfers were for the funding of other funds operations and for payments made on behalf of other funds.

Note 7. Leases

Lease Liability: Right-to-Use Asset Agreements

The District has entered into right-of-use lease arrangements for copiers and a mailing machine with various terms and interest rates. The District is required to make monthly principal and interest payments. The District leases both the copiers and mailing machine under various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2030 with no renewal options.

The District leases a building for school facilities to accommodate the alternative education program with a ten (10) year term and an interest rate of 3.75%. This lease is under a long-term, noncancelable lease agreement. The lease expires in December 2026. In addition, the lease agreement provides for renewal options for up to five (5) additional, ten (10) year terms.

The principal and interest costs for such leases for governmental funds were \$29,586 for the year ended June 30, 2025. Total future minimum lease payments under lease agreements are as follows:

	<u>Governmental Activities</u>		
Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 26,439	8,787	\$ 35,226
2027	24,362	6,986	31,348
2028	26,253	5,094	31,347
2029	28,292	3,056	31,348
2030	<u>25,247</u>	<u>876</u>	<u>26,123</u>
Total Minimum Lease Payment	<u>\$ 130,593</u>	<u>24,799</u>	<u>\$ 155,392</u>

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 7. Leases (continued):

The principal and interest costs for the lease of the business-type activities funds were \$360,000 for the year ended June 30, 2025. Total future minimum lease payments under lease agreements are as follows:

	<u>Business-Type Activities</u>		
Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 346,250	13,750	360,000
2027	<u>178,047</u>	<u>1,953</u>	<u>180,000</u>
Total Minimum Lease Payment	<u>\$ 524,297</u>	<u>15,703</u>	<u>\$ 540,000</u>

The lease agreements qualify as right-to-use-assets for accounting purposes and therefore, have been recorded at the present value of their future minimum lease payments as the date of their inception. The assets acquired through right-to-use asset lease agreements are as follows:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Right-to-Use-Assets:		
Building	\$ -	\$ 3,007,533
Equipment	158,074	-
Less: Accumulated Amortization	<u>(26,061)</u>	<u>(2,555,566)</u>
	<u>\$ 132,013</u>	<u>\$ 451,967</u>

Note 8. Long-Term and Short-Term Obligations

Long-Term

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

	<u>Balance July 1, 2024</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2025</u>	<u>Balance Due Within One Year</u>
Governmental Activities:					
Compensated Absences	\$ 947,399	\$ 263,296	\$ 43,801	\$ 1,166,894	\$ 20,501
Lease Payable	27,653	131,182	28,242	130,593	26,439
Net Pension Liability	<u>17,298,791</u>	<u>-</u>	<u>1,730,332</u>	<u>15,568,459</u>	<u>756,813</u>
	<u>\$ 18,273,843</u>	<u>\$ 394,478</u>	<u>1,802,375</u>	<u>\$ 16,865,946</u>	<u>\$ 803,753</u>

Compensated absences and net pension liability are liquidated by the general fund. The District elected to record \$756,813 as due within one year from the reported noncurrent liability of \$15,568,459 for its proportionate share of the net pension liability as measured as of June 30, 2025.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 8. Long-Term and Short-Term Obligations (continued):

Bonds Payable

As of June 30, 2025, the District had no bonds payable outstanding.

Bonds Authorized but not Issued

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

Note 9. Pension Plans

A. Public Employees' Retirement System (PERS)

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

B. Public Employees' Retirement System (PERS) (continued):

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier.

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

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 9. Pension Plans (continued)

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

Special Funding Situation - Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The amounts contributed on behalf of the local participating employers under the legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers related to the legislation. The District's proportionate share of nonemployer contributions and pension expense and related revenue is \$50,193 for the period June 30, 2024.

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2024, the School District reported a liability of \$15,568,459 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2023, to the measurement date of June 30, 2024. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2024. The School District's proportion measured as of June 30, 2024, was .1145746708%, which was a slight decrease of 0.00486% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the School District recognized full accrual pension expense of \$756,813 in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2024 measurement date. At June 30, 2025 the School 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>
Differences between Expected and Actual Experience	\$ 311,865	\$ 41,448
Changes of Assumptions	19,341	177,133
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	721,867
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	-	1,675,494
School District Contributions Subsequent to Measurement Date	<u>756,813</u>	<u>-</u>
	<u>\$ 1,088,019</u>	<u>\$ 2,615,942</u>

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 9. Pension Plans (continued)

B. Public Employees' Retirement System (PERS) (continued)

\$1,088,019 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Client Year Ending		<u>Amount</u>
<u>June 30,</u>		
2025	\$	(660,999)
2026		511,461
2027		(294,255)
2028		(169,871)
2029		4,422
Thereafter		<u>-</u>
	\$	<u>(609,242)</u>

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by the employer over the average of the expected remaining service lives of all plan members, which is 5.08, 5.08, 5.04, 5.13, 5.16, and 5.21 for the years 2024, 2023, 2022, 2021, 2020, and 2019, respectively.

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

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

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 9. Pension Plans (continued)

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

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

The actuarial assumptions used in the July 1, 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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US 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	<u>3.00%</u>	7.10%
	<u>100.00%</u>	

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 9. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued):

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 non-employer contributing entity will be made based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for local employers. 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 to determine the total pension liability.

Sensitivity of the Board of Education's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the District's proportionate share of the net pension liability as of June 30, 2024, calculated using the discount rate as disclosed above, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's Proportionate Share of the Net Pension Liability	\$ 20,686,654	\$ 15,568,459	\$ 11,212,903

Additional Information

Collective Balances at June 30, 2024 is as follows:

Deferred Outflows of Resources	\$ 1,079,580,780
Deferred Inflows of Resources	1,611,322,898
Net Pension Liability	14,702,423,985

District's Portion of the Plan's Total Net Pension Liability 0.1145746708%

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description - The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit pension plan with a special-funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about TPAF, please refer to Division's Annual Comprehensive Financial Report (ACFR) which can be found at

www.state.nj.us/treasury/pensions/annrpts.shtml.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 9. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

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, members' beneficiaries are entitled to full interest credited to the members' accounts.

The following represents the membership tiers for

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

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

The contribution policy for TPAF is set by *N.J.S.A 18A:66* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2023, the 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, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the School District does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows of resources, or deferred inflows of resources to report in the financial statements of the local participating employers.

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2024 was \$70,926,056. The School District's proportionate share was \$-0-.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 9. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.1435020808%, which was a slight decrease of 0.00659% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2022, the School District recognized (\$258,727) in on-behalf pension expense(benefit) and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2024 measurement date.

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

Inflation	
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, with future improvement from the base year 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 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, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 9. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic 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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US 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	<u>3.00%</u>	7.10%
	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the non-employer contributing entity will be made based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for local employers. 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 to determine the total pension liability.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 9. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

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

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the District	<u>84,305,658</u>	<u>70,926,056</u>	<u>59,657,902</u>
	<u>\$ 84,305,658</u>	<u>\$ 70,926,056</u>	<u>\$59,657,902</u>

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

Additional Information

The following is a summary of the collective balances of the local group at June 30, 2024:

Collective Deferred Outflows of Resources	\$ 1,108,112,477
Collective Deferred Inflows of Resources	\$ 14,545,101,790
Collective Net Pension Liability	\$ 49,492,072,325
School District's portion	0.1435020808%

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

C. Defined Contribution Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits;
- Employees enrolled in the Police and Firemen's Retirement System (PFRS) or State Police

Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits;

- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2023 is \$9,000 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees

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

For the year ended June 30, 2025, employee contributions totaled \$42,063 and the District recognized pension expense of \$31,020.

Note 10. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 10. Other Post-Retirement Benefits (continued):

General Information about the OPEB Plan (continued):

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

Basis of Presentation

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

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability of \$59,650,630,530 as of June 30, 2024 was determined by an actuarial valuation as of June 30, 2023, which was rolled forward to June 30, 2024. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

	TPAF/ABP	PERS	PFRS
Salary increases:	2.75 – 5.65%	2.75 – 6.55%	3.25 – 16.25%
	Based on years of Service	Based on years of service	Based on years of service

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 10. Other Post-Retirement Benefits (continued):

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 disabled retirees. Future disabled retirees was based on the Pub-2010 “Safety” (PFRS), “General” (PERS), and “Teacher” (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

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

OPEB Obligation and OPEB Expense - The State’s proportionate share of the total Other Post-Employment Benefits Obligations, attributable to the School District as of June 30, 2024 was \$124,784,922. The School District’s proportionate share was \$0.

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 decreases 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 12.25% and decreases to a 4.50% long-term trend rate after nine years. For Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate – The discount rate used to measure the total OPEB liability was 3.93%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 10. Other Post-Retirement Benefits (continued):

District's change in the Total OPEB liability reported by the State of New Jersey is as follows:

	<u>Total OPEB Liability</u>
Balance at 6/30/23 (Measurement Date)	\$ 112,179,244
Service Cost	4,501,964
Interest on the Total OPEB Liability	4,107,624
Changes of Benefit Terms	-
Differences between Expected and Actual Experience	(2,309,839)
Changes of Assumptions	9,335,572
Gross Benefit Payments	(3,137,059)
Contributions from Members	<u>107,416</u>
Net Changes	<u>12,605,678</u>
Balance at 6/30/24 (Measurement Date)	\$ <u>124,784,922</u>

There has been no change of benefit terms in the retirees' share of health insurance premiums from 2023 to 2024.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the District for school board retirees, as well as what the District'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 as of June 30, 2024:

	<u>1% Decrease (2.93%)</u>	<u>Discount Rate (3.93%)</u>	<u>1% Increase (4.93%)</u>
Total OPEB Liability (School Retirees)	\$ 146,149,868	\$ 124,784,922	\$ 107,603,070

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates as of June 30, 2024:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability (School Retirees)	\$ 103,946,749	\$ 124,784,922	\$ 151,928,018

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 10. Other Post-Retirement Benefits (continued):

OPEB expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended June 30, 2024, the board of education recognized OPEB expense of \$3,094,957 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 Burlington County Special Services School District's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 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 Actual and Expected Experience	\$ 6,378,932,312	\$(11,139,706,892)
Changes of Assumptions or Inputs	<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	\$ (44,263)
2026	(37,115)
2027	(17,628)
2028	4,633
2029	(32,168)
Thereafter	<u>(7,730)</u>
Total	\$ <u>(134,271)</u>

(Contributions made after the measurement date are reported as deferred outflow of resources but are not amortized in the expense.)

