

FLORENCE TOWNSHIP SCHOOL DISTRICT

Florence, New Jersey
County of Burlington

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



ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF THE

FLORENCE TOWNSHIP SCHOOL DISTRICT

FLORENCE, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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INTRODUCTORY SECTION

FLORENCE TOWNSHIP SCHOOL SYSTEM
201 CEDAR STREET
FLORENCE, NEW JERSEY 08518
www.florence.k12.nj.us



Dr. Donna Ambrosius, Ed.D.
Superintendent of Schools
609-499-4600 Ext. 1000
[Fax] 609-499-9679

Luis Valencia
Business Administrator/Board Secretary
609-499-4600 Ext. 1007
[Fax] 609-499-0129

December 15, 2025

Honorable President and Members
of the Board of Education
Florence Township School District
County of Burlington, New Jersey

Dear Board Members/Citizens:

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

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

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

Introductory Section:

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

Financial Section:

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

Statistical Section:

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

Single Audit Section:

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

REPORTING ENTITY AND ITS SERVICES

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

The School District provides a full range of educational services appropriate to grade levels Preschool through twelfth grade. This includes six full day kindergarten classes. Additionally, the District provided for a full range of services to meet the needs of its disabled population in all grade levels including self-contained classes as well as Resource Center and Inclusion Programs. The School District's enrollment, as of October 15th, for the current and past nine fiscal years are detailed below:

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2024-2025	1,451	-3.20%
2023-2024	1,499	-0.60%
2022-2023	1,508	-1.05%
2021-2022	1,524	-5.87%
2020-2021	1,619	3.92%
2019-2020	1,558	1.04%
2018-2019	1,542	-1.72%
2017-2018	1,569	-2.43%
2016-2017	1,608	-9.26%
2015-2016	1,772	-0.73%

ECONOMIC CONDITION AND OUTLOOK

The Florence Township School District continues to balance the needs of the district with the use of local and grant funds. Throughout the 2024-2025 school year, we have encountered an increase in costs for transportation, health and safety resources, educational/supplemental materials, and work needed to address aging buildings. The district has also encountered a significant increase in special education costs due to the extension of services for special education students and related service needs.

For the 2024-2025 school year, we saw an increase in the number of families completing the application. The district continues to encourage families to apply for Free & Reduced lunch programs. A demographic study was conducted in 2025-2026 to identify trends for enrollment. The district anticipated a small growth due to changes in the community and planned housing developments.

MAJOR INITIATIVES

In the 2024-2025 academic year, our primary emphasis was on sustaining a secure and healthy environment. In addition to prioritizing the well-being of our students and staff, our district is actively working to address academic setbacks resulting from the pandemic. Our dedicated focus extends to the social and emotional needs of our school community, recognizing the challenges posed by current conditions. Throughout the year, a key priority has been to tailor our instructional approaches to each student's individual circumstances, identifying academic requirements and striving to propel all students to higher levels of achievement. During 2024-2025, the District has continued to organize continuous professional development opportunities and conduct data analysis meetings to further support our commitment to academic excellence.

INTERNAL ACCOUNTING CONTROLS

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

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

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

BUDGETARY CONTROLS

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

ACCOUNTING SYSTEM AND REPORTS

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

FINANCIAL POLICIES

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

OTHER INFORMATION

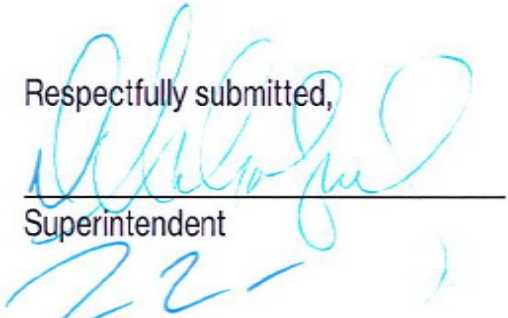
INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants. The accounting firm of Holt McNally & Associates, Inc., was appointed by the Board of Education. In addition to meeting the requirements set forth in the State statutes, the audit was also designed to meet the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and combining statements and related major fund supporting statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the Single Audit section of this report.

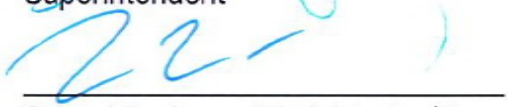
ACKNOWLEDGEMENTS

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

Respectfully submitted,



Superintendent



School Business Administrator/Board Secretary

Superintendent of Schools

▼ Business Administrator	▼ Educational Facilities Manager	▼ Director Special Services	▼ Principal High School	▼	▼ Principal Riverfront	▼ Principal Roebling	▼ Computer Coordinator
			▼ Assistant Principal	▼ Assistant Principal (HS & RF Shared)	▼ Assistant Principal		
▼	▼	▼	▼	▼	▼	▼	▼
Business Office	Operations & Maintenance	Child Study Team	Classroom Instruction	Athletics	Classroom Instruction	Classroom Instruction	IT Technician
Operations & Maintenance		Speech Services	Library/ Media Services	NCLB/ IDEA B Programs	Library/ Media Services	Library/ Media Services	
Transportation Department		Mentor Services	ESL Services	Student Discipline	ESL Services	ESL Services	
District Security		Non-Public Services	G&T Program		G&T Program	G&T Program	
Attendance Services			Co-Curricular Advisors		Co-Curricular Advisors	Co-Curricular Advisors	
Extended Day Program			Guidance Department		Guidance Department	Guidance Department	
Food Service Management			Cafeteria Monitors		Cafeteria Monitors	Café/ Campus Monitors	

FLORENCE TOWNSHIP PUBLIC SCHOOL DISTRICT
201 Cedar Street
Florence, New Jersey 08518

ROSTER OF OFFICIALS

JUNE 30, 2025

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Christopher Conti, President	2026
Sheray Norfleet, Vice President	2028
Dr. Bernard Isaacson	2027
Toby Popso	2028
Jennifer Papp	2026
Michael Sullivan	2027
Traci Wainwright	2027
Michele Boracci	2028
Bryan Miller	2027

OTHER DISTRICT OFFICIALS

Donna Ambrosius, Superintendent

Luis Valencia, Business Administrator/Board Secretary

Donald J. Cammus, Treasurer of School Monies

FLORENCE TOWNSHIP PUBLIC SCHOOL DISTRICT
201 Cedar Street
Florence, New Jersey 08518

Consultants and Advisors

Board Auditor

Holt McNally & Associates, Inc.
105 Atsion Road, Suite I
Medford, New Jersey 08055

Board Solicitor

Capehart & Scatchard, P.A.
Laurel Corporate Center
8000 Midlantic Drive, Suite 300S
Mt. Laurel, New Jersey 08054

Official Depositories

First Bank
2456 Kuser Road
Hamilton, New Jersey 08690

FINANCIAL SECTION



Certified Public Accountants & Advisors

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Florence Township School District
County of Burlington
Florence, 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 and each major fund of the Florence Township School District, County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the School 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 opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* and in accordance with accounting principles and practices prescribed by the Office of School Finance, Department of Education, State of New Jersey will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

In connection with the audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.

If based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2025 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 School 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 the School District's internal control over financial reporting and compliance.

Respectfully submitted,

HOLT MCNALLY & ASSOCIATES, INC.
Certified Public Accountants & Advisors

A handwritten signature in black ink, appearing to read "Ryan Creamer", is positioned above the printed name.

Ryan Creamer
Certified Public Accountant
Public School Accountant, No. 2725

Medford, New Jersey
December 15, 2025

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

FLORENCE TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited)

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

Overview of the Basic Financial Statements

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

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

Government-Wide Financial Statements

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

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

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

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

FLORENCE TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Fund Financial Statements

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

Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financial requirements in the near term.

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

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund, Special Revenue Fund and the Debt Service Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

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

The School District's enterprise funds (Food Service Fund and Extended Day Program) are listed individually and is considered to be a major fund.

Notes to the Basic Financial Statements

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

Financial Analysis of the School District as a Whole

Recall that the Statement of Net Position provides the perspective of the school district as a whole (governmental and business-type activities). Net position may serve over time as a useful indicator of a government's financial position.

FLORENCE TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

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

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

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

Table 1
Summary of Net Position

	June 30, <u>2025</u>	June 30, <u>2024</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 5,575,825	\$ 4,810,012	\$ 765,813	15.9%
Capital Assets, Net	28,734,944	26,648,681	2,086,263	7.8%
Total Assets	<u>34,310,769</u>	<u>31,458,693</u>	<u>2,852,076</u>	9.1%
Deferred Outflow of Resources	<u>872,059</u>	<u>1,010,941</u>	<u>(138,882)</u>	-13.7%
Current and other Liabilities	2,337,282	4,359,346	(2,022,064)	-46.4%
Noncurrent Liabilities	<u>16,818,606</u>	<u>12,166,413</u>	<u>4,652,193</u>	38.2%
Total Liabilities	<u>19,155,888</u>	<u>16,525,759</u>	<u>2,630,129</u>	15.9%
Deferred Inflow of Resources	<u>590,177</u>	<u>748,723</u>	<u>(158,546)</u>	-21.2%
Net Position:				
Net Investment in Capital Assets	18,594,708	18,443,497	151,211	0.8%
Restricted	888,032	3,211,850	(2,323,818)	-72.4%
Unrestricted (Deficit)	<u>(4,045,977)</u>	<u>(6,460,195)</u>	<u>2,414,218</u>	-37.4%
Total Net Position	<u>\$ 15,436,763</u>	<u>\$ 15,195,152</u>	<u>\$ 241,611</u>	1.6%

FLORENCE TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

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

Table 2
Summary of Changes in Net Position

	June 30, <u>2025</u>	June 30, <u>2024</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Revenues:				
Program Revenues:				
Charges for Services	\$ 444,938	\$ 482,867	\$ (37,929)	-7.9%
Operating Grants & Contributions	5,657,932	4,740,400	917,532	19.4%
General Revenues:				
Property Taxes	21,015,769	20,712,702	303,067	1.5%
Federal & State Aid	13,168,828	12,321,560	847,268	6.9%
Other General Revenues	305,038	175,271	129,767	74.0%
Special Items:				
Gain/(Loss) on Capital Asset	(1,416)	(43,833)	42,417	-96.8%
Total Revenues	<u>40,591,089</u>	<u>38,388,967</u>	<u>2,202,122</u>	<u>5.7%</u>
Function/Program Expenditures:				
Regular Instruction	9,844,828	10,185,204	(340,376)	-3.3%
Special Education Instruction	5,926,247	5,359,367	566,880	10.6%
Other Instruction	1,095,122	934,276	160,846	17.2%
Tuition	2,310,313	2,049,879	260,434	12.7%
Student & Instruction Related Services	6,292,411	5,968,267	324,144	5.4%
General Administrative	741,078	747,166	(6,088)	-0.8%
School Administrative Services	1,538,243	1,541,781	(3,538)	-0.2%
Central Services	644,153	577,511	66,642	11.5%
Administrative Info. Technology	631,480	534,161	97,319	18.2%
Plant Operations & Maintenance	3,354,822	3,456,417	(101,595)	-2.9%
Pupil Transportation	1,984,833	2,175,207	(190,374)	-8.8%
Unallocated Benefits	1,272,054	991,316	280,738	28.3%
Transfer to Charter Schools	1,905,116	1,796,713	108,403	6.0%
Interest & Other Charges	283,486	352,218	(68,732)	-19.5%
Unallocated Depreciation	1,456,392	1,451,130	5,262	0.4%
Food Service	775,835	815,366	(39,531)	-4.8%
Daycare	293,065	288,124	4,941	1.7%
Total Expenditures	<u>40,349,478</u>	<u>39,224,103</u>	<u>1,125,375</u>	<u>2.9%</u>
Change In Net Position	241,611	(835,136)	1,076,747	-128.9%
Net Position - Beginning	15,195,152	16,030,288	(835,136)	-5.2%
Net Position - Ending	<u>\$ 15,436,763</u>	<u>\$ 15,195,152</u>	<u>\$ 241,611</u>	<u>1.6%</u>

During the fiscal year 2025, the net position of governmental activities increased by \$361,070 or 2.44%. The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$15,156,362, with an unrestricted deficit balance of \$4,124,893. The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last two state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

FLORENCE TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Governmental Activities (continued)

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

Table 3
GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$ (4,124,893)
Add back: PERS Pension Liability	3,186,437
Less: Deferred Outflows related to pensions	(522,680)
Add back: Deferred Inflows related to pensions	<u>590,177</u>
Unrestricted Net Position (Without GASB 68)	<u>\$ (870,959)</u>

Business-type Activities

During the fiscal year 2025, the net position of business-type activities decreased by \$119,459 or (29.88%).

The assets and deferred outflows of the business-type activities were less than liabilities and deferred inflows by \$280,401.

General Fund Budgeting Highlights

Final budgeted revenues were \$32,339,027 which was unchanged from the original budget. The School District's actual revenues exceeded budgeted revenues by \$218,309.

Final budgeted appropriations were \$35,360,016, which was an increase of \$507,254 from the original budget. The increase is primarily due to prior year reserve for encumbrances, which increases the budget appropriations in the subsequent fiscal year's budget. Excluding nonbudgeted revenues, the School District's budget appropriations exceeded actual expenditures by \$879,716.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$2,518,704 at June 30, 2025, a decrease of \$1,856,514 from the prior year.

FLORENCE TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Governmental Funds

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$3,582,149, an increase of \$203,690 from the prior year.

General fund - During the current fiscal year, the fund balance of the School District's general fund decreased by \$2,016,270 to \$1,241,162 at June 30, 2025. The net position decreased in the prior year by \$2,263,975.

Special revenue fund - During the current fiscal year, fund balance decreased \$94,695 to \$26,332. This is the net activity of the Student Activities and Scholarship accounts.

Capital projects fund - During the current fiscal year, fund balance increased \$2,314,655 to \$2,314,655. This is due to the new ESIP capital project that was started in the current year.

Debt service fund - During the current fiscal year, fund balance remained unchanged at \$0.

Proprietary Funds

Food service fund - During the current fiscal year, the net position of the School District's food service fund decreased by \$102,858 to \$202,067 at June 30, 2025. The net position decreased in the prior year by \$178,572.

Extended Day Program - During the current fiscal year, the net position of the School District's Extended Day Program decreased by \$16,601 to \$78,334 at June 30, 2025. The net position decreased in the prior year by \$3,869.

Capital Assets

The School District's capital assets for its governmental and business-type activities as of June 30, 2025, totaled \$28,734,944 (net of accumulated depreciation). This investment in capital assets includes land, construction-in-progress, land improvements, buildings and improvements and equipment. There was a net decrease in the School District's investment in capital assets for the current fiscal year in the amount of \$2,086,263. Table 4 shows fiscal 2025 balances compared to 2024.

Table 4
Summary of Capital Assets

<u>Capital Assest (Net of Depreciation):</u>	<u>June 30,</u> <u>2025</u>	<u>June 30,</u> <u>2024</u>	<u>Increase/</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
Land	\$ 918,785	\$ 918,785	\$ -	0.0%
Construction in Progress	3,047,486	-	3,047,486	100.0%
Land Improvements	64,954	139,693	(74,739)	-53.5%
Building and Improvements	23,165,295	24,150,533	(985,238)	-4.1%
Equipment	1,538,424	1,439,670	98,754	6.9%
	<u>\$ 28,734,944</u>	<u>\$ 26,648,681</u>	<u>\$ 2,086,263</u>	<u>7.8%</u>

FLORENCE TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Capital Assets (continued)

Depreciation expense for the year was \$1,468,153. Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Debt Administration

Long-term debt – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$10,345,000 which is an increase of \$1,780,000. Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

Factors on the School District's Future

At the time these financial statements were prepared and audited, the Florence Township School District was aware of no existing circumstances that could significantly affect its financial health in the future.

Contacting the School Districts Financial Management

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the School Business Administrator, Florence Township School District, 201 Cedar Street, Florence, New Jersey 08518-1599.

BASIC FINANCIAL STATEMENTS

A. Government-Wide Financial Statements

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

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS:			
Cash & Cash Equivalents	\$ 3,855,444	\$ 89,123	\$ 3,944,567
Receivables, Net (Note 4)	1,212,796	33,533	1,246,329
Internal Balances	(61,926)	61,926	-
Inventory	-	9,247	9,247
Restricted Cash & Cash Equivalents	375,682	-	375,682
Capital Assets, Net (Note 5)			
Non-depreciable	3,966,271	-	3,966,271
Depreciable	24,567,188	201,485	24,768,673
Total Assets	33,915,455	395,314	34,310,769
DEFERRED OUTFLOWS OF RESOURCES:			
Related to Pensions (Note 8)	522,680	-	522,680
Related to Loss on Debt Refunding	349,379	-	349,379
Total Deferred Outflow of Resources	872,059	-	872,059
Total Assets Deferred Outflow of Resources	34,787,514	395,314	35,182,828
LIABILITIES:			
Accounts Payable	1,370,430	114,913	1,485,343
Due to Other Governments	416,469	-	416,469
Unearned Revenue	328,901	-	328,901
Accrued Interest	106,569	-	106,569
Noncurrent Liabilities (Note 7):			
Due within one year	1,817,026	-	1,817,026
Due in more than one year	15,001,580	-	15,001,580
Total Liabilities	19,040,975	114,913	19,155,888
DEFERRED INFLOWS OF RESOURCES:			
Related to Pensions (Note 8)	590,177	-	590,177
Total Deferred Inflow of Resources	590,177	-	590,177
NET POSITION:			
Net Investment in Capital Assets	18,393,223	201,485	18,594,708
Restricted for:			
Capital Projects	132,476	-	132,476
Maintenance Reserve	63,149	-	63,149
New Jersey Unemployment	180,057	-	180,057
Student Activities	156,182	-	156,182
Scholarships	4,430	-	4,430
Excess Surplus	351,738	-	351,738
Unrestricted (Deficit)	(4,124,893)	78,916	(4,045,977)
Total Net Position	\$ 15,156,362	\$ 280,401	\$ 15,436,763

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

EXHIBIT A-2

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

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular Instruction	\$ 9,844,828	\$ -	\$ -	\$ (9,844,828)	\$ -	\$ (9,844,828)
Special Education Instruction	5,926,247	-	2,642,619	(3,283,628)	-	(3,283,628)
Other Instruction	1,095,122	-	-	(1,095,122)	-	(1,095,122)
Support Services:						
Tuition	2,310,313	-	-	(2,310,313)	-	(2,310,313)
Student & Instruction Related Services	6,292,411	-	1,135,525	(5,156,886)	-	(5,156,886)
General Administrative	741,078	-	-	(741,078)	-	(741,078)
School Administrative Services	1,538,243	-	-	(1,538,243)	-	(1,538,243)
Central Services	644,153	-	-	(644,153)	-	(644,153)
Administrative Info. Technology	631,480	-	-	(631,480)	-	(631,480)
Plant Operations & Maintenance	3,354,822	-	-	(3,354,822)	-	(3,354,822)
Pupil Transportation	1,984,833	-	-	(1,984,833)	-	(1,984,833)
Unallocated Benefits	1,273,054	-	1,374,869	101,815	-	101,815
Transfer to Charter Schools	1,905,116	-	-	(1,905,116)	-	(1,905,116)
Interest & Other Charges	283,486	-	-	(283,486)	-	(283,486)
Unallocated Depreciation	1,456,392	-	-	(1,456,392)	-	(1,456,392)
Total Governmental Activities	39,281,578	-	5,153,013	(34,128,565)	-	(34,128,565)
Business-Type Activities:						
Food Service	775,835	168,474	505,919	-	(101,442)	(101,442)
Extended Day Program	293,065	276,464	-	-	(16,601)	(16,601)
Total Business-Type Activities	1,068,900	444,938	505,919	-	(118,043)	(118,043)
Total Primary Government	\$ 40,350,478	\$ 444,938	\$ 5,658,932	(34,128,565)	(118,043)	(34,246,608)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				19,080,889	-	19,080,889
Property Taxes, Levied for Debt Service				1,934,880	-	1,934,880
Federal & State Aid Not Restricted				13,168,828	-	13,168,828
Tuition Charges				57,824	-	57,824
Miscellaneous				247,214	-	247,214
Special Items:						
Gain/(Loss) on Capital Asset				-	(1,416)	(1,416)
Total General Revenues				34,489,635	(1,416)	34,488,219
Change In Net Position				361,070	(119,459)	241,611
Net Position - Beginning				14,795,292	399,860	15,195,152
Net Position - Ending				\$ 15,156,362	\$ 280,401	\$ 15,436,763

