

**BYRAM TOWNSHIP
SCHOOL DISTRICT**

**Byram Township Board of Education
Byram, New Jersey**

**Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025**

Annual Comprehensive Financial Report

of the

BYRAM TOWNSHIP SCHOOL DISTRICT

Byram, New Jersey

For the Fiscal Year Ended June 30, 2025

Prepared by

**Byram Township Board of Education
Finance Department**

BYRAM TOWNSHIP SCHOOL DISTRICT
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INTRODUCTORY SECTION
(UNAUDITED)

TOWNSHIP OF BYRAM BOARD OF EDUCATION

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October 2, 2025

Honorable President and
Members of the Board of Education
Byram Township School District
County of Sussex, New Jersey

Dear Board Members:

We are pleased to present to you the Annual Comprehensive Financial Report (ACFR) of the Byram Township School District (District) for the fiscal year ended June 30, 2025. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. This report will provide the taxpayers of the Byram Township School District with comprehensive financial data in a format enabling them to gain an understanding of the School District's financial affairs.

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

- The Introductory Section contains a table of contents, this Letter of Transmittal, List of Principal Officials, and an Organization Chart of the School District.
- The Financial Section begins with the Independent Auditor's Report and includes the Management's Discussion and Analysis; the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, and other schedules providing detailed budgetary information.
- The Statistical Section includes selected economic and demographic information, financial trends, and the fiscal capacity of the School District, generally presented on a multi-year basis.
- The Single Audit Section - The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the 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.

School District Organization

The Byram Township School District is one of 616 school districts in the State of New Jersey and one of 26 school districts in Sussex County. The School District provides education for its preschool handicapped through eighth grade students. Geographically, the District is comprised of the Township of Byram only. The School District's total area is 22.48 square miles. The elementary students enrolled in the Byram Township School District attend two schools comprising the District. Students for 9th through 12th grade attend the Lenape Valley Regional High School in Stanhope, N.J.

An elected seven-member Board of Education (the "Board") serves as the policy maker for the School District. The Board adopts an annual budget and directly approves all expenditures which serve as the basis for control over and authorization for all expenditures of School District tax money.

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. The Business Administrator/Board Secretary is the chief financial officer of the School District, responsible for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds, and investing idle funds as permitted by New Jersey law.

Reporting Entity

Byram Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB codification section 2100. All funds of the District are included in this report. The Byram Township Board of Education and its two elementary schools constitute the District's reporting entity.

The District completed the 2024-25 fiscal year with an average daily enrollment of 795 students, which is ten less students than the previous year's average daily enrollment. The District's average daily enrollments for the past ten years are presented below:

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	
	<u>Student Enrollment</u>	<u>Percent Change</u>
2024-25	829	-1.19%
2023-24	839	3.33%
2022-23	812	3.05%
2021-22	788	-2.23%
2020-21	806	-0.98%
2019-20	814	0.12%
2018-19	813	-3.67%
2017-18	844	-2.09%
2016-17	862	-1.37%
2015-16	874	0.81%

Economic Condition and Outlook

The School District, along with many other public school systems in the State, still faces some difficult economic situations since the primary funding source is property tax revenue. With the passage of Senate bill S-2, the district was projected to lose approximately \$2 million in State aid over a six-year period. The State allowed the district to increase the tax levy above the two percent cap in FY25 in an effort to offset the negative impact of state aid cuts over the years. The district increased the tax levy by 6.6%. The cuts could resume or increase if enrollment begins to decline again. The district does have School Choice students and receives \$471,070 in additional State aid as a result of the Choice program. Inflation has negatively affected the cost of all items and services in the district these past few years.

The School District attributes much of its past education success to the community's demand for, and support of, a quality school system. Our focus continues to be the delivery of a high quality education to all students in the district.

Educational Programs

The Board of Education continues to maintain a quality education program for its preschool through eighth grade students. Attention has focused on language arts, math, science, social studies, and special-areas curriculum. Spanish instruction is a key component for our world languages/culture program. The kindergarten classes are offered as a full-day program and an emphasis is placed on language arts and math instruction. Balanced literacy instruction, especially in the early grades, continues as a priority. Remedial and special education programs continue to be implemented so that students with specific learning needs will have increased opportunities for success. The Board supports the technology program and has invested in the Chromebook 1:1 initiative in grades 2 - 8 and training. The Byram Education Foundation has donated many resources to assist our school program. Our RTI program has allowed the Byram School District to target specific areas of student learning while in the classroom. Our Mass Media program provides an opportunity for our 8th grade students to report the news of the school to the entire district on our morning announcements.

Major Initiatives

Each school year, one of the most significant concerns that the district has is the proper balance of finances and effective and efficient educational practices. Obviously staffing plays the largest part of this balance, so much attention continues to be given to this area. Student achievement and academic growth is constantly an ongoing goal of the district while we continue to develop and enhance instructional strategies through professional development of our staff to support student achievement. The incorporation of technology in teaching and learning continues to be a tool to best reach the interest level of students and most efficiently tap into new educational opportunities. The STAR Reading program is a technology based program that is utilized to assess students' strengths and weaknesses in language arts. The information gathered from this program allows the teachers to reinforce the strengths of the individual students while also identifying a focus for student deficiencies. Benchmark assessments that demonstrate student growth are administered to students at least three times per year. The program has been implemented at the intermediate school level and will continue to be utilized at the elementary level again this coming school year. In conjunction with this program, the district is in its fifth year in its language arts program from Houghton-Mifflin called Journeys at the K-4 level to help support the needs of these young emerging readers. The elementary staff has continued to develop their instructional strategies and delivery of this series and will continue to discover all that the program makes available to them and their students through a deeper understanding of the series and appropriate professional development. This series also integrates a technology component that ties in very well with the Reader's Workshop program already incorporated

by the district. The Intermediate School continues to incorporate a language arts program that utilizes core novels to address specific themes and inspire critical thinking. We continue to be excited about the positive educational impacts these new programs have working in conjunction with our district's full day kindergarten program giving our students the skills to be successful later in their academic careers. We anticipate long term growth in all academic areas as a result of these programs and the sustained positive development of full day kindergarten.

Chromebooks continue to be an essential instructional tool for our students in grades 2-8 as we maintain our one to one Chromebook program. Chromebooks continue to be purchased on a scheduled cycle program to ensure the students have properly working devices. The same is true regarding the SMARTboard technology in the district. We continue to maintain SMARTboard units in the classrooms. The district is also continuing our world language program at the elementary school levels in grades K-4 where much of its materials are technology based. The district continues to offer Spanish in grades K-8.

The physical facility and grounds are constantly being inspected for opportunities to maintain the plant and grounds to ensure they are in proper working order and also address potential safety concerns. The district was awarded two ROD grants for roof restoration work and boiler replacement; the roof project is completed and the boiler replacement will be completed in the fall of 2025.

Financial Information

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

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

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

In addition to internal accounting controls, the District maintains budgetary controls. 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 original budget, budget transfers during the year, and final budget amount for the fiscal year are reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriated balances reported as restrictions, commitments, and assignments of fund balance at fiscal year end.

Cash Management

The investment policy of the District is guided in large part by state statutes as detailed in “Notes to Basic Financial Statements,” Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

Risk Management

The District continues to protect its assets through a comprehensive insurance program through coverage obtained from the School Alliance Insurance Fund. The Fund is a school district joint self-insurance fund formed under the provisions of the New Jersey Statutes. The Fund’s membership is comprised of local and regional school districts. Coverage includes property loss, crime and fidelity, comprehensive general liability, auto insurance, workers’ compensation, school leaders’ professional liability, supplemental workers’ compensation and underground storage tank (pollution liability). Other policies purchased from other insurance companies include fidelity bonds for the School Business Administrator/Board Secretary and Board Treasurer of School Monies. Additional policies purchased were for Student Accident Insurance.

Independent Audit

State statutes require an annual audit by independent certified public accountants. The accounting firm of Nisivoccia LLP was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey’s OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. The auditor’s report on the basic financial statements and specific required supplemental information 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.

Acknowledgments

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

Respectfully submitted,

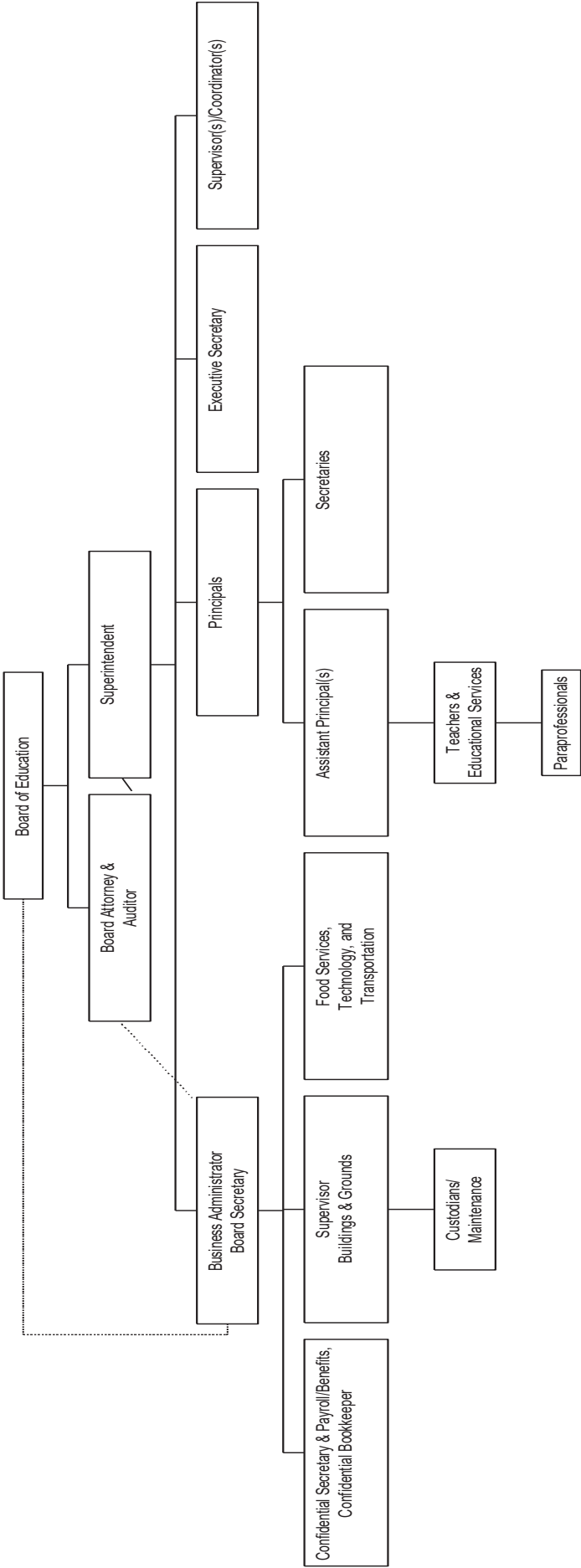


Dr. Kurt Ceresnak
Superintendent



Theresa Radline
Business Administrator/Board Secretary

Byram Township Board of Education Organizational Chart/Chain of Command



**BYRAM TOWNSHIP SCHOOL DISTRICT
ROSTER OF OFFICIALS
JUNE 30, 2025**

<u>Members of the Board of Education</u>		<u>Term Expires</u>
Julie Lucente	President	2027
James McBain	Vice President	2025
Courtney Gallagher	Member	2027
Natalee Gorousingh	Member	2025
Kristy McFarlane	Member	2027
Lauren Pedersen	Member	2026
Melissa Smith	Member	2025

Other Officers

Dr. Kurt Ceresnak, Superintendent
Theresa Radline, Business Administrator/Board Secretary
Theresa Linskey, Treasurer of School Monies

**BYRAM TOWNSHIP SCHOOL DISTRICT
Consultants and Advisors**

Audit Firm

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Mount Arlington Corporate Center
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Official Depository

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Insurance Agent

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(formerly the Morville Agency)
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Newton, New Jersey 07860

FINANCIAL SECTION

Independent Auditors' Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Byram Township School District (the “District”), in the County of Sussex, 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the District, as of June 30, 2025, and the respective changes in financial position, and, where applicable cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office, we:

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

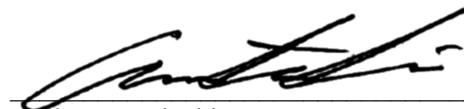
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 2, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

October 2, 2025
Mount Arlington, New Jersey

NISIVOCIA LLP



Andrew Kucinski
Licensed Public School Accountant #2684
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

**Byram Township School District
Management Discussion and Analysis
For This Fiscal Year Ended June 30, 2025**

This section of Byram Township School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2025. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Overview of the Financial Statements

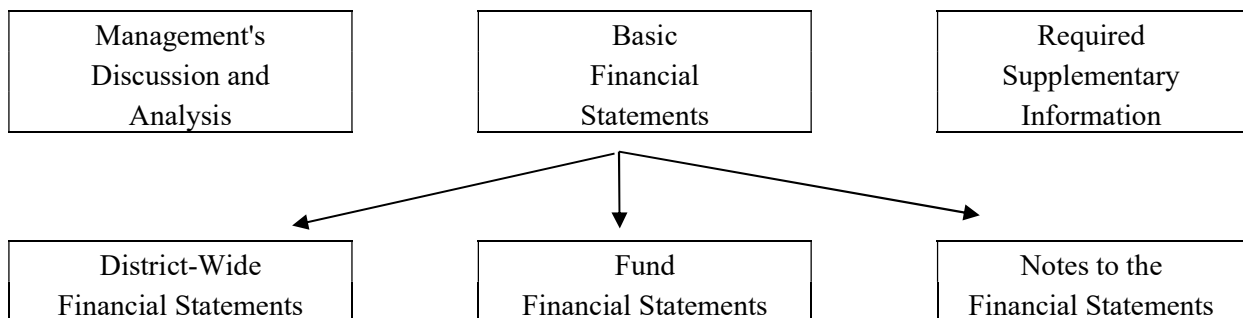
This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *District-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more* detail than the District-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- *Proprietary funds* statements offer *short-* and *long-term* financial information about the activities the District operates like a business, such as food services.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the year.

Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1
Organization of Byram Township School District's Financial Report**



**Byram Township School District
Management Discussion and Analysis
For This Fiscal Year Ended June 30, 2025**

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents of each of the statements.

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire District	The activities of the District that are not proprietary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services
Required Financial Statements	• Statement of net position • Statement of activities	• Balance sheet • Statement of revenue, expenditures, and changes in fund balances	• Statement of net position • Statement of revenue, expenses, and changes in net position • Statement of cash flows
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets, lease assets, subscription assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid

**Byram Township School District
Management Discussion and Analysis
For This Fiscal Year Ended June 30, 2025**

District-wide Statements

The District-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred inflows and outflows, and liabilities. All of the current year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two District-wide statements report the District's *net position* and how they have changed. Net position – the difference between the District's assets, deferred inflows and outflows, and liabilities – is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net position is an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, you need to consider additional nonfinancial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the District-wide financial statements, the District's activities are divided into two categories:

- *Governmental activities:* Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes and state formula aid finance most of these activities.
- *Business-type activities:* The District charges fees to help it cover the costs of certain services it provides. The District's food service is included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term liabilities) or to show that it is properly using certain revenue (such as federal grants).

The District has two kinds of funds:

- *Governmental funds:* Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds:* Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The District uses *internal service funds* (the other kind of proprietary fund) to report activities that provide supplies and services for its other programs and activities. The District currently does not maintain any internal service funds.

**Byram Township School District
Management Discussion and Analysis
For This Fiscal Year Ended June 30, 2025**

Notes to the Basic Financial Statements: The notes provide basic information that is essential to a full understanding of the data provided in the District-wide and Fund financial statements. The notes to the basic financial statements can be found immediately following the Fund financial statements.

Financial Analysis of the District as a Whole

Net Position. The Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a school's financial position.

**Figure A-3
Condensed Statement of Net Position**

	Government Activities		Business-Type Activities		Total School District		Total Percentage Change
	2024/2025	2023/2024	2024/2025	2023/2024	2024/2025	2023/2024	
Current and Other Assets	\$ 7,338,744	\$ 6,323,954	\$ 256,094	\$ 245,528	\$ 7,594,838	\$ 6,569,482	
Capital Assets, Net	13,120,332	13,127,071	44,079	12,750	13,164,411	13,139,821	
Total Assets	20,459,076	19,451,025	300,173	258,278	20,759,249	19,709,303	5.33%
Deferred Outflows of Resources	312,758	181,538			312,758	181,538	72.28%
Other Liabilities	548,139	427,978	18,323	5,576	566,462	433,554	
Long-Term Liabilities	3,657,064	3,683,335			3,657,064	3,683,335	
Total Liabilities	4,205,203	4,111,313	18,323	5,576	4,223,526	4,116,889	2.59%
Deferred Inflows of Resources	316,793	417,531			316,793	417,531	-24.13%
Net Position:							
Net Investment in							
Capital Assets	13,120,332	13,127,071	44,079	12,750	13,164,411	13,139,821	
Restricted	5,978,355	5,081,349			5,978,355	5,081,349	
Unrestricted / (Deficit)	(2,848,849)	(3,104,701)	237,771	239,952	(2,611,078)	(2,864,749)	
Total Net Position	\$ 16,249,838	\$ 15,103,719	\$ 281,850	\$ 252,702	\$ 16,531,688	\$ 15,356,421	7.65%

The District's financial position is the product of financial transactions including the net results of activities, long-term liabilities, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Changes in Net Position. Net position in the Governmental Activities increased due primarily to the change in Net Pension Liability and the related deferred outflows and inflows, the maturity of long term liabilities, capital assets additions offset by depreciation expense as well as excess revenues and unexpended budget balances in the General Fund. An explanation for the change in Net Position for Business-Type Activities is included later in this section of the report.