Note 11. On-Behalf Payments for Fringe Benefits and Salaries

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2025, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$5,901,310, \$1,363,899, \$1,724,368 and \$3,413, respectively.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 12. Risk Management

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

New Jersey Unemployment Compensation Insurance – The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan the School 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 School District is billed quarterly for amounts due to the State. The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District’s unemployment compensation insurance for the current and previous two years:

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2024-2025	\$ 184,848	\$ -	\$ 194,227	\$ 413,900
2023-2024	417,837	-	444,785	423,279
2022-2023	192,238	-	87,785	450,227

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

Note 13. Contingencies

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

Litigation – There was no pending lawsuits that will have a material adverse effect on the financial condition of the School District.

Economic Dependency – The School District receives a substantial amount of its support from the county government. A significant reduction in the level of support, if this were to occur, could have an effect on the School District’s programs and activities.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 14. Deferred Compensation

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

AXA Equitable Life
Lincoln Investment
The Omni Group
Vanguard
TIAA

Note 15. Compensated Absences

The School 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 rights to the benefits.

School District employees are granted varying amount of vacation and sick leave in accordance with the School District's personnel policies. Upon termination, employees are paid for accrued vacation. The School District policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the School District for the unused sick leave in accordance with School Districts' agreements with the various employee unions.

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2025, the liability for compensated absences reported on the government-wide and on the proprietary fund Statement of Net Position was \$1,166,894.

Note 16. Commitments

The School District has contractual commitments at June 30, 2025 to various vendors, which are recorded in the general and capital projects funds as assigned to other purposes in the amount of \$13,327 and \$2,745,739 respectively.

Note 17. Fund Balances

General Fund – Of the \$10,024,752 General Fund balance at June 30, 2025, \$7,007,029 has been restricted for the Capital Reserve Account; \$413,900 has been restricted for Unemployment Compensation; \$13,327 has been assigned for other purposes and \$2,590,496 has been unassigned.

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2025

Note 18. Deficit in Net Position

Unrestricted Net Position – The School District governmental activities had a deficit in unrestricted net position in the amount of \$13,802,540 at June 30, 2025. The primary causes of this deficit is the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employee’s Retirement System (PERS) as of June 30, 2025. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

Note 19. Tax Abatements

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

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

Note 21. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2025 and December 8, 2025, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements. No items have come to the attention of the School District that would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

C. Budgetary Comparison Schedules

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2025**

		JUNE 30, 2025				VARIANCE POSITIVE/ (NEGATIVE)
	ACCOUNT NUMBER	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Revenues:						
Local Sources:						
County Appropriations	10-1210	\$ 5,000,000		5,000,000	5,000,000	\$ -
Tuition - LEAs	10-1310	26,325,505		26,325,505	25,900,869	(424,636)
Other Tuition	10-1320 - 1340	10,089,024		10,089,024	10,642,798	553,774
Nonresident Fees	10-1350	383,280		383,280	513,473	130,193
Interest Earned on Capital Reserves	10-1XXX	24,500		24,500	524	(23,976)
Unrestricted Miscellaneous Revenues	10-1XXX	326,965		326,965	548,286	221,321
Total Local Sources		42,149,274	-	42,149,274	42,605,950	456,676
State Sources:						
Other State Reimbursements					30,993	30,993
Nonbudgeted:						
On-Behalf TPAF Pension Contribution					5,901,310	5,901,310
On-Behalf TPAF Post-Retirement Medical Contribution					1,724,368	1,724,368
On-Behalf TPAF Long Term Disability Insurance Contribution					3,413	3,413
Reimbursed TPAF Social Security Contributions				-	1,363,899	1,363,899
Total State Sources		-	-	-	9,023,983	9,023,983
Federal Sources:						
Special Education Aid - Medicaid Initiative	10-4200	91,000		91,000	167,722	76,722
Total Federal Services		91,000	-	91,000	167,722	76,722
Total Revenues		42,240,274	-	42,240,274	51,797,655	9,557,381
Expenditures:						
Current Expense:						
Emotional Regulation Impairment:						
Salaries of Teachers	11-209-100-101	889,439	148,067	1,037,506	1,037,231	275
Other Salaries for Instruction	11-209-100-106	492,705	898	493,603	493,603	-
Purchased Professional Education Services	11-209-100-320	144,200	9,770	153,970	153,970	-
Other Purchased Services	11-209-100-500	6,750	(2,488)	4,262	4,252	10
General Supplies	11-209-100-610	18,200	(10,000)	8,200	6,690	1,510
Textbooks	11-209-100-640	2,500	(2,500)	-	-	-
Total Emotional Regulation Impairment		\$ 1,553,794	143,747	1,697,541	1,695,746	\$ 1,795

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBER	JUNE 30, 2025				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	\$ 2,491,859	(615,934)	1,875,925	1,875,925	\$ -
Other Salaries for Instruction	11-212-100-106	1,458,079	(248,388)	1,209,691	1,209,691	-
Unused Sick Payment to Terminated/Retired Staff	11-212-100-299		13,318	13,318	13,318	-
Purchased Professional Education Services	11-212-100-320	209,598	41,955	251,553	251,552	1
Other Purchased Services	11-212-100-500	83,500	13,419	96,919	89,710	7,209
General Supplies	11-212-100-610	107,167	7,304	114,471	111,413	3,058
Textbooks	11-212-100-640	16,200	(11,802)	4,398	4,398	-
Total Multiple Disabilities		4,366,403	(800,128)	3,566,275	3,556,007	10,268
Autism:						
Salaries of Teachers	11-214-100-101	2,309,101	121,804	2,430,905	2,429,005	1,900
Other Salaries for Instruction	11-214-100-106	3,746,736	91,013	3,837,749	3,837,749	-
Unused Sick Payment to Terminated/Retired Staff	11-214-100-299		1,714	1,714	1,714	-
Purchased Professional Education Services	11-214-100-320	693,514	907,444	1,600,958	1,598,467	2,491
Other Purchased Services	11-214-100-500	25,550	(7,980)	17,570	17,565	5
General Supplies	11-214-100-610	92,600	(1,835)	90,765	83,280	7,485
Textbooks	11-214-100-640	4,300	(4,300)	-	-	-
Total Autism		6,871,801	1,107,860	7,979,661	7,967,780	11,881
Preschool Disabilities -Full-Time:						
Salaries of Teachers	11-216-100-101	284,468	(22,791)	261,677	261,402	275
Other Salaries for Instruction	11-216-100-106	278,656	51,883	330,539	329,116	1,423
Purchased Professional Education Services	11-216-100-320	18,718	9,403	28,121	26,019	2,102
Other Purchased Services	11-216-100-500	3,100	(900)	2,200	2,200	-
General Supplies	11-216-100-600	7,200	(1,109)	6,091	5,738	353
Total Preschool Disabilities - Full-Time		592,142	36,486	628,628	624,475	4,153
Home Instruction:						
Salaries of Teachers	11-219-100-101	10,000	4,918	14,918	14,918	-
Total Home Instruction		10,000	4,918	14,918	14,918	-
Extended School Year:						
Salaries of Teachers	11-221-100-101	560,257	(32,401)	527,856	527,856	-
Other Salaries for Instruction	11-221-100-106	353,075	4,176	357,251	357,251	-
Purchased Professional Education Services	11-221-100-320	93,085	26,927	120,012	120,012	-
Total Extended School Year		1,006,417	(1,298)	1,005,119	1,005,119	-
Intellectual Disability Severe:						
Salaries of Teachers	11-222-100-101	393,694	10,863	404,557	404,557	-
Other Salaries for Instruction	11-222-100-106	417,953	42,948	460,901	460,901	-
Unused Sick Payment to Terminated/Retired Staff	11-222-100-299		16,833	16,833	16,833	-
Purchased Professional Education Services	11-222-100-320	72,732	(26,702)	46,030	46,030	-
Other Purchased Services	11-222-100-500	1,200	(700)	500	500	-
General Supplies	11-222-100-610	4,650	724	5,374	5,119	255
Total Intellectual Disability Severe		890,229	43,966	934,195	933,940	255
Total Special Education - Instruction		\$ 15,290,786	535,551	15,826,337	15,797,985	\$ 28,352

