SCHOOL DISTRICT
OF THE
BOROUGH OF LINCOLN PARK

Borough of Lincoln Park School District
Lincoln Park, New Jersey

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

Annual Comprehensive Financial Report

of the

Borough of Lincoln Park School District

Borough of Lincoln Park, New Jersey

For the Fiscal Year Ended June 30, 2025

Prepared by

Borough of Lincoln Park School District
Board of Education

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INTRODUCTORY SECTION
(UNAUDITED)

Lincoln Park Public Schools

Preparing Tomorrow's Leaders at Lincoln Park Schools Today

Robert Mooney
Interim Superintendent of Schools

Robert Brown
Interim Business Administrator/Board Secretary

November 21, 2025

The Honorable President and
Members of the Board of Education
Lincoln Park Borough School District
County of Morris, New Jersey

Dear Board Members:

The Annual Comprehensive Financial Report of the Lincoln Park Borough School District (the "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 Lincoln Park Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the management's discussion and analysis, the basic financial statements and schedules, as well as the independent auditors' report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi- year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principals, 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*. Information related to this single audit, including the auditors' reports on internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: The Lincoln Park Borough School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The Lincoln Park Borough School District and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels pre-kindergarten through grade eight. These include regular, as well as special education for handicapped youngsters. The District completed the 2024-2025 fiscal year with an enrollment of 879 students at LPES and the LPMS.

2) ECONOMIC CONDITION AND OUTLOOK: The community of the Lincoln Park Borough School District continues to experience moderate growth.

Long Term Financial Planning: New Jersey law limits the increase in NJ districts' tax levies to 2% annually with some increases typically related to soaring health benefits costs.

3) MAJOR INITIATIVES:

Instruction:

District Goal number #1 Dealt with the implementation of the new state standards in Language Arts and mathematics. Starting in September 2024, the staff was busy implementing the new New Jersey Department of Education standards for language arts literacy and preparing for the implementation of the new standards for mathematics starting September 2025. In order to achieve the goal, professional time was set aside throughout the school year for staff to participate in webinars and related activities focusing on the new State Standards. Additionally, there was an emphasis on careful screening of students' academic, social and behavioral success through the Districts Multi-Tiered System of Supports.

Special Services:

The District's second goal dealt with special education program enhancements. Through a preliminary study of the number of students assigned to out of district schools, it has become abundantly clear that changes were needed relative to our in District special education offerings. In order to maximize the number of IEP students educated in our schools, the District needed to overhaul and financially support all of our in-District special education programs and enhance staff training on critical areas such as Orton Gillingham and Handle With Care (restraint training). Equally important, full-time paraprofessionals were needed to be hired in order to maximize the number of students being served in the District. Also, the District needed to allocate space and order requisite equipment and devices to enhance the special education offerings in both buildings. All of these activities and objectives were met during the 2024-2025 school year.

Technology:

Major network improvements were included in the referendum project for the new classrooms in the Elementary School as well as the entire wing adjacent to the main office in the Middle School. In the Elementary School, the updates included telephone access, switches, fiber wiring and connectivity to the existing intercom system for the new classrooms. In the Middle School, the infrastructure has been improved significantly in the front segment of the building. Additionally, during the 2024-2025 school year, the District purchased 10 new Promethean Boards to replace aging Smart Boards as well as new Chromebooks first grade in the Elementary School and fifth grade in the Middle School.

Ongoing School Improvement initiatives included:

- The District strives to maintain class sizes of no more than 20 children in each primary grade (K - 2) and 25 students in grade 3 through 8. With the tight budget and ongoing efforts to be fiscally conservative, this initiative may not be met in all grades; however, the District persists in its effort to achieve this goal.
- The District continues to explore all possibilities for universal preschool instruction in Lincoln Park through the state's Preschool Expansion Aid Program. During the 2024-2025 school year a quality grant was submitted for the PEA funding but unfortunately our submission was not approved due to relatively strong socioeconomic conditions in the Borough.