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

B. Fund Financial Statements

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

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS:				
Cash & Cash Equivalents	\$ 1,188,478	\$ 285,861	\$ 2,381,105	\$ 3,855,444
Receivables, Net:				
Interfund Receivable	256,200	-	-	256,200
Due from Other Governments:				
State	802,148	-	-	802,148
Federal	-	355,672	-	355,672
Other Receivables	51,010	3,966	-	54,976
Restricted Cash & Cash Equivalents	375,682	-	-	375,682
Total Assets	\$ 2,673,518	\$ 645,499	\$ 2,381,105	\$ 5,700,122
LIABILITIES & FUND BALANCES:				
Liabilities:				
Accounts Payable	\$ 584,534	\$ -	\$ -	\$ 584,534
Payroll Wages & Taxes Payable	785,896	-	-	785,896
Due to Other Governments	-	100,516	-	100,516
Interfund Payable	61,926	189,750	66,450	318,126
Unearned Revenue	-	328,901	-	328,901
Total Liabilities	1,432,356	619,167	66,450	2,117,973
Fund Balances:				
Restricted for:				
Capital Reserve	132,476	-	-	132,476
Maintenance Reserve	63,149	-	-	63,149
Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	351,738	-	-	351,738
Student Activities	-	156,182	-	156,182
Scholarships	-	4,430	-	4,430
New Jersey Unemployment Trust	180,057	-	-	180,057
Committed to:				
Capital Projects	-	-	2,314,655	2,314,655
Assigned to:				
Designated for Subsequent Year's Expenditures	714,141	-	-	714,141
Other Purposes	1,176,843	-	-	1,176,843
Unassigned				
General Fund	(1,377,242)	-	-	(1,377,242)
Special Revenue Fund	-	(134,280)	-	(134,280)
Total Fund Balances	1,241,162	26,332	2,314,655	3,582,149
Total Liabilities & Fund Balances	\$ 2,673,518	\$ 645,499	\$ 2,381,105	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$63,191,601 and the accumulated depreciation is \$34,658,142.	28,533,459
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.	
Deferred Outflows related to pensions	522,680
Deferred Inflows related to pensions	(590,177)
Deferred Outflow related to the loss on bond refunding of debt	349,379
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(106,569)
Accrued pension contributions for the June 30, 2025 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(315,953)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(16,818,606)
Net Position of Governmental Activities	\$ 15,156,362

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

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

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
Revenues:					
Local Sources:					
Local Tax Levy	\$ 19,080,889	\$ -	\$ -	\$ 1,934,880	\$ 21,015,769
Tuition Charges	57,824	-	-	-	57,824
Miscellaneous	247,214	443,027	-	-	690,241
Total Local Sources	19,385,927	443,027	-	1,934,880	21,763,834
State Sources	19,676,200	1,267,644	-	-	20,943,844
Federal Sources	43,520	1,933,193	-	-	1,976,713
Total Revenues	39,105,647	3,643,864	-	1,934,880	44,684,391
Expenditures:					
Instruction:					
Regular Instruction	9,844,828	-	-	-	9,844,828
Special Education Instruction	4,259,141	1,667,106	-	-	5,926,247
Other Instruction	1,095,122	-	-	-	1,095,122
Support Services:					
Tuition	2,310,313	-	-	-	2,310,313
Student & Instruction Related Services	5,196,471	1,095,940	-	-	6,292,411
General Administrative	741,078	-	-	-	741,078
School Administrative Services	1,538,243	-	-	-	1,538,243
Central Services	644,153	-	-	-	644,153
Administrative Info. Technology	631,480	-	-	-	631,480
Plant Operations & Maintenance	3,348,290	-	-	-	3,348,290
Pupil Transportation	1,984,833	-	-	-	1,984,833
Unallocated Benefits	28,028	-	-	-	28,028
On Behalf TPAF Pension and Social Security Contributions	6,550,892	-	-	-	6,550,892
Transfer to Charter Schools	1,905,116	-	-	-	1,905,116
Capital Outlay	519,769	975,513	1,990,605	-	3,485,887
Debt Service:					
Principal	171,841	-	-	1,810,000	1,981,841
Interest & Other Charges	-	-	-	124,880	124,880
Total Expenditures	40,769,598	3,738,559	1,990,605	1,934,880	48,433,642
Excess/(Deficiency) of Revenues over Expenditures	(1,663,951)	(94,695)	(1,990,605)	-	(3,749,251)
Other Financing Sources (Uses):					
Bond Proceeds	-	-	3,590,000	-	3,590,000
Bond Premium	-	-	231,710	-	231,710
Transfers in	66,450	-	550,000	-	616,450
Transfers out	(550,000)	-	(66,450)	-	(616,450)
Financed Purchases (non-budgeted)	131,231	-	-	-	131,231
Total Other Financing Sources (Uses)	(352,319)	-	4,305,260	-	3,952,941
Net changes in fund balances	(2,016,270)	(94,695)	2,314,655	-	203,690
Fund Balance, July 1	3,257,432	121,027	-	-	3,378,459
Fund Balance, June 30	\$ 1,241,162	\$ 26,332	\$ 2,314,655	\$ -	\$ 3,582,149

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

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

Total Net Changes in Fund Balances - Governmental Funds (B-2) **\$ 203,690**

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

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

Depreciation Expense	\$ (1,456,392)	
Disposal and Adjustments to Capital Assets	(3,585)	
Capital Outlays	<u>3,485,887</u>	2,025,910

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

455,628

Repayment of long-term debt principal and loan payable agreements are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.

1,881,464

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.

Proceeds of Financed Purchases	(131,231)	
Proceeds of Bonds	<u>(3,590,000)</u>	(3,721,231)

Governmental funds report the effect of premiums, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:

Amortization of loss on Bond Refunding	(95,285)
--	----------

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation (+).

(63,321)

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

(325,785)

Change in Net Position of Governmental Activities **\$ 361,070**

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

ASSETS	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		TOTAL
	EXTENDED DAY PROGRAM	FOOD SERVICE	
Current Assets:			
Cash & Cash Equivalents	\$ 78,334	\$ 10,789	\$ 89,123
Accounts Receivable:			
State	-	2,173	2,173
Federal	-	31,360	31,360
Interfund Receivable	-	61,926	61,926
Inventories	-	9,247	9,247
Total Current Assets	78,334	115,495	193,829
Noncurrent Assets:			
Capital Assets:			
Equipment	-	625,430	625,430
Less: Accumulated Depreciation	-	(423,945)	(423,945)
Total Capital Assets	-	201,485	201,485
Total Assets	78,334	316,980	395,314
LIABILITIES			
Accounts Payable	-	114,913	114,913
Total Liabilities	-	114,913	114,913
NET POSITION			
Net Investment in Capital Assets	-	201,485	201,485
Unrestricted	78,334	582	78,916
Total Net Position	\$ 78,334	\$ 202,067	\$ 280,401

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

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

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		
	EXTENDED		
	DAY	FOOD	TOTAL
	PROGRAM	SERVICE	
Operating Revenues:			
Local Sources:			
Daily Sales - Reimbursable Programs	\$ -	\$ 69,314	\$ 69,314
Daily Sales - Nonreimbursable Programs	-	99,160	99,160
Miscellaneous	2,110	-	2,110
Tuition	274,354	-	274,354
Total Operating Revenue	276,464	168,474	444,938
Operating Expenses:			
Salaries & Wages	190,094	295,186	485,280
Employee Benefits	43,000	64,918	107,918
Purchased Professional Services	39,004	20,072	59,076
Miscellaneous Expenses	16,655	4,975	21,630
Supplies and Materials	4,312	10,623	14,935
Cost of Sales - Reimbursable	-	328,636	328,636
Cost of Sales - Nonreimbursable	-	39,664	39,664
Depreciation	-	11,761	11,761
Total Operating Expenses	293,065	775,835	1,068,900
Operating Income/(Loss)	(16,601)	(607,361)	(623,962)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	-	7,322	7,322
State School Lunch Program - Red	-	4,638	4,638
State School Breakfast Program - Red	-	1,372	1,372
Working Class Families State Supplement Lunch	-	10,975	10,975
Working Class Families State Supplement Breakfast	-	1,904	1,904
Summer EBT Program	-	321	321
Federal Sources:			
National School Lunch Program	-	318,529	318,529
National School Breakfast Program	-	86,422	86,422
National School Lunch HHFKA	-	9,948	9,948
Summer EBT Program	-	321	321
Food Distribution Program	-	61,328	61,328
Interest	-	2,839	2,839
Gain/(Loss) on Capital Assets	-	(1,416)	(1,416)
Total Nonoperating Revenues/(Expenses)	-	504,503	504,503
Change in Net Position	(16,601)	(102,858)	(119,459)
Net Position - Beginning	94,935	304,925	399,860
Total Net Position - Ending	\$ 78,334	\$ 202,067	\$ 280,401

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

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

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		
	EXTENDED DAY PROGRAM	FOOD SERVICE	TOTAL
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 276,464	\$ 126,474	\$ 402,938
Payments to Employees	(190,094)	(295,186)	(485,280)
Payments for Employee Benefits	(43,000)	(64,918)	(107,918)
Payments to Suppliers	(59,971)	(227,418)	(287,389)
Net Cash Provided/(Used) by Operating Activities	(16,601)	(461,048)	(477,649)
Cash Flows From Noncapital Financing Activities:			
State Sources	-	25,204	25,204
Federal Sources	-	400,850	400,850
Net Cash Provided/(Used) by Noncapital Financing Activities	-	426,054	426,054
Cash Flows From Capital & Related Financing Activities:			
Purchases of Capital Assets	-	(73,530)	(73,530)
Net Cash Provided/(Used) by Capital & Related Financing Activities	-	(73,530)	(73,530)
Cash Flows From Investing Activities:			
Interest & Dividends	-	2,839	2,839
Net Cash Provided/(Used) by Investing Activities	-	2,839	2,839
Net Increase/(Decrease) in Cash & Cash Equivalents	(16,601)	(105,685)	(122,286)
Balances - Beginning of Year	94,935	116,474	211,409
Balances - End of Year	\$ 78,334	\$ 10,789	\$ 89,123
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Operating Income/(Loss)	\$ (16,601)	\$ (607,361)	\$ (623,962)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Depreciation & Net Amortization	-	11,761	11,761
Food Distribution Program	-	61,328	61,328
(Increase)/Decrease in Receivables	-	(42,000)	(42,000)
(Decrease)/Increase in Accounts Payable	-	114,913	114,913
(Increase)/Decrease in Inventories	-	311	311
Total Adjustments	-	146,313	146,313
Net Cash Provided/(Used) by Operating Activities	\$ (16,601)	\$ (461,048)	\$ (477,649)

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

FLORENCE TOWNSHIP SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2025

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

Note 1. Summary of Significant Accounting Policies

The financial statements of the Board of Education of Florence Township School District (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of more significant accounting policies.

Reporting Entity

The Florence Township School District (hereafter referred to as the "District") is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, the District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three members' terms expire each year. The purpose of the District is to educate students in grades kindergarten through twelfth at its three schools. The District has an approximate enrollment at June 30, 2025 of 1,451 students.

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

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

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

Component Units

GASB Statement No.14. The Financial Reporting Entity, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, GASB Statement No. 61, *The Financial Reporting Entity: Omnis - an amendment of GASB Statements No. 14 and No. 34*, GASB Statement No. 80, *Blending Requirements for certain component units - and Amendment of GASB Statement No. 14 and GASB Statement No. 90, Majority Equity Interests - An amendment of GASB Statements No. 14 and No. 61*. The District had no component units as of or for the year ended June 30, 2025.

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

Note 1. Summary of Significant Accounting Policies (continued)

Government-Wide Financial Statements

The District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the District accompanied by a total column.

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

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

Governmental Fund Financial Statements

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

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

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

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

Proprietary Fund Financial Statements

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

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

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers

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

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

revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

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

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

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

The District reports the following major governmental funds:

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

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

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

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

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

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

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

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

The District reports the following major proprietary funds:

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

Extended Day Program – This fund accounts for the revenues and expenses pertaining to the District’s extended day care program.

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

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

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

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

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office. In accordance with P.L.2011 c.202, which became effective January 17, 2012, the District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2-2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23-2-11. Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

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

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

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

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

in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

Encumbrances

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

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

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

Cash and Cash Equivalents

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

New Jersey School Districts are limited as to the types of investments and types of financial institutions they may invest in. *N.J.S.18A:20-37* provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from loss of funds on deposit with a failed banking institution in New Jersey.

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

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

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

Tuition Payable/Receivable

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

Inventories

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

Interfund Receivables/Payables

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

Capital Assets

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

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

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

Equipment & Vehicles	3 – 20 Years
Buildings	30 – 50 Years
Improvements	10 – 50 Years
Software	5 – 7 Years

Compensated Absences

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

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

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

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

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

Interfund Activity

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

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

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

Bond Premiums, Discounts and Issuance Costs

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

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

Deferred Loss on Refunding Debt

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

Deferred Outflows and Deferred Inflows of Resources

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

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

Pensions

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

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

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

Fund Balance

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

- Non-spendable – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The School Board has committed resources of \$2,314,655 as of June 30, 2025.
- Assigned – This classification includes amounts that are constrained by The District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

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

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

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

Net Position

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

- Net Investment in Capital Assets – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.
- Restricted – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

Statement No. 101, *Compensated Absences*, aligns the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Statement No. 101 is effective for reporting periods beginning after December 15, 2023. Management has implemented this standard for the fiscal year ended June 30, 2025, see Note 14.

Statement No. 102, *Certain Risk Disclosures*, requires a School District to disclose information about concentrations or constraints and related events that have occurred or have begun to occur that make a District vulnerable to a substantial impact. The standard will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. Statement No. 102 is effective for reporting periods beginning after June 15, 2024. Management has implemented this standard for the fiscal year ended June 30, 2025.

Recently Issued Accounting Pronouncements

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

Statement No. 103, *Financial Reporting Model Improvements*, requires that the information presented in the management's discussion and analysis (MD&A) be limited to the related topics discussed in five sections: 1) Overview of the Financial Statements, 2) Financial Summary, 3) Detailed Analyses, 4) Significant Capital Asset and Long-Term Financing

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

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

Activity, and 5) Currently Known Facts, Decisions, or Conditions. The Statement emphasizes that the analysis provided in the MD&A should avoid unnecessary duplication by not repeating explanations that may be relevant to multiple sections and that boilerplate discussion should be avoided by presenting only the most relevant information. Statement No. 103 is effective for reporting periods beginning after June 15, 2025. Management has not yet determined the potential impact on the District's financial statements.

Statement No. 104, *Disclosure of Certain Capital Assets*, requires certain types of capital assets to be disclosed separately in the capital assets note disclosures. Lease assets recognized in accordance with Statement No. 87, intangible right-to-use assets recognized in accordance with Statement No. 94 and subscription assets recognized in accordance with Statement No. 96 should be disclosed separately by major class of underlying asset in the capital asset note disclosures. Statement No. 104 is effective for reporting periods beginning after June 15, 2025. Management has not yet determined the potential impact on the District's financial statements.

Note 2. Cash Deposits and Investments

Cash Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the District does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings and student activity may pass to the District relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2025, the District's bank balance of \$5,623,339 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 4,487,841
Uninsured and Uncollateralized	<u>1,135,498</u>
	<u>\$ 5,623,339</u>

Investments

The District has no investments at June 30, 2025.

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

Note 3. Reserve Accounts

A. Capital Reserve

A capital reserve account was established by the District by inclusion of \$1,000 on June 30, 2001 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 *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2024	\$ 612,497
Increased by:	
Interest Earnings	3,529
Excess Capital Projects funds	<u>66,450</u>
	682,476
Decreased by:	
Budget Withdrawals	<u>(550,000)</u>
Ending Balance, June 30, 2025	<u><u>\$ 132,476</u></u>

The June 30, 2025 balance did not exceed the LRFP balance of local support costs of uncompleted capital projects.

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

Note 3. Reserve Accounts (continued):

B. Maintenance Reserve

Florence Township School District established a Maintenance Reserve Account for the accumulation of Funds for use as maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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	\$ 61,361
Increased by:	
Interest Earnings	<u>1,788</u>
Ending Balance, June 30, 2025	<u><u>\$ 63,149</u></u>

Note 4. Accounts Receivable

Accounts receivable at June 30, 2025 consisted of accounts and intergovernmental grants. All state and federal receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for The District's individual major and fiduciary funds, in the aggregate, are as follows:

<u>Description</u>	<u>Governmental Funds</u>			<u>Proprietary Funds</u>	
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Activities</u>	<u>Food Service Fund</u>	<u>Total Business-Type Activities</u>
Federal Awards	\$ -	\$ 355,671	\$ 355,671	\$ 31,360	\$ 31,360
State Awards	802,147	-	802,147	2,173	2,173
Other	51,011	3,967	54,978	-	-
Total	<u>\$ 853,158</u>	<u>\$ 359,638</u>	<u>\$ 1,212,796</u>	<u>\$ 33,533</u>	<u>\$ 33,533</u>

FLORENCE TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

Note 5. Capital Assets

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

	Balance July 1, 2024	Additions	Retirements, Transfers and Adjustments	Balance June 30, 2025
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 918,785	\$ -	\$ -	\$ 918,785
Construction in Progress	-	3,047,486	-	3,047,486
Total Capital Assets not being depreciated	918,785	3,047,486	-	3,966,271
Capital Assets being depreciated:				
Land Improvements	2,332,061	-	-	2,332,061
Buildings and Improvements	49,096,850	224,245	(3,585)	49,317,510
Equipment	7,361,603	214,156	-	7,575,759
Total Capital Assets being depreciated	58,790,514	438,401	(3,585)	59,225,330
Less: Accumulated Depreciation:				
Land Improvements	(2,192,368)	(74,739)	-	(2,267,107)
Buildings and Improvements	(24,946,317)	(1,205,898)	-	(26,152,215)
Equipment	(6,063,065)	(175,755)	-	(6,238,820)
Total Accumulated Depreciation	(33,201,750)	(1,456,392)	-	(34,658,142)
Total Capital Assets being depreciated, net	25,588,764	(1,017,991)	(3,585)	24,567,188
Total Governmental Activities Capital Assets, net	\$ 26,507,549	\$ 2,029,495	\$ (3,585)	\$ 28,533,459
	Balance July 1, 2024	Additions	Retirements and Transfers	Balance June 30, 2025
Business-Type Activities:				
Equipment	\$ 561,800	\$ 73,530	\$ (9,900)	\$ 625,430
	561,800	73,530	(9,900)	625,430
Less: Accumulated Depreciation:				
Equipment	(420,668)	(11,761)	8,484	(423,945)
	(420,668)	(11,761)	8,484	(423,945)
Total Business-Type Activities Capital Assets, net	\$ 141,132	\$ 61,769	\$ (1,416)	\$ 201,485

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

Note 6. Interfund Receivables, Payables and Transfers

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

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 256,200	\$ 61,926
Special Revenue Fund	-	189,750
Capital Projects Fund	-	66,450
Food Service Fund	61,926	-
	<u>\$ 318,126</u>	<u>\$ 318,126</u>

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

Interfund transfers during the fiscal year were as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 66,450	\$ 550,000
Capital Projects Fund	550,000	66,450
	<u>\$ 616,450</u>	<u>\$ 616,450</u>

Note 7. Long-Term Obligations

	<u>Balance July 1, 2024</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2025</u>	<u>Balance Due Within One Year</u>
Governmental Activities:					
General Obligation Bonds	\$8,565,000	\$3,590,000	\$1,810,000	\$10,345,000	\$ 1,760,000
Financed Purchases	84,848	131,231	71,464	144,615	57,026
Compensated Absences	2,816,769	325,785	-	3,142,554	-
Net Pension Liability	3,518,412	-	331,975	3,186,437	-
	<u>\$ 14,985,029</u>	<u>\$ 4,047,016</u>	<u>\$ 2,213,439</u>	<u>\$ 16,818,606</u>	<u>\$ 1,817,026</u>

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

For governmental activities, the general obligation bonds payable are liquidated from the District's debt service fund. Compensated absences, financed purchases and net pension liability are liquidated by the general fund.