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBER	JUNE 30, 2025				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
School Sponsored Cocurricular Activities:						
Salaries (Stipends)	11-401-100-100	\$ 267,500	12,244	279,744	259,672	\$ 20,072
Supplies and Materials	11-401-100-600	3,500	(1,540)	1,960	594	1,366
Total School Sponsored Cocurricular Activities		271,000	10,704	281,704	260,266	21,438
Total Instruction		15,561,786	546,255	16,108,041	16,058,251	49,790
Undistributed Expenditures:						
Health Services:						
Salaries	11-000-213-100	482,807	15,093	497,900	497,900	-
Unused Sick Payment to Terminated/Retired Staff	11-000-213-299		574	574	574	-
Purchased Professional & Technical Services	11-000-213-300	33,000	(9,661)	23,339	23,339	-
Other Purchased Services	11-000-213-500	2,000	794	2,794	2,794	-
Supplies and Materials	11-000-213-600	16,000	41,665	57,665	57,628	37
Total Health Services		533,807	48,465	582,272	582,235	37
Other Related Services:						
Salaries	11-000-216-100	2,993,895	275,683	3,269,578	3,269,578	-
Purchased Professional Education Services	11-000-216-320	315,000	130,361	445,361	445,361	-
Repair services	11-000-216-420	2,000	(2,000)	-	-	-
Supplies and Materials	11-000-216-600	38,000	11,431	49,431	49,087	344
Total Other Related Services		3,348,895	415,475	3,764,370	3,764,026	344
Child Study Teams:						
Salaries of Other Professional Staff	11-000-219-104	68,306	11,694	80,000	80,000	-
Salaries of Secretarial & Clerical Assistants	11-000-219-105	252,805	3,400	256,205	256,205	-
Other Salaries	11-000-219-110	1,081,339	(17,949)	1,063,390	1,063,390	-
Purchased Ed Services	11-000-219-320	43,000	(23,230)	19,770	18,700	1,070
Purchased Technical Services	11-000-219-390	18,000	1,062	19,062	19,062	-
Other Purchased Services	11-000-219-500	4,025	(2,364)	1,661	1,187	474
Supplies & Materials	11-000-219-600	29,500	(135)	29,365	29,156	209
Other Objects	11-000-219-800	1,000	2,175	3,175	3,076	99
Total Child Study Teams		1,497,975	(25,347)	1,472,628	1,470,776	1,852
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	\$ 177,081	(81,081)	96,000	96,000	\$ -

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBER	JUNE 30, 2025				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Salaries of Other Professional Staff	11-000-221-104	\$ 66,775	27,274	94,049	80,148	\$ 13,901
Salaries of Secretarial & Clerical Assistants	11-000-221-105	123,758	625	124,383	124,383	-
Purchased Professional Education Services	11-000-221-320	73,104	11,545	84,649	83,872	777
Other Purchased Services	11-000-221-500	27,500	1,893	29,393	29,171	222
Supplies and Materials	11-000-221-600	3,750	(3,101)	649	649	-
Other Objects	11-000-221-800	2,500	11,391	13,891	13,891	-
Total Improvement of Instruction Services/Other Support Services Instructional Staff		474,468	(31,454)	443,014	428,114	14,900
Instructional Staff Training Services:						
Other Purchased Services	11-000-223-500	35,500	3,653	39,153	36,932	2,221
Supplies and Materials	11-000-223-600	6,000	(2,545)	3,455	3,455	-
Total Instructional Staff Training Services		41,500	1,108	42,608	40,387	2,221
Support Services General Administration:						
Salaries	11-000-230-100	2,500	107,000	109,500	109,500	-
Legal Services	11-000-230-331	242,000	(123,368)	118,632	118,632	-
Audit Fees	11-000-230-332	63,516	(4,946)	58,570	58,570	-
Other Purchased Professional Services	11-000-230-339	142,449	(92,131)	50,318	48,728	1,590
Communications/Telephone	11-000-230-530	41,000	21,610	62,610	56,960	5,650
BOE Other Purchased Services	11-000-230-585	8,000	(6)	7,994	5,595	2,399
Supplies and Materials	11-000-230-610	1,900	6,842	8,742	8,529	213
Miscellaneous Expenditures	11-000-230-890	11,763	6,147	17,910	17,124	786
BOE Membership Dues and Fees	11-000-230-895	13,869	(8,671)	5,198	-	5,198
Total Support Services General Administration		526,997	(87,523)	439,474	423,638	15,836
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	468,441	-	468,441	462,496	5,945
Salaries of Secretarial & Clerical Assistants	11-000-240-105	239,920	529	240,449	240,449	-
Purchased Professional Services	11-000-240-300	-	500	500	-	500
Other Purchased Services	11-000-240-500	2,500	(1,000)	1,500	897	603
Supplies and Materials	11-000-240-600	9,305	270	9,575	9,351	224
Other Objects	11-000-240-800	7,260	30	7,290	7,031	259
Total Support Services School Administration		727,426	329	727,755	720,224	7,531
Support Services Central Services						
Salaries	11-000-251-100	307,245	11,235	318,480	310,358	8,122
Purchased Professional Services	11-000-251-330	482,000	(92,280)	389,720	386,905	2,815
Miscellaneous Purchased Services	11-000-251-592	\$ 34,500	(3,828)	30,672	29,138	\$ 1,534

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBER	JUNE 30, 2025				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
General Supplies	11-000-251-600	\$ 8,000	3,750	11,750	4,701	\$ 7,049
Miscellaneous Expenditures	11-000-251-890	3,500	-	3,500	751	2,749
Shared Service Agreement - County Board of Commissioners	11-000-251-897	1,086,417	-	1,086,417	1,086,417	-
Total Support Services Central Services		1,921,662	(81,123)	1,840,539	1,818,270	22,269
Support Services Administrative Information Technology:						
Salaries	11-000-252-100	287,789	(58,803)	228,986	228,972	14
Other Purchased Professional Services	11-000-252-330	131,000	77,438	208,438	137,444	70,994
Supplies and Materials	11-000-252-600	92,000	(41,199)	50,801	40,962	9,839
Other Objects	11-000-252-800	2,000	-	2,000	662	1,338
Total Support Services Administrative Information Technology		512,789	(22,564)	490,225	408,040	82,185
Required Maintenance for School Facilities:						
Salaries	11-000-261-100	258,693	(9,175)	249,518	249,518	-
Other Purchased Professional Services	11-000-261-330	65,396	2,893	68,289	66,435	1,854
Cleaning, Repair & Maintenance Services	11-000-261-420	281,085	(36,348)	244,737	242,576	2,161
General Supplies	11-000-261-610	118,000	(39,083)	78,917	74,868	4,049
Other Objects	11-000-261-800	2,500	778	3,278	3,278	-
Total Required Maintenance for School Facilities		725,674	(80,935)	644,739	636,675	8,064
Custodial Services of Plant:						
Salaries	11-000-262-100	979,980	(12,150)	967,830	967,562	268
Unused Vacation Payment to Terminated/Unused	11-000-262-199		1,298	1,298	1,298	-
Unused Sick Payment to Terminated/Retired Staff	11-000-262-299		1,578	1,578	1,578	-
Purchased Professional & Technical Services	11-000-262-300	32,000	(23,725)	8,275	8,275	-
Cleaning, Repair & Maintenance Services	11-000-262-420	21,700	(12,106)	9,594	8,918	676
Other Purchased Property Services	11-000-262-490	77,000	19,954	96,954	96,954	-
Insurance	11-000-262-520	607,454	(114,602)	492,852	492,852	-
General Supplies	11-000-262-610	85,800	27,881	113,681	105,064	8,617
Energy (Natural Gas)	11-000-262-621	116,000	89,919	205,919	205,919	-
Energy (Electricity)	11-000-262-622	448,000	407,423	855,423	855,423	-
Other Objects	11-000-262-800	2,000	79	2,079	1,579	500
Total Custodial Services of Plant		2,369,934	385,549	2,755,483	2,745,422	10,061
Care & Upkeep of Grounds:						
Salaries	11-000-263-100	5,500	(5,405)	95	95	-
General Supplies	11-000-263-610	15,000	3,440	18,440	12,504	5,936
Total Care & Upkeep of Grounds		20,500	(1,965)	18,535	12,599	5,936
Total Operation & Maintenance of Plant Services & Allowable Maintenance for School Facilities		3,116,108	302,649	3,418,757	3,394,696	24,061
Security Services:						
Other Purchased Services	11-000-266-390	231,881	59,009	290,890	284,173	6,717
General Supplies	11-000-266-600	15,000	6,944	21,944	20,329	1,615
Total Security Services		\$ 246,881	65,953	312,834	304,502	\$ 8,332

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBER	JUNE 30, 2025			ACTUAL	VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) Nonpublic	11-000-270-163	\$ 122,694	-	122,694	122,694	\$ -
Cleaning, Repair & Maintenance Services	11-000-270-420	66,900	-	66,900	33,615	33,285
Total Student Transportation Services		189,594	-	189,594	156,309	33,285
Unallocated Benefits Employee Benefits:						
Social Security Contributions	11-000-291-220	1,185,885	(45,885)	1,140,000	1,098,542	41,458
Other Retirement Contributions - Regular	11-000-291-241	1,791,011	(122,646)	1,668,365	1,667,135	1,230
Unemployment Compensation	11-000-291-250	10,250	(9,214)	1,036	1,036	-
Workmen's Compensation	11-000-291-260	686,367	27,656	714,023	714,023	-
Health Benefits	11-000-291-270	8,996,140	(812,313)	8,183,827	8,183,827	-
Tuition Reimbursement	11-000-291-280	437,804	(41,074)	396,730	391,578	5,152
Total Unallocated Benefits - Employee Benefits		13,107,457	(1,003,476)	12,103,981	12,056,141	47,840
Nonbudgeted:						
Reimbursed TPAF Pension Contributions					5,901,310	(5,901,310)
On-Behalf TPAF Post-Retirement Medical Contribution					1,724,368	(1,724,368)
On-Behalf TPAF Long Term Disability Insurance Contribution					3,413	(3,413)
Reimbursed TPAF Social Security Contributions					1,363,899	(1,363,899)
Total Undistributed Expenditures		26,245,559	(417,508)	25,828,051	34,560,348	(8,732,297)
Total Expenditures - Current Expense		41,807,345	128,747	41,936,092	50,618,599	(8,682,507)
Capital Outlay:						
Equipment:						
Equipment	12-212-100-731	29,000	2,850	31,850	31,850	-
Autism	12-214-100-731	5,000	7,308	12,308	5,137	7,171
Undistributed Expenditures:						
Support Services - Related Services	12-000-219-730	24,000	1,864	25,864	25,864	-
Admin. - Info Tech	12-000-252-730	16,000	11,169	27,169	26,743	426
Required Maint for School Facilities	12-000-261-730	15,000	17,790	32,790	32,790	-
Custodial Services	12-000-262-730	12,000	(12,000)	-	-	-
Transportation Equipment	12-000-270-730	118,000	(118,000)	-	-	-
Total Equipment		219,000	(89,019)	129,981	122,384	7,597
Facilities Acquisition & Construction Services:						
Architectural/Engineering Services	12-000-400-330	-	20,000	20,000	4,369	15,631
Construction Services	12-000-400-450	-	130,969	130,969	130,969	-
Land and Improvements	12-000-400-710	56,000	74,727	130,727	130,727	-
Interest on Capital Reserve	12-000-400-931	24,500	-	24,500	-	24,500
Total Facilities Acquisition & Construction Services		80,500	225,696	306,196	266,065	40,131
Total Capital Outlay		299,500	136,677	436,177	388,449	47,728
Total Expenditures		\$ 42,106,845	265,424	42,372,269	51,007,048	\$ (8,634,779)