**Byram Township School District
Management Discussion and Analysis
For This Fiscal Year Ended June 30, 2025**

**Figure A-4
Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2024/2025	2023/2024	2024/2025	2023/2024	2024/2025	2023/2024	
Revenue:							
Program Revenue:							
Charges for Services	\$ 193,608	\$ 216,742	\$ 190,028	\$ 213,014	\$ 383,636	\$ 429,756	
Operating Grants & Contributions	2,766,714	3,343,760	102,012	127,827	2,868,726	3,471,587	
Capital Grants & Contributions	265,858				265,858		
General Revenue:							
Property Taxes	13,550,769	12,712,114			13,550,769	12,712,114	
Tuition							
Unrestricted Federal & State Aid	1,671,767	1,640,618			1,671,767	1,640,618	
Other	180,419	65,992	5,333	24	185,752	66,016	
Total Revenue	18,629,135	17,979,226	297,373	340,865	18,926,508	18,320,091	3.31%
Expenses:							
Instruction	9,562,716	11,364,269			9,562,716	11,364,269	
Pupil & Instruction Services	2,847,735	2,732,871			2,847,735	2,732,871	
Administrative & Business	1,544,773	1,890,094			1,544,773	1,890,094	
Maintenance & Operations	1,631,547	1,684,691			1,631,547	1,684,691	
Transportation	1,175,134	1,183,460			1,175,134	1,183,460	
Other	721,111	642,403	268,225	262,176	989,336	904,579	
Total Expenses	17,483,016	19,497,788	268,225	262,176	17,751,241	19,759,964	-10.17%
Change in Net Position	\$ 1,146,119	\$ (1,518,562)	\$ 29,148	\$ 78,689	\$ 1,175,267	\$ (1,439,873)	-181.62%

Governmental Activities

As discussed elsewhere in this commentary, the financial position of the District increased significantly from the prior year. Careful management of expenses remains essential for the District to sustain its financial health. Among the many significant cost savings actions implemented or continued during the year were:

- Participation in an insurance pool operated by School Alliance Insurance Fund resulting in low cost property, liability and workers compensation insurance.
- Participation in a group health plan with Schools Health Insurance Fund – which resulted in significant savings as compared to the State Health Benefits Program.
- Participation in joint purchasing agreements.

It is crucial that the District examine its expenses carefully. Increasing parental and student demands for new activities and programs must be evaluated thoroughly.

**Byram Township School District
Management Discussion and Analysis
For This Fiscal Year Ended June 30, 2025**

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

**Figure A-5
Net Cost of Governmental Activities**

	Total Costs of Services		Net Cost of Services	
	2024/2025	2023/2024	2024/2025	2023/2024
Instruction	\$ 9,562,716	\$ 11,364,269	\$ 7,139,966	\$ 8,538,275
Pupil and Instruction Services	2,847,735	2,732,871	2,637,364	2,375,360
Administrative and Business	1,544,773	1,890,094	1,464,401	1,761,679
Maintenance and Operations	1,631,547	1,684,691	1,365,689	1,684,691
Transportation	1,175,134	1,183,460	928,305	934,878
Other	721,111	642,403	721,111	642,403
	<u>\$ 17,483,016</u>	<u>\$ 19,497,788</u>	<u>\$ 14,256,836</u>	<u>\$ 15,937,286</u>

Business-Type Activities

Net position from the District's business-type activity increased by \$29,148. The primary factor contributing to these results was an excess of revenues over expenses.

Financial Analysis of the District's Funds

The District's financial position in the General Fund increased \$622,639. This was primarily due to excess revenues and unexpended budget balances.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget several times. These budget amendments fall into two categories:

- Changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.
- Changes in budgetary line accounts to more accurately reflect current requirements.

**Byram Township School District
Management Discussion and Analysis
For This Fiscal Year Ended June 30, 2025**

Capital Asset and Long-Term Liabilities Administration

At year-end, the District had \$13,164,411 in capital assets as shown in Figure A-6. Capital Assets had a net increase of \$24,590 or 0.19% more than the prior year.

Figure A-6

Capital Assets (Net of Depreciation)

	Government Activities		Business-Type Activities		Total School District		Total Percentage Change
	2024/2025	2023/2024	2024/2025	2023/2024	2024/2025	2023/2024	
Land	\$ 2,136,587	\$ 2,136,587			\$ 2,136,587	\$ 2,136,587	
Construction in Progress	77,975				77,975		
Site Improvements	382,197	436,516			382,197	436,516	
Buildings and Building Improvements	10,137,646	10,107,120			10,137,646	10,107,120	
Machinery and Equipment	385,927	446,848	\$ 44,079	\$ 12,750	430,006	459,598	
Total Capital Assets (Net of Depreciation)	<u>\$ 13,120,332</u>	<u>\$ 13,127,071</u>	<u>\$ 44,079</u>	<u>\$ 12,750</u>	<u>\$ 13,164,411</u>	<u>\$ 13,139,821</u>	0.19%

Long-term Liabilities

More detailed information about the District's long-term liabilities is presented in Note 7 to the financial statements.

Figure A-7

Long-Term Liabilities

	Total School District		Percentage Change
	2024/2025	2023/2024	
Net Pension Liability	\$ 1,637,281	\$ 1,609,927	
Compensated Absences	2,019,782	2,073,408	
	<u>\$ 3,657,063</u>	<u>\$ 3,683,335</u>	-0.71%

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the District was aware of the following circumstance that could continue to significantly affect its financial health in the future:

- Rising costs and increased need for professional related services
- Increasing transportation, building maintenance, and insurance costs
- Unfunded state mandates
- Healthcare could have a significant impact on the Byram Township School District and we will continue to monitor the situation even though savings have been obtained through membership in the Schools Health Insurance Fund.

**Byram Township School District
Management Discussion and Analysis
For This Fiscal Year Ended June 30, 2025**

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Board Secretary/Business Administrator, Byram Township Board of Education, 12 Mansfield Drive, Stanhope, New Jersey 07874.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

BYRAM TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 2,093,969	\$ 234,623	\$ 2,328,592
Receivable from State Government	539,736	258	539,994
Receivable from Federal Government	85,290	4,204	89,494
Other Receivables	8,188		8,188
Internal Balances	(8,973)	8,973	
Inventories		8,036	8,036
Restricted Cash and Cash Equivalents	4,620,534		4,620,534
Capital Assets:			
Site (Land) and Construction in Progress	2,214,562		2,214,562
Depreciable Site Improvements, Building and Building Improvements, and Machinery and Equipment	10,905,770	44,079	10,949,849
Total Assets	20,459,076	300,173	20,759,249
DEFERRED OUTFLOW OF RESOURCES			
Deferred Outflow Related to Pensions	312,758		312,758
Total Deferred Outflows of Resources	312,758		312,758
LIABILITIES			
Accounts Payable	546,226	13,676	559,902
Unearned Revenue	1,913	4,647	6,560
Noncurrent Liabilities:			
Due Beyond One Year	3,657,064		3,657,064
Total Liabilities	4,205,203	18,323	4,223,526
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflow Related to Pensions	316,793		316,793
Total Deferred Inflows of Resources	316,793		316,793
NET POSITION			
Net Investment in Capital Assets	13,120,332	44,079	13,164,411
Restricted for:			
Capital Projects	3,440,819		3,440,819
Maintenance	990,155		990,155
Excess Surplus	1,357,821		1,357,821
Unemployment Compensation	83,278		83,278
Student Activities	106,282		106,282
Unrestricted (Deficit)	(2,848,849)	237,771	(2,611,078)
Total Net Position	\$ 16,249,838	\$ 281,850	\$ 16,531,688

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

BYRAM TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Functions/Programs	Program Revenue			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 6,495,200	\$ 83,287	\$ 1,200,469		\$ (5,211,444)		\$ (5,211,444)
Special Education	2,616,091		1,078,734		(1,537,357)		(1,537,357)
Other Special Instruction	370,587		45,846		(324,741)		(324,741)
School-Sponsored/Other Instruction	80,838		14,415		(66,423)		(66,423)
Support Services:							
Tuition	392,833				(392,833)		(392,833)
Student & Instruction Related Services	2,454,902	110,321	100,050		(2,244,531)		(2,244,531)
General Administrative Services	500,997		18,512		(482,485)		(482,485)
School Administrative Services	575,471		39,076		(536,395)		(536,395)
Central Services	402,342		22,783		(379,559)		(379,559)
Administrative Information Technology	65,963				(65,963)		(65,963)
Plant Operations and Maintenance	1,631,547			\$ 265,858	(1,365,689)		(1,365,689)
Pupil Transportation	1,175,134		246,829		(928,305)		(928,305)
Transfer to Charter School	130,179				(130,179)		(130,179)
Unallocated Depreciation	590,932				(590,932)		(590,932)
Total Governmental Activities	17,483,016	193,608	2,766,714	265,858	(14,256,836)		(14,256,836)

BYRAM TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

Functions/Programs	Program Revenue				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Business-Type Activities:							
Food Service	\$ 268,225	\$ 190,028	\$ 102,012			\$ 23,815	\$ 23,815
Total Business-Type Activities	268,225	190,028	102,012			23,815	23,815
Total Primary Government	\$ 17,751,241	\$ 383,636	\$ 2,868,726	\$ 265,858	\$ (14,256,836)	23,815	(14,233,021)
General Revenue:							
Taxes:							
Property Taxes, Levied for General Purposes					13,550,769		13,550,769
Federal and State Aid not Restricted					1,671,767		1,671,767
Interest Earnings & Other Miscellaneous Income					180,419	5,333	185,752
Total General Revenue					15,402,955	5,333	15,408,288
Change in Net Position					1,146,119	29,148	1,175,267
Net Position - Beginning					15,103,719	252,702	15,356,421
Net Position - Ending					\$ 16,249,838	\$ 281,850	\$ 16,531,688

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

FUND FINANCIAL STATEMENTS

BYRAM TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
ASSETS:				
Cash and Cash Equivalents	\$ 2,073,982		\$ 19,987	\$ 2,093,969
Interfund Receivable	83,377			83,377
Receivables From State Government	273,878		265,858	539,736
Receivables From Federal Government		\$ 85,290		85,290
Other Receivables	8,188			8,188
Restricted Cash and Cash Equivalents	4,514,252	106,282		4,620,534
Total Assets	<u>\$ 6,953,677</u>	<u>\$ 191,572</u>	<u>\$ 285,845</u>	<u>\$ 7,431,094</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable	\$ 382,265			\$ 382,265
Interfund Payable	8,973	\$ 83,377		92,350
Unearned Revenue		1,913		1,913
Total Liabilities	<u>391,238</u>	<u>85,290</u>		<u>476,528</u>
Fund Balances:				
Restricted:				
Capital Reserve Account	3,440,819			3,440,819
Maintenance Reserve Account	990,155			990,155
Excess Surplus - Restricted For 2026-2027	700,000			700,000
Excess Surplus - Restricted For 2025-2026	657,821			657,821
Unemployment Compensation	83,278			83,278
Student Activities		106,282		106,282
Committed:				
Capital Projects Fund			\$ 285,845	285,845
Assigned:				
Year End Encumbrances	33,248			33,248
For Subsequent Year's Expenditures	351,552			351,552
Unassigned	305,566			305,566
Total Fund Balances	<u>6,562,439</u>	<u>106,282</u>	<u>285,845</u>	<u>6,954,566</u>
Total Liabilities and Fund Balances	<u>\$ 6,953,677</u>	<u>\$ 191,572</u>	<u>\$ 285,845</u>	<u>\$ 7,431,094</u>

BYRAM TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025
(Continued)

Amounts Reported for *Governmental Activities* in the Statement of Net Position (A-1) are different because:

Total Fund Balances - Governmental Funds (Above)	\$ 6,954,566
Capital assets used in Governmental Activities are not financial resources and are not reported in the Funds.	13,120,332
Long-Term Liabilities are not due and payable in the current period and therefore are not reported as liabilities in the Funds.	(2,019,783)
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not reported in the Governmental Funds.	(1,637,281)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds.	
Deferred Outflows	148,797
Deferred Inflows	(316,793)
Net Position of Governmental Activities	<u>\$ 16,249,838</u>

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

BYRAM TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
REVENUES:				
Local Sources:				
Local Tax Levy	\$ 13,550,769			\$ 13,550,769
Tuition from Individuals	83,287			83,287
Rents and Royalties	4,523			4,523
Other Restricted Miscellaneous Revenue	2,112	\$ 111,872		113,984
Unrestricted Miscellaneous Revenue	173,784			173,784
Total - Local Sources	13,814,475	111,872		13,926,347
State Sources	6,228,049		\$ 265,858	6,493,907
Federal Sources		497,293		497,293
Total Revenues	20,042,524	609,165	265,858	20,917,547
EXPENDITURES:				
Current:				
Regular Instruction	4,471,278	285,828		4,757,106
Special Education Instruction	1,605,802	211,465		1,817,267
Other Special Instruction	281,534			281,534
School-Sponsored/Other Instruction	93,257			93,257
Support Services and Undistributed Costs:				
Tuition	392,833			392,833
Student and Other Instruction Related Services	1,947,129	110,321		2,057,450
General Administration Services	410,815			410,815
School Administration Services	471,800			471,800
Central Services	313,290			313,290
Administrative Information Technology	65,963			65,963
Plant Operations and Maintenance	1,578,635			1,578,635
Student Transportation	1,138,804			1,138,804
Unallocated Benefits	5,747,763			5,747,763
Capital Outlay	61,496		689,320	750,816
Transfer of Funds to Charter School	130,179			130,179
Total Expenditures	18,710,578	607,614	689,320	20,007,512
Excess/(Deficit) of Revenue Over/(Under) Expenditures	1,331,946	1,551	(423,462)	910,035
OTHER FINANCING SOURCES/(USES):				
Transfers	(709,307)		709,307	
Total Other Financing Sources/Uses	(709,307)		709,307	
Net Change in Fund Balances	622,639	1,551	285,845	910,035
Fund Balance - July 1	5,939,800	104,731		6,044,531
Fund Balance - June 30	\$ 6,562,439	\$ 106,282	\$ 285,845	\$ 6,954,566

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

BYRAM TOWNSHIP SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Total Net Change in Fund Balances - Governmental Funds (from Exhibit B-2) \$ 910,035

Amounts Reported for Governmental Activities in the Statement of Activities (Exhibit A-2) are Different Because:

Capital Outlays are reported in Governmental Funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which Depreciation Expense differed from Capital Outlays in the period.

Depreciation Expense	\$ (715,126)
Capital Outlays	<u>708,387</u>
	(6,739)

The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:

Changes in Net Pension Liability	(27,354)
Changes in Deferred Outflows	115,814
Changes in Deferred Inflows	<u>100,738</u>
	189,198

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 (+)

Change in Net Position (Exhibit A-2)	<u>53,625</u>
	<u><u>\$ 1,146,119</u></u>

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

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

	Business-type Activities - Enterprise Funds <u>Food Service</u>
<u>ASSETS:</u>	
Current Assets:	
Cash and Cash Equivalents	\$ 234,623
Interfund Receivable - General Fund	8,973
Intergovernmental Accounts Receivable:	
State	258
Federal	4,204
Inventories	8,036
	<u>256,094</u>
Total Current Assets	<u>256,094</u>
Non-Current Assets:	
Capital Assets	300,445
Less: Accumulated Depreciation	<u>(256,366)</u>
Total Non-Current Assets	<u>44,079</u>
Total Assets	<u>300,173</u>
<u>LIABILITIES:</u>	
Current Liabilities:	
Accounts Payable	13,676
Unearned Revenue:	
Prepaid Meals	2,336
Donated Commodities	<u>2,311</u>
Total Liabilities	<u>18,323</u>
<u>NET POSITION:</u>	
Investment in Capital Assets	44,079
Unrestricted	<u>237,771</u>
Total Net Position	<u><u>\$ 281,850</u></u>

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

BYRAM TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-type Activities - Enterprise Funds
	<u>Food Service</u>
Operating Revenue:	
Local Sources:	
Daily Sales:	
Reimbursable Programs	\$ 138,630
Non-Reimbursable Programs	45,464
Miscellaneous Revenue	<u>5,934</u>
Total Operating Revenue	<u>190,028</u>
Operating Expenses:	
Cost of Sales:	
Reimbursable Programs	81,932
Non-Reimbursable Programs	30,303
Salaries	96,306
Benefits and Payroll Taxes	30,061
Supplies, Insurance & Other Costs	13,327
Management Fee	15,000
Depreciation Expense	<u>1,296</u>
Total Operating Expenses	<u>268,225</u>
Operating Loss	(78,197)
Non-Operating Income:	
Local Sources:	
Interest Income	5,333
State Sources:	
State School Lunch Program	3,543
Federal Sources:	
National School Lunch Program	63,082
Summer Electronic Benefit Transfer (P-EBT)	643
National School Lunch Program Equipment Assistance	18,218
Food Distribution Program	<u>16,526</u>
Total Non-Operating Income	<u>107,345</u>
Change in Net Position	29,148
Net Position - Beginning of Year	<u>252,702</u>
Net Position - End of Year	<u><u>\$ 281,850</u></u>

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

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

	Business-type Activities - Enterprise Funds Food Service
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 189,099
Payments to Food Service Contractor	(224,631)
Payments to Suppliers	(11,532)
Net Cash (Used for) Operating Activities	(47,064)
Cash Flows from Investing Activities:	
Interest Income	5,333
Net Cash Provided by Investing Activities	5,333
Cash Flows from Capital and Related Financing Activities:	
Purchase of Capital Assets	(32,625)
Net Cash Used for Capital and Related Financing Activities	(32,625)
Cash Flows from Noncapital Financing Activities:	
State Sources	3,904
Federal Sources	79,021
Net Cash Provided by Noncapital Financing Activities	82,925
Net Increase in Cash and Cash Equivalents	8,569
Cash and Cash Equivalents, July 1	226,054
Cash and Cash Equivalents, June 30	\$ 234,623
Reconciliation of Operating Loss to Net Cash (Used for) Operating Activities:	
Operating Loss	\$ (78,197)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	1,296
Food Distribution Program	16,526
Changes in Assets and Liabilities:	
(Decrease) in Unearned Revenue - Prepaid Meals	(1,687)
Increase in Unearned Revenue - Donated Commodities	758
Increase in Accounts Payable	13,676
Decrease in Inventory	564
Net Cash (Used for) Operating Activities	\$ (47,064)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$17,284 and utilized U.S.D.A. Commodities valued at \$16,526.

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements.