- Two years ago, the District upgraded the Blackboard communication system which made communications with parents and staff via email text and voicemail more efficient than ever before. The District has also expanded the use of social media as a school communication tool and these practices will continue as the District looks to improve its website design.
- Improving School climate for students, parents and staff has been and will continue to be a focal point for the Lincoln Park Public Schools. After administering the school climate survey in the Spring, we will be analyzing the data to identify areas for improvement and enhancement.

The Lincoln Park School District provides excellence in education while maintaining fiscal responsibility.

Professional Staff:
Lincoln Park School District's professional staff includes one interim superintendent of schools, one interim business administrator, one interim director of special services, two principals, approximately 85 certified staff members, six paraprofessionals and 35 instructional aides, two school counselors, two school nurses, five child study team members and four other certified staff.

Teachers regularly engage in professional development activities that include workshops/conferences, in-house workshops, articulation meetings, professional visitations and graduate level courses focusing toward advanced degrees both online and through area universities or colleges. Teachers continue to serve as leaders in curriculum development throughout the District and across disciplines.

During the 2024-25 school year, staff members participated in Orton Gillingham (language arts literacy) training for elementary school and special education teachers. Paraprofessionals, instructional aides, and certain special education teachers also participated in a special program designed to remediate student behaviors titled at Handle with Care. All staff members participated in our Vector professional development training in areas required by the State of New Jersey.

Facilities:
The maintenance/custodial staff currently consists of one supervisor of buildings and grounds, two head custodians and 3 full-time custodians and one part-time custodian. The roofing project at both schools as well as a boiler project at the middle school were completed. The remediation of asbestos floor tiles in the elementary school was completed in the summer of 2024. With all the referendum related work completed toward the end of the summer of 2025, the custodial staff did an outstanding job getting the schools ready for the opening of school in September.

Referendum:
The roofing project at both schools as well as a boiler replacement project at the Middle School were completed by the summer of 2024. The tables, chairs and wall casements were ordered, delivered and installed during the 2024-2025 school year. Seventy new unit ventilators with condensers for air conditioning were installed in the schools by the end of summer 2025. The Middle School office renovation is complete with the exception of some technology wiring and equipment updates. The security vestibule and lobby upgrade has also been completed. The four new classrooms at the Lincoln Park Elementary School have been completed with the exception of some required technology upgrades.

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

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

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

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved a vote of the Board of Education. Annual appropriated budgets are adopted for the general fund, special revenue fund and the debt service fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

6) ACCOUNTING SYSTEM AND REPORTS**:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements", Note 1.

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

8) RISK MANAGEMENT: The Board carries various forms of insurance, including, but not limited to, general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. The Board oversees risk management for the District. A schedule of insurance coverage can be found on schedule J-20.

The District is a member of the Pooled Insurance Program of New Jersey (the “Fund”) and the New Jersey Schools Insurance Group (“NJSIG”). The Fund and NJSIG are both a public entity risk management pool. Additional information on the Fund and NJSIG is included in the “Notes to the Basic Financial Statements”, in Note 12.

9) OTHER INFORMATION:

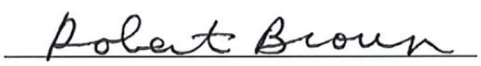
Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board's finance committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards,* and New Jersey’s OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. The independent auditors’ report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

10) ACKNOWLEDGMENTS:

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

Respectfully submitted,

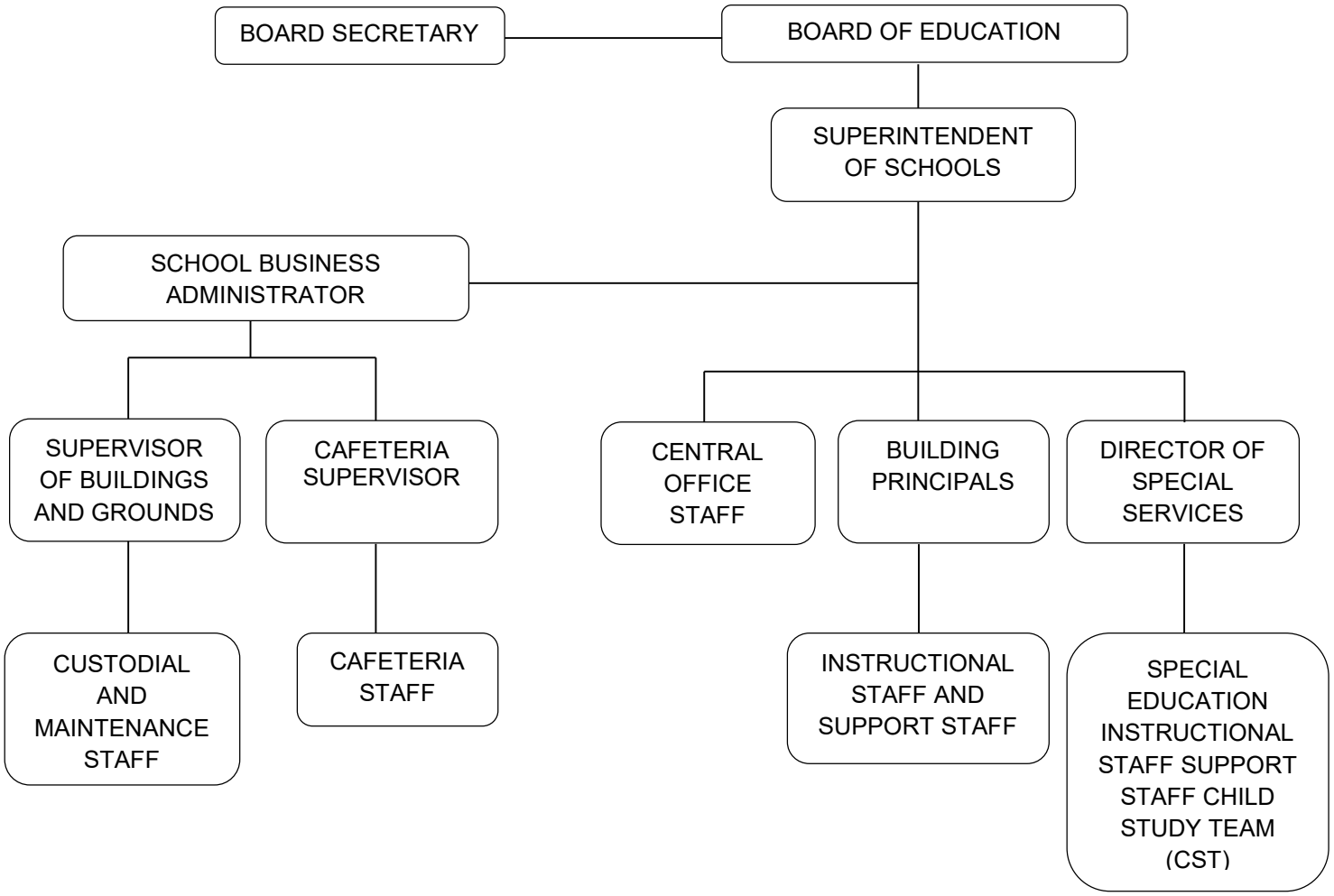




Robert Mooney
Interim Superintendent

Robert Brown
Interim Business Administrator/Board Secretary

LINCOLN PARK BOROUGH SCHOOL DISTRICT
ORGANIZATIONAL CHART



LINCOLN PARK BOROUGH SCHOOL DISTRICT
ROSTER OF OFFICIALS
JUNE 30, 2025

Members of the Board of Education	Term	Term Expires
Jennifer Aiello - Board President	3 Years	2026
Mark Halupka -Vice President	3 Years	2025
Lisa Focaccia	3 Years	2027
Andrew Portas	3 Years	2027
Patrick English	3 Years	2025
Steve Sentowski	3 Years	2025
Dr. Michael Portas	1 Year	2025

Other Officers

Michael Meyer, Superintendent (to 7/19/24)
Robert Mooney, Interim Superintendent (from 7/22/24)
Debra Andreniuk, CPA, SFO, Business Administrator (4/22/24-9/16/24)
Dr. Victor J. Anaya, CPA, SFO, Interim Business Administrator (9/17/24-1/31/25)
Robert Brown, CPA, RSBA, Interim Business Administrator (from 2/1/25)
Kelly Murphy, Treasurer of School Moneys
Nathanya Simon, Board Counsel