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2025**

ACCOUNT NUMBER	JUNE 30, 2025				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Excess/(Deficiency) of Revenues Over/(Under)					
Expenditures Before Other Financing Sources/(Uses)	\$ 133,429	(265,424)	(131,995)	790,607	\$ 922,602
Other Financing Sources/(Uses):					
Board Contribution to Enterprise Funds	(133,429)	(250,000)	(383,429)	(380,785)	(2,644)
Total Other Financing Sources/(Uses)	(133,429)	(250,000)	(383,429)	(380,785)	(2,644)
Excess/(Deficiency) of Revenues Over/(Under)					
Expenditures After Other Financing Sources/(Uses)	-	(515,424)	(515,424)	409,822	925,246
Fund Balances, July 1	9,614,930		9,614,930	9,614,930	
Fund Balances, June 30	\$ 9,614,930	(515,424)	9,099,506	10,024,752	\$ 925,246

RECAPITULATION OF BUDGET TRANSFERS:

Prior Year Reserve for Encumbrances	\$ 515,424
Total Budget Transfers	<u>\$ 515,424</u>

RECAPITULATION OF FUND BALANCE:

Restricted Fund Balance:	
Capital Reserve	\$ 7,007,029
Unemployment Compensation	413,900
Assigned Fund Balance:	
Year-end Encumbrances	13,327
Unrestricted Fund Balance	<u>2,590,496</u>
Fund Balance per Governmental Funds (GAAP)	<u>\$ 10,024,752</u>

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR FISCAL YEAR ENDED JUNE 30, 2025**

	2025				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
State Sources	\$ -	592,508	592,508	592,508	\$ -
Local Sources		-	-	77,113	77,113
Total Revenues	-	592,508	592,508	669,621	77,113
Expenditures:					
Instruction:					
Salaries of Teachers		178,055	178,055	178,055	-
General Supplies		112,599	112,599	112,599	
Other Objects		109,377	109,377	109,377	
Total Instruction	-	400,031	400,031	400,031	-
Support Services:					
Other Salaries		-	-	-	-
Employee Benefits		70,287	70,287	70,287	-
Purchased Services		5,365	5,365	5,365	-
Other Purchased Services		7,294	7,294	7,294	-
Travel		136	136	136	-
Other Objects		4,385	4,385	4,385	-
Student Activities				68,484	(68,484)
Total Support Services	-	87,467	87,467	155,951	(68,484)
Capital Outlay:					
Undist. Expend. - Required					
Maint for School Facilities		-	-	-	-
Instructional Equipment		105,010	105,010	105,010	-
Non-Instructional Equipment		-	-	-	-
Total Equipment	-	105,010	105,010	105,010	-
Total Expenditures	-	592,508	592,508	660,992	(68,484)
Excess/(Deficiency) of Revenues					
Over/(Under) Expenditures	\$ -	-	-	8,629	\$ 8,629
Fund Balance, July 1				134,162	
Fund Balance, June 30				\$ 142,791	
Recapitulaton:					
Restricted:					
Student Activities				\$ 142,791	

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION - PART II
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR FISCAL YEAR ENDED JUNE 30, 2024**

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

	GENERAL FUND N-1	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$51,797,655	669,621
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	\$51,797,655	669,621
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Expenditures" From the Budgetary Comparison Schedule	\$51,007,048	669,621
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$51,007,048	660,992

N-1 The General Fund Budget Uses GAAP Basis Therefore no Reconciliation is Necessary.

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)

EXHIBIT L-1

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY - PERS**

	Measurement Date Ending June 30,									
	<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 (Asset)	0.114%	0.118%	0.122%	0.130%	0.131%	0.137%	0.131%	0.133%	0.131%	0.124%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 15,568,459	\$ 17,298,791	18,573,127	15,511,527	21,591,615	24,872,425	25,876,885	30,848,179	38,868,976	27,900,284
District's covered employee payroll	8,700,521	9,033,505	9,025,045	9,275,121	9,241,905	9,493,091	8,854,950	8,924,012	8,739,799	8,630,576
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	178.94%	191.50%	205.80%	167.24%	233.63%	262.01%	292.23%	345.68%	444.74%	323.27%
Plan Fiduciary Net Position as a Percentage of the Total Pension	68.22%	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%

EXHIBIT L-2

**SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS - PERS
SCHEDULE OF CONTRIBUTIONS**

	Fiscal Year Ending June 30,									
	<u>2025</u>	<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>
Actuarially Determined Contribution	\$ 1,559,041	\$ 1,953,137	\$ 1,551,986	\$ 1,533,432	\$ 1,448,432	\$ 1,342,714	1,307,252	1,227,642	1,165,901	1,068,548
Contributions in relation to the Actuarially Determined Contributions	1,559,041	1,953,137	1,551,986	1,533,432	1,448,432	1,342,714	1,307,252	1,227,642	1,165,901	1,068,548
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
Covered-Employee Payroll	\$ 9,636,253	\$ 8,700,521	\$ 9,033,505	\$ 9,025,045	9,275,121	9,241,905	9,493,091	8,854,950	8,924,012	8,739,799
Contributions as a Percentage of Covered - Employee Payroll	16.18%	22.45%	17.18%	16.99%	15.62%	14.53%	13.77%	13.86%	13.06%	12.23%

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY - TPAF**

	Measurement Date Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's Proportion of the Net Pension Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportion of the of the Net Pension Liability (Asset) Associated with the District	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	70,926,056	76,597,051	80,248,936	75,549,801	108,219,818	101,348,256	105,771,841	112,024,644	133,368,066	118,725,848
Total	70,926,057	76,597,052	80,248,937	75,549,802	108,219,819	101,348,257	105,771,842	112,024,645	133,368,067	118,725,849
District's Covered-Employee Payroll	16,621,015	16,861,834	16,803,659	17,140,504	16,959,283	17,560,302	16,954,481	16,624,194	16,770,812	16,917,862
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportion of the of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	426.73%	454.26%	477.57%	440.77%	638.12%	577.14%	623.86%	673.87%	795.24%	701.78%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	37.99%	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

M. Schedules Related to Accounting and Reporting for Other Post-Employment Benefits (GASB 75)

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS ***

	Measurement Date Ending June 30,					
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2017</u>
Total OPEB Liability						
Service Cost	\$ 4,501,964	\$ 4,616,717	\$ 6,146,598	7,609,358	4,283,010	\$ 5,393,350
Interest Cost	4,107,624	3,950,816	2,929,309	3,415,674	3,374,995	3,803,066
Change in Benefit Terms				(140,147)		
Difference Between Expected and Actual Experiences	(2,309,839)	(4,171,276)	2,249,451	(28,336,099)	25,391,098	(10,544,561)
Changes of Assumptions	9,335,572	226,107	(29,652,102)	129,903	27,691,228	(11,925,552)
Contributions: Members	107,416	101,245	93,084	87,322	79,992	96,041
Gross Benefit Payments	(3,137,059)	(3,079,725)	(2,901,567)	(2,690,594)	(2,639,147)	(2,778,833)
Net Change in Total OPEB Liability	12,605,678	1,643,884	(21,135,227)	(19,924,583)	58,181,176	(9,197,646)
Total OPEB Liability (Beginning)	112,179,244	110,535,360	131,670,587	151,595,170	93,413,994	129,378,706
Total OPEB Liability (Ending)	<u>\$ 124,784,922</u>	<u>\$ 112,179,244</u>	<u>\$ 110,535,360</u>	<u>131,670,587</u>	<u>151,595,170</u>	<u>\$ 120,181,060</u>

Plan Fiduciary Net Position

Covered Employee Payroll	\$26,082,542	\$26,234,842	\$26,300,287	\$23,679,696	\$26,286,122	\$25,809,431	N/A
Net OPEB Liability as a Percentage of Payroll	478%	428%	420%	556%	577%	403%	N/A

Source Documents:

All data for the measurement period was provided by the State of New Jersey Department of the Treasury other than covered employee payroll.

* - Until a full ten year trend is compiled, information will be presented for those years for which information is available.

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
YEAR ENDED JUNE 30, 2025**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None

Changes in Assumptions – None

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None

Changes in Assumptions - None

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None

Changes in Assumptions - The discount rate changed from 3.65% as of June 30, 2023, to 3.93% as of June 30, 2024.