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

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

The District reports the following governmental funds:

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

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

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

B. Basis of Presentation: (Cont'd)

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

The District reports the following proprietary fund:

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

C. Measurement Focus and Basis of Accounting

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

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

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

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

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General and Special Revenue Funds. The budget for the fiscal year ended June 30, 2025 was submitted to the County office and approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments/transfers must be made by school board resolution. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the year).

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

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

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

The Capital Projects Fund budgetary revenue differs from GAAP revenue due to the difference in the recognition of SDA grants. The SDA grants are recognized on the budgetary basis in the fiscal year of award, but are not recognized on the GAAP basis until they are expended and requested for reimbursements.

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 20,058,113	\$ 609,165
Prior Year State Aid Payments Recognized for GAAP Basis	235,733	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(251,322)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures & Changes in Fund Balances - Governmental Funds.	<u>\$ 20,042,524</u>	<u>\$ 609,165</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	<u>\$ 18,710,578</u>	<u>\$ 607,614</u>
Total Expenditures as Reported on the Statement of Revenue, Expenditures, & Changes in Fund Balances - Governmental Funds	<u>\$ 18,710,578</u>	<u>\$ 607,614</u>
	<u>Capital Projects Fund Revenue</u>	<u>Fund Balance</u>
Revenue and Other Financing Sources/Fund Balance (Budgetary)	\$ 1,234,445	\$ 545,125
SDA Grant Revenue/Receivable Not Recognized on the GAAP Basis	<u>(259,280)</u>	<u>(259,280)</u>
Revenue/Fund Balance per Governmental Funds (GAAP)	<u>\$ 975,165</u>	<u>\$ 285,845</u>

E. Cash and Cash Equivalents:

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

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

E. Cash and Cash Equivalents (Cont'd)

New Jersey school districts are limited as to the type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured.

All public depositories must pledge collateral, having a market value of at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Government Units. If a public depository fails, the collateral it has pledged, plus the collateral of all the other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

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

H. 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 restricted, committed and/or assigned fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the Special Revenue Fund for which the District has received advances are reflected in the balance sheet as unearned revenue at fiscal year end.

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

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

K. Capital Assets:

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

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the District-wide statements and proprietary funds are as shown below:

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	50 years
Site Improvements	20 years
Machinery and Equipment	5 to 15 years

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

L. Lease Assets:

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

M. Subscription Assets:

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

N. Long Term Liabilities:

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

O. Accrued Salaries and Wages:

The District allows employees who provide services to the District over a ten-month academic year the option to have their salaries evenly disbursed during the entire twelve month year; therefore, there were \$261,152 of accrued salaries and wages as of June 30, 2025.

P. Compensated Absences:

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

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

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

Q. Lease Payable:

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

R. Subscription Payable

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

S. Unearned Revenue:

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

T. Fund Balance Appropriated:

General Fund: Of the \$6,562,439 General Fund balance at June 30, 2025, \$3,440,819 is restricted in the capital reserve account; \$990,155 is restricted for maintenance reserve account; \$657,821 is restricted for excess surplus that was utilized to support the 2025-2026 budget; \$700,000 is restricted for excess surplus that will be utilized to support the 2026-2027 budget; \$83,278 is restricted for unemployment compensation; \$33,248 is assigned for year-end encumbrances; \$351,552 is assigned and has been appropriated and included as anticipated revenue for the fiscal year ending June 30, 2026; and \$305,566 is unassigned fund balance (which is \$251,322 less than the calculated maximum unassigned fund balance, on a Budgetary basis, due to the final state aid payments, which are not recognized until the fiscal year ended June 30, 2026).

Special Revenue Fund: The Special Revenue Fund fund balance at June 30, 2025 is \$106,282 and is restricted for student activities.

Capital Projects Fund: The Capital Projects Fund fund balance at June 30, 2025 is \$285,845 and is committed. The committed fund balance is \$259,280 less than the budgetary basis due to SDA grants receivable not recognized on a GAAP basis until the related expenditures are submitted for reimbursement.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, C.73 (S1701), the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District has excess surplus as noted above.

The District's fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$251,322 in unassigned fund balance, as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the related state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

U. Deficit Net Position:

The District has a deficit in unrestricted net position of \$2,848,849 which is primarily a result of the compensated absences payable, net pension liability and related deferred inflows and outflows. The deficit does not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

V. Net Position:

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

V. Net Position: (Cont'd)

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows and inflows of resources at June 30, 2025 for pensions.

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

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

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

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

W. Fund Balance Restrictions, Commitments and Assignments:

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

Fund balance restrictions have been established for excess surplus, capital reserve, maintenance reserve, unemployment compensation, and student activities.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District had committed resources for capital projects at June 30, 2025.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for year-end encumbrances and for amounts designated for subsequent year's expenditures in the General Fund at June 30, 2025.

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

X. Revenue - Exchange and Nonexchange Transactions:

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes, interest and tuition.

Y. Operating Revenue and Expenses:

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

Z. Management Estimates:

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

AA. Pensions

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

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

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

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

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

Deposits:

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

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

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

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

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.);
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

Investments (Cont'd):

- (9) Deposit of funds in accordance with the following conditions:
- (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
 - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
 - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
 - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
 - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

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

	Cash and Cash Equivalents	Restricted Cash and Cash Equivalents	Total
Checking Accounts	\$ 2,328,592	\$ 4,620,534	\$ 6,949,126

The carrying amount of the Board's cash and cash equivalents at June 30, 2025, was \$6,949,126 and the bank balance was \$7,413,490. During the fiscal year ended June 30, 2025, the District did not hold any investments.

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by Board resolution on June 30, 1996 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may 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 district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2024			\$ 2,737,867
Add:			
Transfer by Board Resolution - June 18, 2025	\$ 1,440,516		
Return of unexpended project balances	<u>445,938</u>		
			<u>1,886,454</u>
			4,624,321
Less:			
Board Approved Withdrawal	(333,502)		
Budgeted Withdrawal	<u>(850,000)</u>		
			<u>(1,183,502)</u>
Ending Balance, June 30, 2025			<u>\$ 3,440,819</u>

The balance in the capital reserve account at June 30, 2025 does not exceed the balance of local support costs of uncompleted capital projects in the District's Long-Range Facilities Plan ("LRFP"). Withdrawals from the capital reserve were for use in DOE approved facilities projects consistent with the District's LRFP.

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of \$100,000 was established by the Byram Township School District during the fiscal year ended June 30, 2017. The funds for the establishment of this reserve were withdrawn from unassigned general fund balance. These funds are restricted to be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 5. MAINTENANCE RESERVE ACCOUNT (Cont'd)

Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end. At no time shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the district's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning Balance, July 1, 2024	\$ 990,155
Add: Return of Unexpended Balances	<u>150,000</u>
	1,140,155
Less: Budgeted Withdrawal	<u>(150,000)</u>
Ending Balance, June 30, 2025	<u><u>\$ 990,155</u></u>

NOTE 6. CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2025 were as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 2,136,587			\$ 2,136,587
Construction in Progress		\$ 77,975		77,975
Total Capital Assets Not Being Depreciated	<u>2,136,587</u>	<u>77,975</u>		<u>2,214,562</u>
Capital Assets Being Depreciated:				
Site Improvements	1,609,952			1,609,952
Buildings and Building Improvements	22,890,948	611,345		23,502,293
Machinery and Equipment	3,675,503	19,067	\$ (3,316)	3,691,254
Total Capital Assets Being Depreciated	<u>28,176,403</u>	<u>630,412</u>	<u>(3,316)</u>	<u>28,803,499</u>
Governmental Activities Capital Assets	<u>30,312,990</u>	<u>708,387</u>	<u>(3,316)</u>	<u>31,018,061</u>
Less Accumulated Depreciation for:				
Site Improvements	(1,173,436)	(54,319)		(1,227,755)
Buildings and Building Improvements	(12,783,828)	(580,819)		(13,364,647)
Machinery and Equipment	(3,228,655)	(79,988)	3,316	(3,305,327)
	<u>(17,185,919)</u>	<u>(715,126)</u>	<u>3,316</u>	<u>(17,897,729)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u><u>\$ 13,127,071</u></u>	<u><u>\$ (6,739)</u></u>	<u><u>\$ -0-</u></u>	<u><u>\$ 13,120,332</u></u>

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 6. CAPITAL ASSETS (Cont'd)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 276,346	\$ 32,625	\$ (8,526)	\$ 300,445
Less Accumulated Depreciation	<u>(263,596)</u>	<u>(1,296)</u>	<u>8,526</u>	<u>(256,366)</u>
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 12,750</u>	<u>\$ 31,329</u>	<u>\$ -0-</u>	<u>\$ 44,079</u>

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 71,513
General Administrative Services	12,892
Operation and Maintenance of Plant	22,333
Student Transportation Services	17,456
Unallocated	<u>590,932</u>
Total	<u>\$ 715,126</u>

NOTE 7. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2025, the following changes occurred in liabilities reported in the District-wide financial statements:

	<u>Beginning Balance</u>	<u>Accrued</u>	<u>Retired</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Compensated Absences Payable	\$ 2,073,408	\$ 1,022	\$ 54,648	\$ 2,019,782	
Net Pension Liability	<u>1,609,927</u>	<u>27,354</u>	<u></u>	<u>1,637,281</u>	
Total Long Term Liabilities	<u>\$ 3,683,335</u>	<u>\$ 28,376</u>	<u>\$ 54,648</u>	<u>\$ 3,657,063</u>	<u>\$ -0-</u>

A. Bonds Authorized But Not Issued:

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 7. LONG-TERM LIABILITIES (Cont'd)

B. Compensated Absences

The liability for compensated absences of the governmental fund types is recorded in the current long-term portions. The current portion of the compensated absences balance of the governmental funds is \$-0- and the long-term portion of compensated absences is \$2,019,782. The General Fund will be used to liquidate Compensated Absences Payable.

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

C. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in current and long-term portions and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2025 is \$0 and the long-term portion is \$1,637,281 See Note 9 for further information on the PERS.

NOTE 8. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2025, the District transferred \$1,155,245 to the capital outlay accounts for facilities acquisition and construction services for which County Superintendent approval was obtained.

NOTE 9. PENSION PLANS

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

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

<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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2024, the State's pension contribution was more than the actuarial determined amount.

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

District contributions to PERS amounted to \$163,961 for the current fiscal year. During the fiscal year ended June 30, 2024, the State of New Jersey contributed \$5,279 to the PERS for normal pension benefits on behalf of the District.

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

Special Funding Situation

Under N.J.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, is Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The amounts contributed on behalf of the local participating employers under the legislation is considered to be special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under the legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statement of the local participating employers related to the legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entity's total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must disclose pension expense as well as revenue associated with the employers in an amount equal to the nonemployer contributing entity's total proportionate share of the collective pension expense associated with the local participating employer.

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

At June 30, 2025, the District reported a liability of \$1,637,281 for its proportionate share of the net pension liability, which was measured as of June 30, 2024. 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 District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2024, the District's proportion was 0.0120%, which was a decrease of 0.0009% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized an actual pension benefit of \$25,239 for PERS. Additionally, for the fiscal year ended June 30, 2024, the State recognized pension expense for PERS on behalf of the District in the amount of \$5,279 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2025 financial statements.

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

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

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2020	5.16		\$ 11,898
	2021	5.13	\$ 2,034	
	2022	5.04		6,730
			<u>2,034</u>	<u>18,628</u>
Changes in Proportion	2020	5.16		1,230
	2021	5.13		23,501
	2022	5.04		25,971
	2023	5.08		167,188
	2024	5.08	<u>113,965</u>	<u>217,890</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2021	5.00		112,389
	2022	5.00		(178,287)
	2023	5.00		46,233
	2024	5.00		95,581
			<u>113,965</u>	<u>75,916</u>

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	2020	5.16	\$ 663	
	2021	5.13		\$ 1,618
	2022	5.04		2,741
	2023	5.08	8,422	
	2024	5.08	23,713	
			<u>32,798</u>	<u>4,359</u>
District Contribution Subsequent to the Measurement Date	2024	1.00	163,961	
			<u>\$ 312,758</u>	<u>\$ 316,793</u>

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

Fiscal Year Ending June 30,	Total
2025	\$ (130,622)
2026	12,010
2027	(57,811)
2028	5,728
2029	2,699
	<u>\$ (167,996)</u>

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:

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Actuarial Assumptions (Cont'd)

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

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension 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 PERS' 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
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Markets Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based upon 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determining the total pension liability.

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

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2024 calculated using the discount rate as disclosed below, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2024		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 2,175,545	\$ 1,637,281	\$ 1,179,223
<u>Pension Plan Fiduciary Net Position</u>			

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

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

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Benefits Provided

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

The following represents the membership tiers for TPAF:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and to 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.

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which included the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2024, the State's pension contribution was more than the actuarial determined amount.

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers, such as the District. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2025, the State of New Jersey contributed \$2,254,082 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required benefit of \$100,685.

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

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

At June 30, 2025, the District reported a liability of \$27,601,345 for its proportionate share of the net pension liability, which was measured as of June 30, 2024. 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 District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2024, the District's proportion was .056%, which was a decrease of 0.002% as of June 30, 2023.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>27,601,345</u>
Total	<u><u>\$ 27,601,345</u></u>

For the fiscal year ended June 30, 2024, the State recognized pension benefit on behalf of the District in the amount of \$100,685 and the District recognized pension benefit and revenue for that same amount in the fiscal year ended June 30, 2025 financial statements.

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	8.30		\$ 480,199,664
	2018	8.29		1,060,765,245
	2019	8.04		1,016,333,107
	2020	7.99	\$ 603,633,698	
	2021	7.93		7,317,559,989
	2022	7.83	67,989,902	
			<u>671,623,600</u>	<u>9,874,858,005</u>
Difference Between Expected and Actual Experience	2017	8.30	8,543,764	
	2018	8.29	186,086,527	
	2019	8.04		39,486,140
	2020	7.99		3,217,090
	2021	7.93	97,106,767	
	2022	7.83		12,735,529
	2023	7.93	144,751,819	
	2024	7.84		211,440,707
			<u>436,488,877</u>	<u>266,879,466</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2021	5.00		888,658,452
	2022	5.00		(1,659,667,329)
	2023	5.00		357,972,332
	2024	5.00		816,400,864
				<u>403,364,319</u>
			<u>\$ 1,108,112,477</u>	<u>\$ 10,545,101,790</u>

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2025	\$ (3,681,028,670)
2026	(1,839,302,001)
2027	(1,977,654,443)
2028	(1,907,819,552)
2029	2,992,761
Thereafter	(34,177,408)
	<u>\$ (9,436,989,313)</u>

Actuarial Assumptions

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

Inflation Rate	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75 – 5.65% based on years of service
Investment Rate of Return	7.00%

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

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 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
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Markets Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%

Discount Rate – TPAF

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all projected benefit payments in determining the total pension liability.

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

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2024 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

June 30, 2024				
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)	
State's Proportionate Share of the Net				
Pension Liability Associated with the District	\$ 32,808,106	\$ 27,601,345	\$ 23,216,268	

Pension Plan Fiduciary Net Position - TPAF

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

C. Defined Contribution Retirement Program (DCRP)

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

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

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

For DCRP, the District recognized pension expense of \$22,380 for the fiscal year ended June 30, 2025. Employee contributions to DCRP amounted to \$30,891 for the year ended June 30, 2025.

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 10. RISK MANAGEMENT

The District is exposed to various risks of loss related to general liability, automobile coverage; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Board has obtained insurance coverage to guard against these events to minimize the exposure to the District should they occur.

Property and Liability Insurance

The District maintains commercial insurance coverage for surety bonds. A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report.

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

The Byram Township School District is a member of the School Alliance Insurance Fund (the "Fund"). This public entity risk management pool provides general liability, property and automobile coverage and workers' compensation for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. The Fund is a risk-sharing public entity risk pool that is an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum.

Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund are elected.

As a member of this Fund, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would become responsible for their respective shares of the Fund's liabilities. The Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

The June 30, 2025 audit was not available as of the date of this report; however, selected, summarized financial information for the Fund as of June 30, 2024 is as follows:

	<u>School Alliance Insurance Fund</u>
Total Assets	<u>\$ 58,120,778</u>
Net Position	<u>\$ 19,408,763</u>
Total Revenue	<u>\$ 60,984,350</u>
Total Expenses	<u>\$ 61,472,363</u>
Change in Net Position	<u>\$ (488,013)</u>
Member Dividends	<u>\$ -0-</u>

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 10. RISK MANAGEMENT (Cont'd)

Property and Liability Insurance (Cont'd)

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

Public Entity Group Administrative Services
51 Everett Drive
Suite B-40
West Windsor, NJ 08550

Health Benefits

The Board is a member of the Schools Health Insurance Fund ("HIF"). The HIF provides its members with Health Benefit coverage. The HIF is a risk-sharing pool that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the HIF are elected.

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

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

The June 30, 2025 audit report is not available as of the date of this report. Selected summarized financial information for HIF as of June 30, 2024 is as follows:

	<u>Schools Health Insurance Fund</u>
Total Assets	<u>\$ 196,056,562</u>
Net Position	<u>\$ 105,635,781</u>
Total Revenue	<u>\$ 551,895,256</u>
Total Expenses	<u>\$ 568,848,942</u>
Change in Net Position	<u>\$ (17,012,645)</u>
Member Dividends	<u>\$ 58,959</u>

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

PERMA
9 Campus Drive, Suite 216
Parsippany, NJ 07054

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 10. RISK MANAGEMENT (Cont'd)

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State.

The following is a summary of District contributions, employee contributions, interest earned and reimbursements to the State for benefits paid and the ending balance of the District's expendable trust fund for the current and previous two years.

<u>Fiscal Year</u>	<u>Interest</u>	<u>Employee / District Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2024-2025	\$ 2,112	\$ 16,939	\$ 26,548	\$ 83,278
2023-2024	10	16,304	58,487	90,775
2022-2023	13	16,286	13,673	132,948

NOTE 11. ECONOMIC DEPENDENCY

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

NOTE 12. DEFERRED COMPENSATION

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

American Funds	Lincoln National Insurance
AXA Equitable	MetLife
Fidelity Investments	VanGuard
First Investors	Washington National Insurance

NOTE 13. CONTINGENT LIABILITIES

Grant Programs

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 13. CONTINGENT LIABILITIES (Cont'd)

Litigation

The District estimates that the potential claims against it resulting from any litigation not covered by insurance would not materially affect the financial statements of the District.