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

Note 7. Long-Term Obligations (continued):

A. General Obligation Bonds Payable:

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds. At June 30, 2025, bonds payable consisted of the following issues:

<u>Purpose</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>
2020 Refunding Bonds	0.76% - 1.77%	3/1/2029	\$ 12,685,000	\$6,755,000
Energy Savings Obligation Refunding Bonds	4.00% - 5.00%	8/1/2045	3,590,000	<u>3,590,000</u>
				<u>\$ 10,345,000</u>

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

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 1,760,000	\$ 269,831	\$ 2,029,831
2027	2,070,000	230,776	2,300,776
2028	1,795,000	193,684	1,988,684
2029	1,725,000	159,086	1,884,086
2030	120,000	124,750	244,750
2031-2035	675,000	527,875	1,202,875
2036-2040	945,000	350,500	1,295,500
2041-2045	1,015,000	152,900	1,167,900
2046	<u>240,000</u>	<u>4,800</u>	<u>244,800</u>
	<u>\$ 10,345,000</u>	<u>\$ 2,014,202</u>	<u>\$ 12,359,202</u>

Bonds Authorized But Not Issued:

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

B. Financed Purchases

On September 14, 2020, the District entered into an agreement in the amount of \$101,400 for one 54-passenger school bus. The financed purchase was issued at an interest rate of 3.32% and matured on September 30, 2024.

On September 15, 2021, the District entered into an agreement in the amount of \$177,320 for one 54-passenger school bus and one 29-passenger school bus. The financed purchase was issued at an interest rate of 2.95% and matures on September 30, 2025.

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

Note 7. Long-Term Obligations (continued):

B. Financed Purchases (continued):

On May 7, 2024 the District entered into an agreement in the amount of \$131,231 for (11) Ricoh copiers. The financed purchase was issued at an interest rate of 2.50% and matures on August 28, 2029.

Principal and interest due on the outstanding financed purchases is as follows:

Fiscal Year Ending June 30,	
2026	\$ 63,567
2027	30,430
2028	30,430
2029	30,430
2030	<u>30,430</u>
Total Minimum Financed Purchases	185,287
Less: Amount Representing Interest	<u>(40,672)</u>
Present Value of Minimum Financed Purchases	<u><u>\$ 144,615</u></u>

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon

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

Note 8. Pension Plans (continued)

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

reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. 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. 15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for the noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2024, the State's pension contribution was more than the actuarial determined amount.

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009.

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2025, the School District reported a liability of \$3,186,437 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2023, to the measurement date of June 30, 2024. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2024. The School District's proportion measured as of June 30, 2024, was 0.02345 which was a decrease of 0.00084% from its proportion measured as of June 30, 2023. For the year ended June 30, 2024, the School District recognized full accrual pension expense/(benefit) of \$(136,533) in the government-wide

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

Note 8. Pension Plans (continued)

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

financial statements. This pension expense was based on the pension plans June 30, 2023 measurement date. At June 30, 2024 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 63,830	\$ 8,483
Changes of Assumptions	3,959	36,254
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	147,746
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	138,938	397,694
School District Contributions Subsequent to Measurement Date	<u>315,953</u>	<u>-</u>
	<u>\$ 522,680</u>	<u>\$ 590,177</u>

\$315,953 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is based on the amount payable to the State due April 1, 2026 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	<u>Amount</u>
2025	\$ (416,025)
2026	321,908
2027	(185,201)
2028	(106,915)
2029	<u>2,783</u>
	<u>\$ (383,450)</u>

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

Note 8. Pension Plans (continued)

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

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2019	5.21	-
June 30, 2020	5.16	-
June 30, 2021	-	5.13
June 30, 2022	-	5.04
June 30, 2023	5.08	-
June 30, 2024	5.08	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	5.13	-
June 30, 2022	-	5.04
June 30, 2023	-	-
June 30, 2024	-	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2019	-	-
June 30, 2020	-	5.00
June 30, 2021	-	5.00
June 30, 2022	-	5.00
June 30, 2023	-	5.00
June 30, 2024	-	5.00
Changes in Proportion and Differences between Contributions and		
Pro Year of Pension Plan Deferral:		
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16
June 30, 2021	5.13	5.13
June 30, 2022	5.04	5.04
June 30, 2023	5.08	5.08
June 30, 2024	5.08	5.08

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

Note 8. Pension Plans (continued):

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

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

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases	2.75%-6.55% based on years of service
Investment Rate of Return	7.00%
Period of Actuarial Experience	
Study upon which Actuarial	
Assumptions were Based	July 1, 2018 - June 30, 2021

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

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

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

These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2024 are summarized in the following table:

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

Note 8. Pension Plans (continued):

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

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

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

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the School District's proportionate share of the net pension liability as of June 30, 2024, calculated using the discount rate of 7.00% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's Proportionate Share of the Net Pension Liability	<u>\$ 4,269,631</u>	<u>\$ 3,186,437</u>	<u>\$ 2,314,292</u>

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

Note 8. Pension Plans (continued):

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

Special Funding Situation – Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The amounts contributed on behalf of the local participating employers under the legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under the legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows of resources to report in the financial statements of the local participating employers related to the legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employers as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

The State's proportionate share of the PERS net pension liability associated with the special funding situation is \$-0- as of June 30, 2025. The State's proportionate share of the contribution associated with the special funding situation was \$10,273 as of June 30, 2025. These are based on measurements as of June 30, 2024.

B. Teachers' Pension and Annuity Fund (TPAF)

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

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

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

Note 8. Pension Plans (continued):

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

The following represents the membership tiers for TPAF:

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

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

Contributions - The contribution policy for TPAF is set by *N.J.S.A 18A:66* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. 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, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the School District does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

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

Note 8. Pension Plans (continued):

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2024 was \$50,915,084. The School District's proportionate share was \$-0-.

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the net pension liability associated with the School District was based on projection of the State's long-term contributions to the pension plan associated with the School District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.10301%, which was an increase of 0.00716% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the School District recognized \$(185,730) in on-behalf pension expense/(benefit) and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense/(benefit) and revenue was based on the pension plans June 30, 2024 measurement date.

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

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

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

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

Note 8. Pension Plans (continued):

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

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

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

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

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

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

Note 8. Pension Plans (continued)

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	60,519,785	50,915,084	42,826,110
	<u>\$ 60,519,785</u>	<u>\$ 50,915,084</u>	<u>\$ 42,826,110</u>

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

C. Defined Contribution Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

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

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

Note 8. Pension Plans (continued)

C. Defined Contribution Plan (DCRP)

- Employees enrolled in the Police and Firemen's Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits.
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2020 is \$8,300 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees.

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

For the year ended June 30, 2025, employee contributions totaled \$7,285, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$3,923.

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

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:

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

Note 9. Other Post-Retirement Benefits (continued)

the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

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

Basis of Presentation

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

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2024, was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Total Nonemployer OPEB Liability:	\$ 59,650,630,530		
	TPAF/ABP	PERS	PFRS
Salary Increases:	2.75 - 5.65% based on years of service	2.75 - 6.55% based on years of service	3.25 - 16.25% based on years of service

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

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

Note 9. Other Post-Retirement Benefits (continued)

table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disabilities.

Future disabled retirees was based on the Pub-2010 "Safety" (PFRS), "General" (PERS), and "Teachers" (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Actuarial assumptions used in the July 1, 2023 valuation were based on the results of TPAF, PERS and PFRS experience studies prepared for July 1, 2018 to June 30, 2021.

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2024 was \$67,891,332,. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2024, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State proportionate share of the OPEB Obligation attributable to the School District was 0.11381%, which was a increase of 0.00063% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the State of New Jersey recognized an OPEB expense in the amount of \$1,558,732 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2024 measurement date.

Health Care Trend Assumptions

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

Discount Rate

The discount rate for June 30, 2024 was 3.93%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

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

Note 9. Other Post-Retirement Benefits (continued)

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate

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

	June 30, 2024		
	At 1% Decrease (2.93%)	At Discount Rate (3.93%)	At 1% Increase (4.93%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 79,515,290	\$ 67,891,332	\$ 58,543,257
State of New Jersey's Total Non- employer Liability	\$ 69,863,663,542	\$ 59,650,630,530	\$ 51,437,232,141

Sensitivity of Total Nonemployer OPEB Liability to changes in the healthcare trend rate

The following presents the total nonemployer OPEB liability as of June 30, 2024, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability 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
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 56,553,974	\$ 67,891,332	\$ 82,658,989
State of New Jersey's Total Nonemployer OPEB Liability	\$ 49,689,409,509	\$ 59,650,630,530	\$ 72,625,778,279

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

Note 9. Other Post-Retirement Benefits (continued)

Additional Information

Collective balances of the Local Group at June 30, 2024 are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion	\$ -	\$ -
Differences between Expected & Actual Experience	6,378,932,312	(11,139,706,892)
Change in Assumptions	10,004,978,073	(11,662,607,882)
Contributions Made in Fiscal Year Year Ending 6/30/2024		
After Measurement Date	TBD	N/A
	<u>\$ 16,383,910,385</u>	<u>\$ (22,802,314,774)</u>

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

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

Fiscal Year Ending June 30,	
2025	\$ (2,115,877,507)
2026	(1,774,175,666)
2027	(842,677,045)
2028	221,470,185
2029	(1,537,725,697)
Thereafter	(369,418,659)
	<u>\$ (6,418,404,389)</u>

Plan Membership

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

	June 30, 2023
Active Plan Members	219,185
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	153,556
	<u>372,741</u>

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

Note 9. Other Post-Retirement Benefits (continued)

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

Total OPEB Liability

Service Cost	\$ 2,152,062,729
Interest Cost	1,963,557,443
Difference Between Expected & Actual Experience	158,934,425
Changes of Assumptions	4,462,660,491
Contributions: Member	51,347,810
Gross Benefit Payments	<u>(1,499,600,607)</u>
Net Change in Total OPEB Liability	7,288,962,291
Total OPEB Liability (Beginning)	<u>52,361,668,239</u>
Total OPEB Liability (Ending)	<u><u>\$ 59,650,630,530</u></u>
Total Covered Employee Payroll	\$ 15,845,935,573
Net OPEB Liability as a Percentage of Payroll	376%

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

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2025, the on-behalf payments for post-retirement medical costs, normal costs, long-term disability and reimbursed social security were \$1,252,140, \$4,285,205, \$1,867, and \$1,011,680, respectively.

Note 11. Risk Management

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

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

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

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

Note 11. Risk Management (continued):

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2024-2025	\$ 38,377	\$ 5,196	\$ 28,008	\$ 180,057
2023-2024	49,887	1,527	31,462	164,492
2022-2023	10,816	540	4,214	144,540

Joint Insurance Pool – The District participates in the School Alliance Insurance Fund and, public entity risk pool. The Fund provides its members with the following coverage's:

Property – Blanket Building & Grounds	General & Automobile Liability
Boiler & Machinery	Workers' Compensation
School Board Legal Liability	Crime Coverage

Note 12. Contingencies

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

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

Note 13. Deferred Compensation

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

Thomas Seely, Inc.
Lincoln Investment Planning
Syracusa Benefits Program
VALIC and Equitable Life

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

Note 14. Compensated Absences

The School District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Standards Board Statement No. 101, "Accounting for Compensated Absences". A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

School District employees who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. School District employees who are employed for twelve months are entitled to twelve paid sick leave days per fiscal school year. Employees with over twelve years of service within district receive an extra two days of sick time. Unused sick leave may be accumulated and carried forward to the subsequent years.

School District employees who are employed for ten to twelve months are entitled to fifteen vacation leave days per fiscal school year. School District administrators are entitled to twenty paid vacation leave days per fiscal school year. Unused vacation leave may be accumulated and carried forward to the subsequent years.

School District employees are entitled to four personal days which may be carried forward to subsequent years. Benefits paid in any future year will be calculated according to formulas outlined in the School District's agreements with the various employee unions and included in the current years' budget.

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2025, the liability for compensated absences reported on the government-wide Statement of Net Position was \$3,142,554, which is an increase of \$325,785 from the prior year.

Note 15. Tax Abatements

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

For a local school district board of education or board of school estimate that has elected to raise their minimum tax levy using the required local share provisions at N.J.S.A. 18A:7F-5(b), the loss of revenue

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

Note 15. Tax Abatements (continued):

resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth.

Note 16. Commitments

The District has contractual commitments at June 30, 2025 to various vendors, which are recorded in the general fund as assigned to other purposes in the amount of \$1,334,018 and as committed in the Capital Projects fund in the amount of \$2,314,655.

Note 17. Fund Balance

General Fund – Of the \$1,241,162 General Fund fund balance at June 30, 2025, \$132,476 has been reserved in the Capital Reserve Account; \$63,149 has been reserved in the Maintenance Reserve Account; \$180,057 has been reserved in New Jersey Unemployment Trust; \$0 is restricted for current year excess surplus; \$351,738 is restricted for prior year excess surplus – designated for subsequent year's expenditures; \$1,176,843 is assigned for other purposes; \$714,141 is assigned for subsequent year's expenditures and \$(1,377,242) is unassigned.

Special Revenue Fund – Of the \$26,332 Special Revenue Fund fund balance at June 30, 2025, \$156,182 is restricted for Student Activities; \$4,430 is restricted for Scholarships and \$(134,280) is unassigned.

Capital Projects Fund – Of the \$2,314,655 Capital Projects Fund fund balance at June 30, 2025, \$2,314,655 is committed to capital projects.

Note 18. Deficit Fund Balances

The School District has a deficit fund balance of \$1,377,242 in the General Fund and \$134,280 in the Special Revenue Fund as of June 30, 2025 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the General and Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties.

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

Note 18. Deficit Fund Balances (continued):

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The Special Revenue Fund deficit in the GAAP funds statements of \$134,280 is equal to the last state aid payment allocated to that fund. The General Fund deficit in the GAAP funds statements of \$1,377,242 is more than the last state aid payment of \$1,120,367. The School District has an unassigned deficit in fund balance in the amount of \$256,875.

Note 19. Deficit in Net Position

Unrestricted Net Position – The District's governmental activities had a deficit in unrestricted net position in the amount of \$(4,124,893). The primary causes of the deficit are The District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employees' Retirement System (PERS) as of June 30, 2025. This deficit in unrestricted net position for governmental activities does not indicate that The District is facing financial difficulties.

Note 20. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2025 and December 15, 2025, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the District that would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

C. Budgetary Comparison Schedules

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 19,080,889	\$ -	\$ 19,080,889	\$ 19,080,889	\$ -
Tuition from Individuals	10-1310	60,000	-	60,000	-	(60,000)
Tuition from LEA's Within State	10-1320	60,000	-	60,000	57,824	(2,176)
Interest Earned on Capital Reserve Funds	10-xxxx	300	-	300	3,529	3,229
Interest Earned on Maintenance Reserve Funds	10-xxxx	300	-	300	1,788	1,488
Unrestricted Miscellaneous Revenues	10-xxxx	280,000	-	280,000	241,897	(38,103)
Total Local Sources		19,481,489	-	19,481,489	19,385,927	(95,562)
State Sources:						
Categorical Special Education Aid	10-3132	1,808,991	-	1,808,991	1,808,991	-
Homeless Aid	10-3170	30,000	-	30,000	23,030	(6,970)
Equalization Aid	10-3176	9,631,078	-	9,631,078	9,631,078	-
Categorical Security Aid	10-3177	449,731	-	449,731	449,731	-
Categorical Transportation Aid	10-3121	485,346	-	485,346	485,346	-
Extraordinary Aid	10-3131	400,000	-	400,000	680,860	280,860
Nonpublic Transportation Aid	10-3190	-	-	-	45,766	45,766
State Reimbursement for Menstrual Products	10-3330	-	-	-	3,087	3,087
Nonbudgeted:						
On-Behalf TPAF Pension Contributions	10-3191	-	-	-	4,285,205	4,285,205
On-Behalf TPAF Post Retirement Medical Contributions	10-3193	-	-	-	1,252,140	1,252,140
On-Behalf TPAF Disability Insurance Contributions	10-3194	-	-	-	1,867	1,867
Reimbursed TPAF Social Security Contributions	10-3192	-	-	-	1,011,680	1,011,680
Total State Sources		12,805,146	-	12,805,146	19,678,781	6,873,635
Federal Sources:						
Special Education Medicaid Initiative (SEMI)	10-4200	52,392	-	52,392	43,520	(8,872)
Total Federal Sources		52,392	-	52,392	43,520	(8,872)
Total Revenues		\$ 32,339,027	\$ -	\$ 32,339,027	\$ 39,108,228	\$ 6,769,201
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Local Contribution- Transfer to Special Revenue- Inclusion	11-105-100-936	\$ 153,570	\$ -	\$ 153,570	\$ 153,570	\$ -
Salaries of Teachers:						
Kindergarten	11-110-100-101	386,670	(24,930)	361,740	361,740	-
Grades 1 - 5	11-120-100-101	2,443,361	102,263	2,545,624	2,545,624	-
Grades 6 - 8	11-130-100-101	1,837,728	(39,266)	1,798,462	1,798,462	-
Grades 9 - 12	11-140-100-101	2,548,229	(54,059)	2,494,170	2,494,170	-
Regular Programs - Home Instruction:						
Salaries of Teachers	11-150-100-101	-	71,573	71,573	71,573	-
Purchased Professional/Educational Services	11-150-100-320	21,000	1,818	22,818	15,111	7,707
Regular Programs - Undistributed Instruction:						
Purchased Professional/Educational Services	11-190-100-320	130,486	15,075	145,561	144,826	735
Purchased Technical Services	11-190-100-340	330,000	(75,914)	254,086	254,086	-
Other Purchased Services (400-500 series)	11-190-100-500	92,612	(25,002)	67,610	64,138	3,472
General Supplies	11-190-100-610	122,830	40,220	163,050	162,412	638
Textbooks	11-190-100-640	25,000	(19,732)	5,268	5,268	-
Other Objects	11-190-100-800	1,250	9,490	10,740	10,740	-
Total Regular Programs		8,092,736	1,536	8,094,272	8,081,720	12,552
Special Education:						
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	582,605	(68,315)	514,290	514,290	-
General Supplies	11-212-100-610	1,000	(506)	494	494	-
Total Learning and/or Language Disabilities		583,605	(68,821)	514,784	514,784	-

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Resource Room/ Resource Center:						
Salaries of Teachers	11-213-100-101	1,982,115	(168,737)	1,813,378	1,813,378	-
Other Salaries for Instruction	11-213-100-106	85,992	-	85,992	85,992	-
General Supplies	11-213-100-610	8,150	(2,428)	5,722	5,722	-
Total Resource Room		2,076,257	(171,165)	1,905,092	1,905,092	-
Autism:						
Salaries of Teachers	11-214-100-101	208,820	7,047	215,867	215,867	-
General Supplies	11-214-100-610	1,750	(5)	1,745	1,745	-
Total Autism		210,570	7,042	217,612	217,612	-
Preschool Disabilities - Part-Time:						
Salaries of Teachers	11-215-100-101	71,290	(71,290)	-	-	-
Total Preschool Disabilities - Part-Time		71,290	(71,290)	-	-	-
Preschool Disabilities - Full-Time:						
Salaries of Teachers	11-216-100-101	167,165	136,755	303,920	303,920	-
Other Salaries for Instruction	11-216-100-106	27,689	-	27,689	27,689	-
General Supplies	11-216-100-610	1,600	(29)	1,571	1,571	-
Total Preschool Disabilities - Full-Time		196,454	136,726	333,180	333,180	-
Total Special Education		3,138,176	(167,508)	2,970,668	2,970,668	-
Other Instruction:						
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	248,105	(51,761)	196,344	196,344	-
General Supplies	11-230-100-610	1,424	(609)	815	811	4
Total Basic Skills/Remedial		249,529	(52,370)	197,159	197,155	4
Bilingual Education - Instruction:						
Salaries of Teachers	11-240-100-100	188,448	32,447	220,895	220,895	-
Other Purchased Services	11-240-100-500	-	450	450	450	-
General Supplies	11-240-100-610	-	1,007	1,007	731	276
Total Bilingual Education - Instruction		188,448	33,904	222,352	222,076	276
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	111,684	15,466	127,150	127,150	-
Supplies & Materials	11-401-100-600	1,750	(485)	1,265	1,265	-
Other Objects	11-401-100-800	885	(150)	735	730	5
Total School Sponsored Cocurricular Activities		114,319	14,831	129,150	129,145	5
School Sponsored Athletics:						
Salaries	11-402-100-100	408,277	(47,891)	360,386	360,385	1
Purchased Services (300-500 series)	11-402-100-500	56,980	(5,839)	51,141	50,700	441
Supplies & Materials	11-402-100-600	65,540	(12,660)	52,880	51,676	1,204
Other Objects	11-402-100-800	1,925	336	2,261	2,261	-
Total School Sponsored Athletics		532,722	(66,054)	466,668	465,022	1,646
Total Other Instruction		1,085,018	(69,689)	1,015,329	1,013,398	1,931
Total - Instruction		12,315,930	(235,661)	12,080,269	12,065,786	14,483