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OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	MAX POST SCHOOL OUTCOMES FOR STUDENTS WITH DISABILITIES	STUDENT ACTIVITIES	TOTAL
Revenues:			
State Sources	\$ 592,508		\$ 592,508
Local Sources		77,113	77,113
Total Revenues	592,508	77,113	669,621
Expenditures:			
Instruction:			
Salaries of Teachers	178,055		178,055
General Supplies	112,599		112,599
Other Purchased Services	109,377		109,377
Total Instruction	400,031	-	400,031
Support Services:			
Employee Benefits	70,287		70,287
Purchased Services	5,365		5,365
Other Purchased Services	7,294		7,294
Travel	136		136
Other Objects	4,385		4,385
Student Activities		68,484	68,484
Total Support Services	87,467	68,484	155,951
Capital Outlay:			
Undist. Expend. - Required			
Instructional Equipment	105,010		105,010
Non-Instructional Equipment			-
Total Capital Outlay	105,010	-	105,010
Total Expenditures	592,508	68,484	660,992
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	8,629	8,629
Fund Balance, Beginning	-	134,162	134,162
Fund Balance, Ending	\$ -	142,791	\$ 142,791

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F. Capital Projects Fund

**BURLINGTON COUNTY SPECIAL SERVICES
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

NUMBER	PROJECT TITLE	ORIGINAL APPROPRIATIONS	REVISED AUTHORIZED COSTS	EXPENDITURES TO DATE		(OVER)/UNDER EXPENDED BALANCE
				PRIOR YEAR	CURRENT YEAR	
2024	HVAC System Upgrades	\$ 1,470,217	2,169,417	440,058	860,464	\$ 868,895
2025	EPA Clean School Buses	1,911,844	1,911,844		35,000	1,876,844
Total		<u>\$ 3,382,061</u>	<u>4,081,261</u>	<u>440,058</u>	<u>895,464</u>	<u>\$ 2,745,739</u>

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Revenues & Other Financing Sources:	
Local Sources	<u>\$ 2,611,044</u>
 Total Revenues	 <u>\$ 2,611,044</u>
 Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services & Contingencies	 785,064
Construction Services	<u>110,400</u>
 Total Expenditures	 <u>895,464</u>
 Excess/(Deficiency) of Revenues Over/(Under) Expenditures	 1,715,580
Fund Balance - Beginning	<u>1,030,159</u>
 Fund Balance - Ending	 <u><u>\$ 2,745,739</u></u>

**BURLINGTON COUNTY SPECIAL SERVICES
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
HVAC UPGRADES TO WESTAMPTON CAMPUS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Local Sources	\$ 1,470,217	699,200	2,169,417	\$ 2,169,417
Total Revenues	1,470,217	699,200	2,169,417	2,169,417
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services & Contingencies	440,058	750,064	1,190,122	1,190,122
Construction Services		110,400	110,400	110,400
Total Expenditures	440,058	860,464	1,300,522	1,300,522
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 1,030,159	(161,264)	868,895	\$ 868,895

ADDITIONAL PROJECT INFORMATION

Project Number	SDA# 0605-030-23-G5CN
Grant Date	1/25/24
Bond Authorization Date	
Bonds Authorized	\$0
Bonds Issued	\$0
Original Authorized Cost	\$14,239,749
Additional Authorized Cost	-
Revised Authorized Cost	\$14,239,749
Percentage Increase/(Decrease) Over Original Authorized Cost	-
Percentage Completion	9.13%
Original Target Completion Date	8/31/27
Revised Target Completion Date	N/A

**BURLINGTON COUNTY SPECIAL SERVICES
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
EPA CLEAN SCHOOL BUSES
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Local Sources		1,911,844	1,911,844	\$ 1,911,844
Total Revenues	-	1,911,844	1,911,844	1,911,844
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services & Contingencies		35,000	35,000	35,000
Total Expenditures	-	35,000	35,000	35,000
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ -	1,876,844	1,876,844	\$ 1,876,844

ADDITIONAL PROJECT INFORMATION

Project Number	EPA-OAR-OTAP-23-06
Grant Date	1/6/2025
Bond Authorization Date	
Bonds Authorized	\$0
Bonds Issued	\$0
Original Authorized Cost	\$1,911,844
Additional Authorized Cost	-
Revised Authorized Cost	\$1,911,844
Percentage Increase/(Decrease) Over Original Authorized Cost	-
Percentage Completion	1.83%
Original Target Completion Date	04/01/26
Revised Target Completion Date	N/A

G. Proprietary Funds

Enterprise Funds

(See Exhibits B-4 through B-6)

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Internal Service Fund

Not Applicable

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H. Fiduciary Fund

Not Applicable

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I. Long-Term Debt

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER LEASES
JUNE 30, 2025**

PURPOSE	DATE OF LEASE	TERM OF LEASE	PRINCIPAL	INTEREST RATE	BALANCE JUNE 30, 2024	ISSUED	RETIRED CURRENT YEAR	BALANCE JUNE 30, 2025
Xerox Copier	12/4/20	4 Years	152,832	7.000%	\$ 17,879		17,879	\$ -
Xerox Copier	10/25/19	5 Years	6,239	4.750%	347		347	-
Xerox Copier	5/22/25	5 Years	131,182	7.500%	-	131,182	4,421	126,761
Mailing Machine	1/1/17	10 Years	26,892	3.750%	9,427		5,595	3,832
Total					\$ 27,653	131,182	28,242	\$ 130,593

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STATISTICAL SECTION (Unaudited)

BURLINGTON COUNTY INSTITUTE OF TECHNOLOGY
STATISTICAL SECTION
(Unaudited)

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.

Operating Information

These schedules contain services and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.

Sources: *Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports (ACFR) for the relevant year. The district implemented GASB Statement 34 in the fiscal year ending June 30, 2003; schedules presenting district-wide information include information for each year.*

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Governmental Activities:										
Net Investment in Capital Assets	\$ 9,575,417	8,861,784	6,431,203	5,223,009	5,336,618	7,617,454	8,130,985	8,176,709	8,420,747	6,454,702
Restricted	7,563,720	7,563,946	7,530,934	4,219,899	1,884,009	1,514,905	1,512,950	1,510,108	1,510,108	1,643,124
Unrestricted	(13,802,540)	(17,640,035)	(18,560,921)	(22,619,350)	(26,435,899)	(28,666,454)	(29,903,511)	(27,860,329)	(28,422,646)	(27,189,009)
Total Governmental Activities										
Net Assets	3,336,597	(1,214,305)	(4,598,784)	(13,176,442)	(19,215,272)	(19,534,095)	(20,259,576)	(18,173,512)	(18,491,791)	(19,091,183)
Business-Type Activities:										
Net Investment in Capital Assets	464,016	766,670	1,070,789	1,376,097	26,567	210,832	231,725	267,662	278,525	366,020
Unrestricted	239,650	471,264	927,193	618,739	630,306	9,708	364,568	665,283	144,091	(649,070)
Total Business-Type Activities										
Net Position	703,666	1,237,934	1,997,982	1,994,836	656,873	220,540	596,293	932,945	422,616	(283,050)
District-Wide:										
Net Investment in Capital Assets	10,039,433	9,628,454	7,501,992	6,599,106	5,363,185	7,828,286	8,362,710	8,444,371	8,699,272	6,820,722
Restricted	7,563,720	7,563,946	7,530,934	4,219,899	1,884,009	1,514,905	1,512,950	1,510,108	1,510,108	1,643,124
Unrestricted	(13,562,890)	(17,168,771)	(17,633,728)	(22,000,611)	(25,805,593)	(28,656,746)	(29,538,943)	(27,195,046)	(28,278,555)	(27,838,079)
Total District Net Position	\$ 4,040,263	23,629	(2,600,802)	(11,181,606)	(18,558,399)	(19,313,555)	(19,663,283)	(17,240,567)	(18,069,175)	(19,374,233)