Encumbrances

At June 30, 2025, there were encumbrances as detailed below in the governmental funds:

<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Total Governmental Funds</u>
<u>\$ 33,248</u>	<u>\$ 480,162</u>	<u>\$ 513,410</u>

In the Capital Projects Fund, \$480,162 of year-end encumbrances are included in the committed fund balance at June 30, 2025.

NOTE 14. TAX CALENDAR

Property taxes are levied as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and October 20. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Unpaid taxes of the current and prior year may be placed in lien at a tax sale held after December 10.

Taxes are collected by the constituent municipality and are remitted to the local School District on a predetermined mutually agreed-upon schedule.

NOTE 15. INTERFUND RECEIVABLE AND PAYABLE

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 83,377	\$ 8,973
Special Revenue Fund		83,377
Enterprise Fund:		
Food Service Fund	8,973	
	<u>\$ 92,350</u>	<u>\$ 92,350</u>

The interfund between the General Fund and the Special Revenue Fund is due to a deficit in cash and cash equivalents in the Special Revenue Fund. The deficit is due to the timing between expenditure and reimbursement of federal grant funds from the State. The interfund between the Food Service and General Fund consists of federal and state lunch reimbursements collected in General Fund and due to the Food Service Fund.

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 16. ACCOUNTS PAYABLE

Accounts payable recorded in the District's Governmental and Business-Type Activities as of June 30, 2025 consisted of the following:

	<u>Governmental Funds</u>		District Contribution Subsequent to the Measurement Date	Total Governmental Activities	Business-Type Activities Enterprise Funds
	<u>General Fund</u>	<u>Governmental Funds</u>			
Vendors	\$ 116,978	\$ 116,978		\$ 116,978	\$ 13,676
Payroll Deductions & Withholdings	4,135	4,135		4,135	
Accrued Salaries and Wages	261,152	261,152		261,152	
State of New Jersey			\$ 163,961	163,961	
	<u>\$ 382,265</u>	<u>\$ 382,265</u>	<u>\$ 163,961</u>	<u>\$ 546,226</u>	<u>\$ 13,676</u>

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

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

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

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

General Information about the OPEB Plan (Cont'd)

Plan Description and Benefits Provided (Cont'd)

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

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

Employees Covered by Benefit Terms

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

Retirees Plan Members and Spouses of Retirees Currently Receiving Benefit Payments	153,556
Active Plan Members	<u>219,185</u>
Total	<u><u>372,741</u></u>

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2024 was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024.

Actuarial Assumptions and Other Inputs

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

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
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

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

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Mortality Rates

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

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 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 rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

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

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

	<u>Total OPEB Liability</u>
Balance at June 30, 2023	\$ 32,295,851
Changes for Year:	
Service Cost	1,186,376
Interest on the Total OPEB Liability	1,183,424
Changes of Assumptions	2,689,619
Difference in Expected and Actual Experience	(531,339)
Gross Benefit Payments by the State	(903,800)
Contributions from Members	30,947
Net Changes in Total OPEB Liability	<u>3,655,227</u>
Balance at June 30, 2024	<u>\$ 35,951,078</u>

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

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

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

	June 30, 2024		
	At 1% Decrease (2.93%)	At Discount Rate (3.93%)	At 1% Increase (4.93%)
Total OPEB Liability Attributable to the District	\$ 42,106,412	\$ 35,951,078	\$ 30,946,669

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2024, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it was calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2024		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 29,947,510	\$ 35,951,078	\$ 43,771,122

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

For the fiscal year ended June 30, 2025, the District recognized OPEB expense of \$733,158 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources.

At June 30, 2024, the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the sources on the following page.

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

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

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 689,457
	2018	9.51		841,714
	2019	9.29	\$ 132,800	
	2020	9.24	3,425,635	
	2021	9.24	20,235	
	2022	9.13		5,497,813
	2023	9.30	49,929	
	2024	9.33	2,401,341	
			<u>6,029,940</u>	<u>7,028,984</u>
Differences between Expected and Actual Experience	2018	9.51		795,682
	2019	9.29		1,563,056
	2020	9.24	3,192,827	
	2021	9.24		3,891,275
	2022	9.13	566,196	
	2023	9.30		463,822
	2024	9.33	85,521	
			<u>3,844,544</u>	<u>6,713,835</u>
Changes in Proportion	N/A	N/A	9,319	2,318,946
			<u>\$ 9,883,803</u>	<u>\$ 16,061,765</u>

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

Fiscal Year Ending June 30,	Total
2025	\$ (1,275,227)
2026	(1,069,285)
2027	(507,876)
2028	133,479
2029	(926,778)
Thereafter	<u>(222,648)</u>
	<u>\$ (3,868,335)</u>

SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION

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

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
District's proportion of the net pension liability	0.0147297098%	0.0146588355%	0.0142650013%	0.0130449393%	0.0137720008%	0.0135959650%	0.0131067264%	0.0127694582%	0.0111149248%	0.0120494255%
District's proportionate share of the net pension liability	\$ 3,306,525	\$ 4,341,527	\$ 3,320,664	\$ 2,568,484	\$ 2,481,506	\$ 2,217,146	\$ 1,552,688	\$ 1,927,087	\$ 1,609,927	\$ 1,637,281
District's covered employee payroll	\$ 629,695	\$ 588,369	\$ 967,398	\$ 939,074	\$ 976,702	\$ 933,447	\$ 923,861	\$ 913,198	\$ 918,938	\$ 854,977
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	525.10%	737.89%	343.26%	273.51%	254.07%	237.52%	168.07%	211.03%	175.19%	191.50%
Plan fiduciary net position as a percentage of the total pension liability	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%	68.22%

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

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually required contribution	\$ 126,636	\$ 140,156	\$ 148,524	\$ 130,328	\$ 134,579	\$ 148,733	\$ 153,495	\$ 161,029	\$ 148,555	\$ 163,961
Contributions in relation to the contractually required contribution	(126,636)	(140,156)	(148,524)	(130,328)	(134,579)	(148,733)	(153,495)	(161,029)	(148,555)	(163,961)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 588,369	\$ 967,398	\$ 939,074	\$ 976,702	\$ 933,447	\$ 923,861	\$ 913,198	\$ 918,938	\$ 854,977	\$ 539,126
Contributions as a percentage of covered employee payroll	21.52%	14.49%	15.82%	13.34%	14.42%	16.10%	16.81%	17.52%	17.38%	30.41%

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

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
State's proportion of the net pension liability attributable to the District	0.0646772711%	0.0643216343%	0.0635593330%	0.0662089399%	0.0665541046%	0.0673986827%	0.0656890711%	0.0618500407%	0.0582611210%	0.055844 7865%
State's proportionate share of the net pension liability attributable to the District	\$ 40,878,797	\$ 50,599,493	\$ 42,854,009	\$ 42,120,705	\$ 40,844,882	\$ 44,381,222	\$ 31,580,145	\$ 31,911,167	\$ 29,732,205	\$ 27,601,345
District's covered employee payroll	\$ 6,295,209	\$ 6,674,117	\$ 6,749,482	\$ 7,215,219	\$ 7,270,298	\$ 7,070,675	\$ 6,759,038	\$ 6,651,019	\$ 6,499,501	\$ 6,576,239
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	649.36%	758.15%	634.92%	583.78%	561.80%	627.68%	467.23%	479.79%	457.45%	419.71%
Plan fiduciary net position as a percentage of the total pension liability	28.71%	22.23%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%	37.99%

BYRAM TOWNSHIP SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
 SCHEDULE OF STATE'S CONTRIBUTIONS - ATTRIBUTABLE TO THE DISTRICT
 TEACHERS' PENSION AND ANNUITY FUND
 LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually required contribution	\$ 2,496,019	\$ 3,801,848	\$ 2,968,708	\$ 2,455,490	\$ 2,409,140	\$ 2,759,813	\$ 743,095	\$ 858,819	\$ 730,434	\$ (100,685)
Contributions in relation to the contractually required contribution	(490,548)	(689,920)	(975,024)	(1,308,959)	(1,478,311)	(1,909,502)	(2,546,153)	(2,381,749)	(2,379,732)	(2,254,082)
Contribution deficiency/(excess)	\$ 2,005,471	\$ 3,111,928	\$ 1,993,684	\$ 1,146,531	\$ 930,829	\$ 850,311	\$ (1,803,058)	\$ (1,522,930)	\$ (1,649,298)	\$ (2,354,767)
District's covered employee payroll	\$ 6,674,117	\$ 6,749,482	\$ 7,215,219	\$ 7,270,298	\$ 7,070,675	\$ 6,759,038	\$ 6,651,019	\$ 6,499,501	\$ 6,576,239	\$ 6,381,770
Contributions as a percentage of covered employee payroll	7.35%	10.22%	13.51%	18.00%	20.91%	28.25%	38.28%	36.65%	36.19%	35.32%

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

	Fiscal Year Ending June 30,					
	2017	2018	2019	2020	2021	
						2022
						2023
						2024
Total OPEB Liability						
Service Cost	\$ 1,479,869	\$ 1,228,873	\$ 1,059,728	\$ 1,154,449	\$ 2,002,217	\$ 1,609,063
Interest Cost	1,111,094	1,285,481	1,193,109	976,221	983,606	843,977
Changes of Benefit Terms					(40,358)	
Changes in Assumptions	(4,638,559)	(3,462,140)	404,151	8,039,850	37,408	(8,543,207)
Difference in Expected and Actual Experience		(3,167,943)	(4,913,519)	7,480,622	(8,330,256)	829,215
Member Contributions	29,906	27,882	24,665	23,225	25,146	26,819
Gross Benefit Payments	(812,166)	(806,731)	(832,070)	(766,248)	(774,806)	(835,984)
Net Change in Total OPEB Liability	(2,829,856)	(4,894,578)	(3,063,936)	16,908,119	(6,097,043)	(6,070,117)
Total OPEB Liability - Beginning	37,894,274	35,064,418	30,169,840	27,105,904	44,014,023	37,916,980
Total OPEB Liability - Ending	\$ 35,064,418	\$ 30,169,840	\$ 27,105,904	\$ 44,014,023	\$ 37,916,980	\$ 31,846,863
District's Covered Employee Payroll *	\$ 7,262,486	\$ 7,716,880	\$ 8,154,293	\$ 8,247,000	\$ 8,004,122	\$ 7,564,217
Total OPEB Liability as a Percentage of Covered Employee Payroll	483%	395%	332%	534%	474%	415%
						427%
						485%

* - Covered payroll for the fiscal years ending June 30, 2017 - 2024 are based on the payroll on the June 30, 2016 - 2023 census data.

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

In the July 1, 2023 actuarial valuation the salary increases were 2.75 – 5.65% based on years of service while in the July 1, 2022 actuarial valuation the salary increases were 2.75% – 4.25% based on years of service.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEN PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2024 was 3.93%. The discount rate for June 30, 2023 was 3.65%, a change of .28%.

The health care trend rates in the valuation as of June 30, 2024 were based on the following:

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 rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

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

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

BUDGETARY COMPARISON SCHEDULES

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	\$ 13,550,769		\$ 13,550,769	\$ 13,550,769	
Tuition From Individuals	85,000		85,000	83,287	\$ (1,713)
Rents and Royalties	5,000		5,000	4,523	(477)
Unrestricted Miscellaneous Revenues	184,000		184,000	173,784	(10,216)
Interest Earned on Maintenance Reserve	150		150		(150)
Interest Earned on Capital Reserve Funds	100		100		(100)
Other Restricted Miscellaneous Revenues				2,112	2,112
Total Revenues from Local Sources	13,825,019		13,825,019	13,814,475	(10,544)
Revenues from State Sources:					
School Choice Aid	471,070		471,070	471,070	
Categorical Transportation Aid	232,137		232,137	232,137	
Extraordinary Aid				222,145	222,145
Categorical Special Education Aid	667,509		667,509	667,509	
Equalization Aid	1,133,427		1,133,427	1,133,427	
Categorical Security Aid	70,573		70,573	70,573	
Excess Nonpublic School Transportation Costs				14,728	14,728
Menstrual Product Reimbursement				12,930	12,930
TPAF Post Retirement Contributions (Non-Budgeted)				666,803	666,803
TPAF Pension Contributions (Non-Budgeted)				2,254,082	2,254,082
TPAF Non-Contributory Insurance (Non-Budgeted)				27,922	27,922
TPAF Long-Term Disability Insurance (Non-Budgeted)				1,018	1,018
Reimbursed TPAF Social Security Contributions				469,294	469,294
Total Revenues from State Sources	2,574,716		2,574,716	6,243,638	3,668,922
TOTAL REVENUE	16,399,735		16,399,735	20,058,113	3,658,378

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Preschool - Salaries of Teachers	\$ 162,208	\$ (162,208)			
Kindergarten - Salaries of Teachers	273,281	413,586	\$ 686,867	\$ 686,867	
Grades 1-5 - Salaries of Teachers	2,073,755	(65,407)	2,008,348	2,007,939	\$ 409
Grades 6-8 - Salaries of Teachers	1,492,867	(3,050)	1,489,817	1,489,585	232
Regular Programs - Home Instruction:					
Salaries of Teachers	20,000	(10,000)	10,000	4,851	5,149
Purchased Professional-Educational Services	1,000		1,000		1,000
Other Purchased Services (400-500 series)	500		500		500
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	261,540	(234,426)	27,114	27,114	
Other Purchased Services (400-500 series)	45,000	1,849	46,849	46,849	
General Supplies	297,377	(23,723)	273,654	194,251	79,403
Textbooks		12,500	12,500	12,114.00	386
Other Objects		1,708	1,708	1,708	
Total Regular Programs - Instruction	4,627,528	(69,171)	4,558,357	4,471,278	87,079
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	210,469	5,795	216,264	212,737	3,527
Other Salaries for Instruction	67,445	2,155	69,600	69,540	60
General Supplies	3,000	1,717	4,717	4,717	
Total Learning and/or Language Disabilities	280,914	9,667	290,581	286,994	3,587
Behavioral Disabilities:					
Salaries of Teachers		81,279	81,279	81,279	
Other Salaries for Instruction		2,011	2,011	2,011	
Total Behavioral Disabilities		83,290	83,290	83,290	

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource Room/Resource Center:					
Salaries of Teachers	\$ 894,951	\$ 20,470	\$ 915,421	\$ 861,658	\$ 53,763
Other Salaries for Instruction	169,075	128,794	297,869	281,825	16,044
General Supplies	6,500	(2,775)	3,725		3,725
Total Resource Room/Resource Center	1,070,526	146,489	1,217,015	1,143,483	73,532
Autism:					
Salaries of Teachers	62,362	4,002	66,364	66,249	115
Other Salaries for Instruction	51,109		51,109	21,795	29,314
Total Autism	113,471	4,002	117,473	88,044	29,429
Home Instruction:					
Salaries of Teachers	1,545	(1,545)			
Purchased Professional-Educational Services		8,179	8,179	3,991	4,188
Other Purchased Services (400-500 series)	100		100		100
Total Home Instruction	1,645	6,634	8,279	3,991	4,288
TOTAL SPECIAL EDUCATION - INSTRUCTION	1,466,556	250,082	1,716,638	1,605,802	110,836
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	368,612	(75,783)	292,829	278,250	14,579
General Supplies	8,750		8,750	3,284	5,466
Total Basic Skills/Remedial - Instruction	377,362	(75,783)	301,579	281,534	20,045
School-Sponsored Cocurricular & Extracurricular Activities - Instruction:					
Salaries	66,379	4,100	70,479	65,746	4,733
Purchased Services (300-500 series)	1,000		1,000		1,000
Supplies and Materials	2,000		2,000		2,000
Total School-Sponsored Cocurricular & Extracurricular Activities - Instruction	69,379	4,100	73,479	65,746	7,733

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School-Sponsored Athletics - Instruction:					
Salaries	\$ 25,132		\$ 25,132	\$ 21,574	\$ 3,558
Purchased Services (300-500 series)	4,200	\$ 1,100	5,300	4,519	781
Supplies and Materials	2,100	(850)	1,250	1,250	
Total School-Sponsored Athletics - Instruction	31,432	250	31,682	27,343	4,339
Before/After School Programs - Instruction:					
Salaries of Teacher Tutors		51,056	51,056	168	50,888
Total Before/after School Programs - Instruction		51,056	51,056	168	50,888
TOTAL INSTRUCTION	6,572,257	160,534	6,732,791	6,451,871	280,920
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Special	249,000	(79,623)	169,377	83,468	85,909
Tuition to Private School for the Handicapped W/I State	278,061	37,223	315,284	309,365	5,919
Total Undistributed Expenditures - Instruction	527,061	(42,400)	484,661	392,833	91,828
Undistributed Expend. - Attendance & Social Work:					
Salaries	21,488		21,488	18,996	2,492
Purchased Professional and Technical Services	28,200	(7,900)	20,300	10,750	9,550
Supplies and Materials	500	(450)	50		50
Total Undistributed Expenditures - Attendance and Social Work	50,188	(8,350)	41,838	29,746	12,092
Undistributed Expenditures - Health Services:					
Salaries	168,670	24,904	193,574	189,660	3,914
Purchased Professional and Technical Services	15,000	(12,600)	2,400	2,400	
Supplies and Materials	16,000	(750)	15,250	13,114	2,136
Total Undist. Expenditures - Health Services	199,670	11,554	211,224	205,174	6,050