LINCOLN PARK BOROUGH SCHOOL DISTRICT
Consultants and Advisors

Attorney

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Schwartz, Simon, Edelstein and Celso, LLC
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Bond Counsel
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Wilents, Goldman & Spitzer, P.A
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Woodbridge, New Jersey 07095

Audit Firm

Nisivoccia LLP
Mount Arlington Corporate Center
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Mount Arlington, New Jersey 07856-1320

Official Depositories

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Wayne, NJ 07470

New Jersey Asset & Rebate Management Program
PO Box 11813
Harrisburg, PA 17108-1813

FINANCIAL SECTION

NISIVOCCIA
ASSURANCE · TAX · ADVISORY

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Newton, NJ
Bridgewater, NJ

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nisivoccia.com

Independent Member
BKR International

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Lincoln Park Borough School District
County of Morris, New Jersey

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

November 21, 2025
Mount Arlington, New Jersey

Nisivoccia LLP
NISIVOCCIA LLP

John J. Mooney
Licensed Public School Accountant #2602
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

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

Overview of the Financial Statements

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

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

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

Table 1 shows how the various parts of this annual report are arranged and relate to one another.

Table 1
Organization of Lincoln Park Borough's Financial Report

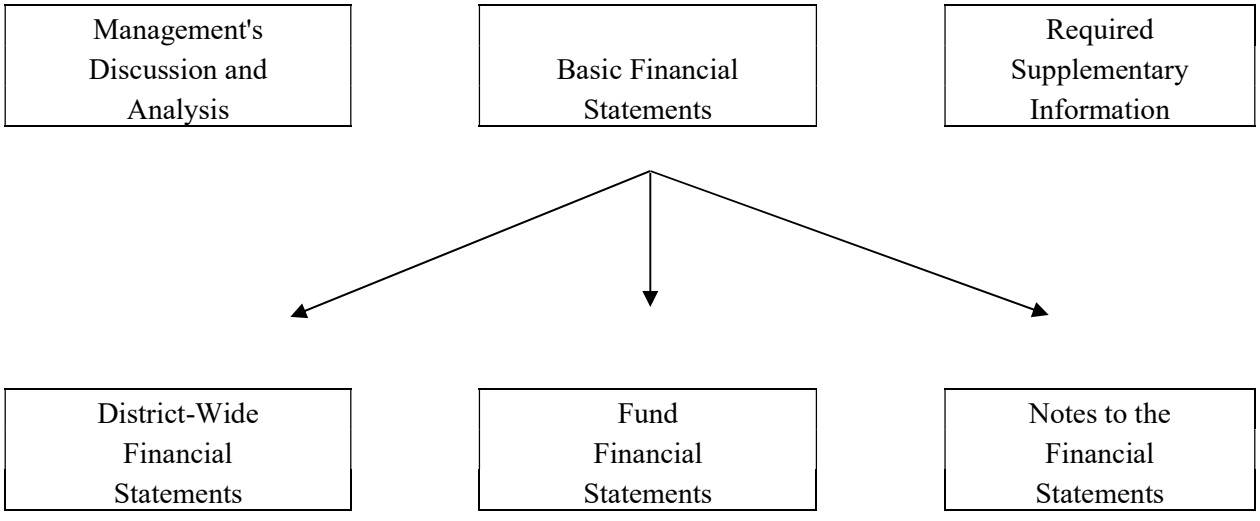


Table 2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents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

Table 2

Major Features of the District-Wide and Fund Financial Statements

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

District-wide Statements

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

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

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.

- To assess the District's overall health, you need to consider additional nonfinancial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

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

- *Governmental activities*: Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes and state formula aid finance most of these activities.

- *Business-type activities*: The District charges fees to help it cover the costs of certain services it provides. The District's food service is included here.

Fund Financial Statements

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

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

The District has two kinds of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.

- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. *Internal service funds* (the other kind of proprietary fund) report activities that provide supplies and services for its other programs and activities. The District does not utilize internal service funds.

Notes to the basic financial statements:

The notes provide information essential to a full understanding of the data provided in the District-wide and fund financial statements. The notes to the basic financial statements can be found immediately following the fund financial statements.