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)
LAST FOUR FISCAL YEARS**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Expenses:										
Governmental Activities:										
Instruction:										
Special Education	\$ 16,831,790	15,566,674	14,156,801	13,901,286	13,714,043	14,075,550	15,173,559	14,897,265	14,872,414	14,952,342
Other Special Instruction	260,266	282,909	236,667	274,724	197,630	164,051	207,678	223,372	327,741	264,662
Support Services:										
Student & Instruction Related Services	6,441,489	5,875,981	5,878,573	5,462,978	5,312,417	4,646,805	4,920,766	4,923,072	4,835,812	4,742,066
School Administrative Services	423,638	526,407	723,771	776,255	681,659	616,315	623,969	581,674	659,370	571,932
General & Business Administrative Services	2,946,534	3,016,498	3,088,011	4,066,151	4,229,623	4,167,346	3,147,494	3,435,815	3,243,060	2,984,042
Plant Operations & Maintenance	3,699,198	2,946,412	3,759,771	3,600,920	3,196,499	3,396,983	3,982,750	3,428,118	3,500,366	3,221,994
Pupil Transportation	156,309	172,513	218,009	158,347	242,268	235,313	263,281	238,717	244,846	303,019
Unallocated Benefits	10,246,612	9,327,917	7,586,567	6,532,017	10,627,428	11,571,895	16,751,367	27,700,920	15,790,640	18,284,937
On Behalf TPAF Pension & Social Security Contributions	8,992,990	9,061,223	9,063,949	9,223,635	7,325,008	6,262,149	7,369,527			77,177
Nonbondable Capital Assets	-	-	-	606,093	580,414	838,252	875,283	875,283	503,314	481,067
Increase in Compensated Absences	-	-	-	-	-	-	-	-	-	183
Unallocated Depreciation	-	-	-	-	-	-	-	-	-	965,429
Adjustment to Fixed Assets										
Total Governmental Activities Expenses	49,998,826	46,776,534	45,320,677	44,602,406	48,056,736	46,029,571	53,315,674	56,304,236	43,977,563	46,848,850
Business-Type Activities:										
Food Service	913,378	882,173	944,809	920,057	668,208	966,663	1,135,590	1,143,586	1,218,879	1,182,337
School Store	-	-	4,272	120	6,228	5,969	5,908	10,590	6,785	719
Educational Services	11,765,313	11,757,073	10,298,590	10,275,497	10,369,677	10,109,807	14,906,734	14,292,026	14,195,018	14,489,923
Capital Academy	-	-	839,162	320,422	516,060	531,471	623,541	747,543	741,259	719,514
Alternative Education Program	2,184,414	2,075,535	2,092,865	2,051,284	2,232,916	2,401,857	2,352,384	2,234,679	2,101,991	1,861,438
Total Business-Type Activities Expense	14,863,105	14,714,781	14,179,698	13,567,380	13,793,089	14,015,767	19,024,157	18,428,424	18,263,932	18,253,931
Total District Expenses	\$ 64,861,931	61,491,315	59,500,375	58,169,786	61,849,825	60,045,338	72,339,831	74,732,660	62,241,495	65,102,781
Program Revenues:										
Operating Grants & Contributions	\$ 9,148,941	9,130,960	9,135,154	9,272,507	7,357,102	6,262,149	12,279,370	16,509,251	4,596,870	8,402,593
Total Governmental Activities Program Revenues	9,148,941	9,130,960	9,135,154	9,272,507	7,357,102	6,262,149	12,279,370	16,509,251	4,596,870	8,402,593
Business-Type Activities:										
Charges for Services:										
Food Service	174,239	163,327	156,019	45,008	38,873	160,800	261,686	228,126	264,500	343,349
School Store	-	-	-	145	155	921	1,551	1,786	1,971	3,330
Educational Services	11,327,785	11,399,761	10,253,166	9,900,904	9,393,647	8,527,429	14,539,216	14,209,994	14,242,084	13,711,461
Capital Academy	-	-	839,162	320,422	516,060	531,471	623,541	747,543	741,259	709,342
Alternative Education Program	2,147,375	1,709,299	1,590,041	1,751,671	1,748,130	2,329,272	2,195,193	2,198,909	1,898,774	1,576,456
Operating Grants & Contributions	289,318	287,066	372,991	550,977	302,048	272,456	337,968	323,066	334,631	318,238
Total Business Type Activities Program Revenues	13,938,717	13,559,453	13,211,379	12,569,127	11,998,913	11,822,349	17,959,155	17,709,424	17,483,219	16,662,176
Total District Program Revenues	\$23,087,658	22,690,413	22,346,533	21,841,634	19,356,015	18,084,498	30,238,525	34,218,675	22,080,089	25,064,769

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
CHANGES IN NET ASSETS - (ACCRUAL BASIS OF ACCOUNTING)
LAST FOUR FISCAL YEARS**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
FISCAL YEAR ENDING JUNE 30,										
Net (Expense)/Revenue:										
Governmental Activities	\$ (40,849,885)	(37,645,574)	(36,185,523)	(35,329,899)	(40,699,634)	(39,767,422)	(41,036,304)	(39,794,985)	(39,380,693)	(38,446,257)
Business-Type Activities	(924,388)	(1,155,328)	(968,319)	(998,253)	(1,794,176)	(2,193,418)	(1,065,002)	(719,000)	(780,713)	(1,591,755)
Total District-Wide Net Expense	\$ (41,774,273)	(38,800,902)	(37,153,842)	(36,328,152)	(42,493,810)	(41,960,840)	(42,101,306)	(40,513,985)	(40,161,406)	(40,038,012)
General Revenues & Other Changes in Net Assets:										
Governmental Activities:										
County Appropriation	\$ 7,611,044	6,470,217	5,000,000	5,000,000	5,200,000	4,800,000	4,800,000	4,800,000	5,494,388	6,550,783
Federal & State Aid Not Restricted	635,272	135,619	548,777	395,295	111,187	114,084	131,969	226,496	288,044	213,391
Tuition Received	25,900,869	24,036,490	28,650,380	26,020,506	26,362,211	26,015,684	24,794,520	26,767,255	26,720,278	23,818,838
Tuition Charges	10,642,798	9,403,902	10,108,121	11,220,066	8,452,604	10,668,664	9,549,612	9,149,882	8,310,839	7,052,945
Non Resident Fees	513,473	369,635	354,501	320,044	351,147	323,792	531,192	386,802	354,042	358,446
Rent and Royalties									158,609	144,083
Miscellaneous Income	478,116	859,941	938,539	880,698	2,580,527	388,344	271,297	503,774	164,830	210,860
Transfers	(380,785)	(377,127)	(837,137)	(2,467,880)	(2,410,079)	(1,817,665)	(728,350)	(1,157,385)	(1,542,798)	(554,419)
Board Contribution to County							(400,000)	(563,560)		
Transfer from County									31,853	
Total Governmental Activities	45,400,787	40,898,677	44,763,181	41,368,729	40,647,597	40,492,903	38,950,240	40,113,264	39,980,085	37,794,927
Business-Type Activities:										
Investment Earnings	9,335	18,153								4
Contributed Capital										
Transfers	380,785	377,127	837,137	2,467,880	2,410,079	1,817,665	728,350	1,157,385	1,542,798	554,419
Cancellation of Prior Year A/P					(179,570)			71,944		
Adjustment to Capital Assets									(56,419)	65,064
Total Business-Type Activities	390,120	395,280	837,137	2,467,880	2,230,509	1,817,665	728,350	1,229,329	1,486,379	619,487
Total District-Wide	\$ 45,790,907	41,293,957	45,600,318	43,836,609	42,878,106	42,310,568	39,678,590	41,342,593	41,466,464	38,414,414
Change in Net Position:										
Governmental Activities	\$ 4,550,902	3,253,103	8,577,658	6,038,830	(52,037)	725,481	(2,086,064)	318,279	599,392	(651,330)
Business-Type Activities	(534,268)	(760,048)	(131,182)	1,469,627	436,333	(375,753)	(336,652)	510,329	705,666	(972,268)
Total District	\$ 4,016,634	2,493,055	8,446,476	7,508,457	384,296	349,728	(2,422,716)	828,608	1,305,058	(1,623,598)

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST FOUR FISCAL YEARS
(Modified Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2022	2021	2020	2019	2018	2017	2016	2015
General Fund										
Restricted	\$ 7,563,720	7,563,946	7,387,285	4,062,292	1,722,429	1,514,905	1,512,950	1,510,108	1,510,108	1,510,108
Assigned	2,759,066	1,545,583	1,493,637	152,240	39,145		1,085,772	976,999	270,943	133,016
Unassigned	2,590,496	1,669,722	3,148,770	3,771,054	3,482,809	2,374,072	583,031	3,496,656	3,366,087	3,060,863
Total General Fund	\$ 12,913,282	10,779,251	12,029,692	7,985,586	5,244,383	3,888,977	3,181,753	5,983,763	5,147,138	4,703,987

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2024	2024	2023	2022	2021	2020	2019	2018	2017	2016
Revenues:										
County Appropriation	\$ 7,611,044	6,470,217	5,000,000	5,000,000	5,200,000	4,800,000	4,800,000	4,800,000	5,494,388	6,550,783
Tuition Charges	25,900,869	24,036,490	28,650,380	26,020,506	26,362,211	26,015,684	24,794,520	26,767,255	26,720,278	23,818,838
Other Tuition	10,642,798	9,403,902	10,108,121	11,220,066	8,452,604	10,668,664	9,549,612	9,149,882	8,310,839	7,052,945
Nonresident Fees	513,473	369,635	354,501	320,044	351,147	323,792	531,192	386,802	354,042	358,446
Rent and Royalties									158,609	144,083
Miscellaneous	548,810	510,590	853,372	785,495	2,565,206	388,344	271,297	503,774	164,830	210,860
Local Sources	77,113	460,250	57,247	44,899	15,321					
State Sources	9,616,491	9,157,507	9,076,619	9,311,692	7,325,008	6,262,149	6,026,531	5,321,732	4,596,870	4,126,941
Federal Sources	167,722	109,072	607,282	356,110	143,281	114,084	131,969	226,496	288,044	213,391
Total Revenues	55,078,320	50,517,663	54,707,522	53,058,812	50,414,778	48,572,717	46,105,121	47,155,941	46,087,900	42,476,287
Expenditures:										
Current:										
Special Education Instruction	16,198,016	14,834,167	14,156,801	13,901,286	13,714,043	14,075,550	15,173,559	14,897,265	14,872,414	14,952,342
Other Special Instruction	260,266	282,909	236,667	274,724	197,630	164,051	207,678	223,372	327,741	264,662
Support Services & Undistributed Costs:										
Student & Instruction Related Services	6,441,489	5,875,981	5,878,573	5,462,978	5,312,417	4,646,805	4,920,766	4,923,072	4,835,812	4,742,066
School Administrative Services	423,638	526,407	723,771	776,255	681,659	616,315	623,969	581,674	659,370	571,932
Other Administrative Services	2,946,534	3,016,498	3,088,011	4,066,151	4,229,623	4,167,346	2,687,494	3,435,815	3,243,060	2,484,042
Plant Operations & Maintenance	3,699,198	2,946,412	3,759,771	3,600,920	3,196,499	3,520,427	3,982,750	3,420,199	3,636,968	3,265,315
Pupil Transportation	156,309	172,513	218,009	158,347	242,268	235,313	263,281	238,717	244,846	303,019
Unallocated Benefits	12,056,141	11,631,071	10,858,002	10,067,109	11,710,101	12,158,595	12,603,194	10,917,361	9,383,966	14,187,144
On-Behalf TPAF & FICA Contributions	8,992,990	9,061,223	9,063,949	9,223,635	7,325,008	6,262,149	6,026,531	5,321,732	4,596,870	-
Capital Outlay	1,388,923	3,187,445	1,856,713	322,297	249,325	201,277	1,289,559	639,164	2,332,757	4,585,970
Total Expenditures	\$ 52,563,504	51,534,626	49,840,267	47,853,702	46,858,573	46,047,828	47,778,781	44,598,371	44,133,804	45,356,492