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Speech, OT, PT, Related Services:					
Salaries	\$ 321,107	\$ (58,963)	\$ 262,144	\$ 262,144	
Purchased Professional - Educational Services	340,000	211,028	551,028	514,863	\$ 36,165
Supplies and Materials	4,000	(3,937)	63	63	
Total Undistributed Expenditures - Speech, OT, PT, Related Services	665,107	148,128	813,235	777,070	36,165
Other Support Services Students - Extra Services:					
Salaries	105,676	(28,623)	77,053	77,053	
Other Support Services Students - Extra Services	105,676	(28,623)	77,053	77,053	
Undistributed Expenditures - Guidance:					
Salaries of Other Professional Staff	155,793	33,492	189,285	188,913	372
Purchased Professional - Educational Services	5,000	420	5,420	3,320	2,100
Supplies and Materials	5,000	(4,021)	979	979	
Total Undist Expend. - Guidance	165,793	29,891	195,684	192,233	3,451
Undistributed Expenditures - Child Study Team:					
Salaries of Other Professional Staff	445,679	(74,562)	371,117	314,571	56,546
Salaries of Secretarial and Clerical Assistants	5,953	33,272	39,225	38,979	246
Purchased Professional - Educational Services	34,200	35,000	69,200	56,277	12,923
Other Purchased Services (400-500 series)	1,000	1	1,001	137	864
Supplies and Materials	11,000	(1)	10,999	9,498	1,501
Other Objects	350		350		350
Total Undist Expend. - Child Study Team	498,182	(6,290)	491,892	419,462	72,430

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Improvement of Instructional Services					
Salaries of Supervisors of Instruction	\$ 52,333	\$ (186)	\$ 52,147	\$ 49,957	\$ 2,190
Salaries of Other Professional Staff	58,124	186	58,310	58,310	
Other Purchased Services (400-500 series)	5,000	161	5,161	4,762	399
Supplies and Materials	5,000	(1,876)	3,124		3,124
Total Undistributed Expenditures - Improvement of Instructional Services	120,457	(1,715)	118,742	113,029	5,713
Undistributed Expenditures - Educational Media Services/School Library:					
Salaries of Technology Coordinators	1,030		1,030		1,030
Purchased Professional and Technical Services	150,000	(24,000)	126,000	125,090	910
Supplies and Materials	15,000		15,000	1,423	13,577
Other Objects		375	375	375	
Total Undistrib. Expend - Educational Media Services/School Library	166,030	(23,625)	142,405	126,888	15,517
Undistributed Expenditures - Instructional Staff Training Services:					
Other Purchased Services (400-500 series)	12,000	3,400	15,400	6,474	8,926
Supplies and Materials	1,000		1,000		1,000
Total Undistributed Expenditures - Instructional Staff Training Services	13,000	3,400	16,400	6,474	9,926
Undistributed Expenditures - Support Services - General Administration:					
Salaries	261,046	(51,311)	209,735	209,435	300
Legal Services	60,000	(18,144)	41,856	41,163	693
Audit Fees	36,000		36,000	36,000	
Other Purchased Professional Services	15,000	(10,396)	4,604	3,854	750
Communications / Telephone	30,000	(19,002)	10,998	10,998	
BOE Other Purchased Services	7,000		7,000	3,524	3,476
Other Purch. Serv. (400-500 series other than 530 & 585)	65,340	18,681	84,021	81,902	2,119
General Supplies	2,500		2,500	884	1,616
BOE In-house training/ Meeting Supplies	1,000		1,000		1,000
Miscellaneous Expenditures	6,500	10,172	16,672	15,790	882
BOE Membership Dues and Fees	7,400		7,400	7,265	135
Total Undistributed Expenditures - Support Services - General Administration	491,786	(70,000)	421,786	410,815	10,971

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Support Services - School Administration:					
Salaries of Principals/Assistant Principals/Prog Director	\$ 276,072		\$ 276,072	\$ 237,160	\$ 38,912
Salaries of Secretarial and Clerical Assistants	183,848		183,848	171,030	12,818
Other Salaries	52,333		52,333	49,957	2,376
Other Purchased Services (400-500 series)	9,000	\$ 50	9,050	1,659	7,391
Supplies and Materials	15,000		15,000	7,389	7,611
Other Objects	10,000		10,000	4,605	5,395
Total Undistributed Expenditures - Support Services - School Administration	546,253	50	546,303	471,800	74,503
Undistributed Expenditures - Central Services:					
Salaries	309,005	(22,000)	287,005	265,930	21,075
Purchased Professional Services	40,000	887	40,887	40,633	254
Purchased Technical Services	1,200		1,200	1,100	100
Miscellaneous Purchased Services (400-500 series other than 594)	3,500	120	3,620	1,517	2,103
Supplies and Materials	3,000	(120)	2,880	2,315	565
Other Objects	1,825		1,825	1,795	30
Total Undistributed Expenditures - Central Services	358,530	(21,113)	337,417	313,290	24,127
Undistributed Expenditures - Administrative Information Technology:					
Purchased Technical Services	60,000		60,000	23,240	36,760
Other Purchased Services (400-500 series)	40,000	(3,000)	37,000	15,425	21,575
Supplies and Materials	25,000	3,000	28,000	27,298	702
Total Undistributed Expenditures - Administrative Information Technology	125,000		125,000	65,963	59,037
Undistributed Expenditures - Required Maintenance for School Facilities:					
Cleaning, Repair, and Maintenance Services	170,000	1,978	171,978	160,338	11,640
General Supplies	92,000	44,955	136,955	129,229	7,726
Other Objects	1,750		1,750	88	1,662
Total Undistributed Expenditures - Required Maintenance for School Facilities	263,750	46,933	310,683	289,655	21,028

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Custodial Services:					
Salaries	\$ 264,898	\$ 30,000	\$ 294,898	\$ 226,189	\$ 68,709
Purchased Professional and Technical Services	460,000	(78,000)	382,000	338,328	43,672
Cleaning, Repair, and Maintenance Services	100,000		100,000	91,980	8,020
Other Purchased Property Services	75,000		75,000	45,825	29,175
Insurance	203,148		203,148	189,499	13,649
Miscellaneous Purchased Services	11,000		11,000	3,366	7,634
General Supplies	65,500	(10,000)	55,500	30,819	24,681
Energy (Electricity)	195,000	30,968	225,968	225,968	
Energy (Oil)	295,000	(41,424)	253,576	137,006	116,570
Other Objects	350		350		350
Total Undistributed Expenditures - Custodial Services	1,669,896	(68,456)	1,601,440	1,288,980	312,460
Total Undistributed Expenditures - Maintenance of Plant Services	1,933,646	(21,523)	1,912,123	1,578,635	333,488
Undistributed Expenditures - Student Transportation Services:					
Salaries of Non-Instructional Aides	5,000		5,000		5,000
Salaries for Pupil Transportation (Between Home and School) - Special Education	35,000	6,050	41,050	41,050	
Cleaning, Repair, and Maintenance Services	17,000	14,492	31,492	31,492	
Contracted Services - Aid in Lieu of Payments - Nonpublic Students	30,000		30,000	16,092	13,908
Contracted Services (Between Home & School) - Vendors	768,346	(18,250)	750,096	706,079	44,017
Contracted Services (Other than Between Home & School) - Vendors	5,000	387	5,387	4,840	547
Contracted Services (Between Home & School) - Joint Agreements	2,800	731	3,531	3,531	
Contracted Services (Regular Students) - ESCs & CTSAs	32,272	4,001	36,273	36,227	46
Contracted Services (Special Education Students) - ESCs & CTSAs	465,000	(95,100)	369,900	281,385	88,515
Miscellaneous Purchased Services - Transportation	8,500	2,028	10,528	10,528	

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Student Transportation Services (Cont'd):					
Transportation Supplies	\$ 8,000	\$ (1,372)	\$ 6,628	\$ 6,628	
Other Objects	1,000		1,000	952	\$ 48
Total Undistributed Expenditures - Student Transportation Services	1,377,918	(87,033)	1,290,885	1,138,804	152,081
UNALLOCATED BENEFITS					
Social Security Contributions	226,060		226,060	181,286	44,774
Other Retirement Contributions - PERS	206,493	(22,380)	184,113	163,961	20,152
Other Retirement Contributions - Regular		22,380	22,380	22,380	
Workers Compensation	115,000	9,288	124,288	124,288	
Health Benefits	2,683,612	(149,628)	2,533,984	1,572,074	961,910
Tuition Reimbursement	37,000		37,000	1,725	35,275
Other Employee Benefits	204,998		204,998	204,935	63
Unused Sick Payment to Terminated/Retired Staff	53,534	7,230	60,764	57,995	2,769
TOTAL UNALLOCATED BENEFITS	3,526,697	(133,110)	3,393,587	2,328,644	1,064,943
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				666,803	(666,803)
TPAF Pension Contributions (Non-Budgeted)				2,254,082	(2,254,082)
TPAF Non-Contributory Insurance (Non-Budgeted)				27,922	(27,922)
TPAF Long-Term Disability Insurance (Non-Budgeted)				1,018	(1,018)
Reimbursed TPAF Social Security Contributions				469,294	(469,294)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				3,419,119	(3,419,119)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	3,526,697	(133,110)	3,393,587	5,747,763	(2,354,176)
TOTAL UNDISTRIBUTED EXPENDITURES	10,870,994	(250,759)	10,620,235	12,067,032	(1,446,797)

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
TOTAL GENERAL CURRENT EXPENSE	\$ 17,443,251	\$ (90,225)	\$ 17,353,026	\$ 18,518,903	\$ (1,165,877)
CAPITAL OUTLAY					
Facilities Acquisition and Construction Services:					
Architectural/Engineering Services	20,000	(20,000)			
Construction Services	815,980	(815,980)			
Assessment for Debt Service on SDA Funding	61,496		61,496	61,496	
Total Facilities Acquisition and Construction Services	897,476	(835,980)	61,496	61,496	
TOTAL CAPITAL OUTLAY	897,476	(835,980)	61,496	61,496	
Transfer of Funds to Charter Schools	48,116	90,225	138,341	130,179	8,162
Total Transfer of Funds to Charter Schools	48,116	90,225	138,341	130,179	8,162
TOTAL EXPENDITURES	18,388,843	(835,980)	17,552,863	18,710,578	(1,157,715)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(1,989,108)	835,980	(1,153,128)	1,347,535	2,500,663
Other Financing Sources/(Uses):					
Capital Reserve - Transfer to Capital Projects Fund		(1,155,245)	(1,155,245)	(709,307)	445,938
Total Other Financing Sources /(Uses)		(1,155,245)	(1,155,245)	(709,307)	445,938

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Excess/(Deficit) of Revenues and Other Financing Sources					
Over/(Under) Expenditures and Other Financing Uses	\$ (1,989,108)	\$ (319,265)	\$ (2,308,373)	\$ 638,228	\$ 2,946,601
Fund Balance, July 1	6,175,533		6,175,533	6,175,533	
Fund Balance, June 30	\$ 4,186,425	\$ (319,265)	\$ 3,867,160	\$ 6,813,761	\$ 2,946,601
Recapitulation:					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2026-2027				\$ 700,000	
Excess Surplus - Restricted For 2025-2026				657,821	
Capital Reserve				3,440,819	
Maintenance Reserve				990,155	
Unemployment Compensation				83,278	
Assigned Fund Balance:					
Year End Encumbrances				33,248	
Designated for Subsequent Year's Expenditures				351,552	
Unassigned Fund Balance				556,888	
				6,813,761	
Reconciliation to Governmental Funds Statement (GAAP):				(251,322)	
Last State Aid Payments not Recognized on GAAP basis					
Fund Balance per Governmental Funds (GAAP)	\$			\$ 6,562,439	

BYRAM TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources			\$ 110,321	\$ 111,872	\$ 1,551
Federal Sources	\$ 319,500	187,060	506,560	497,293	(9,267)
Total Revenues	319,500	297,381	616,881	609,165	(7,716)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	101,500	(71,395)	30,105	28,192	1,913
Other Purchased Services	200,000	336	200,336	200,336	
General Supplies		142,401	142,401	140,546	1,855
Total Instruction	301,500	71,342	372,842	369,074	3,768
Support Services:					
Personal Services - Employee Benefits		2,295	2,295	2,295	
Purchased Professional and Technical Services	8,000	100,443	108,443	105,193	3,250
Other Purchased Services	10,000	12,980	22,980	20,731	2,249
Student Activities		110,321	110,321	110,321	
Total Support Services	18,000	226,039	244,039	238,540	5,499
Total Expenditures	\$ 319,500	\$ 297,381	\$ 616,881	\$ 607,614	\$ 9,267
Excess of Revenue Over Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ 1,551	\$ 1,551

BYRAM TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual Amounts (Budgetary Basis) "Revenue" and Other Financing Sources from the Budgetary Comparison Schedule	\$ 20,058,113	\$ 609,165
Difference - Budgetary to GAAP:		
Prior Year State Aid Payments Recognized for GAAP Purposes, not Recognized for Budgetary Statements	235,733	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(251,322)	
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 20,042,524</u>	<u>\$ 609,165</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	<u>\$ 18,710,578</u>	<u>\$ 607,614</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 18,710,578</u>	<u>\$ 607,614</u>

Annual appropriated budgets are prepared in the spring of each year for the general, and special revenue funds. The budget for the fiscal year ended June 30, 2025 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

BYRAM TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

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

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

SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)

SPECIAL REVENUE FUND

BYRAM TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	I.D.E.A. Part B		Elementary and Secondary Education Act		
	Basic	Preschool	Title IA	Title II - Part A	Title IV
REVENUES:					
Local Sources					
Federal Sources	\$ 200,336	\$ 11,129	\$ 30,487	\$ 10,855	\$ 9,876
Total Revenues	200,336	11,129	30,487	10,855	9,876
EXPENDITURES:					
Instruction:					
Salaries of Teachers			28,192		
Other Purchased Services	200,336				
General Supplies					
Total Instruction	200,336		28,192		
Support Services:					
Personal Services - Employee Benefits		11,129	2,295		
Purchased Professional and Technical Services				10,855	9,876
Other Purchased Services					
Student Activities					
Total Support Services		11,129	2,295	10,855	9,876
Total Expenditures	\$ 200,336	\$ 11,129	\$ 30,487	\$ 10,855	\$ 9,876

BYRAM TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Education Stabilization Fund				Student Activities	Totals
	High Impact Tutoring	Learning Acceleration	Summer Learning and Enrichment			
REVENUES:						
Local Sources						
Federal Sources	\$ 66,539	\$ 153,926	\$ 14,145		\$ 111,872	\$ 111,872
Total Revenues	66,539	153,926	14,145		111,872	609,165
EXPENDITURES:						
Instruction:						
Salaries of Teachers						28,192
Other Purchased Services						200,336
General Supplies	66,539	74,007				140,546
Total Instruction	66,539	74,007				369,074
Support Services:						
Personal Services - Employee Benefits						2,295
Purchased Professional and Technical Services		79,919	14,145			105,193
Other Purchased Services						20,731
Student Activities					110,321	110,321
Total Support Services		79,919	14,145		110,321	238,540
Total Expenditures	\$ 66,539	\$ 153,926	\$ 14,145		\$ 110,321	\$ 607,614

CAPITAL PROJECTS FUND

BYRAM TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Revenue and Other Financing Sources:	
State Sources - SDA Grant	\$ 525,138
Transfer from Capital Reserve	<u>709,307</u>
Total Revenue and Other Financing Sources	<u>1,234,445</u>
Expenditures and Other Financing Uses:	
Purchased Professional and Technical Services	51,150
Construction Services	<u>638,170</u>
Total Expenditures and Other Financing Uses	<u>689,320</u>
Excess of Revenue and Other Financing Sources Over Expenditures and Other Financing Uses	545,125
Fund Balance - Beginning of Year	<u>-0-</u>
Fund Balance - End of Year	<u><u>\$ 545,125</u></u>
<u>Recapitulation:</u>	
Committed	\$ 64,963
Committed - Year End Encumbrances	<u>480,162</u>
Total Fund Balance - Budgetary Basis	<u><u>\$ 545,125</u></u>
Reconciliation to Governmental Funds Statements (GAAP):	
SDA Grant Receivable not Recognized on the GAAP Basis	<u>(259,280)</u>
Fund Balance per Governmental Funds (GAAP)	<u><u>\$ 285,845</u></u>

BYRAM TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
BYRAM LAKES ELEMENTARY SCHOOL ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
State Sources - SDA Grant		\$ 265,858	\$ 265,858	\$ 265,858
Transfer from Capital Reserve	\$ 53,300	345,487	398,787	398,787
Total Revenue and Other Financing Sources	53,300	611,345	664,645	664,645
Expenditures and other Financing Uses:				
Purchased Professional and Technical Services	53,300	12,600	65,900	65,900
Construction Services		598,745	598,745	598,745
Total Expenditures and Other Financing Uses	53,300	611,345	664,645	664,645
Excess of Revenue and Other Financing Sources Over Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ -0-

Additional Project Information:

Project Numbers	0640-010-23-G5VL
Grant Date	3/11/24
Original Authorized Cost	\$ 664,645
Percentage Completion	100.00%
Original Target Completion Date	6/30/25

BYRAM TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS

BYRAM INTERMEDIATE SCHOOL BOILER REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
State Sources - SDA Grant		\$ 259,280	\$ 259,280	\$ 259,280
Transfer from Capital Reserve	\$ 25,100	363,820	388,920	388,920
Total Revenue and Other Financing Sources	25,100	623,100	648,200	648,200
Expenditures and other Financing Uses:				
Purchased Professional and Technical Services	25,100	38,550	63,650	80,000
Construction Services		39,425	39,425	568,200
Total Expenditures and Other Financing Uses	25,100	77,975	103,075	648,200
Excess of Revenue and Other Financing Sources Over Expenditures	\$ -0-	\$ 545,125	\$ 545,125	\$ -0-

Additional Project Information:

Project Numbers	0640-030-23-G5CS
Grant Date	3/11/24
Original Authorized Cost	\$ 648,200
Percentage Completion	15.90%
Original Target Completion Date	8/31/25

PROPRIETARY FUNDS

BYRAM TOWNSHIP SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF NET POSITION
JUNE 30, 2025

ASSETS:

Current Assets:

Cash and Cash Equivalents	\$ 234,623
Interfund Receivable - General Fund	8,973
Intergovernmental Accounts Receivable:	
State	258
Federal	4,204
Inventories	8,036

Total Current Assets	256,094
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Non-Current Assets:

Capital Assets	300,445
Less: Accumulated Depreciation	(256,366)

Total Non-Current Assets	44,079
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Total Assets	300,173
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LIABILITIES:

Current Liabilities:

Accounts Payable	13,676
Unearned Revenue:	
Prepaid Meals	2,336
Donated Commodities	2,311

Total Liabilities	18,323
-------------------	--------

NET POSITION:

Investment in Capital Assets	44,079
Unrestricted	237,771

Total Net Position	\$ 281,850
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BYRAM TOWNSHIP SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Operating Revenue:

Local Sources:

Daily Sales:

Reimbursable Programs	\$ 138,630
Non-Reimbursable Programs	45,464
Miscellaneous Revenue	<u>5,934</u>

Total Operating Revenue

190,028

Operating Expenses:

Cost of Sales:

Reimbursable Programs	81,932
Non-Reimbursable Programs	30,303
Salaries	96,306
Benefits and Payroll Taxes	30,061
Supplies, Insurance and Other Costs	13,327
Management Fee	15,000
Depreciation Expense	<u>1,296</u>

Total Operating Expenses

268,225

Operating Loss

(78,197)

Non-Operating Income:

Local Sources:

Interest Income	5,333
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State Sources:

State School Lunch Program	3,543
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Federal Sources:

National School Lunch Program	63,082
Summer Electronic Benefit Transfer (P-EBT)	643
National School Lunch Program Equipment Assistance	18,218
Food Distribution Program	<u>16,526</u>

Total Non-Operating Income

107,345

Change in Net Position

29,148

Net Position - Beginning of Year

252,702

Net Position - End of Year

\$ 281,850

BYRAM TOWNSHIP SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Cash Flows from Operating Activities:	
Receipts from Customers	\$ 189,099
Payments to Food Service Contractor	(224,631)
Payments to Suppliers	(11,532)
Net Cash (Used for) Operating Activities	(47,064)
Cash Flows from Investing Activities:	
Interest Income	5,333
Net Cash Provided by Investing Activities	5,333
Cash Flows from Capital and Related Financing Activities:	
Purchase of Capital Assets	(32,625)
Net Cash (Used for) Capital and Related Financing Activities	(32,625)
Cash Flows from Noncapital Financing Activities:	
State Sources	3,904
Federal Sources	79,021
Net Cash Provided by Noncapital Financing Activities	82,925
Net Increase in Cash and Cash Equivalents	8,569
Cash and Cash Equivalents, July 1	226,054
Cash and Cash Equivalents, June 30	\$ 234,623
Reconciliation of Operating Loss to Net Cash	
(Used for) Operating Activities:	
Operating Loss	\$ (78,197)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	1,296
Food Distribution Program	16,526
Changes in Assets and Liabilities:	
(Decrease) in Unearned Revenue - Prepaid Meals	(1,687)
Increase in Unearned Revenue - Donated Commodities	758
Increase in Accounts Payable	13,676
Decrease in Inventory	564
Net Cash (Used for) Operating Activities	\$ (47,064)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$17,284 and utilized U.S.D.A. Commodities valued at \$16,526.