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Undistributed Expenditures:						
Tuition:						
Tuition Other LEA's - In State - Regular	11-000-100-561	26,649	11,763	38,412	22,197	16,215
Tuition Other LEA's - In State - Special Education	11-000-100-562	132,502	36,956	169,458	136,582	32,876
Tuition to County Voc. School Dist-Regular	11-000-100-563	228,420	(53,298)	175,122	175,122	-
Tuition to County Voc. School Dist-Special	11-000-100-564	38,070	-	38,070	38,070	-
Tuition to CSSD & Reg. Day Schools	11-000-100-565	1,360,056	(214,353)	1,145,703	1,094,747	50,956
Tuition to Private Schools for the Handicapped - In State	11-000-100-566	856,466	(4,611)	851,855	805,888	45,967
Tuition - State Facilities	11-000-100-568	41,897	(4,190)	37,707	37,707	-
Total Tuition		2,684,060	(227,733)	2,456,327	2,310,313	146,014
Student & Instruction Related Services:						
Attendance & Social Work Services:						
Salaries	11-000-211-100	-	8,000	8,000	8,000	-
Total Attendance & Social Work Services		-	8,000	8,000	8,000	-
Health Services:						
Salaries	11-000-213-100	291,089	(88,209)	202,880	202,880	-
Purchased Professional & Technical Services	11-000-213-300	450,122	94,012	544,134	433,638	110,496
Supplies and Materials	11-000-213-600	8,050	(3,750)	4,300	2,630	1,670
Supplies and Materials- Menstrual Products	11-000-213-616	-	3,087	3,087	3,087	-
Total Health Services		749,261	5,140	754,401	642,235	112,166
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	347,528	(21,423)	326,105	326,105	-
Purchased Professional & Educational Services	11-000-216-320	1,264,182	164,237	1,428,419	1,312,914	115,505
Supplies & Materials	11-000-216-600	1,050	295	1,345	1,345	-
Other Objects	11-000-216-800	450	(450)	-	-	-
Total Other Services - Students - Related Services		1,613,210	142,659	1,755,869	1,640,364	115,505
Other Support Services - Students - Extra Services:						
Salaries	11-000-217-100	86,367	(2,892)	83,475	83,475	-
Purchased Professional & Educational Services	11-000-217-320	507,638	243,494	751,132	517,318	233,814
Total Other Services - Students - Extra Services		594,005	240,602	834,607	600,793	233,814
Other Support Services - Students - Guidance						
Salaries of Other Professional Staff	11-000-218-104	510,477	(59,535)	450,942	450,942	-
Salaries of Secretarial and Clerical Assistants	11-000-218-105	57,381	-	57,381	57,381	-
Purchased Professional & Educational Services	11-000-218-320	49,999	(754)	49,245	49,245	-
Other Purchased Professional & Technical Services	11-000-218-390	5,100	3,940	9,040	870	8,170
Other Purchased Services	11-000-218-500	-	125	125	125	-
Supplies & Materials	11-000-218-600	5,950	(568)	5,382	5,382	-
Total Other Support Services - Students - Guidance		628,907	(56,792)	572,115	563,945	8,170
Other Support Services - Students - Child Study Team:						
Salaries of Other Professional Staff	11-000-219-104	529,880	(123,092)	406,788	406,788	-
Salaries of Secretarial & Clerical Assistants	11-000-219-105	53,331	-	53,331	53,331	-
Other Salaries	11-000-219-110	3,000	2,773	5,773	5,773	-
Purchased Professional & Educational Services	11-000-219-320	1,500	(1,110)	390	390	-
Other Purchased Prof. & Technical Services	11-000-219-390	41,800	(20,876)	20,924	19,077	1,847
Misc Purchased Services	11-000-219-592	2,760	815	3,575	3,575	-
Supplies & Materials	11-000-219-600	6,500	3,504	10,004	9,444	560
Other objects	11-000-219-800	1,000	(110)	890	890	-
Total Other Support Services - Students - Child Study Team		639,771	(138,096)	501,675	499,268	2,407

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

	<u>ACCOUNT NUMBERS</u>	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE/ (NEGATIVE) FINAL TO ACTUAL</u>
Improvement of Instructional Staff						
Salaries of Supervisors of Instruction	11-000-221-102	140,063	(17,508)	122,555	122,555	-
Other Salaries	11-000-221-110	8,000	(80)	7,920	7,920	-
Purchased Professional & Educational Services	11-000-221-320	10,000	10,849	20,849	19,149	1,700
Other Objects	11-000-221-800	-	1,045	1,045	1,045	-
Total Instructional Staff Training		158,063	(5,694)	152,369	150,669	1,700
Educational Media Services/School Library:						
Salaries	11-000-222-100	80,615	-	80,615	80,615	-
Supplies and Materials	11-000-222-600	11,700	2,059	13,759	13,759	-
Total Educational Media Services/School Library		92,315	2,059	94,374	94,374	-
Instructional Staff Training:						
Other Salaries	11-000-223-110	-	184	184	184	-
Purchased Professional & Educational Services	11-000-223-320	-	2,795	2,795	2,795	-
Other Objects	11-000-223-600	-	250	250	250	-
Total Instructional Staff Training		-	3,229	3,229	3,229	-
Total Student & Instruction Related Services		4,475,532	201,107	4,676,639	4,202,877	473,762
Support Services General Administration:						
Salaries	11-000-230-100	281,537	-	281,537	281,537	-
Legal Services	11-000-230-331	67,000	88,216	155,216	155,216	-
Audit Fees	11-000-230-332	42,000	-	42,000	42,000	-
Architectural/Engineering Services	11-000-230-334	40,000	(1,608)	38,392	29,457	8,935
Other Purchased Professional Services	11-000-230-339	-	3,062	3,062	3,062	-
Purchased Technical Services	11-000-230-340	37,468	(12,469)	24,999	24,999	-
Communications/Telephone	11-000-230-530	87,420	(4,766)	82,654	81,348	1,306
Travel - All Other	11-000-230-580	-	6,440	6,440	6,115	325
Miscellaneous Purchased Services	11-000-230-590	12,100	(1,658)	10,442	9,641	801
General Supplies	11-000-230-610	5,050	771	5,821	5,821	-
Miscellaneous Expenditures	11-000-230-890	23,531	(12,026)	11,505	10,292	1,213
BOE Membership Dues & Fees	11-000-230-895	13,000	(241)	12,759	12,759	-
Total Support Services General Administration		609,106	65,721	674,827	662,247	12,580
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	774,978	(48,037)	726,941	726,941	-
Salaries of Secretarial & Clerical Assistants	11-000-240-105	263,480	(2,401)	261,079	261,079	-
Purchased Professional Technical Services	11-000-240-300	2,100	(1,032)	1,068	1,068	-
Supplies and Materials	11-000-240-600	9,597	7,431	17,028	17,028	-
Other Objects	11-000-240-800	6,841	434	7,275	7,275	-
Total Support Services School Administration		1,056,996	(43,605)	1,013,391	1,013,391	-
Central Services:						
Salaries	11-000-251-100	357,295	5,609	362,904	362,904	-
Purchased Professional Services	11-000-251-330	1,500	(1,500)	-	-	-
Purchased Technical Services	11-000-251-340	56,750	(3,299)	53,451	53,451	-
Miscellaneous Purchased Services	11-000-251-592	6,301	(1,009)	5,292	4,502	790
Supplies and Materials	11-000-251-600	8,700	1,330	10,030	10,030	-
Miscellaneous Expenditures	11-000-251-800	2,050	2,423	4,473	3,515	958
Total Central Services		432,596	3,554	436,150	434,402	1,748
Administrative Information Technology:						
Salaries	11-000-252-100	229,550	(52,686)	176,864	176,864	-
Purchased Technical Services	11-000-252-340	270,882	16,243	287,125	287,125	-
Other Purchased Services	11-000-252-500	800	(168)	632	632	-
Supplies and Materials	11-000-252-600	99,806	(14,107)	85,699	83,979	1,720
Other Objects	11-000-252-800	450	-	450	450	-
Total Administrative Information Technology		601,488	(50,718)	550,770	549,050	1,720

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Required Maintenance for School Facilities:						
Salaries	11-000-261-100	459,953	(14,706)	445,247	445,247	-
Cleaning, Repair & Maintenance Services	11-000-261-420	216,639	51,711	268,350	244,861	23,489
General Supplies	11-000-261-610	89,400	(7,738)	81,662	65,408	16,254
Other Objects	11-000-261-800	9,990	(41)	9,949	9,832	117
Total Required Maintenance for School Facilities		775,982	29,226	805,208	765,348	39,860
Custodial Services:						
Salaries	11-000-262-100	227,625	(9,561)	218,064	218,064	-
Cleaning, Repair & Maintenance Services	11-000-262-420	711,250	(42,850)	668,400	651,200	17,200
Insurance	11-000-262-520	244,000	8,494	252,494	252,494	-
General Supplies	11-000-262-610	67,000	736	67,736	67,736	-
Energy (Natural Gas)	11-000-262-621	235,000	(166,043)	68,957	68,957	-
Energy (Electricity)	11-000-262-622	534,668	111,671	646,339	638,272	8,067
Total Custodial Services		2,019,543	(97,553)	1,921,990	1,896,723	25,267
Care and Upkeep of Grounds:						
Cleaning, Repair & Maintenance Services	11-000-263-420	53,685	6,336	60,021	55,527	4,494
General Supplies	11-000-263-610	19,000	(1,559)	17,441	17,441	-
Total Care and Upkeep of Grounds:		72,685	4,777	77,462	72,968	4,494
Security:						
Salaries	11-000-266-100	109,871	(86,369)	23,502	23,502	-
Purchased Professional and Technical Services	11-000-266-300	199,615	235,122	434,737	321,740	112,997
General Supplies	11-000-266-610	5,400	(2,530)	2,870	2,013	857
Other Objects	11-000-266-800	450	18,531	18,981	18,813	168
Total Security		315,336	164,754	480,090	366,068	114,022
Total Operation & Maintenance of Plant Services		3,183,546	101,204	3,284,750	3,101,107	183,643
Student Transportation Services:						
Salaries - Non Instruction	11-000-270-107	118,752	(67,434)	51,318	51,318	-
Salaries - Pupil Transport - (Between Home & School) - Regular	11-000-270-160	395,413	(97,926)	297,487	297,487	-
Salaries - Pupil Transport - (Between Home & School) - Special	11-000-270-161	166,959	(92,757)	74,202	74,202	-
Salaries - Pupil Transport - (Other than Between Home & School)	11-000-270-162	25,400	(8,174)	17,226	17,226	-
Other Purchased Professional & Technical Services	11-000-270-390	41,030	(11,628)	29,402	27,514	1,888
Cleaning, Repair & Maintenance Services	11-000-270-420	104,260	23,549	127,809	106,716	21,093
Lease Purchase Payments - School Buses	11-000-270-443	33,138	20,751	53,889	53,889	-
Contracted Services - (Aid in Lieu of Payments Non Pub)	11-000-270-503	185,000	(34,517)	150,483	143,421	7,062
Contracted Services - (Aid in Lieu of Payments Charter)	11-000-270-504	-	4,120	4,120	4,120	-
Contracted Services - Vendors	11-000-270-512	-	32,353	32,353	31,683	670
Contracted Services (Btw Home & School) - Joint Agreement	11-000-270-513	300,000	(231,261)	68,739	52,266	16,473
Contracted Services (Special Education) - Vendor	11-000-270-514	-	491,523	491,523	403,805	87,718
Contracted Services (Special Education) - Joint Agreement	11-000-270-515	-	65,999	65,999	1,089	64,910
Contracted Services (Special Education) - ESC	11-000-270-518	-	105,132	105,132	84,292	20,840
Travel	11-000-270-580	-	1,382	1,382	752	630
Miscellaneous Purchased Services - Transportation	11-000-270-593	41,200	(969)	40,231	40,231	-
General Supplies	11-000-270-610	4,300	(2,689)	1,611	1,536	75
Transportation Supplies	11-000-270-615	79,500	(4,423)	75,077	19,710	55,367
Other Objects	11-000-270-800	4,500	(2,041)	2,459	2,459	-
Total Student Transportation Services		1,499,452	190,990	1,690,442	1,413,716	276,726

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Allocated Benefits						
Regular Programs - Instruction						
Other Retirement - Regular	11-2XX-100-249	-	2,080	2,080	2,080	-
Workmen's Compensation	11-1XX-100-260	85,462	(26,637)	58,825	58,825	-
Health Benefits	11-1XX-100-270	785,038	44,081	829,119	1,256,478	(427,359)
Tuition Reimbursement	11-1XX-100-280	40,000	(17,192)	22,808	22,268	540
Other Employee Benefits	11-1XX-100-290	388,666	(28,550)	360,116	360,116	-
Unused Sick Payment to Terminated Staff	11-1XX-100-299	60,694	2,647	63,341	63,341	-
Total Regular Programs - Instruction		1,359,860	(23,571)	1,336,289	1,763,108	(426,819)
Special Programs - Instruction						
Social Security Contributions	11-2XX-100-220	15,860	-	15,860	15,860	-
Other Retirement - Regular	11-2XX-100-241	17,200	-	17,200	17,200	-
Workmen's Compensation	11-2XX-100-260	38,508	-	38,508	38,508	-
Health Benefits	11-2XX-100-270	905,611	124,632	1,030,243	1,030,243	-
Other Employee Benefits	11-2XX-100-290	179,062	-	179,062	179,062	-
Unused Sick Payment to Terminated Staff	11-2XX-100-299	7,600	-	7,600	7,600	-
Total Special Programs - Instruction		1,163,841	124,632	1,288,473	1,288,473	-
Special Programs - Instruction						
Social Security Contributions	11-4XX-100-220	20,146	-	20,146	20,146	-
Other Retirement - Regular	11-4XX-100-241	15,000	-	15,000	15,000	-
Workmen's Compensation	11-4XX-100-260	2,022	-	2,022	2,022	-
Health Benefits	11-4XX-100-270	16,439	4,872	21,311	21,311	-
Other Employee Benefits	11-4XX-100-290	18,245	-	18,245	18,245	-
Unused Sick Payment to Terminated Staff	11-4XX-100-299	5,000	-	5,000	5,000	-
Total Special Programs - Instruction		76,852	4,872	81,724	81,724	-
Student & Instruction Related Services:						
Attendance/Social Work Services						
Workmen's Compensation	11-000-211-260	250	-	250	250	-
Total Attendance/Social Work Services		250	-	250	250	-
Health Services						
Workmen's Compensation	11-000-213-260	3,777	-	3,777	3,777	-
Health Benefits	11-000-213-270	115,508	20,800	136,308	136,308	-
Total Health Services		119,285	20,800	140,085	140,085	-
Other Support Services - Students - Related Services						
Workmen's Compensation	11-000-216-260	3,763	-	3,763	3,763	-
Health Benefits	11-000-216-270	112,807	17,211	130,018	130,018	-
Other Employee Benefits	11-000-216-290	14,260	-	14,260	14,260	-
Total Other Support Services - Students - Related Services		130,830	17,211	148,041	148,041	-
Other Support Services - Students - Extra Services						
Social Security Contributions	11-000-217-220	9,932	-	9,932	9,932	-
Other Retirement Regular	11-000-217-241	12,956	-	12,956	12,956	-
Workmen's Compensation	11-000-217-260	996	-	996	996	-
Health Benefits	11-000-217-270	59,782	12,258	72,040	72,040	-
Other Employee Benefits	11-000-217-290	14,669	-	14,669	14,669	-
Total Other Support Services - Students - Extra Services		98,335	12,258	110,593	110,593	-
Other Support Services - Students - Guidance						
Social Security Contributions	11-000-218-220	59,109	-	59,109	59,109	-
Other Retirement - Regular	11-000-218-241	8,607	-	8,607	8,607	-
Workmen's Compensation	11-000-218-260	6,935	-	6,935	6,935	-
Health Benefits	11-000-218-270	184,897	27,281	212,178	212,178	-
Total Other Support Services - Students - Guidance		259,548	27,281	286,829	286,829	-

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Other Support Services - Students - Child Study Team						
Social Security Contributions	11-000-219-220	5,823	-	5,823	5,823	-
Other Retirement - Regular	11-000-219-241	8,000	-	8,000	8,000	-
Workmen's Compensation	11-000-219-260	7,273	-	7,273	7,273	-
Health Benefits	11-000-219-270	187,471	20,848	208,319	208,319	-
Other Employee Benefits	11-000-219-290	29,338	-	29,338	29,338	-
Total Other Support Services - Students - Child Study Team		237,905	20,848	258,753	258,753	-
Improvement of Instruction Services						
Workmen's Compensation	11-000-221-260	1,558	-	1,558	1,558	-
Health Benefits	11-000-221-270	16,972	4,922	21,894	21,894	-
Other Employee Benefits	11-000-221-29X	3,345	-	3,345	3,345	-
Total Improvement of Instruction Services		21,875	4,922	26,797	26,797	-
Educational Media Services - School Library						
Workmen's Compensation	11-000-222-260	930	-	930	930	-
Health Benefits	11-000-222-270	16,443	4,873	21,316	21,316	-
Total Educational Media Services - School Library		17,373	4,873	22,246	22,246	-
Total Student & Instruction Related Services		885,401	108,193	993,594	993,594	-
Support Services - General Administration						
Social Security Contributions	11-000-230-220	9,593	-	9,593	9,593	-
Other Retirement - Regular	11-000-230-241	10,650	-	10,650	10,650	-
Workmen's Compensation	11-000-230-260	3,221	-	3,221	3,221	-
Health Benefits	11-000-230-270	50,637	4,730	55,367	55,367	-
Total Support Services - General Administration		74,101	4,730	78,831	78,831	-
Support Services - School Administration						
Social Security Contributions	11-000-240-220	30,024	-	30,024	30,024	-
Other Retirement - Regular	11-000-240-241	39,200	-	39,200	39,200	-
Workmen's Compensation	11-000-240-260	12,616	-	12,616	12,616	-
Health Benefits	11-000-240-270	349,985	32,691	382,676	382,676	-
Other Employee Benefits	11-000-240-290	55,336	-	55,336	55,336	-
Unused Sick Payment to Terminated Staff	11-000-240-299	5,000	-	5,000	5,000	-
Total Support Services - School Administration		492,161	32,691	524,852	524,852	-
Central Services						
Social Security Contributions	11-000-251-220	21,450	-	21,450	21,450	-
Other Retirement - Regular	11-000-251-241	28,000	-	28,000	28,000	-
Workmen's Compensation	11-000-251-260	5,809	-	5,809	5,809	-
Health Benefits	11-000-251-270	131,234	12,258	143,492	143,492	-
Other Employee Benefits	11-000-251-290	1,000	-	1,000	1,000	-
Unused Sick Payment to Terminated/Retired Staff	11-000-251-299	10,000	-	10,000	10,000	-
Total Central Services		197,493	12,258	209,751	209,751	-
Undist. Expend. - Support Serv. - Administration Information Serv.						
Social Security Contributions	11-000-252-220	19,268	-	19,268	19,268	-
Other Retirement - Regular	11-000-252-241	25,133	-	25,133	25,133	-
Workmen's Compensation	11-000-252-260	1,934	-	1,934	1,934	-
Health Benefits	11-000-252-270	17,584	1,642	19,226	19,226	-
Other Employee Benefits	11-000-252-290	16,869	-	16,869	16,869	-
Total Undist. Expend. - Support Serv. - Administration Info Serv.		80,788	1,642	82,430	82,430	-