Financial Analysis of the District as a Whole

Net Position. The District's combined net position increased by $166,005. Net position from governmental activities increased by $184,296 and net position from business-type activities decreased by $18,291. Net investment in capital assets decreased by $80,079, restricted net position decreased by $348,329, and unrestricted net position increased by $594,413.

Table 3

Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total School District		%
	2023/24	2024/25	2023/24	2024/25	2023/24	2024/25	Change
Current and Other Assets	$ 10,674,648	$7,973,879	$ 311,077	$313,693	$ 10,985,725	$ 8,287,572	
Capital Assets, Net	8,016,052	10,055,176	72,241	58,506	8,088,293	10,113,682	
Total Assets	18,690,700	18,029,055	383,318	372,199	19,074,018	18,401,254	-3.53%
Deferred Outflows of Resources	217,068	166,786			217,068	166,786	-23.16%
Other Liabilities	750,166	356,571	33,357	40,529	783,523	397,100	
Long-term Liabilities	11,987,200	11,864,924			11,987,200	11,864,924	
Total Liabilities	12,737,366	12,221,495	33,357	40,529	12,770,723	12,262,024	-3.98%
Deferred Inflows of Resources	671,618	291,266			671,618	291,266	-56.63%
Net Investment in Capital Assets	5,974,508	5,908,164	72,241	58,506	6,046,749	5,966,670	
Restricted	1,846,657	1,498,328			1,846,657	1,498,328	
Unrestricted/(Deficit)	(2,322,381)	(1,723,412)	277,720	273,164	(2,044,661)	(1,450,248)	
Total Net Position	$ 5,498,784	$ 5,683,080	$ 349,961	$ 331,670	$ 5,848,745	$ 6,014,750	2.84%

Changes in Net Position. The District's *combined* net position was $6,014,750 on June 30, 2025, an increase of $166,005 or 2.84% over the previous year (see Table 3). Net position in the Governmental Activities increased due primarily to changes in net pension liability and related deferred outflows and inflows, capital assets additions, and a decrease in the compensated absences liability. An explanation for the change in Net Position for Business-Type Activities is included later in this section of the report.

Table 4
Changes in Net Position from Operating Results

	Governmental Activities		Business-Type Actvities		Total School District		%
	2023/24	2024/25	2023/24	2024/25	2023/24	2024/25	Change
Revenue:							
Program Revenue:							
Charges for Services	$ 451,762	$ 224,342	$ 311,928	$ 295,482	$ 763,690	$ 519,824	
Operating Grants and Contributions	5,321,516	4,659,215	167,564	184,480	5,489,080	4,843,695	
General Revenue:							
Property Taxes	22,594,976	22,561,453			22,594,976	22,561,453	
Unrestricted State and Federal Aid	470,403	468,333			470,403	468,333	
Other	997,946	889,515	15,084	16,134	1,013,030	905,649	
Total Revenue	29,836,603	28,802,858	494,576	496,096	30,331,179	29,298,954	-3.40%
Expenses:							
Instruction	12,873,577	10,080,038			12,873,577	10,080,038	
Pupil and Instruction Services	10,995,553	11,754,351			10,995,553	11,754,351	
Administrative and Business	1,777,769	2,124,019			1,777,769	2,124,019	
Maintenance and Operations	1,407,939	1,595,882			1,407,939	1,595,882	
Transportation	2,591,049	2,290,685			2,591,049	2,290,685	
Other	404,039	773,587	426,962	514,387	831,001	1,287,974	
Total Expenses	30,049,926	28,618,562	426,962	514,387	30,476,888	29,132,949	-4.41%
Increase/(Decrease) in Net Position	$ (213,323)	$ 184,296	$ 67,614	$ (18,291)	$ (145,709)	$ 166,005	213.93%

Governmental Activities

The financial position of the District increased by year end. However, maintaining existing instructional programs for an increasing student enrollment while providing a multitude of special education programs and services for disabled students placed great demands on District resources. Steps to reduce expenses that do not affect the quality of the educational program have generated some savings, but these have not been sufficient enough to offset rising costs of transportation, insurance premiums, special education program costs and utility expenses.