FIDUCIARY ACTIVITIES
(NOT APPLICABLE)

LONG-TERM LIABILITIES
(NOT APPLICABLE)

STATISTICAL SECTION
(UNAUDITED)

This part of the District's annual comprehensive financial report presents detailed information as a context for understanding *what* the information in the financial statements, note disclosures and required supplementary information says about the District's overall financial health.

Contents

Exhibit

Financial Trends

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

J-1 thru J-5

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.

J-6 thru J-9

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

J-10 thru J-13

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.

J-14 thru J-15

Operating Information

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the School provides and the activities it performs.

J-16 thru J-20

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial report for the relevant year.

BYRAM TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT
 LAST TEN FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental Activities										
Net Investment in Capital Assets	\$ 11,239,559	\$ 11,682,608	\$ 11,741,967	\$ 12,658,998	\$ 12,809,219	\$ 13,011,068	\$ 12,990,361	\$ 13,671,632	\$ 13,127,071	\$ 13,120,332
Restricted	2,423,558	2,988,124	2,925,316	3,803,409	4,696,221	5,370,575	3,949,324	3,977,788	5,081,349	5,978,355
Unrestricted/(Deficit)	(2,924,110)	(3,399,613)	(2,688,804)	(3,392,066)	(2,918,884)	(2,547,549)	(386,080)	(1,027,139)	(3,104,701)	(2,848,849)
Total Governmental Activities Net Position	\$ 10,739,007	\$ 11,271,119	\$ 11,978,479	\$ 13,070,341	\$ 14,586,556	\$ 15,834,094	\$ 16,553,605	\$ 16,622,281	\$ 15,103,719	\$ 16,249,838
Business-Type Activities										
Investment in Capital Assets	\$ 36,093	\$ 19,477	\$ 16,155	\$ 12,107	\$ 11,168	\$ 10,229	\$ 9,289	\$ 8,349	\$ 12,750	\$ 44,079
Unrestricted	33,293	24,460	20,584	14,861	11,231	21,001	117,297	165,664	239,952	237,771
Total Business-Type Activities Net Position	\$ 69,386	\$ 43,937	\$ 36,739	\$ 26,968	\$ 22,399	\$ 31,230	\$ 126,586	\$ 174,013	\$ 252,702	\$ 281,850
District-Wide										
Net Investment in Capital Assets	\$ 11,275,652	\$ 11,702,085	\$ 11,758,122	\$ 12,671,105	\$ 12,820,387	\$ 13,021,297	\$ 12,999,650	\$ 13,679,981	\$ 13,139,821	\$ 13,164,411
Restricted	2,423,558	2,988,124	2,925,316	3,803,409	4,696,221	5,370,575	3,949,324	3,977,788	5,081,349	5,978,355
Unrestricted/(Deficit)	(2,890,817)	(3,375,153)	(2,668,220)	(3,377,205)	(2,907,653)	(2,526,548)	(268,783)	(861,475)	(2,864,749)	(2,611,078)
Total District Net Position	\$ 10,808,393	\$ 11,315,056	\$ 12,015,218	\$ 13,097,309	\$ 14,608,955	\$ 15,865,324	\$ 16,680,191	\$ 16,796,294	\$ 15,356,421	\$ 16,531,688

BYRAM TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses:										
Governmental Activities:										
Instruction										
Regular	\$ 5,785,991	\$ 8,174,622	\$ 8,522,315	\$ 7,801,232	\$ 6,726,701	\$ 7,015,006	\$ 6,880,250	\$ 6,548,259	\$ 7,997,145	\$ 6,495,200
Special Education	1,976,884	3,228,163	3,367,044	3,022,490	3,142,530	3,147,258	2,683,176	2,703,432	2,292,191	2,616,091
Other Special Education	280,706	293,379	408,542	431,825	531,764	534,753	666,489	695,429	739,672	370,587
School-Sponsored/Other Instruction	83,513	317,400	421,143	355,795	118,822	57,488	132,167	116,365	335,261	80,838
Support Services:										
Tuition	371,016	326,902	190,843	306,449	372,625	428,778	372,422	263,961	294,757	392,833
Student & Instruction Related Services	2,265,456	3,027,172	3,162,002	3,119,494	2,889,508	2,736,018	2,487,250	2,370,758	2,438,114	2,454,902
General Administrative Services	478,373	809,082	570,613	772,430	456,040	475,450	580,953	488,151	541,995	500,997
School Administrative Services	604,541	558,274	845,073	510,551	754,476	740,310	680,382	691,544	851,859	575,471
Central Services	449,425	447,985	441,440	420,389	379,789	366,447	406,806	393,469	408,965	402,342
Administrative Information Technology		73,573	77,262	27,327		119,516	87,449	173,940	87,275	65,963
Plant Operations And Maintenance	1,347,036	1,529,067	1,659,664	1,619,645	1,405,779	1,491,877	1,496,752	1,710,634	1,684,691	1,631,547
Pupil Transportation	607,539	618,872	576,791	587,609	604,021	606,927	754,162	1,043,319	1,183,460	1,175,134
Unallocated Benefits	3,565,949					1,306				
Charter Schools	136,291	116,831	135,678	204,175	172,784	165,972	91,724	131,282	45,754	130,179
Capital Outlay	19,526	69,850	112,973	63,819	61,496	61,496				
Interest On Long-Term Debt	43,909	56,306	44,717	33,047	19,952	9,488				
Unallocated Depreciation	800,474	808,665	421,431	371,052	592,891	568,886	575,172	560,401	596,649	590,932
Total Governmental Activities Expenses	18,816,629	20,456,143	20,957,531	19,647,329	18,316,602	18,526,976	17,895,154	17,890,944	19,497,788	17,483,016
Business-Type Activities:										
Food Service	222,962	248,444	241,807	234,438	168,305	78,589	286,937	282,345	262,176	268,225
Total Business-Type Activities Expense	222,962	248,444	241,807	234,438	168,305	78,589	286,937	282,345	262,176	268,225
Total District Expenses	\$ 19,039,590	\$ 20,704,587	\$ 21,199,338	\$ 19,881,767	\$ 18,484,907	\$ 18,605,565	\$ 18,182,091	\$ 18,173,289	\$ 19,759,964	\$ 17,751,241
Program Revenues										
Governmental Activities:										
Charges For Services:										
Instruction						\$ 18,225	\$ 60,050	\$ 93,000	\$ 95,043	\$ 83,287
Tuition	\$ 13,000	\$ 83,512	\$ 34,500	\$ 42,000	\$ 42,488					
Student & Instruction Related Services						3,742	30,780	116,405	121,699	110,321
Operating Grants and Contributions	264,247	6,123,576	6,820,704	5,464,744	5,002,146	5,573,670	4,536,675	3,685,801	3,343,760	2,766,714
Capital Grants and Contributions		(39,618)			46,459					265,858
Total Governmental Activities Program Revenues	277,247	6,167,470	6,855,204	5,506,744	5,091,093	5,595,637	4,627,505	3,895,206	3,560,502	3,226,180

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Program Revenues										
Business-Type Activities:										
Charges for Services										
Food Service	\$ 164,273	\$ 165,243	\$ 166,233	\$ 169,027	\$ 113,357	\$ 639	\$ 381,972	\$ 219,184	\$ 213,014	\$ 190,028
Operating Grants and Contributions	48,209	55,307	58,586	56,524	50,128	86,777	\$ 381,972	110,432	127,827	102,012
Total Business Type Activities Program Revenues	212,482	220,550	224,819	225,551	163,485	87,416	381,972	329,616	340,841	292,040
Total District Program Revenues	\$ 489,729	\$ 6,388,020	\$ 7,080,023	\$ 5,732,295	\$ 5,254,578	\$ 5,683,053	\$ 5,009,477	\$ 4,224,822	\$ 3,901,343	\$ 3,518,220
Net (Expense)/Revenue										
Governmental Activities	\$ (18,539,381)	\$ (14,288,673)	\$ (14,102,327)	\$ (14,140,585)	\$ (13,225,509)	\$ (12,931,339)	\$ (13,267,649)	\$ (13,995,738)	\$ (15,937,286)	\$ (14,256,836)
Business-Type Activities	(10,480)	(27,894)	(16,988)	(8,887)	(4,820)	8,827	95,035	47,271	78,665	23,815
Total District-Wide Net Expense	\$ (18,549,861)	\$ (14,316,567)	\$ (14,119,315)	\$ (14,149,472)	\$ (13,230,329)	\$ (12,922,512)	\$ (13,172,614)	\$ (13,948,467)	\$ (15,858,621)	\$ (14,233,021)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 10,903,688	\$ 11,067,244	\$ 11,067,244	\$ 11,288,589	\$ 11,288,589	\$ 11,288,589	\$ 11,965,905	\$ 12,205,223	\$ 12,712,114	\$ 13,550,769
Taxes Levied for Debt Service	776,050	705,767	743,334	741,221	744,482	752,440				
Tuition Charges	2,016									
Unrestricted Grants and Contributions	7,508,589	2,933,786								
Federal and State Aid not Restricted	46,080		2,943,550	3,016,162	2,346,944	1,948,189	1,978,776	1,676,469	1,640,618	1,671,767
Extraordinary Items	(95,000)									
Miscellaneous Income	86,145	115,419	65,345	186,475	214,112	189,659	39,979	182,722	65,992	180,419
Cancellation on Prior Year Accounts Payable		(1,431)					2,500			
Transfers			(9,786)							
Total Governmental Activities	19,227,568	14,820,785	14,809,687	15,232,447	14,594,127	14,178,877	13,987,160	14,064,414	14,418,724	15,402,955
Business-Type Activities:										
Investment Earnings	3	5	4	355	251	4	321	156	24	5,333
Transfers			2,441	(1,239)						
Total Business-Type Activities	3	5	2,445	(884)	251	4	321	156	24	5,333
Total District-Wide	\$ 19,227,571	\$ 14,820,790	\$ 14,812,132	\$ 15,231,563	\$ 14,594,378	\$ 14,178,881	\$ 13,987,481	\$ 14,064,570	\$ 14,418,748	\$ 15,408,288
Change in Net Position:										
Governmental Activities	\$ 688,187	\$ 532,112	\$ 707,360	\$ 1,091,862	\$ 1,368,618	\$ 1,247,538	\$ 719,511	\$ 68,676	\$ (1,518,562)	\$ 1,146,119
Business-Type Activities	(10,477)	(27,889)	(14,543)	(9,771)	(4,569)	8,831	95,356	47,427	78,689	29,148
Total District	\$ 677,710	\$ 504,223	\$ 692,817	\$ 1,082,091	\$ 1,364,049	\$ 1,256,369	\$ 814,867	\$ 116,103	\$ (1,439,873)	\$ 1,175,267

Source: School District Financial Reports

BYRAM TOWNSHIP SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund:										
Restricted	\$ 2,321,757	\$ 2,987,756	\$ 2,924,756	\$ 3,803,151	\$ 4,548,427	\$ 5,338,859	\$ 3,912,012	\$ 3,899,713	\$ 4,976,618	\$ 5,872,073
Assigned	465,252	176,686	978,954	87,086	579,599	302,261	2,016,455	1,142,914	489,358	384,800
Unassigned/(Deficit)	27,133	13,839		100,533	56,557	452,193	522,042	356,411	473,824	305,566
Total General Fund	\$ 2,814,142	\$ 3,178,281	\$ 3,903,710	\$ 3,990,770	\$ 5,184,583	\$ 6,093,313	\$ 6,450,509	\$ 5,399,038	\$ 5,939,800	\$ 6,562,439
All Other Governmental Funds:										
Restricted		\$ 368	\$ 560	\$ 258	\$ 35,680	\$ 31,716	\$ 37,312	\$ 78,075	\$ 104,731	\$ 106,282
Committed		26,492			46,459	46,459				285,845
Unassigned	\$ 101,801									
Total All Other Governmental Funds	\$ 43,967	\$ 26,860	\$ 560	\$ 258	\$ 35,680	\$ 31,716	\$ 37,312	\$ 78,075	\$ 104,731	\$ 392,127
Total All Funds:										
Restricted	\$ 2,321,757	\$ 2,988,124	\$ 2,925,316	\$ 3,803,409	\$ 4,584,107	\$ 5,370,575	\$ 3,949,324	\$ 3,977,788	\$ 5,081,349	\$ 5,978,355
Committed		26,492			46,459	46,459				285,845
Assigned	465,252	176,686	978,954	87,086	579,599	302,261	2,016,455	1,142,914	489,358	384,800
Unassigned	128,934	13,839		100,533	56,557	452,193	522,042	356,411	473,824	305,566
Total All Governmental Funds	\$ 2,915,943	\$ 3,205,141	\$ 3,904,270	\$ 3,991,028	\$ 5,266,722	\$ 6,171,488	\$ 6,487,821	\$ 5,477,113	\$ 6,044,531	\$ 6,954,566

Source: School District Financial Reports

BYRAM TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	For Fiscal Year Ending June 30,										
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues											
Tax Levy	\$ 11,462,040	\$ 11,679,738	\$ 11,773,011	\$ 11,810,578	\$ 12,029,810	\$ 12,033,071	\$ 12,041,029	\$ 11,965,905	\$ 12,205,223	\$ 12,712,114	\$ 13,550,769
Tuition Charges	14,741	46,080	83,512	34,500	42,000	42,488	18,225	60,050	93,000	95,043	83,287
Rents and Royalties								1,575	5,760	6,671	4,523
Interest Earnings					45,592	29,490		45,947	119,031	138,003	113,984
Other Restricted Miscellaneous Revenue	184,048	101,161	115,419	72,813	150,423	191,074	186,818	23,237	174,336	43,017	173,784
Unrestricted Miscellaneous Revenue	5,518,837	5,527,554	5,672,309	6,046,999	6,370,510	6,208,968	6,327,515	6,670,301	6,228,964	6,366,569	6,493,907
State Sources											
Federal Sources	238,599	264,247	258,501	264,213	241,314	250,234	315,987	460,862	538,103	453,385	497,293
Total Revenue	17,418,265	17,618,780	17,902,752	18,229,103	18,879,649	18,755,325	18,896,157	19,227,877	19,364,417	19,814,802	20,917,547
Expenditures											
Instruction											
Regular Instruction	5,068,702	4,519,552	4,429,856	4,280,074	4,216,283	3,915,168	4,014,517	4,055,025	4,347,489	4,575,244	4,757,106
Special Education Instruction	1,332,629	1,505,523	1,812,234	1,834,549	1,781,542	1,887,239	1,830,609	1,670,566	1,899,735	1,578,932	1,817,267
Other Special Instruction	149,859	213,424	298,442	405,371	423,067	386,484	386,720	389,929	443,316	430,105	281,534
School Sponsored Activities and Athletics	62,180	64,523	26,127	20,832	23,528	69,694	31,854	71,310	74,763	79,566	93,257
Support Services:											
Tuition	222,985	371,016	326,902	190,843	306,449	372,625	428,778	372,422	263,961	294,757	392,833
Student & Instruction Related Services	1,617,243	1,867,892	1,805,112	1,893,465	1,953,598	1,794,550	1,659,709	1,891,299	1,852,324	1,933,890	2,057,450
General Administration Services	380,074	369,042	359,989	368,246	343,999	369,561	393,772	424,427	360,327	388,431	410,815
School Administration Services	494,146	459,591	452,571	467,300	463,027	451,966	414,646	453,648	456,797	444,129	471,800
Central Services	241,647	231,309	267,624	253,000	264,715	285,800	278,126	287,346	287,535	303,501	313,290
Administrative Information Technology	196,799	131,299	73,573	67,551	88,092	87,424	119,516	87,449	173,940	87,275	65,963
Plant Operations And Maintenance	1,149,951	1,216,595	1,180,966	1,240,168	1,314,454	1,179,241	1,282,449	1,333,055	1,545,591	1,487,521	1,578,635
Pupil Transportation	528,248	591,939	587,470	531,654	558,325	568,743	575,544	696,654	1,012,460	1,148,214	1,138,804
Unallocated Benefits	3,738,218	4,237,738	4,495,998	4,849,905	5,194,041	5,134,651	5,435,360	6,195,820	6,170,750	6,211,086	5,747,763
Capital Outlay	1,187,834	472,619	638,769	238,410	916,073	206,755	221,726	893,370	1,414,855	238,979	750,816
Transfer of Funds to Charter School	81,238	136,291	116,831	135,678	204,175	172,784	165,972	91,724	131,282	45,754	130,179
Debt Service:											
Principal	580,000	630,000	680,000	695,000	705,000	720,000	740,000				
Interest And Other Charges	192,150	111,791	59,658	48,142	36,523	24,543	12,093				
Total Expenditures	17,223,903	17,149,144	17,612,122	17,520,188	18,792,891	17,627,228	17,991,391	18,914,044	20,435,125	19,247,384	20,007,512
Excess (Deficiency) Of Revenues											
Over (Under) Expenditures	194,362	469,636	290,630	708,915	86,758	1,128,097	904,766	313,833	(1,070,708)	567,418	910,035