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Operation and Maintenance of Plant Services						
Social Security Contributions	11-000-261-220	31,951	(14,065)	17,886	17,886	-
Other Retirement - Regular	11-000-261-241	67,780	(20,954)	46,826	46,826	-
Workmen's Compensation	11-000-261-260	5,213	-	5,213	5,213	-
Health Benefits	11-000-261-270	155,863	17,895	173,758	173,758	-
Other Employee Benefits	11-000-261-290	3,500	-	3,500	3,500	-
Total Operation and Maintenance of Plant Services		264,307	(17,124)	247,183	247,183	-
Custodial Services						
Social Security Contributions	11-000-262-220	25,716	-	25,716	25,716	-
Other Retirement - Regular	11-000-262-241	33,824	-	33,824	33,824	-
Workmen's Compensation	11-000-262-260	2,581	-	2,581	2,581	-
Health Benefits	11-000-262-270	76,144	19,810	95,954	95,954	-
Other Employee Benefits	11-000-262-290	44,973	-	44,973	44,973	-
Unused Sick Payment to Terminated/Retired Staff	11-000-262-299	5,000	-	5,000	5,000	-
Total Custodial Services		188,238	19,810	208,048	208,048	-
Security						
Social Security Contributions	11-000-266-220	11,255	-	11,255	11,255	-
Other Retirement - Regular	11-000-266-241	14,700	-	14,700	14,700	-
Workmen's Compensation	11-000-266-260	1,129	-	1,129	1,129	-
Other Employee Benefits	11-000-266-290	29,337	-	29,337	29,337	-
Unused Sick Payment to Terminated/Retired Staff	11-000-266-299	3,000	-	3,000	3,000	-
Total Custodial Services		59,421	-	59,421	59,421	-
Student Transportation Services						
Social Security Contributions	11-000-270-220	49,779	6,817	56,596	56,596	-
Other Retirement - Regular	11-000-270-241	59,000	-	59,000	59,000	-
Workmen's Compensation	11-000-270-260	6,274	-	6,274	6,274	-
Health Benefits	11-000-270-270	176,360	19,810	196,170	196,170	-
Other Employee Benefits	11-000-270-290	32,197	-	32,197	32,197	-
Unused Sick Payment to Terminated Staff	11-000-270-299	7,300	-	7,300	7,300	-
Total Student Transportation Services		330,910	26,627	357,537	357,537	-
Total Allocated Benefits		5,173,373	294,760	5,468,133	5,894,952	(426,819)
Unallocated Benefits - Employee Benefits:						
Unemployment Compensation	11-000-291-250	-	30,000	30,000	28,028	1,972
Total Unallocated Benefits - Employee Benefits		-	30,000	30,000	28,028	1,972
Nonbudgeted:						
On-Behalf TPAF Pension Contributions		-	-	-	4,285,205	(4,285,205)
On-Behalf TPAF Post Retirement Medical Contributions		-	-	-	1,252,140	(1,252,140)
On-Behalf TPAF Disability Insurance Contributions		-	-	-	1,867	(1,867)
Reimbursed TPAF Social Security Contributions		-	-	-	1,011,680	(1,011,680)
Total Nonbudgeted		-	-	-	6,550,892	(6,550,892)
Total Undistributed Expenditures		19,716,149	565,280	20,281,429	26,160,975	(5,879,546)
Transfer to Charter Schools	10-000-100-56X	2,089,131	(184,015)	1,905,116	1,905,116	-
Total Expenditures - Current Expense		34,121,210	145,604	34,266,814	40,131,877	(5,865,063)
Capital Outlay:						
Equipment:						
Instructional Equipment- Grades 9-12	12-140-100-730	-	7,698	7,698	7,698	-
General Administration	12-000-230-730	-	2,370	2,370	2,370	-
School Administration	12-000-240-730	-	14,880	14,880	-	14,880
Information Technology	12-000-252-730	-	16,995	16,995	16,995	-
Highschool	12-000-260-730	-	21,832	21,832	-	21,832
Building	12-000-261-730	-	3,013	3,013	3,013	-
Total Equipment		-	66,788	66,788	30,076	36,712

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

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Facilities Acquisition & Construction Services:						
Construction Services	12-000-400-450	-	358,462	358,462	358,462	-
Assessment of Debt Service on SDA Funding	12-000-400-896	117,952	-	117,952	117,952	-
Capital Reserve Transfer to Capital Projects	12-000-400-931	550,000	-	550,000	550,000	-
Total Facilities Acquisition & Construction Services		667,952	358,462	1,026,414	1,026,414	-
Interest Deposit to Capital Reserve	10-604	600	(600)	-	-	-
Total Capital Outlay		668,552	424,650	1,093,202	1,056,490	36,712
Assets Acquired Under Financed Purchases (Nonbudgeted)						
Copier			-	-	131,231	(131,231)
Total Assets Acquired Under Financed Purchases (Nonbudgeted)		-	-	-	131,231	(131,231)
Total Expenditures		34,789,762	570,254	35,360,016	41,319,598	(5,959,582)
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures		(2,450,735)	(570,254)	(3,020,989)	(2,211,370)	809,619
Other Financing Sources/(Uses):						
Transfers In		-	-	-	66,450	66,450
Financed Purchases (Nonbudgeted)		-	-	-	131,231	131,231
Total Other Financing Sources/(Uses)		-	-	-	197,681	197,681
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures After Other Financing Sources/(Uses)		(2,450,735)	(570,254)	(3,020,989)	(2,013,689)	1,007,300
Fund Balances, July 1		4,375,218	-	4,375,218	4,375,218	-
Fund Balances, June 30		\$ 1,924,483	\$ (570,254)	\$ 1,354,229	\$ 2,361,529	\$ 1,007,300
Prior Year Encumbrances			\$ 570,254			
Total			<u>\$ 570,254</u>			

RECAPITULATION OF FUND BALANCE:

Restricted Fund Balance:		
Capital Reserve	\$	132,476
Maintenance Reserve		63,149
Excess Surplus		-
Reserved Excess Surplus Designated for Subsequent Year's Expenditures		351,738
New Jersey Unemployment Trust		180,057
Assigned Fund Balance:		
Surplus Designated for Subsequent Year's Expenditures		714,141
Year-end Encumbrances		1,176,843
Unassigned Fund Balance		<u>(256,875)</u>
Subtotal		2,361,529
Reconciliation to Governmental Funds Statements (GAAP):		
Last Two State Aid Payments Not Recognized on GAAP Basis		<u>(1,120,367)</u>
Fund Balance per Governmental Funds (GAAP)	\$	<u>1,241,162</u>

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

REVENUES	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Local Sources	\$ 202,247	\$ 136,983	\$ 339,230	\$ 443,027	\$ 103,797
State Sources	1,445,887	21,742	1,467,629	1,448,558	(19,071)
Federal Sources	1,770,163	523,975	2,294,138	1,969,325	(324,813)
Total Revenues	3,418,297	682,700	4,100,997	3,860,910	(240,087)
EXPENDITURES:					
Instruction:					
Salaries	40,000	-	40,000	31,247	8,753
Salaries of Teachers	251,849	360,944	612,793	612,529	264
Purchased Professional & Educational Services	467,500	(7,496)	460,004	452,778	7,226
Tuition	489,043	10,957	500,000	481,396	18,604
General Supplies	198,677	68,786	267,463	150,192	117,271
Textbooks	21,730	-	21,730	21,730	-
Total Instruction	1,468,799	433,191	1,901,990	1,749,872	152,118
Support Services:					
Salaries of Supervisors of Instruction	938	-	938	938	-
Salaries of Program Directors	68,954	-	68,954	68,954	-
Salaries of Other Professional Staff	124,506	-	124,506	124,506	-
Personal Services - Employee Benefits	215,000	283	215,283	147,768	67,515
Purchased Professional Services	450,000	1,383	451,383	428,843	22,540
Other Purchased Services	55,000	(870)	54,130	53,350	780
Travel	5,000	(1,950)	3,050	3,024	26
General Supplies	30,000	(3,906)	26,094	25,177	917
Other Objects	100	(31)	69	69	-
Student Activities	-	244,609	244,609	242,646	1,963
Scholarship	-	4,991	4,991	665	4,326
Total Support Services	949,498	244,509	1,194,007	1,095,940	98,067
Facilities Acquisition & Construction Services:					
Construction	1,000,000	-	1,000,000	972,008	27,992
Instructional Equipment	-	5,000	5,000	3,505	1,495
Total Facilities Acquisition & Construction Services	1,000,000	5,000	1,005,000	975,513	29,487
Total Expenditures	3,418,297	682,700	4,100,997	3,821,325	279,672
Total Outflows	3,418,297	682,700	4,100,997	3,821,325	279,672
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures & Other Financing Sources/(Uses)	-	-	-	39,585	39,585
Fund Balance, July 1	121,027	-	121,027	121,027	-
Fund Balance, June 30	\$ 121,027	\$ -	\$ 121,027	\$ 160,612	\$ 39,585
Recapitulation:					
Restricted:					
Scholarships				\$ 4,430	
Student Activities				156,182	
Total Fund Balance				\$ 160,612	

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

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUND</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 39,108,228	\$ 3,860,910
 Difference - Budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	1,117,786	-
 State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(1,120,367)	(134,280)
 Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Current Year	-	(93,369)
Prior Year	-	10,603
 Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 39,105,647</u>	<u>\$ 3,643,864</u>
 Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 40,769,598	\$ 3,821,325
 Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.	-	(82,766)
 Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 40,769,598</u>	<u>\$ 3,738,559</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

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

	Measurement Date Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
School District's proportion of the net pension liability	0.02345%	0.02292%	0.02292%	0.02571%	0.02719%	0.02847%	0.02865%	0.03140%	0.03648%	0.03822%
School District's proportionate share of the net pension liability	\$ 3,186,437	\$ 3,518,412	\$ 3,458,367	\$ 3,045,229	\$ 4,434,531	\$ 5,130,080	\$ 5,641,974	\$ 7,309,683	\$ 10,805,326	\$ 8,580,029
School District's covered payroll	1,992,629	1,892,781	1,838,708	1,908,745	1,918,412	1,969,130	2,051,361	2,217,516	2,597,869	2,646,666
School District's proportionate share of the net pension liability as a percentage of its covered payroll	159.91%	185.89%	188.09%	159.54%	231.16%	260.53%	275.04%	329.63%	415.93%	324.18%
Plan fiduciary net position as a percentage of the total pension liability	68.22%	65.23%	62.91%	70.33%	58.31%	56.27%	53.60%	48.10%	40.14%	47.93%

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

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

	Fiscal Year Ending June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
School District's contractually required contribution	\$ 319,093	\$ 324,657	\$ 288,984	\$ 301,044	\$ 297,482	\$ 276,941	\$ 285,022	\$ 290,898	\$ 324,113	\$ 328,605
Contributions in relation to the contractually required contribution	(319,093)	(324,657)	(288,984)	(301,044)	(297,482)	(276,941)	(285,022)	(290,898)	(324,113)	(328,605)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 1,992,629	\$ 1,892,781	\$ 1,838,708	\$ 1,908,745	\$ 1,918,412	\$ 1,969,130	\$ 2,051,361	\$ 2,217,516	\$ 2,597,869	\$ 2,646,666
Contributions as a percentage of covered payroll	16.01%	17.15%	15.72%	15.77%	15.51%	14.06%	13.89%	13.12%	12.48%	12.42%

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

	Measurement Date Ending June 30,									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	50,915,084	48,917,674	49,988,563	46,598,800	64,294,179	59,209,516	64,155,985	67,954,593	78,826,344	61,087,012
	<u>\$ 50,915,084</u>	<u>\$ 48,917,674</u>	<u>\$ 49,988,563</u>	<u>\$ 46,598,800</u>	<u>\$ 64,294,179</u>	<u>\$ 59,209,516</u>	<u>\$ 64,155,985</u>	<u>\$ 67,954,593</u>	<u>\$ 78,826,344</u>	<u>\$ 61,087,012</u>
School District's covered payroll	\$ 13,757,702	\$ 13,090,240	\$ 12,542,569	\$ 11,116,563	\$ 10,928,072	\$ 11,030,436	\$ 10,313,865	\$ 10,070,865	\$ 10,243,835	\$ 10,047,441
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	37.99%	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

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

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

This schedule is not applicable. There is a special funding situation where the State of New Jersey pays 100% of the required contributions associated with the School District.

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

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

	Measurement Date Ending June 30,							
	2024	2023	2022	2021	2020	2019	2018	2017
District's Total OPEB Liability								
Service Cost	\$ 2,167,180	\$ 2,013,677	\$ 2,703,315	\$ 3,139,508	\$ 1,744,216	\$ 1,703,683	\$ 1,965,180	\$ 2,374,784
Interest Cost	2,234,822	2,087,203	1,500,163	1,798,368	1,727,638	2,136,356	2,342,208	2,032,750
Differences between Expected and Actual Experiences	794,568	9,534	(297,297)	(13,390,325)	14,219,184	(9,054,687)	(6,628,554)	-
Changes of Assumptions	5,079,175	119,452	(15,185,489)	68,395	14,445,172	719,838	(6,221,043)	(8,483,441)
Contributions: Member	58,441	53,488	47,670	45,975	41,728	43,931	50,100	54,715
Gross Benefit Payments	(1,706,770)	(1,627,008)	(1,485,956)	(1,416,610)	(1,376,715)	(1,482,010)	(1,449,597)	(1,485,925)
Net Change in Total OPEB Liability	8,627,416	2,656,346	(12,717,594)	(9,754,689)	30,801,223	(5,932,889)	(9,941,706)	(5,507,117)
District's Total OPEB Liability (Beginning)	59,263,916	56,607,570	69,325,164	79,079,853	48,278,630	54,211,519	64,153,225	69,660,342
District's Total OPEB Liability (Ending)	<u>\$ 67,891,332</u>	<u>\$ 59,263,916</u>	<u>\$ 56,607,570</u>	<u>\$ 69,325,164</u>	<u>\$ 79,079,853</u>	<u>\$ 48,278,630</u>	<u>\$ 54,211,519</u>	<u>\$ 64,153,225</u>
District's Covered Employee Payroll**	\$ 15,750,331	\$ 14,983,021	\$ 14,381,277	\$ 13,025,308	\$ 12,846,484	\$ 12,999,566	\$ 12,365,226	\$ 12,288,381
District's Net OPEB Liability as a Percentage of Payroll	431%	396%	394%	532%	616%	371%	438%	522%

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

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

**FLORENCE TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - None.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - None.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 3.65% as of June 30, 2023, to 3.95% as of June 30, 2024.

OTHER SUPPLEMENTARY INFORMATION

E. Special Revenue Fund

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

		TITLE II -		I.D.E.A.		I.D.E.A.								
		PART A		TITLE III		TITLE IV		PART B BASIC		PART B BASIC		PRESCHOOL		
		TITLE I												
Revenues:														
Federal Sources		\$	248,713	\$		41,413	\$	4,120	\$	19,051	\$	532,839	\$	17,072
Total Revenues		\$	248,713	\$		41,413	\$	4,120	\$	19,051	\$	532,839	\$	17,072
Expenditures:														
Instruction:														
Salaries of Teachers		\$	162,089	\$		-	\$	2,678	\$	4,658	\$	-	\$	-
Purchased Professional - Educational Services			3,300			-		-		-		-		-
Tuition			-			-		-		-		481,396		-
General Supplies			839			-		1,442		2,213		2,931		2,984
Total Instruction			166,228			-		4,120		6,871		484,327		2,984
Support Services:														
Salaries			-			6,480		-		-		-		-
Employee Benefits			82,485			-		-		-		-		-
Purchased Professional Services			-			-		-		1,805		48,512		14,088
Other Purchased Services			-			34,933		-		-		-		-
General Supplies			-			-		-		10,375		-		-
Total Support Services			82,485			41,413		-		12,180		48,512		14,088
Total Expenditures		\$	248,713	\$		41,413	\$	4,120	\$	19,051	\$	532,839	\$	17,072

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

	<u>NJ HIGH IMPACT</u>	<u>ESSER III</u>	<u>ACCELERATION</u>	<u>ESSER III LEARNING</u>	<u>ESSER III SUMMER LEARNING</u>	<u>ESSER III MENTAL HEALTH</u>	<u>ESSER III EVIDENCE BASED LEARNING</u>
Revenues:							
Federal Sources	\$ 39,958	\$ 972,008	\$ 21,466	\$ 24,880	\$ 17,187	\$ 30,618	
Total Revenues	\$ 39,958	\$ 972,008	\$ 21,466	\$ 24,880	\$ 17,187	\$ 30,618	
Expenditures:							
Instruction:							
Salaries	\$ 27,428	\$ -	\$ 3,819	\$ -	\$ -	\$ -	-
Salaries of Teachers	-	-	-	15,741	-	-	11,108
Purchased Professional - Educational Services	-	-	9,474	-	-	-	-
General Supplies	-	-	-	9,139	-	-	19,510
Total Instruction	27,428	-	13,293	24,880	-	-	30,618
Support Services:							
Purchased Professional Services	800	-	-	-	17,187	-	-
Other Purchased Services	11,730	-	6,557	-	-	-	-
General Supplies	-	-	1,616	-	-	-	-
Total Support Services	12,530	-	8,173	-	17,187	-	-
Facilities Acquisition & Construction Services:							
Construction Services	-	972,008	-	-	-	-	-
Total Facilities Acquisition & Construction Services	-	972,008	-	-	-	-	-
Total Expenditures	\$ 39,958	\$ 972,008	\$ 21,466	\$ 24,880	\$ 17,187	\$ 30,618	

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

	NJ NONPUBLIC AUXILIARY SERVICES CH. 192		NJ NONPUBLIC HANDICAPPED SERVICES CH. 193				NJ NONPUBLIC			
	COMPENSATORY EDUCATION		SUPPLEMENTAL INSTRUCTION	EXAMINATION & CLASSIFICATION	CORRECTIVE SPEECH		NJ NONPUBLIC TEXTBOOK AID	NJ NONPUBLIC NURSING AID	NJ NONPUBLIC TECHNOLOGY INITIATIVE AID	NJ NONPUBLIC SECURITY AID
Revenues:										
State Sources	\$ 6,935		\$ 1	\$ 7,398	\$ 930		\$ 11,097	\$ 23,504	\$ 10,633	\$ 46,300
Total Revenues	\$ 6,935		\$ 1	\$ 7,398	\$ 930		\$ 11,097	\$ 23,504	\$ 10,633	\$ 46,300
Expenditures:										
Instruction:	\$ -		\$ -	\$ -	\$ -		\$ 11,097	\$ -	\$ 10,633	\$ -
Textbooks										
Total Instruction	\$ -		\$ -	\$ -	\$ -		\$ 11,097	\$ -	\$ 10,633	\$ -
Support Services:										
Purchased Professional Services	6,935		1	7,398	930		-	23,504	-	46,300
Total Support Services	6,935		1	7,398	930		-	23,504	-	46,300
Total Expenditures	\$ 6,935		\$ 1	\$ 7,398	\$ 930		\$ 11,097	\$ 23,504	\$ 10,633	\$ 46,300