Among the many significant cost savings actions implemented and/or continued during the year were:

- An agreement with the Borough of Lincoln Park to provide lawn mowing and snow removal services
- Participation in Cooperative Purchasing agreements
- Transportation through the Morris County Educational Services Commission
- Participation in the ACES consortium for the bulk purchase of natural gas and electric generation
- Participation in the Morris County Educational Technology Training Center for professional development in technology

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

The net cost shows the financial burden placed on the District's taxpayers by each of these functions:

Table 5
Net Cost of Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2023/24	2024/25	2023/24	2024/25
Instruction	$ 12,873,577	$ 10,080,038	$ 8,835,948	$ 6,623,713
Pupil and Instruction Services	10,995,553	11,754,351	10,115,913	11,119,990
Administrative and Business	1,777,769	2,124,019	1,580,747	2,009,077
Maintenance and Operations	1,407,939	1,595,882	1,407,939	1,595,882
Transportation	2,591,049	2,290,685	1,932,062	1,612,756
Other	404,039	773,587	404,039	773,587
	$ 30,049,926	$ 28,618,562	$ 24,276,648	$ 23,735,005

Business-Type Activities

Net position from the District's business-type activity decreased by $18,291 (refer to Table 4). Factors contributing to these results included an increase in Food Service Fund expenses.

Financial Analysis of the District's Funds

The District's financial position decreased overall on a fund basis primarily due to the decrease in unexpended appropriations. The District continues to provide and enhance educational programs for its students while trying to balance increased fixed costs. Although out of district special education placement costs continue to increase, initiatives to provide for additional services to maintain students in district continue to be an important priority for the District.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget several times. These budget amendments are due to changes made within budgetary line items for school-based needs for programs, supplies and equipment.

Table 6
Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total School District		Percentage
	2023/24	2024/25	2023/24	2024/25	2023/24	2024/25	Change
Land	$ 719,980	$ 719,980			$ 719,980	$ 719,980	
Construction in Progress	2,377,544	4,791,069			2,377,544	4,791,069	
Site Improvements	481,532	448,074			481,532	448,074	
Buildings and Building Improvements	3,882,446	3,530,683			3,882,446	3,530,683	
Furniture, Machinery and Equipment	554,550	565,370	$ 72,241	$ 58,506	626,791	623,876	
	$ 8,016,052	$ 10,055,176	$ 72,241	$ 58,506	$ 8,088,293	$ 10,113,682	25.04%

During the fiscal year, the District acquired or constructed $2,507,243 in capital asset additions, all of which is from its governmental activities for various capital projects; offset by $481,854 in current year depreciation ($468,119 from its governmental activities and $13,735 from its business-type activities).

Long-term Liabilities

Table 7
Outstanding Long-Term Liabilities

	Total School District		Total Percentage Change
	2023/24	2024/25	
General Obligation Bonds (Financed with Property Taxes)	$ 9,875,000	$ 9,490,000	
Net Pension Liability	1,735,770	1,609,331	
Other Long-Term Liabilities	376,430	765,593	
	$ 11,987,200	$ 11,864,924	-1.02%

- The District continued to pay down its bonded debt, retiring $385,000 of outstanding bonds.
- Compensated absences payable decreased by a net amount of $67,124.
- Net pension liability decreased by $126,439.
- The District entered into a $106,880 financed purchase agreement in the current fiscal year and paid down $29,937 in financed purchases principal.
- The District accrued a $379,344 estimated liability for arbitrage rebate related to the 2022 serial bonds.

Factors Bearing on the District's Future Revenue/Expense Changes

As the District begins budget development for the 2026-2027 school year, the challenges are maintaining the level of support the students and staff deserve while struggling with the rising costs of transportation, healthcare and tuition. Budgetary constraints realized in the 2023-2024 budget have continued to negatively impact the 2024-2025 and 2025-2026 budgets, and to a lesser degree, will continue to negatively impact the 2026-2027 budget. The District cut the budget in the 2024-2025 school year and continued a similar pattern of fiscal constraint for the 2025-2026 school year, and the expectation is that the budget will continue to create some challenges for the 2026-2027 school year. These ongoing challenges will essentially keep the overall budget for the 2026-2027 school year similar to the previous funding cycle. These fiscal challenges will continue for the foreseeable future until the State of New Jersey raises the percentage for local tax levy increases. The District is slowly and steadily working to return staff positions and programs that were eliminated during the previous budget years.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Robert Brown, Interim Business Administrator/Board Secretary at the Lincoln Park Board of Education, 92 Ryerson Road, Lincoln Park, New Jersey 07035.