BYRAM TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,										
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Other Financing Sources/(Uses)											
Cancellation of Prior Year Accounts Receivable			\$ (1,431)					\$ 2,500			
Cancellation of Prior Year Accounts Payable				\$ (9,786)							
Transfers Out				(9,786)				2,500			
Total Other Financing Sources/(Uses)			(1,431)								
Net Change In Fund Balances	\$ 194,362	\$ 469,636	\$ 289,199	\$ 699,129	\$ 86,758	\$ 1,128,097	\$ 904,766	\$ 316,333	\$ (1,070,708)	\$ 567,418	\$ 910,035
Debt Service As A Percentage Of Noncapital Expenditures	4.82%	4.45%	4.36%	4.30%	4.15%	4.27%	4.23%	0.00%	0.00%	0.00%	0.00%

Source: School District Financial Reports

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

Fiscal Year Ending June 30,	Interest on Investments	Tuition	Prior Year Refunds	Rentals - Use of Facilities	Activity Fees	Sale of Assets	Miscellaneous	Total
2016	\$ 2,016	\$ 46,080		\$ 13,825	\$ 13,000		\$ 72,320	\$ 147,241
2017	2,167	83,512	\$ 14,307	8,903	10,400		87,142	206,431
2018	8,562	34,500	12,206	16,348			28,229	99,845
2019	45,592	42,000		14,938			125,945	228,475
2020	40,139	42,488		11,050			162,923	256,600
2021	4,668	18,225					184,991	207,884
2022	746	60,050		1,575			37,658	100,029
2023	657	93,000		5,760		\$ 157,500	18,805	275,722
2024	648	95,043		6,671			58,673	161,035
2025	170,553	83,287		4,523			5,343	263,706

Source: Byram Township School District Financial Reports.

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

Year Ended Dec. 31	Vacant Land	Residential	Farm Regular	Commercial	Industrial	Apartment	Net Valuation Taxable	Tax-Exempt Property	Total Assessed Value	Total Direct School Tax Rate ^a	Actual (County Equalized Value)
2015	\$ 16,159,100	\$ 812,932,400	\$ 16,575,000	\$ 77,996,100	\$ 1,881,100	\$ 1,115,600	\$ 926,659,300	\$ 66,725,200	\$ 926,659,300	\$ 1.25	\$ 961,176,097
2016	15,654,400	813,991,600	14,976,800	77,065,800	1,881,100	1,115,600	924,685,300	67,800,200	925,408,700	1.27	969,084,680
2017	15,300,000	814,380,700	15,020,200	78,079,400	1,881,100	1,115,600	925,777,000	67,931,100	926,499,000	1.27	967,681,544
2018	15,247,700	812,600,000	16,872,100	77,322,400	1,881,100	1,115,600	925,038,900	68,355,600	925,038,900	1.27	990,189,256
2019	15,425,100	812,944,700	17,117,300	77,727,200	1,881,100	1,115,600	926,211,000	68,777,800	926,211,000	1.27	997,309,619
2020	15,071,800	811,597,100	17,787,400	77,217,100	1,881,100	1,115,600	924,670,100	69,840,700	924,670,100	1.33	994,155,430
2021	13,885,200	812,529,900	18,337,000	78,259,600	1,881,100	1,115,600	926,008,400	70,920,500	926,008,400	1.29	1,017,984,533
2022	13,919,000	812,535,100	19,066,300	78,259,600	1,881,100	1,115,600	926,776,700	71,943,600	926,776,700	1.32	1,090,905,865
2023	13,583,600	812,049,400	18,914,700	78,343,700	1,881,100	1,115,600	925,888,100	74,129,300	926,550,900	1.37	1,184,352,016
2024	13,120,200	811,003,600	19,009,400	78,171,600	1,881,100	1,115,600	924,978,100	76,561,000	1,001,539,100	1.31	1,285,766,838

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

^a Tax rates are per \$100 of Assessed Valuation.

Source: Byram Township Tax Assessor.

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

Year Ended December 31,	Direct SchoolRate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic School Rate ^a	School Debt Service ^b	Total Direct School Rate	Municipality	County	Regional High School	
2014	\$ 1.143	\$ 0.085	\$ 1.228	\$ 0.875	\$ 0.554	\$ 0.664	\$ 3.321
2015	1.165	0.084	1.249	0.890	0.537	0.663	3.339
2016	1.187	0.080	1.267	0.913	0.578	0.666	3.424
2017	1.190	0.078	1.268	0.928	0.595	0.687	3.478
2018	1.192	0.078	1.270	0.935	0.622	0.718	3.545
2019	1.191	0.079	1.270	0.934	0.624	0.718	3.546
2020	1.245	0.081	1.327	0.945	0.627	0.674	3.573
2021	1.292		1.292	0.952	0.643	0.709	3.596
2022	1.317		1.317	0.964	0.662	0.717	3.660
2023	1.372		1.372	0.992	0.660	0.738	3.762
2024	1.306		1.306	1.005	0.654	0.864	3.829

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

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

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

Source: Byram Township Tax Collector and School Business Administrator.

BYRAM TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

	2024		2015				
	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	
Gordon Byram Associates, LLC		\$14,961,700	1.62%	NOT AVAILABLE			
Tilcon New York, Inc.		5,112,100	0.55%				
Panther Lake Camping Resort		4,656,600	0.50%				
YK Realty Co, LLC		4,233,500	0.46%				
Byram Self Storage, LLC		3,900,000	0.42%				
Quickcheck Corporation		3,187,400	0.34%				
Nielsen Nissan		2,875,000	0.31%				
206 Acorn Development Corp.		1,951,400	0.21%				
Individual Taxpayer #1		1,723,900	0.19%				
55 Lake Lackawanna Development, LLC		1,700,000	0.18%				
	\$	44,301,600	4.77%				

NOT AVAILABLE

Note: Individual Taxpayers may be different in the two years presented.

Source: Municipal Tax Assessor

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	\$ 11,679,738	\$ 11,679,738	100.00%	\$ -0-
2017	11,773,011	11,773,011	100.00%	-0-
2018	11,810,578	11,810,578	100.00%	-0-
2019	12,029,810	12,029,810	100.00%	-0-
2020	12,033,071	12,033,071	100.00%	-0-
2021	12,041,029	12,041,029	100.00%	-0-
2022	11,965,905	11,965,905	100.00%	-0-
2023	12,205,223	12,205,223	100.00%	-0-
2024	12,712,114	12,712,114	100.00%	-0-
2025	13,550,769	13,550,769	100.00%	-0-

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

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

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

Fiscal Year Ended June 30,	Governmental Activities				Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Early Retirement Incentive Plan Payable	Financed Purchases	Loans Payable			
2016	\$ 3,540,000	\$ 113,224	\$ 2,795	\$ -0-	\$ 3,656,019	0.80%	\$ 457.46
2017	2,860,000	94,020	-0-	-0-	2,954,020	0.63%	370.46
2018	2,165,000	73,232	-0-	-0-	2,238,232	0.50%	280.37
2019	1,460,000	50,729	-0-	-0-	1,510,729	0.30%	190.15
2020	740,000	26,369	-0-	-0-	766,369	0.14%	97.13
2021	-0-	-0-	-0-	-0-	-0-	0.00%	-0-
2022	-0-	-0-	-0-	-0-	-0-	0.00%	-0-
2023	-0-	-0-	-0-	-0-	-0-	0.00%	-0-
2024	-0-	-0-	-0-	-0-	-0-	0.00%	-0-
2025	-0-	-0-	-0-	-0-	-0-	0.00%	-0-

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

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

Source: Byram Township School District Financial Reports.

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

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2016	\$ 4,075,000	\$ -0-	\$ 4,075,000	0.44%	\$ 505.58
2017	3,540,000	-0-	3,540,000	0.38%	442.94
2018	2,860,000	-0-	2,860,000	0.31%	358.67
2019	1,460,000	-0-	1,460,000	0.16%	183.60
2020	740,000	-0-	740,000	0.08%	93.14
2021	-0-	-0-	-0-	0.00%	-0-
2022	-0-	-0-	-0-	0.00%	-0-
2023	-0-	-0-	-0-	0.00%	-0-
2024	-0-	-0-	-0-	0.00%	-0-
2025	-0-	-0-	-0-	0.00%	-0-

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

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

^b See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

Source: Byram Township School District Financial Reports.

BYRAM TOWNSHIP SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2024
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Byram Township General Debt	\$ 2,322,536	100%	\$ 2,322,536
Sussex County General Obligation Debt	79,054,107	6.501%	5,139,039
Subtotal, Overlapping Debt as of December 31, 2024			7,461,575
Byram Township School District Direct Debt			- 0 -
Total Direct And Overlapping Debt			\$ 7,461,575

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Byram Township. This process recognizes that, when considering the District's ability to issue and repay long-term, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping unit.

^a For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable equalized property values. Applicable percentages were estimated by determining the portion of Byram Township's equalized property value that is within the Sussex County's boundaries and dividing it by Sussex County's total equalized property value.

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

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

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt Limit	\$ 29,151,468	\$ 28,984,514	\$ 29,257,890	\$ 29,514,722	\$ 29,807,516	\$ 30,055,125	\$ 30,994,563	\$ 32,882,231	\$ 35,595,364	\$ 39,128,476
Total Net Debt Applicable to Limit	3,540,000	2,860,000	2,165,000	1,460,000	740,000	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -
Legal Debt Margin	<u>\$ 25,611,468</u>	<u>\$ 26,124,514</u>	<u>\$ 27,092,890</u>	<u>\$ 27,797,890</u>	<u>\$ 29,067,516</u>	<u>\$ 30,055,125</u>	<u>\$ 30,994,563</u>	<u>\$ 32,882,231</u>	<u>\$ 35,595,364</u>	<u>\$ 39,128,476</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	12.14%	9.87%	7.40%	4.95%	2.48%	0.00%	0.00%	0.00%	0.00%	0.00%
Legal Debt Margin Calculation for Fiscal Year 2025										
								Year	Equalized Valuation Basis	
								2022	\$ 1,183,622,861	
								2023	1,286,876,250	
								2024	1,442,348,511	
									<u>\$ 3,912,847,622</u>	
Average Equalized Valuation of Taxable Property										
									<u>\$ 1,304,282,541</u>	
Debt Limit (3% of average equalization value) ^a										
									\$ 39,128,476	
Net Bonded School Debt as of June 30, 2025										
									- 0 -	
Legal Debt Margin										
									\$ 39,128,476	

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

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

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

<u>Year</u>	<u>Population ^a</u>	<u>Per Capita Personal Income ^b</u>	<u>Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2016	7,992	\$ 57,327	\$ 458,157,384	4.50%
2017	7,974	59,144	471,614,256	4.20%
2018	7,952	61,531	489,294,512	3.70%
2019	7,945	64,284	510,736,380	3.20%
2020	7,890	67,814	535,052,460	8.60%
2021	8,061	71,059	572,806,599	5.80%
2022	8,115	71,671	581,610,165	3.70%
2023	8,152	75,364	614,367,328	3.80%
2024	8,217	75,364 **	614,367,328 **	3.80%
2025	8,217 *	75,364 **	619,265,988 ***	N/A

* - Latest Sussex County population available (2024) was used for calculation purposes.

** - Latest Sussex County per capita income available (2023) was used for calculation purposes.

*** - Latest available population data (2024) and latest available Sussex County per capita personal income (2023) was used for calculation purposes.

N/A - Information is not currently available.

Sources:

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

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

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

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development.

BYRAM TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS, COUNTY OF SUSSEX
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

2024			2015		
Employer	Employees	Percentage of Total Employment	Employer	Employees	Percentage of Total Employment
Selective Insurance Group Inc.	1,000-4,999	1.40%-7.00%	Newton Memorial Hospital	5,000	6.80%
Crystal Springs Resort	1,000-4,999	1.40%-7.00%	Selective Insurance	5,000	6.80%
Newton Medical Center	1,000-4,999	1.40%-7.00%	Mountain Creek Resort	1,000	1.36%
Sussex County Offices	1,000-4,999	1.40%-7.00%	Thor Labs	1,000	1.36%
Thorlabs	500-999	0.70%-1.40%	Sussex County Offices	1,000	1.36%
Mountain Creek Resort	500-999	0.70%-1.40%	Ames Rubber Corp	500	0.68%
Shop Rite	500-999	0.70%-1.40%	Raider Express	500	0.68%
Sussex County Community College	250-499	0.35%-0.70%	Sussex County Community College	500	0.68%
United Methodist Community Bristol Glen	250-499	0.35%-0.70%	Mountain Creek Waterpark	250	0.34%
Franklin Mutual Insurance	100-249	0.14%-0.35%	A&P Food Store	250	0.34%
	<u>4,850-15,740</u>	<u>4.07%-12.91%</u>	Total	<u>15,000</u>	<u>20.41%</u>
Total Employment - Sussex County	<u>77,594</u>		Total Employment	<u>73,505</u>	

Source: County of Sussex

BYRAM TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
UNAUDITED

<u>Function/Program:</u>	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Instruction:										
Regular	61.7	59.1	58.9	56.1	52.8	51.3	48.0	53.0	51.0	53.0
Special Education	33.6	39.5	31.5	32.9	27.3	25.3	23.5	24.0	30.0	30.0
Other	2.0	3.0	5.2	5.0	5.0	3.5	4.0	5.4	5.4	3.0
Support Services:										
Student & Instruction Related Services	19.0	18.0	25.9	30.4	29.4	27.3	28.5	26.0	25.0	27.2
School Administrative Services	7.0	6.5	7.0	7.0	7.8	7.0	7.0	7.0	6.0	6.0
General Administrative Services	2.0	2.5	2.5	2.1	2.1	2.1	2.1	4.0	4.0	5.0
Central Services	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Plant Operations and Maintenance	10.3	10.3	10.5	10.5	10.5	10.5	8.0	9.2	8.6	2.5
Administrative Information Technology	1.2	0.0	0.0	0.0	0.0	0.0	2.0	0.0	0.0	0.0
Pupil Transportation	1.2	1.2	1.2	1.3	0.7	0.7	0.4	0.4	0.4	0.5
	<u>139.8</u>	<u>143.1</u>	<u>145.7</u>	<u>148.3</u>	<u>138.6</u>	<u>130.7</u>	<u>126.5</u>	<u>132.0</u>	<u>133.4</u>	<u>130.2</u>

Source: Byram Township School District Financial Reports.

BYRAM TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary and Middle Schools					
2016	874	\$ 15,934,734	\$ 18,232	3.56%	93.0	8:1		880	841	-2.98%	95.57%
2017	862	16,233,695	18,833	3.29%	96.0	9:1		869	825	-1.25%	94.94%
2018	844	16,538,636	19,596	4.05%	99.0	8.5:1		844	804	-2.88%	95.26%
2019	813	17,135,295	21,077	7.56%	98.5	8.3:1		815	783	-3.44%	96.07%
2020	814	16,675,930	20,486	-2.80%	93.5	8.7:1		819	790	0.49%	96.46%
2021	806	17,017,572	21,114	3.06%	91.5	8.7:1		808	787	-1.34%	97.40%
2022	788	18,020,674	22,869	8.31%	84.0	9:1		816	771	0.99%	94.49%
2023	812	19,020,270	23,424	2.43%	82.4	10:1		833	784	2.08%	94.12%
2024	839	19,008,405	22,656	-3.28%	81.0	10.4:1		839	796	0.72%	94.87%
2025	829	19,256,696	23,229	2.53%	91.0	11:1		795	751	-5.24%	94.47%

Note: Enrollment based on annual October District count.

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

^b Teaching staff includes only full-time equivalents of certificated staff.

^c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

^d The Cost per Pupil calculated above is the sum of the operating expenditures divided by enrollment. This cost per pupil may be different from State cost per pupil calculations.

Sources: Byram Township School District Records.

BYRAM TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

District BuildingsByram Lakes Elementary School:

<u>Fiscal Year</u>	<u>Square Feet</u>	<u>Capacity (Students)</u>	<u>Enrollment</u>
2016	85,173	892	458
2017	85,173	892	440
2018	85,173	892	420
2019	85,173	892	424
2020	85,173	892	442
2021	85,173	892	446
2022	85,173	892	410
2023	85,173	892	456
2024	85,173	892	473
2025	85,173	892	467

Intermediate Middle School:

<u>Fiscal Year</u>	<u>Square Feet</u>	<u>Capacity (Students)</u>	<u>Enrollment</u>
2016	87,931	614	416
2017	87,931	614	422
2018	87,931	614	424
2019	87,931	614	389
2020	87,931	614	372
2021	87,931	614	360
2022	87,931	614	378
2023	87,931	614	356
2024	87,931	614	366
2025	87,931	614	362

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

Source: Byram Township School District Records.