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Excess (Deficiency) of Revenues Over/(Under) Expenditures	2,514,816	(1,016,963)	4,867,255	5,205,110	3,556,205	2,524,889	(1,673,660)	2,557,570	1,954,096	(2,880,205)
Other Financing Sources/(Uses):										
Transfers Out	(380,785)	(377,127)	(837,137)	(2,467,880)	(2,410,079)	(1,817,665)	(728,350)	(1,157,385)	(1,542,798)	(554,419)
Board Contribution to County	-	-	-	-	-	-	(400,000)	(563,560)	-	-
Cancellation of Prior Year's Receivables	-	-	-	-	-	-	-	-	31,853	(77,177)
Total Other Financing Sources/(Uses)	(380,785)	(377,127)	(837,137)	(2,467,880)	(2,410,079)	(1,817,665)	(1,128,350)	(1,720,945)	(1,510,945)	(631,596)
Net Change in Fund Balances	2,134,031	(1,394,090)	4,030,118	2,737,230	1,146,126	707,224	(2,802,010)	836,625	443,151	(3,511,801)
Debt Service as a Percentage of Noncapital Expenditures	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: District records

BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDED JUNE 30,	TUITION	OTHER LOCAL REVENUE	STATE REVENUE	FEDERAL REVENUE	TOTAL
2025	36,543,667	6,062,283	9,023,983	167,722	51,797,655
2024	33,440,392	5,880,225	9,061,223	109,072	48,490,912
2023	38,758,501	6,207,873	9,063,949	294,587	54,324,910
2022	37,240,572	6,105,539	9,297,055	199,762	52,842,928
2021	34,814,815	8,116,353	7,325,008	128,281	50,384,457
2020	36,684,348	5,512,136	6,262,149	114,084	48,572,717
2019	34,344,132	5,602,489	6,026,531	131,969	46,105,121
2018	35,917,137	5,690,576	5,321,732	226,496	47,155,941
2017	35,031,117	4,682,000	4,596,870	288,044	44,598,031
2016	30,871,783	5,513,389	4,126,941	213,391	40,725,504

Note: Excludes the Capital Projects Fund as these expenditures vary substantially from year to year. The Financial data presented would not be as meaningful for comparative purposes if these were included.

Source: District Records.

EXHIBIT J-6 THROUGH J-13
NOT APPLICABLE

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	COUNTY POPULATION (a)	PERSONAL INCOME (b)	COUNTY PER CAPITA PERSONAL INCOME (c)	COUNTY UNEMPLOYMENT RATE (d)
2024	475,515	N/A	N/A	4.2%
2023	469,167	35,039,268,228	74,684	3.9%
2022	466,103	33,050,431,524	70,908	3.6%
2021	464,269	32,324,264,856	69,624	5.8%
2020	446,596	29,031,866,172	65,007	8.2%
2019	446,160	27,470,963,520	61,572	3.3%
2018	445,429	30,800,524,492	69,148	3.7%
2017	446,229	25,567,583,013	57,297	4.1%
2016	447,092	24,994,231,168	55,904	4.5%
2015	447,906	24,381,763,110	54,435	5.3%

Source: New Jersey Department of Education

(a) Population information provided by the New Jersey Department of Labor and Workforce Development

(b) Estimated based upon the Municipal Population and Per Capita Personal Income presented

(c) Estimated based upon the 2020 Census published by the U.S. Bureau of Economic Analysis

(d) Unemployment data provided by the New Jersey Department of Labor and Workforce Development

EXHIBIT J-15 NOT AVAILABLE

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEAR**

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Instruction:										
Special Education	312	317	325	326	283	311	338	344	321	334
Support Services:										
Student & Instruction Related Services	68	71	64	61	63	58	62	56	56	61
School Administrative Services	11	12	16	17	16	15	17	22	29	38
General & Business Administrative Services	13	12	11	13	13	19	17	22	25	10
Plant Operations & Maintenance	21	22	26	26	24	28	30	27	26	22
Pupil Transportation	4	4	4	4	5	5	6	5	4	
Food Service	3	3	3	3	3	3	3	10	10	10
Total	432	441	449	450	407	439	473	486	471	475

Source: District Personnel Records

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/ TEACHER RATIO	AVERAGE DAILY ENROLLMENT (ADE)	AVERAGE DAILY ATTENDANCE (ADA)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
2025	449	\$51,174,581	113,975	7.26%	104	4.3/1	451.38	398.61	3.48%	88.31%
2024	455	48,347,181	106,258	7.18%	88	5.2/1	436.19	380.54	-18.80%	87.24%
2023	484	47,983,554	99,140	8.04%	103	4.7/1	537.15	451.22	-0.03%	84.00%
2022	518	47,531,405	91,759	-1.37%	108	4.8/1	537.31	432.73	2.03%	80.54%
2021	501	46,609,248	93,032	10.39%	97	5.2/1	526.64	430.39	-11.79%	81.72%
2020	544	45,846,551	84,277	-0.11%	99	5.5/1	597.00	508.40	-1.81%	85.16%
2019	551	46,489,222	84,372	16.50%	107	5.6/1	608.00	519.50	14.16%	85.44%
2018	607	43,959,207	72,420	6.72%	107	5.6/1	532.60	538.50	-14.97%	101.11%
2017	616	41,801,047	67,859	15.68%	103	6/1	626.40	540.50	-9.26%	86.29%
2016	695	40,770,522	58,663	-0.72%	127	6.2/1	690.30	596.00	0.61%	86.34%

Sources: District records

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEAR**

DISTRICT BUILDINGS	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Elementary Schools:										
Westampton Campus:										
Square Feet	207,433	207,433	207,433	207,433	207,433	207,433	207,433	207,433	207,433	207,433
Capacity (Students)	755	755	755	755	755	755	755	755	755	755
Enrollment	370	370	340	334	357	412	484	426	519	398
Lumberton Campus:										
Square Feet	-	-	66,438	66,438	66,438	66,438	66,438	66,438	66,438	66,438
Capacity (Students)	-	-	165	165	165	165	165	165	165	165
Enrollment	-	-	85	71	87	17	32	93	176	178
Transition Campus:										
Square Feet	41,000	41,000	41,000	41,000	41,000	41,000	41,000	41,000	41,000	41,000
Capacity (Students)	167	167	167	167	167	167	167	167	167	167
Enrollment	85	85	93	96	100	79	85	97	-	114

Number of Schools at June 30, 2025:
Other = 2

Source: District Facilities Office

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST SIX FISCAL YEARS**

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES
11-000-261-xxx

*	TRANSITION CAMPUS	WESTAMPTON CAMPUS	LUMBERTON CAMPUS	TOTAL
2025	\$ 80,106	556,569	-	\$ 636,675
2024	44,330	568,764	27,794	640,888
2023	104,245	651,156	162,979	918,380
2022	34,616	438,587	168,547	641,750
2021	53,607	529,975	182,295	765,877
2020	36,245	566,041	220,531	822,817
2019	47,094	623,360	329,594	1,000,048
2018	43,334	534,229	241,790	819,353
2017	41,342	603,362	224,053	868,757
2016	8,689	535,370	212,843	756,902
Total School Facilities	<u>\$ 493,608</u>	<u>5,607,413</u>	<u>1,770,426</u>	<u>\$ 7,871,447</u>

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

Source: District records

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025**

	COVERAGE	DEDUCTIBLE
Commercial General Liability:		
Bodily Injury and Property Damage - Per Occurrence	\$ 16,000,000	
Products/Completed Operations Aggregate Limit	16,000,000	
Personal/Advertising Injury Limit - Per Occurrence	16,000,000	
Employee Benefits Liability - Per Occurrence	16,000,000	1,000
Each Occurrence		
Commercial Property Coverage:		
Blanket Coverage, Building & Contents	86,515,454	5,000
Equipment Floater:		
Hardware / Software	350,000,000	1,000
Equipment Breakdown	100,000,000	25,000
Commercial Automobile:		
Bodily Injury & Property Damage	16,000,000	
Medical Payments: Private Passenger	10,000	
Medical Payments: All Other Vehicles	5,000	
Uninsured/Underinsured Motorist: Bodily Injury Per Person	25,000	
Uninsured/Underinsured Motorist: Bodily Injury Per Accident	50,000	
Commercial Crime:		
Public Employee Dishonesty with Faithful Performance	100,000	1,000
Theft, Disappearance and Destruction - Loss of Money	100,000	1,000
Theft, Disappearance and Destruction - Money Orders & Counterfeits	100,000	1,000
Forgery & Alteration	100,000	1,000
Computer Fraud	100,000	1,000
Pollution Liability:	1,000,000 / 2,000,000	50,000
Cyber Liability:	10,000,000	25,000
Employment Practices Legal Liability / School Board Legal Liability:	26,150,000	5,000
Student Accident:		
Aggregate Limit of Liability: Per Covered Accident	500,000	
Excess Medical	5,000,000	
Public Official Bonds:		
Board Secretary	300,000	
Treasurer	400,000	
Workers Compensation:		