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

	CONNECT SAFETY	UNIFIED GRANT	NJSIG GRANT	PRESCHOOL EDUCATION AID	STUDENT ACTIVITY	SCHOLARSHIP	TOTALS
Revenues:							
Federal Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,969,325
State Sources	-	-	-	1,341,760	-	-	1,448,558
Local Sources	938	3,462	2,161	153,570	282,893	3	443,027
Total Revenues	\$ 938	\$ 3,462	\$ 2,161	\$ 1,495,330	\$ 282,893	\$ 3	\$ 3,860,910
Expenditures:							
Instruction:							
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 31,247
Salaries of Teachers	-	3,462	-	412,793	-	-	612,529
Purchased Professional - Educational Services	-	-	-	440,004	-	-	452,778
Tuition	-	-	-	-	-	-	481,396
General Supplies	938	-	-	110,196	-	-	150,192
Textbooks	-	-	-	-	-	-	21,730
Total Instruction	938	3,462	-	962,993	-	-	1,749,872
Support Services:							
Salaries of Supervisors of Instruction	-	-	-	938	-	-	938
Salaries of Program Directors	-	-	-	68,954	-	-	68,954
Salaries of Other Professional Staff	-	-	-	118,026	-	-	124,506
Employee Benefits	-	-	-	65,283	-	-	147,768
Purchased Professional Services	-	-	-	261,383	-	-	428,843
Other Purchased Services	-	-	-	130	-	-	53,350
Travel	-	-	-	3,024	-	-	3,024
General Supplies	-	-	2,161	11,025	-	-	25,177
Other Objects	-	-	-	69	-	-	69
Scholarships Awarded	-	-	-	-	-	665	665
Student Activities	-	-	-	-	242,646	-	242,646
Total Support Services	-	-	2,161	528,832	242,646	665	1,095,940
Facilities Acquisition & Construction Services:							
Construction Services	-	-	-	-	-	-	972,008
Instructional Equipment	-	-	-	3,505	-	-	3,505
Total Facilities Acquisition & Construction Services	-	-	-	3,505	-	-	975,513
Total Expenditures	938	3,462	2,161	1,495,330	242,646	665	3,821,325
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	40,247	(662)	39,585
Fund Balance, July 1	-	-	-	-	115,935	5,092	121,027
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ 156,182	\$ 4,430	\$ 160,612

**FLORENCE TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION EXPANSION AID
STATEMENT OF EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	BUDGETED	ACTUAL	VARIANCE
Expenditures:			
Instruction:			
Salaries of Teachers	\$ 412,793	\$ 412,793	\$ -
Purchased Professional - Educational Services	440,004	440,004	-
General Supplies	110,196	110,196	-
Total Instruction	962,993	962,993	-
Support Services:			
Salaries of Supervisors of Instruction	938	938	-
Salaries of Program Directors	68,954	68,954	-
Salaries of Other Professional Staff	118,026	118,026	-
Employee Benefits	65,283	65,283	-
Purchased Professional - Contracted PreK	261,383	261,383	-
Contracted Serv-Trans. (Bet. Home & School)	130	130	-
Travel	3,050	3,024	26
Supplies and Materials	11,094	11,025	69
Other Objects	69	69	-
Total Support Services	528,927	528,832	95
Facilities Acquisition & Construction Services:			
Instructional Equipment	4,450	3,505	945
Total Facilities Acquisition & Construction Services	4,450	3,505	945
Total Expenditures	\$ 1,496,370	\$ 1,495,330	\$ 1,040

CALCULATION OF BUDGET AND CARRYOVER

Total Revised 2024-2025 Preschool Education Aid Allocation	\$ 1,342,800
Add: Actual Preschool Education Aid Carryover (June 30, 2024)	279,706
Add: Budgeted Transfer from the General Fund	153,570
Total Preschool Education Aid Funds Available for 2024-2025 Budget	1,776,076
Less: 2024-2025 Budgeted Preschool Education Aid (Prior Year Budget Carryover)	(1,496,370)
Available & Unbudgeted Preschool Education Aid Funds June 20, 2025	279,706
Add: June 30, 2025 Unexpended Preschool Education Aid	1,040
Total Actual Preschool Education Aid Carryover	\$ 280,746
2024-2025 Preschool Education Aid Carrover Budgeted in 2025-2026	\$ 279,706

F. Capital Projects Fund

FLORENCE TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR FISCAL YEAR ENDED JUNE 30, 2025

PROJECT TITLE/ISSUE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES TO DATE		TRANSFER TO CAPITAL RESERVE	UNEXPENDED BALANCE JUNE 30, 2025
			PRIOR YEARS	CURRENT YEAR		
Energy Savings Improvement Project	10/6/24	\$ 4,371,710	\$ -	1,990,605	\$ 66,450	\$ 2,314,655
Total		\$ 4,371,710	\$ -	\$ 1,990,605	\$ 66,450	\$ 2,314,655

EXHIBIT F-2

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

Revenues:	
Bond Proceeds- ESIP	\$ 3,590,000
Bond Premium	231,710
Transfer from Capital Reserve	<u>550,000</u>
Total Revenues	<u>4,371,710</u>
Expenditures:	
Purchased Professional & Technical	
Technical Services	62,925
Construction Services	<u>1,927,680</u>
Total Expenditures	<u>1,990,605</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,381,105</u>
Other Financing Sources/(Uses):	
Transfer to Capital Reserve	<u>\$ (66,450)</u>
Total Other Financing Sources/Uses	<u>(66,450)</u>
Fund Balance - Beginning	<u>-</u>
Fund Balance - Ending	<u><u>\$ 2,314,655</u></u>

**FLORENCE TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
ENERGY SAVINGS IMPROVEMENT PROJECT AND OTHER CAPITAL IMPROVEMENTS
FOR FISCAL YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Bond Proceeds- ESIP	\$ -	\$ 3,590,000	\$ 3,590,000	\$ 3,590,000
Bond Premium	-	231,710	231,710	231,710
Transfer from Capital Reserve	-	550,000	550,000	550,000
Total Revenues	-	4,371,710	4,371,710	4,371,710
Expenditures & Other Financing Uses:				
Purchased Professional & Technical				
Technical Services	\$ -	\$ 62,925	\$ 62,925	\$ 62,925
Construction Services	-	1,927,680	1,927,680	4,305,260
Total Expenditures	-	1,990,605	1,990,605	4,368,185
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	-	2,381,105	2,381,105	3,525
Other Financing Sources/(Uses):				
Transfer to Capital Reserve	-	(66,450)	(66,450)	(66,450)
Total Other Financing Sources/Uses	-	(66,450)	(66,450)	(66,450)
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures & Other Financing Sources/(Uses)	\$ -	\$ 2,314,655	\$ 2,314,655	\$ (62,925)

ADDITIONAL PROJECT INFORMATION

Project Number	N/A
Original Authorized Cost	\$ 4,371,710
Reduced Authorized Cost	\$ (3,525)
Revised Authorized Cost	\$ 4,368,185
Percentage Increase Over Original Authorized Cost	-0.08%
Percentage Completion	46%
Original Target Completion Date	6/30/28
Revised Target Completion Date	N/A

I. Long-Term Debt

FLORENCE TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT ACCOUNT GROUP
SCHEDULE OF SERIAL BONDS
JUNE 30, 2025

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE JUNE 30, 2024		ISSUED	RETIRED	BALANCE JUNE 30, 2025
			DATE	AMOUNT						
General Obligation Refunding Bonds	10/15/20	\$ 12,685,000	3/1/2026	\$ 1,760,000	1.310%	\$	8,565,000	\$ -	\$ 1,810,000	\$ 6,755,000
			3/1/2027	1,710,000	1.460%					
			3/1/2028	1,670,000	1.720%					
			3/1/2029	1,615,000	1.770%					
Energy Savings Obligation Refunding Bonds	10/6/24	\$ 3,590,000	8/1/2026	360,000	5.000%	-	3,590,000	-	-	3,590,000
			8/1/2027	125,000	5.000%					
			8/1/2028	110,000	5.000%					
			8/1/2029	120,000	5.000%					
			8/1/2030	130,000	5.000%					
			8/1/2031	120,000	5.000%					
			8/1/2032	130,000	5.000%					
			8/1/2033	140,000	5.000%					
			8/1/2034	155,000	5.000%					
			8/1/2035	165,000	4.000%					
			8/1/2036	175,000	4.000%					
			8/1/2037	190,000	4.000%					
			8/1/2038	200,000	4.000%					
			8/1/2039	215,000	4.000%					
			8/1/2040	195,000	4.000%					
			8/1/2041	185,000	4.000%					
		8/1/2042	200,000	4.000%						
		8/1/2043	210,000	4.000%						
		8/1/2044	225,000	4.000%						
		8/1/2045	240,000	4.000%						
Total						\$	8,565,000	\$ 3,590,000	\$ 1,810,000	\$ 10,345,000

FLORENCE TOWNSHIP SCHOOL DISTRICT
GENERAL LONG-TERM DEBT ACCOUNT GROUP
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Purpose	Date of Loan	Term of Loan	Amount of Original Loan		Interest Rate	Balance June 30, 2024	Issued	Retired	Balance June 30, 2025
			Principal	Interest					
One 54 Passenger School Bus	9/14/2020	5 Years	\$ 101,400	\$ 6,607	3.320%	\$ 20,085	\$ -	\$ 20,085	\$ -
One 54 Passenger School Bus & One 29 Passenger School Bus Copiers	9/15/2021 9/24/2024	5 Years 5 Years	177,320 131,231	5,229 46,278	2.950% 2.500%	64,763 -	- 131,231	32,133 19,246	32,630 111,985
						\$ 84,848	\$ 131,231	\$ 71,464	\$ 144,615

FLORENCE TOWNSHIP SCHOOL DISTRICT
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Revenues:					
Local Sources:					
Local Tax Levy	\$ 1,934,880	\$ -	\$ 1,934,880	\$ 1,934,880	\$ -
Total Revenues	1,934,880	-	1,934,880	1,934,880	-
Expenditures:					
Regular Debt Service:					
Interest	124,880	-	124,880	124,880	-
Redemption of Principal	1,810,000	-	1,810,000	1,810,000	-
Total Expenditures	1,934,880	-	1,934,880	1,934,880	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

STATISTICAL SECTION (Unaudited)

Financial Trends Information

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

Note the Exhibits are presented for the last ten fiscal years.

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
FISCAL YEAR ENDING JUNE 30,										
Governmental Activities:										
Net Investment in Capital Assets	\$ 18,393,223	\$ 18,302,365	\$ 17,567,320	\$ 16,725,617	\$ 15,949,925	\$ 15,117,886	\$ 14,659,783	\$ 14,261,078	\$ 13,886,743	\$ 13,846,277
Restricted	888,032	3,211,850	4,549,106	4,350,324	4,023,553	3,040,240	2,929,790	2,586,840	1,938,022	1,352,626
Unrestricted	(4,124,893)	(6,718,923)	(6,668,439)	(6,466,150)	(8,643,674)	(9,755,257)	(11,163,977)	(11,450,088)	(11,545,406)	(11,503,211)
Total Governmental Activities	\$ 15,156,362	\$ 14,795,292	\$ 15,447,987	\$ 14,609,791	\$ 11,329,804	\$ 8,402,869	\$ 6,425,596	\$ 5,397,830	\$ 4,279,359	\$ 3,695,692
Net Position										
Business-Type Activities:										
Net Investment in Capital Assets	\$ 201,485	\$ 141,132	\$ 182,288	\$ 123,010	\$ 72,265	\$ 88,118	\$ 108,696	\$ 129,458	\$ 150,220	\$ 155,184
Unrestricted	78,916	258,728	400,013	181,727	(25,185)	(93,520)	13,779	106,367	142,858	151,374
Total Business-Type Activities	\$ 280,401	\$ 399,860	\$ 582,301	\$ 304,737	\$ 47,080	\$ (5,402)	\$ 122,475	\$ 235,825	\$ 293,078	\$ 306,558
Net Position										
Government-Wide:										
Net Investment in Capital Assets	\$ 18,594,708	\$ 18,443,497	\$ 17,749,608	\$ 16,848,627	\$ 16,022,190	\$ 15,206,004	\$ 14,768,479	\$ 14,390,536	\$ 14,036,963	\$ 14,001,461
Restricted	888,032	3,211,850	4,549,106	4,350,324	4,023,553	3,040,240	2,929,790	2,586,840	1,938,022	1,352,626
Unrestricted	(4,045,977)	(6,460,195)	(6,268,426)	(6,284,423)	(8,668,859)	(9,848,777)	(11,150,198)	(11,343,721)	(11,402,548)	(11,351,837)
Total District Net Position	\$ 15,436,763	\$ 15,195,152	\$ 16,030,288	\$ 14,914,528	\$ 11,376,884	\$ 8,397,467	\$ 6,548,071	\$ 5,633,655	\$ 4,572,437	\$ 4,002,250

FLORENCE TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
Unaudited

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 9,844,828	\$ 10,185,204	\$ 9,256,402	\$ 9,047,564	\$ 8,509,820	\$ 8,261,118	\$ 8,411,636	\$ 7,912,177	\$ 8,133,504	\$ 8,841,351
Special Education	5,926,247	5,359,367	4,833,207	4,475,161	4,193,287	4,093,190	3,774,397	4,091,014	3,539,887	2,757,934
Other Instruction	1,095,122	934,276	913,249	1,060,324	806,136	1,031,963	972,017	983,643	948,774	1,076,469
Support Services:										
Tuition	2,310,313	2,049,879	2,069,357	2,030,438	2,192,380	2,683,631	2,176,863	1,765,498	1,537,242	1,847,144
Student & Instruction Related Services	6,292,411	5,968,267	6,000,013	4,971,603	4,152,660	4,424,249	3,944,012	3,447,540	3,429,065	3,040,898
General Administration	741,078	747,166	687,726	604,368	703,175	671,555	574,551	590,432	590,851	584,194
School Administrative Services	1,538,243	1,541,781	1,273,639	1,255,880	1,117,107	1,142,711	1,267,796	1,289,900	1,204,123	1,553,289
Central Services	644,153	577,511	595,154	401,239	508,691	543,759	440,656	497,137	531,675	524,546
Administration Information Technology	631,480	534,161	587,992	512,459	483,564	530,775	569,186	499,553	432,504	149,942
Plant Operations & Maintenance	3,354,822	3,456,417	2,702,407	2,744,516	3,519,847	2,894,076	2,819,830	2,702,903	2,883,819	2,950,827
Pupil Transportation	1,984,833	2,175,207	1,858,575	1,263,711	1,173,402	1,188,529	1,333,379	1,532,797	1,644,647	1,746,825
Employee Benefits	1273,054	991,316	1,822,904	2,880,510	6,313,973	3,919,846	6,320,726	9,074,440	3,299,239	7,275,693
Charter Schools	1,905,116	1,796,713	1,598,909	1,652,949	1,459,555	1,369,751	1,363,712	1,280,618	1,357,915	1,377,869
Interest & Other Charges	283,486	352,218	370,515	263,781	780,141	769,734	828,197	893,985	957,696	994,387
Unallocated Depreciation	1,456,392	1,451,130	1,450,779	1,448,823	1,450,622	1,459,564	1,439,141	1,469,917	1,497,377	1,453,950
Amortization of Intangible Assets	-	-	-	-	-	-	-	-	-	13,862
Change in Compensated Absences	-	-	-	-	-	-	-	-	-	22,565
Total Governmental Activities Expenses	39,281,578	38,120,613	36,020,828	34,613,326	37,344,360	34,984,451	36,236,099	38,021,554	31,988,318	36,211,545
Business-Type Activities:										
Food Service	775,835	815,366	704,362	913,397	283,993	452,593	591,166	634,038	685,063	664,885
Extended Day Program	293,065	288,124	254,201	195,092	25,191	313,151	369,075	327,286	306,549	290,781
Total Business-Type Activities Expense	1,068,900	1,103,490	958,563	1,108,489	309,184	765,744	960,241	961,324	991,612	955,666
Total District Expenses	\$ 40,350,478	\$ 39,224,103	\$ 36,979,391	\$ 35,721,815	\$ 37,653,544	\$ 35,750,195	\$ 37,196,340	\$ 38,982,878	\$ 32,979,930	\$ 37,167,211
Program Revenues:										
Governmental Activities:										
Operating Grants & Contributions	\$ 5,153,013	\$ 4,258,385	\$ 4,559,909	\$ 6,475,204	\$ 9,072,643	\$ 6,616,265	\$ 7,513,782	\$ 10,092,552	\$ 3,868,571	\$ 8,053,530
Total Governmental Activities Program Revenues	5,153,013	4,258,385	4,559,909	6,475,204	9,072,643	6,616,265	7,513,782	10,092,552	3,868,571	8,053,530
Business-Type Activities:										
Charges for Services:										
Food Service	168,474	198,612	254,374	3,361	3,778	172,985	271,474	296,353	321,518	300,829
Extended Day Program	276,464	284,255	429,672	229,428	54,779	199,724	260,187	288,911	292,845	304,200
Operating Grants & Contributions	505,919	482,015	528,845	1,137,991	303,109	265,158	315,230	318,807	347,360	341,659
Total Business Type Activities Program Revenues	950,857	964,882	1,212,891	1,370,780	361,666	637,867	846,891	904,071	961,723	946,688
Total District Program Revenues	\$ 6,103,870	\$ 5,223,267	\$ 5,772,800	\$ 7,845,984	\$ 9,434,309	\$ 7,254,132	\$ 8,360,673	\$ 10,996,623	\$ 4,830,294	\$ 9,000,218
Net (Expense)/Revenue:	\$ (34,128,565)	\$ (33,862,228)	\$ (31,460,919)	\$ (28,138,122)	\$ (28,271,717)	\$ (28,368,186)	\$ (28,722,317)	\$ (27,929,002)	\$ (28,119,747)	\$ (28,158,015)
Governmental Activities	(118,043)	(138,608)	254,328	262,291	52,482	(127,877)	(113,350)	(57,253)	(29,889)	(8,978)
Business-Type Activities	\$ (34,246,608)	\$ (34,000,836)	\$ (31,206,591)	\$ (27,875,831)	\$ (28,219,235)	\$ (28,496,063)	\$ (28,635,667)	\$ (27,986,255)	\$ (28,149,636)	\$ (28,166,993)

FLORENCE TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
Unaudited

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 19,080,889	\$ 18,706,754	\$ 18,339,955	\$ 17,677,530	\$ 17,330,912	\$ 16,991,091	\$ 16,657,933	\$ 16,331,307	\$ 16,011,085	\$ 15,697,142
Taxes Levied for Debt Service	1,934,880	2,005,948	2,076,816	2,143,842	2,294,079	2,362,282	2,431,282	2,500,282	2,569,282	2,636,482
Unrestricted Grants & Contributions	13,168,828	12,321,560	11,579,725	11,365,119	10,485,729	10,179,219	10,052,347	9,802,340	9,908,612	9,581,584
Investment Earnings	57,824	113,630	102,358	103,519	105,878	373,504	318,025	160,275	107,071	285,101
Miscellaneous Income	247,214	61,641	401,950	162,941	747,412	447,442	303,055	219,765	216,088	-
Transfer	-	-	(20,000)	-	-	-	-	-	-	-
Special Items	-	-	(181,689)	(17,722)	-	(8,079)	(12,559)	33,504	(108,724)	465,180
Total Governmental Activities	34,489,635	33,209,533	32,299,115	31,435,229	30,964,010	30,345,459	29,750,083	29,047,473	28,703,414	28,665,489
Business-Type Activities:										
Miscellaneous	-	-	3,236	-	-	-	-	-	-	-
Transfers	-	-	20,000	-	-	-	-	-	-	-
Special items	(1,416)	(43,833)	-	(4,634)	-	-	-	-	16,409	95,772
Total Business-Type Activities	(1,416)	(43,833)	23,236	(4,634)	-	-	-	-	16,409	95,772
Total Government-Wide	\$ 34,488,219	\$ 33,165,700	\$ 32,322,351	\$ 31,430,595	\$ 30,964,010	\$ 30,345,459	\$ 29,750,083	\$ 29,047,473	\$ 28,719,823	\$ 28,761,261
Change in Net Position:										
Governmental Activities	\$ 361,070	\$ (652,695)	\$ 838,196	\$ 3,297,107	\$ 2,692,293	\$ 1,977,273	\$ 1,027,766	\$ 1,118,471	\$ 583,667	\$ 507,474
Business-Type Activities	(119,459)	(182,441)	277,564	257,657	52,482	(127,877)	(113,350)	(57,253)	(13,480)	86,794
Total District	\$ 241,611	\$ (835,136)	\$ 1,115,760	\$ 3,554,764	\$ 2,744,775	\$ 1,849,396	\$ 914,416	\$ 1,061,218	\$ 570,187	\$ 594,268