BYRAM TOWNSHIP SCHOOL DISTRICT
GENERAL FUND SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

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

Facility	Project #(s)	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<u>School Facilities:</u>											
Byram Lakes Elementary	N/A	\$ 60,813	\$ 54,878	\$ 63,704	\$ 91,386	\$ 75,407	\$ 110,714	\$ 116,192	\$ 99,156	\$ 123,538	\$ 189,090
Intermediate Middle	N/A	186,473	95,800	90,169	117,785	71,984	106,373	73,397	63,898	65,702	100,565
Total School Facilities		<u>\$ 247,286</u>	<u>\$ 150,678</u>	<u>\$ 153,873</u>	<u>\$ 209,171</u>	<u>\$ 147,391</u>	<u>\$ 217,087</u>	<u>\$ 189,589</u>	<u>\$ 163,054</u>	<u>\$ 189,240</u>	<u>\$ 289,655</u>

N/A - Not Applicable

Source: Byram Township School District Records.

BYRAM TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
AS OF JUNE 30, 2025
UNAUDITED

	Coverage	Deductible
School Alliance Insurance Fund (SAIF):		
Property - Blanket Building and Contents Including Boiler and Building and Personal Property	\$500,000,000	\$2,500
Inland Marine - Auto Physical Damage		1,000
Boiler & Machinery	100,000,000	2,500
General Liability including Auto, Employee Benefits		1,000
Each Occurrence	10,000,000	
General Aggregate	46,000,000	
Product Completed Ops		
Personal Injury		
Fire Damage	2,500,000	
Medical Expenses	10,000	
(Excluding Students Taking Part in Athletics)		
Employee Benefits Liability	5,000,000	1,000
Sexual Abuse/Molestation	10,000,000	
Automobile Coverage	10,000,000 Per Occurance	1,000
Combined Single Limit		
Auto General Aggregate	46,000,000	
Hired/Non Owned	Included	
Automobile Physical Damage	Included	1,000
Excess Umbrella over GL & Auto	5,000,000	
Environmental Impairment Liability	10,000,000 Fund Aggregate	50,000
Excludes mold/fungi/fungus/legionella		
Crime Coverage	50,000 Inside/Outside	1,000
Blanket Dishonesty Bond	500,000	1,000
Cyber Liability - First Party	750,000	10,000
Cyber Liability - Third Party	2,000,000	
School Board Legal	5,000,000	10,000
School Board Excess Liability (AL/GL)	5,000,000	
Workers' Compensation	Statutory	
Employer's Liability	6,000,000	
Supplemental Indemnity	Statutory	
Bond for School Business Administrator	250,000 Selective Insurance	
Bond for Treasurer of School Monies	250,000 Selective Insurance	
Mutual of Omaha Insurance Company		
Student Accident- Base- Including Sports No Football	25,000	
Student Accident - CAT including sports No Football	1,000,000	25,000
Student Accident - Voluntary Coverage	Excluded	
Tank Liability		
Each Storage Tank Incident	500,000	100,000
Aggregate Limit	1,000,000	5,000
Scheduled 2 tanks		
Pollution/Mold Coverage		
Limit Each Incident	1,000,000	25,000
Aggregate Limit	1,000,000	

Source: District Records

SINGLE AUDIT SECTION



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Report on Internal Control Over Financial Reporting and
 on Compliance and Other Matters Based on an Audit of Financial Statements
 Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Byram Township School District (the "District"), in the County of Sussex, 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, and have issued our report thereon dated October 2, 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 audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

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

Report on Compliance and Other Matters

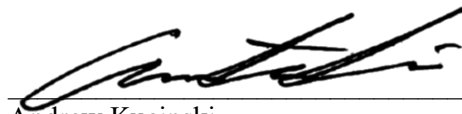
As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material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

Purpose of this Report

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

October 2, 2025
Mount Arlington, New Jersey

NISIVOCIA LLP



Andrew Kucinski
Licensed Public School Accountant #2684
Certified Public Accountant



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Report on Compliance For Each Major State Program;
 Report on Internal Control Over Compliance Required by NJOMB 15-08

Independent Auditors' Report

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

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

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

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the fiscal 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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Our responsibilities under those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

The Honorable President and Members
of the Board of Education
Byram Township School District
Page 3

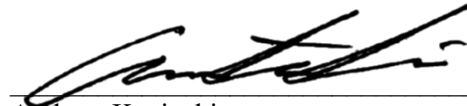
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant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

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

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

October 2, 2025
Mount Arlington, New Jersey

NISIVOCCIA LLP



Andrew Kucinski
Licensed Public School Accountant #2684
Certified Public Accountant

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

Federal Grantor/Pass Through Grantor/ Program or Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024			Balance at June 30, 2025		
					Budgetary Accounts Receivable	Budgetary Unearned Revenue	Cash Received	Budgetary Expenditures	Budgetary Accounts Receivable	Budgetary Unearned Revenue
U.S. Department of Agriculture:										
Passed-through State Department of Agriculture:										
Child Nutrition Cluster:										
Food Distribution Program	10.555	N/A	7/1/24-6/30/25	\$ 17,284			\$ 17,284	\$ (14,973)		\$ 2,311
Food Distribution Program	10.555	N/A	7/1/23-6/30/24	18,493		\$ 1,553		(1,553)		
National School Lunch Program	10.555	N/A	7/1/24-6/30/25	63,082			58,878	(63,082)	\$ (4,204)	
National School Lunch Program	10.555	N/A	7/1/23-6/30/24	50,961	\$ (9,798)		9,798			
Total Child Nutrition Cluster					(9,798)	1,553	85,960	(79,608)	(4,204)	2,311
National School Lunch Program Equipment Assistance	10.579	N/A	7/1/23-8/30/24	18,218			18,218	(18,218)		
Summer Electronic Benefit Transfer (P-EBT)	10.649	N/A	7/1/24-6/30/25	643			643	(643)		
Total U.S. Department of Agriculture					(9,798)	1,553	104,821	(98,469)	(4,204)	2,311
U.S. Department of Education:										
Passed-through State Department of Education:										
Special Revenue Fund:										
Elementary and Secondary Education Act:										
Title I	84.010	ESEA064025	7/1/24-6/30/25	34,255			32,400	(30,487)		1,913
Title I	84.010	ESEA546524	7/1/23-6/30/24	68,581	(68,581)		68,581			
Subtotal - Title I					(68,581)		100,981	(30,487)		1,913
Title IIA	84.367	ESEA064025	7/1/24-6/30/25	12,980			8,565	(10,855)	(2,290)	
Title IIA	84.367	ESEA064024	7/1/23-6/30/24	13,517	(13,517)		13,517			
Subtotal - Title IIA					(13,517)		22,082	(10,855)	(2,290)	
Title IV	84.424	ESEA064025	7/1/24-6/30/25	10,000			9,876	(9,876)		
Title IV	84.424	ESEA064024	7/1/23-6/30/24	10,000	(10,000)		10,000			
Subtotal - Title IV					(10,000)		19,876	(9,876)		
Special Education Cluster (IDEA):										
I.D.E.A. Part B, Basic	84.027	IDEA064025	7/1/24-6/30/25	200,336			117,336	(200,336)	(83,000)	
I.D.E.A. Part B, Basic	84.027	IDEA064024	7/1/23-6/30/24	202,564	(202,564)		202,564			
I.D.E.A. Preschool	84.173	IDEA064025	7/1/24-6/30/25	11,129			11,129	(11,129)		
I.D.E.A. Preschool	84.173	IDEA064024	7/1/23-6/30/24	11,490	(11,490)		11,490			
Total Special Education Cluster (IDEA)					(214,054)		342,519	(211,465)	(83,000)	

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

Federal Grantor/Pass Through Grantor/ Program or Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024			Balance at June 30, 2025		
					Budgetary Accounts Receivable	Budgetary Unearned Revenue	Cash Received	Budgetary Expenditures	Budgetary Accounts Receivable	Budgetary Unearned Revenue
Education Stabilization Fund:										
COVID 19 - ESSER III - ARP	84.425U	S425U210027	3/13/20-9/30/24	\$ 329,798	\$ (175,872)		\$ 329,798	\$ (153,926)		
COVID 19 - ESSER III - Learning Acceleration	84.425U	S425U210027	3/13/20-9/30/24	66,891	(52,746)		66,891	(14,145)		
COVID 19 - ESSER III - Summer Learning and Enrichment	84.425U	S425U210027	3/13/20-9/30/24	40,000	(40,000)		40,000			
COVID 19 - ESSER III - Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	40,000	(40,000)		40,000			
COVID 19 - ESSER III - Mental Health	84.425U	S425D210027	3/13/20-9/30/24	45,000	(45,000)		45,000			
COVID 19 - ARP GEER: High Impact Tutoring	84.425V	S425V210031	10/11/23-8/31/24	66,539			66,539	(66,539)		
Total Education Stabilization Fund					(353,618)		588,228	(234,610)		
Total U.S. Department of Education					(659,770)		1,073,686	(497,293)	\$ (85,290)	\$ 1,913
Total Federal Awards					\$ (669,568)	\$ 1,553	\$ 1,178,507	\$ (595,762)	\$ (89,494)	\$ 4,224
										\$ -0-

N/A - Not Applicable/Available

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

BYRAM TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Grantor/Program Title	Balance at June 30, 2024				Balance at June 30, 2025				MEMO	
	Grant or State Project Number	Grant Period	Award Amount	Budgetary	Cash Received	Budgetary Expenditures	GAAP Accounts Receivable	Budgetary Accounts Receivable	Cumulative Total Expenditures	
				Accounts Receivable						
<u>State Department of Education:</u>										
General Fund Aid:										
Equalization Aid	25-495-034-5120-078	7/1/24-6/30/25	\$ 1,133,427		\$ 1,022,791	\$ (1,133,427)		\$ (110,636)	\$ 1,133,427	
School Choice Aid	25-495-034-5120-068	7/1/24-6/30/25	471,070		425,088	(471,070)		(45,982)	471,070	
Transportation Aid	25-495-034-5120-014	7/1/24-6/30/25	232,137		209,478	(232,137)		(22,659)	232,137	
Special Education Aid	25-495-034-5120-089	7/1/24-6/30/25	667,509		602,352	(667,509)		(65,157)	667,509	
Security Aid	25-495-034-5120-084	7/1/24-6/30/25	70,573		63,684	(70,573)		(6,889)	70,573	
Extraordinary Special Education Costs Aid	25-495-034-5120-044	7/1/24-6/30/25	222,145			(222,145)	\$ (222,145)	(222,145)	222,145	
Reimbursement of Nonpublic School Transportation Costs	25-495-034-5120-014	7/1/24-6/30/25	14,728			(14,728)	(14,728)	(14,728)	14,728	
Reimbursed TPAF Social Security	25-495-034-5094-003	7/1/24-6/30/25	469,294		445,219	(469,294)	(24,075)	(24,075)	469,294	
Menstrual Product Reimbursement	N/A	7/1/24-6/30/25	12,930			(12,930)	(12,930)	(12,930)	12,930	
On-Behalf TPAF Post Retirement Contributions	25-495-034-5094-148	7/1/24-6/30/25	666,803		666,803	(666,803)			666,803	
On-Behalf TPAF Pension Contributions	25-495-034-5094-002	7/1/24-6/30/25	2,254,082		2,254,082	(2,254,082)			2,254,082	
On-Behalf TPAF Non-Contributory Insurance	25-495-034-5094-004	7/1/24-6/30/25	27,922		27,922	(27,922)			27,922	
On-Behalf TPAF Long-Term Disability Insurance	25-495-034-5094-004	7/1/24-6/30/25	1,018		1,018	(1,018)			1,018	
Equalization Aid	24-495-034-5120-078	7/1/23-6/30/24	1,133,427	\$ (110,461)	110,461				1,133,427	
School Choice Aid	24-495-034-5120-068	7/1/23-6/30/24	439,824	(42,864)	42,864				439,824	
Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	232,137	(22,623)	22,623				232,137	
Special Education Aid	24-495-034-5120-089	7/1/23-6/30/24	542,873	(52,907)	52,907				542,873	
Security Aid	24-495-034-5120-084	7/1/23-6/30/24	70,573	(6,878)	6,878				70,573	
Extraordinary Special Education Costs Aid	24-495-034-5120-044	7/1/23-6/30/24	389,660	(389,660)	389,660				389,660	
Reimbursement of Nonpublic School Transportation Costs	24-495-034-5120-014	7/1/23-6/30/24	16,833	(16,833)	16,833				16,833	
Reimbursed TPAF Social Security	24-495-034-5094-003	7/1/23-6/30/24	482,933	(23,762)	23,762				482,933	
Subtotal - General Fund / Total State Department of Education				(665,988)	6,384,425	(6,243,638)	(273,878)	(525,201)	9,570,730	
Total State Department of Education				(665,988)	6,384,425	(6,243,638)	(273,878)	(525,201)	9,570,730	

BYRAM TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024		Cash Received	Budgetary Expenditures	Balance at June 30, 2025		MEMO	
				Budgetary Accounts Receivable	Budgetary Accounts Receivable			GAAP Accounts Receivable	Budgetary Accounts Receivable	Budgetary Accounts Receivable	Cumulative Total Expenditures
Capital Projects Fund:											
School Development Authority											
Byram Lakes Elementary School Roof Replacement	0640-010-23-G5VL	7/1/24-6/30/25	\$ 265,858				\$ (265,858)	\$ (265,858)	\$ (265,858)	\$ (265,858)	\$ 265,858
Total Capital Projects Fund							(265,858)	(265,858)	(265,858)	(265,858)	265,858
State Department of Agriculture:											
Enterprise Fund:											
State School Lunch Program	25-100-010-3350-023	7/1/24-6/30/25	3,543	\$ (1,076)	\$	3,285	(3,543)	(258)	(258)	(258)	3,543
State School Lunch Program	24-100-010-3350-023	7/1/23-6/30/24	5,797			1,076					5,797
Total State Department of Agriculture				(1,076)		4,361	(3,543)	(258)	(258)	(258)	9,340
Total State Awards				\$ (667,064)	\$ 6,388,786	\$ (6,513,039)	\$ (6,513,039)	\$ (539,994)	\$ (791,317)	\$ (791,317)	\$ 9,845,928
Less: State Awards Not Subject to Single Audit Major Program Determination											
On-Behalf TPAF Pension System Contributions:											
On-Behalf TPAF Post Retirement Contributions	25-495-034-5094-001	7/1/24-6/30/25	(666,803)				\$ 666,803				
On-Behalf TPAF Pension Contributions	25-495-034-5094-002	7/1/24-6/30/25	(2,254,082)				2,254,082				
On-Behalf TPAF Non-Contributory Insurance	25-495-034-5094-004	7/1/24-6/30/25	(27,922)				27,922				
On-Behalf TPAF Long-Term Disability Insurance	25-495-034-5094-004	7/1/24-6/30/25	(1,018)				1,018				
Subtotal - On-Behalf TPAF Pension System Contributions							2,949,825				
Total State Awards Subject to Single Audit Major Program Determination							\$ (3,563,214)				

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

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards include the federal and state grant activity of the Byram Township School District Board of Education under programs of the federal and state governments for the fiscal year ended June 30, 2025. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The General Fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last two state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes those payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two state aid payments in the subsequent year. The Special Revenue Fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$15,589) for the General Fund and \$-0- for the Special Revenue Fund, and (\$259,280) for Capital Projects. See Exhibit C-3 and Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the General, Special Revenue and Capital Projects Funds, respectively.

BYRAM TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

Revenue from federal and state awards are reported on the Board's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$ 6,228,049	\$ 6,228,049
Special Revenue Fund	\$ 497,293		497,293
Capital Projects Fund		265,858	265,858
Food Service Fund	98,469	3,543	102,012
Total Awards	<u>\$ 595,762</u>	<u>\$ 6,497,450</u>	<u>\$ 7,093,212</u>

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

Revenue and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the fiscal year ended June 30, 2025.

NOTE 7. SCHOOL DEVELOPMENT AUTHORITY (SDA) GRANTS

The District has been awarded two grants in the amount of \$525,138 in the Capital Projects Fund from the New Jersey School Development Authority (NJSDA) under the Educational Facilities Construction and Financing Act. As of June 30, 2025, both projects have begun. As of June 30, 2025, \$265,858 of the grant funds have been expended and drawn down on a GAAP basis. In the Capital Projects Fund, the District realizes the full amount of the grant revenue on a budgetary basis in the year awarded and realizes the grant revenue on a GAAP basis as it is expended and submitted for reimbursement. Expenditures, if any, reported under NJSDA on the Schedule of Expenditures of State Awards represents reimbursement requests submitted to the NJSDA.

BYRAM TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP.

Unmodified

Internal control over financial reporting:

1.) Material weakness identified?	_____	Yes	_____	X	No
2.) Significant deficiencies identified?	_____	Yes	_____	X	None reported
Noncompliance material to basic financial statements noted?	_____	Yes	_____	X	No

Federal Awards

The District was not subject to the single audit provisions of the Uniform Guidance for the fiscal year ended June 30, 2025 as federal grant expenditures were less than the single audit threshold of \$750,000 identified in the Uniform Guidance.

State Awards

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

Unmodified

Internal control over major programs:

1.) Material weakness identified?	_____	Yes	_____	X	No
2.) Significant deficiencies identified?	_____	Yes	_____	X	None reported
Noncompliance material to basic financial statements noted?	_____	Yes	_____	X	No
Any audit findings disclosed that are required to be reported in accordance with New Jersey's OMB Circular 15-08?					
	_____	Yes	_____	X	No

Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
State Aid Public:					
Equalization Aid	25-495-034-5120-078	7/1/24	6/30/25	\$ 1,133,427	\$ 1,133,427
School Choice Aid	25-495-034-5120-068	7/1/24	6/30/25	471,070	471,070
Special Education Aid	25-495-034-5120-089	7/1/24	6/30/25	667,509	667,509
Security Aid	25-495-034-5120-084	7/1/24	6/30/25	70,573	70,573

Dollar threshold used to distinguish between Type A and B programs

\$ 750,000

Auditee qualified as low-risk auditee?

X Yes

No

Section II - Financial Statement Findings - N/A

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

BYRAM TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Status of Prior Year Findings:

There were no prior year audit findings.