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SINGLE AUDIT SECTION



BRENT W. LEE & CO., LLC
Certified Public Accounting Firm

EXHIBIT K-1

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

The Honorable President and Members
of the Board of Education
Burlington County Special Services School District
County of Burlington
Westampton, New Jersey 08060

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Burlington County Special Service School District (the "District"), in the County of Burlington, 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 District's basic financial statements, and have issued my report thereon dated December 8, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

609-456-8804
39 Paddock Lane, Cinnaminson, NJ 08077

Report on Compliance and Other Matters

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

Purpose of this Report

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

Respectfully submitted,



Brent W. Lee
Certified Public Accountant
Public School Accountant No. 700

Cinnaminson, New Jersey
December 8, 2025



BRENT W. LEE & CO., LLC
Certified Public Accounting Firm

EXHIBIT K-2

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

The Honorable President and Members
of the Board of Education
Burlington County Special Services School District
County of Burlington
Westampton, New Jersey 08060

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited the Board of Education of the Burlington County Special Services School District's (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and New Jersey *State Grant Compliance Supplement* that could have a direct and material effect on each of the District's major state programs for the year ended June 30, 2025. The District'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 District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2025.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and State of New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Our responsibilities under those standards and the OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and N.J. OMB Circular 15-08, we:

- Exercise professional judgement 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 compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of 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 Uniform Guidance and N.J. OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a 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 purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Report on Schedule of Expenditures of State Awards Required by the Uniform Guidance

We have audited the financial statements of the Burlington County Special Services School District as of and for the year ended June 30, 2025, and have issued my report thereon dated December 8, 2025, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of state awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of state awards is fairly stated in all material respects in relation to the financial statements as a whole.

Respectfully submitted,



Brent W. Lee
Certified Public Accountant
Public School Accountant No. 700
Brent W. Lee & Co., LLC

Cinnaminson, New Jersey
December 8, 2025

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**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR FISCAL YEAR ENDED JUNE 30, 2025**

FEDERAL ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	(ACCOUNTS RECEIVABLE) REVENUE AT JUNE 30, 2025	UNEARNED REVENUE AT JUNE 30, 2025
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES									
General Fund:									
	93.778	200SNJ5MAP	100-054-7540-211	7/01/24-6/30/25	167,722	167,722	(167,722)	-	-
Medical Assistance Program (SEMI)									
Total General Fund									
					-	167,722	(167,722)	-	-
U.S. ENVIRONMENTAL PROTECTION AGENCY									
Special Revenue Fund:									
	66.045	N/A	N/A	7/01/24-6/30/25	1,615,000	1,615,000	-	-	1,615,000
Clean School Bus Rebate Program									
Total Special Revenue Fund									
					-	1,615,000	-	-	1,615,000
U.S. DEPARTMENT OF AGRICULTURE									
Passed Through New Jersey Department of Agriculture:									
Child Nutrition Cluster:									
	10.553	241NJ304N1099	100-010-3350-028	7/01/23-6/30/24	72,619	4,720	-	-	-
	10.553	251NJ304N1099	100-010-3350-028	7/01/24-6/30/25	78,625	64,423	(78,625)	(14,202)	-
School Breakfast Program									
School Breakfast Program									
					(4,720)	69,143	(78,625)	(14,202)	-
National School Lunch Program									
	10.555	241NJ304N1099	100-010-3350-026	7/01/23-6/30/24	143,280	9,294	-	-	-
	10.555	251NJ304N1099	100-010-3350-026	7/01/24-6/30/25	154,596	127,555	(154,596)	(27,041)	-
HHFKA - Performance Based									
	10.555	241NJ304N1099	100-010-3350-026	7/01/23-6/30/24	3,955	248	-	-	-
	10.555	251NJ304N1099	100-010-3350-026	7/01/24-6/30/25	4,464	3,671	(4,464)	(793)	-
Food Distribution Program									
	10.555	251NJ304N1099	N/A	7/01/24-6/30/25	39,262	39,262	(39,262)	-	-
Total Child Nutrition Cluster									
					(9,542)	180,030	(198,322)	(27,834)	-
P-EBT Administrative									
	10.649	2022225900941	N/A	7/01/24-6/30/25	643	249,173	(276,947)	(42,036)	-
Total P-EBT Administrative									
					-	643	(643)	-	-
Total U.S. Department of Agriculture									
					\$ (14,262)	2,032,538	(445,312)	(42,036)	\$ 1,615,000

N/A - Not Available

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

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR FISCAL YEAR ENDED JUNE 30, 2025**

STATE GRANTOR/PROGRAM TITLE OR CLUSTER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	(ACCOUNTS RECEIVABLE) MEMO	
								AT JUNE 30, 2025	CUMULATIVE TOTAL EXPENDITURES
State Department of Education:									
General Fund:									
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	24-495-034-5094-003	1,190,086	7/01/23-6/30/24	\$ (62,279)	62,279			-	\$ -
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	25-495-034-5094-003	1,363,899	7/01/24-6/30/25		1,298,231	(1,363,899)		(65,668)	(1,363,899)
				(62,279)	1,360,510	(1,363,899)	-	(65,668)	(1,363,899)
On-Behalf TPAF Post-Retirement Medical (Noncash Assistance)	25-495-034-5094-001	1,724,368	7/01/24-6/30/25		1,724,368	(1,724,368)		-	(1,724,368)
On-Behalf TPAF Pension Contributions (Noncash)	25-495-034-5094-002	5,901,310	7/01/24-6/30/25		5,901,310	(5,901,310)		-	(5,901,310)
On-Behalf Teachers' Pension & Annuity Fund-LTD Insurance / Non-contributory (Noncash)	25-495-034-5094-004	3,413	7/01/24-6/30/25		3,413	(3,413)		-	(3,413)
				-	7,629,091	(7,629,091)	-	-	(7,629,091)
Total General Fund				(62,279)	8,989,601	(8,992,990)	-	(65,668)	(8,992,990)
State Department of Education:									
Special Revenue Fund:									
Maximizing Post School Outcomes for Students with Disabilities	24E00756	1,428,560	6/01/24-5/31/26		474,553	(592,508)		(117,955)	(592,508)
				-	474,553	(592,508)	-	(117,955)	(592,508)
Total Special Revenue Fund									
New Jersey Department of Agriculture:									
Enterprise Funds:									
National School Lunch Program (State Share)	24-100-010-3350-023	10,447	7/01/23-6/30/24	(673)	673			-	-
National School Lunch Program (State Share)	25-100-010-3350-023	11,728	7/01/24-6/30/25		9,659	(11,728)		(2,069)	(11,728)
				(673)	10,332	(11,728)	-	(2,069)	(11,728)
Total Enterprise Fund				\$ (62,952)	9,474,486	(9,597,226)	-	(185,692)	\$ (9,597,226)
Total State Financial Assistance									
State Financial Assistance Programs not subject to Calculation for major Program Determination:									
On-Behalf TPAF Post-Retirement Medical (Noncash Assistance)	25-495-034-5094-001		7/01/24-6/30/25			1,724,368			
On-Behalf TPAF Pension Contributions (Noncash)	25-495-034-5094-002		7/01/24-6/30/25			5,901,310			
On-Behalf Teachers' Pension & Annuity Fund-LTD Insurance / Non-contributory (Noncash)	25-495-034-5094-004		7/01/24-6/30/25			3,413			
Total State Financial Assistance subject to Calculation for Major Program Determination								\$ (1,968,135)	

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

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Note 1. Basis of Presentation

The accompanying schedules of expenditures of state financial assistance present the activity of all state financial assistance programs of the Burlington County Special Services school District. The School District is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with the requirements of the New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All state assistance received directly from state agencies, as well as state financial assistance passed through other government agencies is included on the schedule of expenditures of state financial assistance.

Note 2. Summary of Significant Accounting Policies

The accompanying schedules of expenditures of state financial assistance are presented using the budgetary basis of accounting with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting and programs recorded in the capital projects fund are presented using the modified accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The School District did not elect the 10-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

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

Note 3. Relationship to Basic Financial Statements

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

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Note 3. Relationship to Basic Financial Statements (continued)

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is -0- for the general fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 167,722	9,023,983	\$ 9,191,705
Special Revenue Fund	-	592,508	592,508
Food Service Fund	<u>277,590</u>	<u>11,728</u>	<u>289,318</u>
Total Awards & Financial Assistance	<u>\$ 445,312</u>	<u>9,628,219</u>	<u>\$10,073,531</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The Burlington County Special Services School District had no loan balances outstanding at June 30, 2025.

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

- 1) Material weakness(es) identified? yes X no
- 2) Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards N/A

Internal control over major programs:

- 1) Material weakness(es) identified? yes no
- 2) Significant deficiency(ies) identified? yes none reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a)? yes no

Identification of major programs:

<u>AL Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>

Dollar threshold used to determine Type A and type B programs:

Auditee qualified as low-risk auditee? yes no

State Financial Assistance

Identification of major programs:

Max Post School Outcomes for Students Maintenance Needs

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Section II – Financial Statement Findings – N/A

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, and abuse related to the financial statements for which *Government Auditing Standards* requires reporting and with audit requirements prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

Section III – State Financial Assistance Findings & Questioned Costs

This section identifies audit findings required to be reported by New Jersey OMB's Circular 15-08, as applicable.

FEDERAL AWARDS

N/A

STATE FINANCIAL ASSISTANCE

N/A

**BURLINGTON COUNTY SPECIAL SERVICES SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
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* and New Jersey OMB's Circular 15-08, as applicable.

Status of Prior Year Findings:

N/A

Federal Awards:

N/A

State Financial Assistance:

N/A