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

	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund:										
Restricted	\$ 727,420	\$ 3,090,823	\$ 4,417,667	\$ 3,820,296	\$ 3,907,165	\$ 3,040,239	\$ 2,829,789	\$ 2,586,836	\$ 1,938,019	\$ 1,352,624
Committed	-	-	-	-	-	-	-	-	-	11,887
Assigned	1,890,984	570,254	1,475,470	180,238	319,097	444,270	56,196	257,237	105,324	181,796
Unassigned	(1,377,242)	(403,645)	(371,730)	1,469,143	626,009	-	100,000	(254,833)	(187,040)	(323,940)
Total General Fund	\$ 1,241,162	\$ 3,257,432	\$ 5,521,407	\$ 5,469,677	\$ 4,852,271	\$ 3,484,509	\$ 2,985,985	\$ 2,589,240	\$ 1,856,303	\$ 1,222,367

All Other Governmental Funds:

Unreserved, reported in:										
Capital Projects Fund	\$ -	\$ -	\$ 10,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Committed to:										
Capital Projects Fund	2,314,655	-	-	-	-	-	-	-	-	-
Assigned to:										
Debt Service Fund	-	-	-	-	-	-	-	-	-	-
Special Revenue	160,612	121,027	121,439	118,728	116,388	-	-	-	-	-
Unassigned:										
Special Revenue	(134,280)	-	-	-	-	-	-	-	-	-
Debt Service Fund	-	-	1,276	1,276	1,276	1	1	-	3	2
Total All Other Governmental Funds	\$ 2,340,987	\$ 121,027	\$ 132,715	\$ 120,004	\$ 117,664	\$ 1	\$ 1	\$ -	\$ 3	\$ 2

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Revenues:										
Tax Levy	\$ 210,15,769	\$ 20,712,702	\$ 20,416,771	\$ 19,821,372	\$ 19,624,991	\$ 19,353,373	\$ 19,089,215	\$ 18,831,589	\$ 18,580,367	\$ 18,333,624
Tuition Charges	57,824	113,630	102,358	103,519	105,878	373,504	318,025	160,275	107,071	46,316
Interest Earnings	-	-	-	-	-	-	-	-	-	2
Miscellaneous	690,241	415,732	688,518	392,375	843,191	1,214,823	360,878	323,287	298,731	238,783
State Sources	20,943,844	19,530,757	17,467,524	17,137,524	15,037,159	14,031,043	13,684,106	13,143,480	12,740,959	12,182,271
Federal Sources	1,976,713	1,454,639	2,161,704	2,056,675	1,674,944	918,144	938,220	970,734	953,581	920,663
Total Revenue	44,684,391	42,227,460	40,836,875	39,511,465	37,286,163	35,890,687	34,390,444	33,429,365	32,680,709	31,721,659
Expenditures:										
Instruction:										
Regular Instruction	9,844,828	10,185,204	9,256,402	9,047,564	8,509,815	8,261,118	8,411,636	7,912,177	8,133,504	8,841,351
Special Education Instruction	5,926,247	5,359,367	4,833,207	4,475,161	4,193,287	4,093,190	3,774,397	4,091,014	3,539,887	2,757,934
Other Instruction	1,095,122	934,276	913,249	1,060,324	806,136	1,031,963	972,017	983,643	948,774	1,101,584
Support Services:										
Tuition	2,310,313	2,049,879	2,089,357	2,030,438	2,192,380	2,683,631	2,176,863	1,765,498	1,537,242	1,847,144
Student & Instruction Related	6,292,411	5,968,267	6,000,013	4,971,603	4,152,660	4,424,249	3,944,012	3,447,540	3,429,065	3,040,898
General Administration	741,078	747,166	687,726	604,368	703,175	671,555	574,551	580,432	590,851	584,194
School Administrative Services	1,538,243	1,541,781	1,273,639	1,255,880	1,117,107	1,142,711	1,267,796	1,289,900	1,204,123	1,553,289
Central Services	644,153	577,511	595,154	401,239	508,691	543,759	440,656	497,137	531,675	524,546
Administrative Information Technology	631,480	534,161	587,992	512,459	463,564	530,775	569,186	499,553	432,504	149,942
Plant Operations & Maintenance	3,348,290	3,411,465	2,607,246	2,744,516	3,145,579	2,880,214	2,805,968	2,645,213	2,869,957	2,981,419
Pupil Transportation	1,984,833	2,175,207	1,858,575	1,263,711	1,173,402	1,188,529	1,333,379	1,532,797	1,644,647	1,774,211
Employee Benefits	6,578,920	6,629,432	5,934,977	5,847,626	4,561,010	3,824,705	3,623,264	3,366,097	2,911,358	2,550,962
Charter Schools	1,905,116	1,796,713	1,598,909	1,652,949	1,459,555	1,369,751	1,363,712	1,280,618	1,357,915	1,377,669
Capital Outlay	3,485,887	348,824	633,862	457,398	521,540	266,211	176,116	191,133	174,676	396,772
Debt Service:										
Principal	1,981,841	1,983,694	2,038,658	2,070,709	1,918,118	1,931,065	1,899,072	1,873,836	1,855,958	1,740,000
Interest & Other Charges	124,880	280,176	274,768	361,794	710,760	766,597	837,190	907,265	976,024	896,482
Total Expenditures	48,433,642	44,503,123	41,163,734	38,757,739	36,136,779	35,610,023	34,169,815	32,863,853	32,138,160	32,118,397
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(3,749,251)	(2,275,663)	(326,859)	753,726	1,149,384	280,664	220,629	565,512	542,549	(396,738)
Other Financing Sources/(Uses):										
Proceeds from Bonds	3,590,000	-	-	-	-	-	-	-	-	-
Bond Premium	231,710	-	-	-	-	-	-	-	-	-
Financed Purchases (non-budgeted)	131,231	-	-	177,320	101,400	217,860	176,116	167,426	91,388	256,120
Transfers In	616,450	-	-	-	-	-	-	-	-	-
Transfers Out	(616,450)	-	(20,000)	-	-	-	-	-	-	-
Total Other Financing Sources/(Uses)	3,952,941	-	(20,000)	177,320	101,400	217,860	176,116	167,426	91,388	256,120
Net Change in Fund Balances	\$ 203,690	\$ (2,275,663)	\$ (346,859)	\$ 931,046	\$ 1,250,784	\$ 498,524	\$ 396,745	\$ 732,938	\$ 633,937	\$ (140,618)
Debt Service as a Percentage of Noncapital Expenditures	4.92%	5.35%	6.05%	6.78%	7.97%	8.26%	8.75%	9.30%	9.72%	9.06%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

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

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	TUITION	ERATE REIMB	ATHLETICS	MISCELLANEOUS	TOTAL
2025	\$ 210,890	\$ 57,824	\$ -	\$ -	\$ 36,324	\$ 305,038
2024	1,735	113,630	-	-	59,906	175,271
2023	4,014	102,358	-	-	397,936	504,308
2022	5,039	95,554	35,394	8,248	122,255	266,490
2021	49,088	373,504	28,854	-	328,315	779,761
2020	48,516	318,025	28,854	10,868	214,817	621,080
2019	-	160,275	55,725	11,476	152,564	380,040
2018	-	107,071	40,639	13,194	162,255	323,159
2017	2	46,316	-	-	184,532	230,850
2016	4,525	39,989	-	-	147,488	192,002

Source: District records

Revenue Capacity Information

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

FLORENCE TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS
Unaudited

FISCAL YEAR ENDED DECEMBER 31,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE	TOTAL DIRECT SCHOOL TAX RATE
2025	\$ 12,298,600	\$ 1,050,692,800	\$ 9,845,300	\$ 1,034,000	\$ 56,571,600	\$ 211,031,300	\$ 11,442,600	\$ 1,352,916,200	\$ 100	\$ 1,352,916,300	\$ 1,350,691,000	1817
2024	13,370,200	1,040,458,300	9,987,200	1,059,200	55,714,300	208,323,200	11,394,600	1,340,307,000	100	1,340,307,100	1,340,307,000	1557
2023	13,564,800	1,038,910,200	9,987,200	1,046,000	54,316,300	208,323,200	11,394,600	1,337,542,300	100	1,337,542,400	1,337,542,300	1537
2022	35,799,600	1,033,648,500	9,987,200	1,027,400	50,666,500	152,454,400	11,394,600	1,294,978,200	100	1,294,978,300	1,352,558,090	1554
2021	37,092,600	1,027,974,700	9,981,900	1,046,300	50,949,900	135,815,000	11,394,600	1,274,255,000	100	1,274,255,100	1,329,691,341	1547
2020	35,168,400	1,019,102,800	9,958,600	1,077,900	51,331,000	135,842,700	11,394,600	1,263,876,000	100	1,263,876,100	1,298,713,220	1542
2019	28,650,000	1,008,475,400	9,732,600	1,085,800	52,974,800	139,339,900	11,394,600	1,251,653,100	100	1,251,653,200	1,270,824,813	1536
2018	27,327,400	1,008,855,800	9,732,600	1,093,500	52,297,200	140,029,900	11,381,100	1,250,717,500	100	1,250,717,600	1,267,367,780	1516
2017	25,253,700	1,007,111,800	9,900,100	1,156,100	51,904,600	142,517,900	11,429,100	1,249,273,300	100	1,249,273,400	1,247,775,969	1498
2016	26,237,600	1,004,456,300	10,585,600	1,185,600	48,471,900	143,001,800	11,429,100	1,245,367,900	2,083,890	1,247,451,790	1,196,012,460	1479

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 Taxation

a. Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

b. Tax rates are per \$100

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

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES		TOTAL DIRECT AND OVERLAPPING TAX RATE
	BASIC RATE	GENERAL OBLIGATION DEBT SERVICE	TOTAL DIRECT	TOWNSHIP OF FLORENCE	BURLINGTON COUNTY	
2025	1.690	0.127	1.817	0.566	0.407	2.790
2024	1.430	0.127	1.557	0.526	0.411	2.494
2023	1.410	0.127	1.537	0.476	0.390	2.403
2022	1.427	0.127	1.554	0.469	0.392	2.415
2021	1.420	0.127	1.547	0.439	0.419	2.405
2020	1.415	0.127	1.542	0.439	0.415	2.396
2019	1.409	0.127	1.536	0.439	0.415	2.390
2018	1.383	0.133	1.516	0.439	0.415	2.370
2017	1.360	0.138	1.498	0.439	0.409	2.346
2016	1.335	0.144	1.479	0.439	0.392	2.310

Source: Municipal Tax Collector

FLORENCE TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO
Unaudited

	2025			2016		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
TAXPAYER						
Haines Center Florence, LLC	\$ 70,250,200		5.24%		Not Available	
Prologis-Exchange, 270 Daniels Way	61,166,000		4.56%			
IPT Railroad Logistics Center LLC	16,538,500		1.23%			
Turnpike Crossing Urban Renewal, LLC	8,266,700		0.62%			
Foxdale Properties	8,212,000		0.61%			
500 Cedar Lane, LLC	7,748,000		0.58%			
Hunsberger Bryan	6,750,000		0.50%			
SPAF Cedar Mgmt, LLC c/o A. Schneider	5,681,500		0.42%			
DFA Dairy Brands Fluid, LLC	4,714,700		0.35%			
LOL Associates	4,107,000		0.31%			
Total	\$ 193,434,600		14.43%	\$ -		0.00%

Source: Municipal Tax Assessor

**FLORENCE 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		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2025	\$ 21,015,769	\$ 21,015,769	100%	\$ -
2024	20,712,702	20,712,702	100%	-
2023	20,416,771	20,416,771	100%	-
2022	19,821,372	19,821,372	100%	-
2021	19,624,991	19,624,991	100%	-
2020	19,353,373	19,353,373	100%	-
2019	19,089,215	19,089,215	100%	-
2018	18,831,589	18,831,589	100%	-
2017	18,580,367	18,580,367	100%	-
2016	18,333,624	18,333,624	100%	-

Source: Municipal Audit Reports

Debt Capacity Information

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

**FLORENCE TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
*Unaudited***

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES		TOTAL DISTRICT	PERSONAL INCOME	PERCENTAGE OF		
	GENERAL OBLIGATION BONDS	FINANCED PURCHASES			PERSONAL INCOME	POPULATION	PER CAPITA
2025	\$ 10,345,000	\$ 144,615	\$ 10,489,615	N/A	N/A	N/A	N/A
2024	8,565,000	84,848	8,649,848	959,838,768	N/A	N/A	N/A
2023	10,430,000	198,713	10,628,713	905,424,252	1.17%	12,852	827
2022	13,650,000	309,468	13,959,468	868,420,152	1.61%	12,769	1,093
2021	13,650,000	306,712	13,956,712	812,652,507	1.72%	12,473	1,119
2020	15,350,000	386,874	15,736,874	771,805,020	2.04%	12,501	1,259
2019	17,075,000	338,946	17,413,946	745,087,356	2.34%	12,535	1,389
2018	18,800,000	302,242	19,102,242	721,942,200	2.65%	12,597	1,516
2017	20,525,000	250,405	20,775,405	705,899,808	2.94%	12,600	1,649
2016	22,250,000	258,083	22,508,083	678,469,860	3.32%	12,627	1,783

* Estimated

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

EXHIBIT J-11

**FLORENCE 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 OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2025	\$ 10,345,000	\$ -	\$ 10,345,000	0.76%	N/A
2024	8,565,000	-	8,565,000	0.64%	N/A
2023	10,430,000	-	10,430,000	0.78%	N/A
2022	12,350,000	-	12,350,000	0.95%	967
2021	13,650,000	-	13,650,000	1.07%	1,094
2020	15,350,000	-	15,350,000	1.21%	1,228
2019	17,075,000	-	17,075,000	1.36%	1,362
2018	17,075,000	-	17,075,000	1.37%	1,355
2017	18,800,000	-	18,800,000	1.50%	1,492
2016	22,250,000	-	22,250,000	1.78%	1,762

EXHIBIT J-12

**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2025
*Unaudited***

<u>GOVERNMENTAL UNIT</u>	<u>DEBT OUTSTANDING</u>	<u>ESTIMATED PERCENTAGE APPLICABLE</u>	<u>SHARE OF OVERLAPPING DEBT</u>
Debt Repaid With Property Taxes:			
Township of Florence	\$ 35,162,703	100.00%	\$ 35,162,703
Burlington County General Obligation Debt	173,076,920	2.124%	3,675,365
Subtotal, Overlapping Debt			38,838,068
District Direct Debt			10,345,000
Total Direct & Overlapping Debt			<u>\$ 49,183,068</u>

Sources: Assessed value data used to estimate applicable percentages provided by the County Board of Taxation.

**FLORENCE TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)
Unaudited**

		2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Debt Limit		\$ 59,939,653	\$ 56,700,065	\$ 52,337,999	\$ 51,985,350	\$ 51,154,369	\$ 50,609,503	\$ 49,642,676	\$ 48,561,995	\$ 47,202,551	\$ 46,406,178
Total Net Debt Applicable to Limit		10,345,000	8,565,000	10,430,000	12,350,000	13,650,000	15,350,000	17,075,000	18,800,000	20,525,000	22,250,000
Legal Debt Margin		\$ 49,594,653	\$ 48,135,065	\$ 41,907,999	\$ 39,635,350	\$ 37,504,369	\$ 35,259,503	\$ 32,567,676	\$ 29,761,995	\$ 26,677,551	\$ 24,156,178
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	17.26%		15.11%	19.93%	23.76%	26.68%	30.33%	34.40%	38.71%	43.48%	47.95%

Legal Debt Margin Calculation for Fiscal Year 2024

	Equalized Valuation Basis
Average Equalized Valuation of Taxable Property	2024 \$ 1,555,281,142
	2023 1,541,480,120
	2022 1,398,712,681
	<u>\$ 4,495,473,943</u>
	<u>\$ 1,498,491,314</u>
Debt Limit (4 % of Average Equalization Value) Net Bonded School Debt	\$ 59,939,653
	<u>10,345,000</u>
Legal Debt Margin	<u>\$ 49,594,653</u>

Source: Equalized valuation bases were obtained from the Burlington County Board of Taxation, Abstract of Ratables (Net Valuation)

Demographic and Economic Information

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

**FLORENCE TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
*Unaudited***

FISCAL YEAR ENDED JUNE 30,	POPULATION (a)	PERSONAL INCOME(b)	BURLINGTON COUNTY PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
2025	13,247	NA	N/A	4.70%
2024	12,895	NA	N/A	4.10%
2023	12,852	959,838,768	74,684	3.50%
2022	12,769	905,424,252	70,908	6.20%
2021	12,473	868,420,152	69,624	8.30%
2020	12,501	812,652,507	65,007	3.30%
2019	12,535	771,805,020	61,572	3.80%
2018	12,597	745,087,356	59,148	4.00%
2017	12,600	721,942,200	57,297	4.80%
2016	12,627	705,899,808	55,904	5.70%

Source:

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

^b Column (a) x Column (c)

^c Per Capita Bureau of Economic Analysis: Regional Economic Information System

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

FLORENCE TOWNSHIP SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO
Unaudited

2025			2016		
EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
<i>Information not available</i>					

Source: Township and School District Officials

Operating Information

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

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

Unaudited

FUNCTION/PROGRAM	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Instruction:										
Regular	105.00	87.00	87.00	89.17	86.17	89.03	88.83	87.37	93.12	104.40
Special Education	37.00	33.00	33.00	35.50	35.50	37.00	37.00	34.00	35.00	32.00
Other Special Education	6.00	6.00	5.00	6.00	7.00	8.00	8.00	9.00	10.00	-
Other Instruction	-	-	2.10	2.00	1.33	1.33	1.33	1.00	2.00	-
Support Services:										
Student & Instruction Related Services	32.00	32.00	26.40	28.10	24.60	25.50	25.50	25.50	26.50	26.49
General Administration Services	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	2.00
School Administrative Services	8.00	8.00	8.00	9.00	10.00	10.00	10.00	11.00	11.00	11.00
Central Services	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	5.00
Administrative Information Technology	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Plant Operations and Maintenance	19.00	19.00	19.00	12.00	19.00	20.00	18.00	19.94	22.00	17.00
Pupil Transportation	14.00	14.00	15.60	17.60	21.58	26.40	25.46	26.14	26.56	28.00
Total	230.00	208.00	205.10	208.37	214.18	226.26	223.12	222.95	235.18	227.89

Source: District Personnel Records

FLORENCE 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				FLORENCE TWP MEMORIAL HIGH SCHOOL	RIVERFRONT SCHOOL	AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
							ROEBLING ELEMENTARY									
2025	1,451	\$	\$ 29,525	4.83%	130		1:09				1:11	1:11	1,560.0	1,410.0	2.218%	90.38%
2024	1,499		28,165	38.24%	130		1:09				1:11	1:11	1,471.0	1,389.8	0.754%	94.48%
2023	1,508		25,342	20.94%	130		1:09				1:11	1:11	1,509.1	1,379.4	-1.422%	91.41%
2022	1,524		23,535	16.11%	132		1:09				1:11	1:11	1,516.9	1,399.3	-5.935%	92.25%
2021	1,619		20,375	6.95%	132		1:09				1:11	1:11	1,555.2	1,487.6	-0.001%	95.65%
2020	1,558		20,954	9.99%	129		1:09				1:11	1:11	1,555.2	1,487.6	-0.468%	95.65%
2019	1,542		20,271	11.89%	129		1:09				1:11	1:11	1,586.2	1,494.6	0.000%	94.23%
2018	1,569		19,051	16.17%	129		1:09				1:11	1:11	1,586.2	1,494.6	0.000%	94.23%
2017	1,608		18,117	10.47%	129		1:09				1:11	1:11	1,586.2	1,494.6	-1.210%	94.23%
2016	1,772		16,400	2.66%	137		1:09				1:11	1:11	1,592.5	1,512.9	-2.192%	94.90%

Sources: District records

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).

**FLORENCE TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
*Unaudited***

DISTRICT BUILDINGS	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Elementary Schools:										
Roebing Elementary (1905)										
Square Feet	61,648	61,648	61,648	61,648	61,648	61,648	61,648	61,648	61,648	61,648
Capacity (Students)	497	497	497	497	497	497	497	497	497	497
Enrollment (a)	388	401	384	352	446	446	446	446	450	441
Middle School/Elementary Schools:										
Riverfront School (1993/2006)										
Square Feet	138,377	138,377	138,377	138,377	138,377	138,377	138,377	138,377	138,377	138,377
Capacity (Students)	875	875	875	875	875	875	875	875	875	875
Enrollment	579	623	651	657	691	691	691	691	719	691
High Schools										
Florence Twp Memorial High School (2006)										
Square Feet	132,702	132,702	132,702	132,702	132,702	132,702	132,702	132,702	132,702	132,702
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	484	475	475	515	421	421	421	421	404	411
Other										
Central Administration (1953)										
Square Feet	2,220	2,220	2,220	2,220	2,220	2,220	2,220	2,220	2,220	2,220

Number of Schools at June 30, 2025
 Elementary = 2 (Roebing Pre-K-3, Riverfront 4-5)
 Middle School = 1 (Riverfront 6-8)
 Senior High School = 1 (FTMHS 9-12)

Source: District Facilities Office

Note: Year of original construction is shown in parentheses.
 Enrollment is based on the annual October district count.

**FLORENCE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS
*Unaudited***

**UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES**

11-000-261-xxx

	<u>Roebling Elementary School</u>	<u>Riverfront School</u>	<u>Florence Twp Memorial High School</u>	<u>Total</u>
2025	\$ 77,462	\$ 110,516	\$ 132,123	\$ 320,101
2024	80,328	161,064	198,420	439,812
2023	46,103	85,297	89,699	221,099
2022	93,818	173,576	182,533	449,927
2021	134,941	276,630	263,136	674,707
2020	119,454	268,130	257,134	644,718
2019	146,128	299,563	284,950	730,641
2018	127,966	284,831	283,352	696,149
2017	180,247	369,507	351,482	901,236
2016	255,136	279,054	263,109	797,299

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

Source: District records

FLORENCE TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025
Unaudited

	COVERAGE	DEDUCTIBLE
School Package Policy (1)		
Building and Contents (All Locations)	\$118,448,112	\$1,000
School Board Legal Liability	2,000,000	5,000
Commercial Crime/Blanket Employee Dishonesty	200,000	
Umbrella Declarations	15,000,000	10,000
Excess Umbrella (2) Effective 7/1/2013	30,000,000	15,000,000
Workers' Compensation (3)	3,000,000	-
Student Accident Insurance (4)	5,000,000	25,000
Athletic Accident (5)		
Surety Bonds (6)		
Treasurer	300,000	
Board Secretary/Business Administrator	300,000	

- (1) Utica National Insurance Company
- (2) Utica National Insurance Company
- (3) Utica National Insurance Company
- (4) Utica National Insurance Company
- (5) Utica National Insurance Company
- (6) Utica National Insurance Company

SINGLE AUDIT SECTION

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

Honorable President and Members
of the Board of Education
Florence Township School District
County of Burlington
Florence, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities and each major fund of the Florence Township School District (the "School District") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated December 15, 2025.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a certain deficiency in internal control that we consider to be a material weakness.

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

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deficiency described in the accompanying schedule of findings and questioned cost as Finding 2025-001 to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and are described in the accompanying schedule of findings and questioned costs as Finding 2025-001.

School District's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the School District's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The School District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC.

Certified Public Accountants & Advisors



Ryan Creamer
Certified Public Accountant
Public School Accountant, No. 2725

Medford, New Jersey
December 15, 2025



EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
Florence Township School District
County of Burlington
Florence, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

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

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

Basis for Opinion on Each Major Federal and State Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB, 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 School 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 School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and State of New Jersey Circular 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and New Jersey OMB's Circular 15-08 and which is described in the accompanying schedule of findings and questioned costs as Finding 2025-002. Our opinion on each major federal and state program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the School District's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The School District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

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, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a material weakness.

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

yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questions cost as Finding 2025-002 to be a material weakness.

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.

Government Auditing Standards requires the auditor to perform limited procedures on the School District's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The School District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC
Certified Public Accountants & Advisors



Ryan Creamer
Certified Public Accountant
Public School Accountant, No. 2725

Medford, New Jersey
December 15, 2025

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

FEDERAL GRANTOR/PASS THROUGH GRANTOR/ PROGRAM TITLE OR CLUSTER	ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE)	BALANCE, JUNE 30, 2025 DUE TO GRANTOR	UNEARNED REVENUE
U.S. Department of Health and Human Services Passed Through New Jersey Department of Human Services: Medical Assistance Program (SEMI)	93.778	2505NUSMAP	100-054-7540-211	\$ 43,520	7/1/24-6/30/25	\$ -	\$ 43,520	\$ (43,520)	\$ -	\$ -	\$ -	\$ -	\$ -
Total U.S. Department of Health and Human Services						-	43,520	(43,520)	-	-	-	-	-
U.S. Department of Agriculture Passed Through New Jersey Department of Agriculture: Child Nutrition Cluster: School Breakfast Program School Breakfast Program	10.553 10.553	251NJ304N1099 241NJ304N1099	100-010-3350-028 100-010-3350-028	86,422 74,231	7/1/24-6/30/25 7/1/23-6/30/24	- (3,642)	79,318 3,642	(86,422) -	- -	- -	(7,104) (7,104)	- -	- -
National School Lunch Program National School Lunch Program Healthy Hunger-Free Kids Act Healthy Hunger-Free Kids Act Food Distribution Program (Noncash Assistance)	10.555 10.555 10.555 10.555 10.555	251NJ304N1099 241NJ304N1099 251NJ304N1099 241NJ304N1099 251NJ304N1099	100-010-3350-026 100-010-3350-026 100-010-3350-026 100-010-3350-026 Unavailable	318,529 275,837 9,948 8,322 61,328	7/1/24-6/30/25 7/1/23-6/30/24 7/1/24-6/30/25 7/1/23-6/30/25 7/1/24-6/30/25	- (12,939) 9,201 (409) -	295,020 12,939 9,201 409 61,328	(318,529) -	- -	- -	(23,509) -	- -	- -
Total Child Nutrition Cluster						(13,348)	378,897	(389,805)	-	-	(24,256)	-	-
Summer Electronic Benefit Transfer Program	10.646	251NJ304N803	100-010-3370-003	321	7/1/24-6/30/25	(16,990)	461,857	(476,227)	-	-	(31,360)	-	-
Total U.S. Department of Agriculture						-	321	(321)	-	-	-	-	-
U.S. Department of Education Passed Through New Jersey Department of Education: IDEA, Part B (Special Education Cluster) Basic Basic Preschool Preschool Total Special Education Cluster	84.027A 84.027A 84.173 84.173 84.010 84.010 84.367 84.367 84.365A 84.365A 84.424 84.424	H027A240100 H027A230100 H173A240114 H173A230114 S010A240030 S010A230030 S367A240028 S367A230028 S365A240030 S365A230030 S367A240029 S367A230029 S367A220029	100-034-5065-016 100-034-5065-016 100-034-5065-020 100-034-5065-020 100-034-5064-194 100-034-5064-194 100-034-5063-290 100-034-5063-290 100-034-5064-187 100-034-5064-187 100-034-5063-348 100-034-5063-348 100-034-5063-348	528,850 550,287 15,339 16,258 279,535 250,026 45,597 40,560 1,609 2,873 17,885 18,193 22,017	7/1/24-9/30/25 7/1/23-9/30/24 7/1/24-9/30/25 7/1/23-9/30/24 7/1/24-9/30/25 7/1/23-9/30/24 7/1/24-9/30/25 7/1/23-9/30/24 7/1/24-9/30/25 7/1/23-9/30/24 7/1/24-9/30/25 7/1/23-9/30/24 7/1/22-9/30/23	- (34,155) (34,155) -	352,385 83,884 436,269 15,062 (20) 2,009 17,071 -	(483,110) (49,729) (532,839) (15,063) (1,989) (17,072) (248,713) (248,713) (41,413) (41,413) (4,120) (4,120) (19,051) (19,051) (13,313) 20,813 2,916 37,042	- -	- -	(180,725) (180,725) (21) (21) (21) (248,713) (7,515) (256,228) (5,180) (5,180) (2,925) (2,925) (5,738) (5,738)	- -	- -
Education Stabilization Fund Cluster ARP ESSER III ARP ESSER III - Learning Acceleration ARP ESSER III - Mental Health ARP ESSER III - Evidence Based Learning ARP ESSER - Summer Learning NJ High Impact Tutoring Competitive	84.425U 84.425U 84.425U 84.425U 84.425U 84.425V	S425U210027 S425U210027 S425U210027 S425U210027 S425U210027 24E00812	100-034-5120-518 100-034-5120-518 100-034-5120-518 100-034-5120-518 100-034-5120-518 100-034-5120-527	2290,001 133,334 21,466 45,000 40,000 97,000	3/13/2020-9/30/24 3/13/2020-9/30/24 3/13/2020-9/30/24 3/13/2020-9/30/24 3/13/2020-9/30/24 10/1/23-8/31/24	(107,984) -	1,079,992 21,466 40,000 20,000 25,278 123,670	(972,008) (21,466) (17,187) (30,618) (24,880) (39,958)	- -	- -	(69) (69)	- -	- -
Total Education Stabilization Fund Cluster						(130,653)	123,670	(1106,117)	-	-	(69)	-	-
Total U.S. Department of Education						(440,846)	2,009,285	(1,969,325)	-	-	(400,886)	-	-
Total Expenditures of Federal Awards						\$ (457,836)	\$ 2,514,983	\$ (2,489,393)	\$ -	\$ -	\$ (432,246)	\$ -	\$ -

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

FLORENCE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

STATE GRANTOR/PROGRAM TITLE OR CLUSTER	GRANT OR PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	REPAYMENT OF PRIOR YEARS' BALANCES	ADJUSTMENT	MEMO			
										ACCOUNTS RECEIVABLE	BALANCE JUNE 30, 2025 UNEARNED REVENUE	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
New Jersey Department of Education General Fund	495-034-5120-078	\$ 9,631,078	7/1/24-6/30/25	\$ -	\$ 9,631,078	\$ (9,631,078)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (871,937)	\$ 9,631,078
	495-034-5120-084	448,731	7/1/24-6/30/25	-	448,731	(448,731)	-	-	-	-	-	(40,719)	448,731
	495-034-5120-089	1,808,991	7/1/24-6/30/25	-	-	(1,808,991)	-	-	-	-	-	(63,779)	1,808,991
	Total State Aid Public				11,889,800	(11,889,800)	-	-	-	-	-	(1,076,427)	11,889,800
	495-034-5120-014	485,346	7/1/24-6/30/25	-	485,346	(485,346)	-	-	-	-	-	(43,940)	485,346
	495-034-5120-015	45,766	7/1/24-6/30/25	-	45,766	(45,766)	-	-	-	-	-	-	45,766
	495-034-5120-014	44,590	7/1/23-6/30/24	(44,590)	44,590	-	-	-	-	(45,766)	-	-	-
	495-034-5120-044	680,860	7/1/24-6/30/25	-	-	(680,860)	-	-	-	(680,860)	-	-	680,860
	495-034-5120-044	277,121	7/1/23-6/30/24	(277,121)	277,121	-	-	-	-	-	-	-	-
	495-034-5120-005	23,030	7/1/24-6/30/25	-	23,030	(23,030)	-	-	-	(23,030)	-	-	23,030
New Jersey Department of Education Non-Cash Assistance	495-034-5120-005	25,251	7/1/24-6/30/25	-	25,251	-	-	-	-	-	-	-	-
	Unavailable	3,087	7/1/24-6/30/25	-	-	(3,087)	-	-	-	-	-	(3,087)	3,087
	495-034-5094-003	1,011,660	7/1/24-6/30/25	-	982,275	(1,011,660)	-	-	-	-	-	-	1,011,660
	Reimbursed TPAF Social Security Contributions	978,985	7/1/23-6/30/24	(47,650)	47,650	-	-	-	-	(48,409)	-	-	-
	495-034-5094-003												
	495-034-5094-001	1,252,140	7/1/24-6/30/25	-	1,252,140	(1,252,140)	-	-	-	-	-	-	1,252,140
	TPAF - Pension												
	495-034-5094-002	4,285,205	7/1/24-6/30/25	-	4,285,205	(4,285,205)	-	-	-	-	-	-	4,285,205
	TPAF - Long-Term Disability												
	495-034-5094-004	1,867	7/1/24-6/30/25	-	1,867	(1,867)	-	-	-	-	-	-	1,867
New Jersey Department of Education Non-Public Aid	495-034-5120-067	7,803	7/1/24-6/30/25	-	7,803	(6,935)	-	-	-	-	-	-	6,935
	100-034-5120-067	12,587	7/1/23-6/30/24	2,428	-	-	-	(2,428)	-	-	-	-	-
	Total Auxiliary Services Aid Cluster			2,428	7,803	(6,935)	-	(2,428)	-	-	-	-	6,935
	Handicapped Services Cluster (Ch. 193):												
	100-034-5120-066	6,608	7/1/24-6/30/25	-	6,608	(1)	-	-	-	-	-	-	1
	Supplemental Instruction	5,782	7/1/23-6/30/24	63	-	(7,398)	-	(63)	-	-	-	-	7,398
	100-034-5120-066	7,398	7/1/24-6/30/25	-	7,398	-	-	-	-	-	-	-	-
	Examination & Classification	3,891	7/1/23-6/30/24	2,128	-	-	-	(2,128)	-	-	-	-	-
	100-034-5120-066	5,580	7/1/24-6/30/25	-	5,580	(930)	-	-	-	-	-	-	930
	Corrective Speech	3,720	7/1/23-6/30/24	-	-	-	-	-	-	-	-	-	-
New Jersey Department of Education Enterprise Fund	100-034-5120-066	32,637	7/1/24-6/30/22	2,191	19,586	(8,329)	-	(2,191)	-	-	-	-	8,329
	Total Handicapped Services Cluster												
	Textbook Aid	11,097	7/1/24-6/30/25	-	11,097	(11,097)	-	-	-	-	-	-	11,097
	Textbook Aid	14	7/1/23-6/30/24	-	-	-	-	-	-	-	-	-	-
	100-034-5120-064	29,380	7/1/24-6/30/25	-	29,380	(23,504)	-	-	-	-	-	-	23,504
	Nursing Services	10,633	7/1/24-6/30/25	-	10,633	(10,633)	-	-	-	-	-	-	10,633
	Technology Initiative	10,731	7/1/23-6/30/24	461	-	-	-	(461)	-	-	-	-	-
	100-034-5120-073	46,330	7/1/24-6/30/25	-	46,330	(46,300)	-	-	-	-	-	-	46,300
	Security Aid	45,945	7/1/23-6/30/24	30,626	-	-	-	(30,626)	-	-	-	-	-
	SDA Emergent Needs	32,637	7/1/21-6/30/22	(32,695)	-	-	-	-	32,695	-	-	-	-
Total Special Revenue Fund			282,731	14,677,629	(1,448,558)	-	(35,720)	32,695	-	280,746	(134,280)	1,448,558	
New Jersey Department of Agriculture Enterprise Fund	495-010-3350-001	11,960	7/1/24-6/30/25	-	11,070	(11,960)	-	-	-	(890)	-	-	11,960
	State School Lunch Program	11,953	7/1/23-6/30/24	(576)	576	-	-	-	-	-	-	-	-
	495-010-3350-001	1,372	7/1/24-6/30/25	-	1,250	(1,372)	-	-	-	(122)	-	-	1,372
	State School Breakfast Program	1,346	7/1/23-6/30/24	(72)	72	-	-	-	-	-	-	-	-
	495-010-3350-002	10,975	7/1/24-6/30/25	-	10,013	(10,975)	-	-	-	(862)	-	-	10,975
	Working Class Families State Supplement Lunch	1,904	7/1/24-6/30/25	(116)	1,705	(1,904)	-	-	-	-	-	-	-
	495-010-3350-006	759	7/1/24-6/30/25	(82)	82	-	-	-	-	(189)	-	-	1,904
	Working Class Families State Supplement Breakfast	321	7/1/23-6/30/24	-	321	(321)	-	-	-	-	-	-	-
	Summer Electronic Benefit Transfer Program												
	Total Enterprise Fund			(846)	25,205	(26,532)	-	-	-	(2,173)	-	-	26,532
Total State Financial Assistance													
Less: State Financial Assistance Programs not subject to Calculation for Major Program Determination:													
TPAF - Post Retirement													
Medical (Noncash Assistance)													
TPAF - Pension													
Contributions (Noncash Assistance)													
TPAF - Long-Term Disability													
Insurance (Noncash Assistance)													
Total State Financial Assistance subject to Calculation for Major Program Determination													
\$ (112,727) \$ 20,764,079 \$ (21,153,871) \$ 32,695 \$ (35,720) \$ 280,746 \$ 18,031 \$ (1,254,647) \$ 21,153,871													

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

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

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

The School District did not elect the 15-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

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

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

Note 3. Relationship to Basic Financial Statements

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(2,581) for the general fund and \$(217,046) for the Special Revenue Fund. See Exhibit C-3 of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 43,520	\$ 19,676,200	\$ 19,719,720
Special Revenue Fund	1,933,193	1,267,644	3,200,837
Food Service Fund	476,548	26,532	503,080
Total Awards & Financial Assistance	<u>\$ 2,453,261</u>	<u>\$ 20,970,376</u>	<u>\$ 23,423,637</u>

Note 4. Relationship to Federal and State Financial Reports

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

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

Note 5. Federal and State Loans Outstanding

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

Note 6. Grant Receivable Adjustment

The Schedule of Expenditures of State Financial Assistance required an adjustment during the fiscal year to cancel an uncollectible balance for the SDA Emergent Needs grant in the amount of \$32,637.

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

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

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

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

Noncompliance material to financial statements noted? X yes no

Federal Awards

Internal control over major programs:

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

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

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

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

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.425D, 84.425U, 84.425W, 84.425V	S425D210027, S425U210027, S425W210027, 24E00195	COVID-19 Education Stabilization Fund

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

Auditee qualified as low-risk auditee? X yes no

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

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

State Financial Assistance

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

Auditee qualified as low-risk auditee? X yes no

Internal control over major programs:

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

2) Significant deficiency(ies) identified? yes X no

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

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

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

<u>495-034-5120-078</u>	<u>State Aid - Public:</u>
<u>495-034-5120-084</u>	<u>Equalization Aid</u>
<u>495-034-5120-089</u>	<u>Categorical Security Aid</u>
<u>495-034-5120-086</u>	<u>Categorical Special Education Aid</u>
<u> </u>	<u> </u>
<u> </u>	<u>Preschool Education Aid</u>
<u> </u>	<u> </u>

**FLORENCE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Section II – Financial Statement Findings

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

Finding 2025-001

Criteria or specific requirement:

N.J.A.C. 6A:23A-16.10 requires School District's to implement controls over budgeted revenues and appropriations.

Condition:

The School District ended the fiscal year with a deficit unassigned fund balance in the General Fund.

Context:

The School District did not properly account for the June 2025 medical, dental and prescription bill. An audit adjustment was needed to record the expense which in turn caused a deficit unassigned fund balance in the General Fund.

Effect:

The General Fund ended the year with an unassigned fund balance of \$(256,875), which is a violation of N.J.A.C. 6A:23A-16.10.

Cause:

Lack of management oversight and financial resources.

Recommendation:

That the School District implement a plan to fund the General Fund deficit.

View of responsible officials and planned corrected actions:

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

**FLORENCE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Section III – Federal Awards & State Financial Assistance Findings & Questioned Costs

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

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

Finding 2025-002

State Program

State Aid Public

Equalization Aid (495-034-5120-078)

Security Aid (495-034-5120-084)

Special Education Categorical Aid (495-034-5120-089)

Criteria or specific requirement:

N.J.A.C. 6A:23A-16.10 requires School District's to implement controls over budgeted revenues and appropriations.

Condition:

The School District over-expended budget line 11-1XX-100-270 (Health Benefits) at fiscal year end June 30, 2025. The over-expenditure was a result of an audit adjustment that was necessary to account for the June 2025 benefits payment.

Questioned Costs

None

**FLORENCE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Section II – Financial Statement Findings (continued)

Finding 2025-002 (continued)

Context:

The School District did not properly account for the June 2025 medical, dental and prescription bill.

Effect:

Budget line 11-1XX-100-270 was over-expended, which is a violation of N.J.A.C. 6A:23A-16.10.

Cause:

Lack of management oversight and financial resources.

Recommendation:

That the School District implement controls to ensure no appropriation line is over expended.

View of responsible officials and planned corrected actions:

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

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

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

Financial Statement Findings – N/A

Federal Awards – N/A

State Financial Assistance – N/A