Please visit our website at www.lincolnparkboe.org.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

LINCOLN PARK BOROUGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Cash Equivalents	$ 6,586,650	$ 325,290	$ 6,911,940
Receivables from State Government	424,015	738	424,753
Receivables from Federal Government	25,721	10,564	36,285
Other Accounts Receivables	41,651		41,651
Internal Balances	32,992	(32,992)	
Inventory		10,093	10,093
Restricted Cash and Cash Equivalents	862,850		862,850
Capital Assets:			
Sites (Land) and Construction in Progress	5,511,049		5,511,049
Depreciable Site Improvements, Buildings and Building Improvements and Furniture, Machinery and Equipment	4,544,127	58,506	4,602,633
Total Assets	18,029,055	372,199	18,401,254
DEFERRED OUTFLOWS OF RESOURCES			
District Contribution Subsequent to Measurement Date - Pension	132,549		132,549
Deferred Outflows Related to Pensions	34,237		34,237
Total Deferred Outflows of Resources	166,786		166,786
LIABILITIES			
Current Liabilities:			
Accounts Payable	163,446	17,124	180,570
Unearned Revenue	28,492	23,405	51,897
Accrued Interest Payable	164,633		164,633
Non-Current Liabilities:			
Due Within One Year	418,666		418,666
Due Beyond One Year	11,446,258		11,446,258
Total Liabilities	12,221,495	40,529	12,262,024
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	291,266		291,266
Total Deferred Inflows of Resources	291,266		291,266
NET POSITION			
Net Investment in Capital Assets	5,908,164	58,506	5,966,670
Restricted for:			
Capital Projects	567,356		567,356
Maintenance Reserve	153,094		153,094
Unemployment Compensation	18,284		18,284
Excess Surplus	139,327		139,327
Student Activities	124,116		124,116
Debt Service	496,151		496,151
Unrestricted/(Deficit)	(1,723,412)	273,164	(1,450,248)
Total Net Position	$ 5,683,080	$ 331,670	$ 6,014,750

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

LINCOLN PARK BOROUGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FISCAL YEAR ENDING JUNE 30, 2025

Functions/Programs	Expenses	Program Revenue		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:						
Instruction:						
Regular	$ 6,453,356	$ 73,980	$ 1,169,215	$ (5,210,161)		$ (5,210,161)
Special Education	3,023,606		2,136,416	(887,190)		(887,190)
Other Special Instruction	396,713		76,714	(319,999)		(319,999)
Other Instruction	206,363			(206,363)		(206,363)
Support services:						
Tuition	8,968,777		275,295	(8,693,482)		(8,693,482)
Student & Instruction Related Services	2,785,574	150,362	208,704	(2,426,508)		(2,426,508)
General Administrative Services	787,989		27,500	(760,489)		(760,489)
School Administrative Services	680,864		72,042	(608,822)		(608,822)
Central Services	628,255		15,400	(612,855)		(612,855)
Administration Information Technology	26,911			(26,911)		(26,911)
Plant Operations and Maintenance	1,595,882			(1,595,882)		(1,595,882)
Pupil Transportation	2,290,685		677,929	(1,612,756)		(1,612,756)
Transfer of Funds to Charter School	34,481			(34,481)		(34,481)
Interest on Long-Term Debt	739,106			(739,106)		(739,106)
Total Governmental Activities	28,618,562	224,342	4,659,215	(23,735,005)		(23,735,005)
Business-Type Activities:						
Food Service	514,387	295,482	184,480		$ (34,425)	(34,425)
Total Business-Type Activities	514,387	295,482	184,480		(34,425)	(34,425)
Total Primary Government	$ 29,132,949	$ 519,824	$ 4,843,695	(23,735,005)	(34,425)	(23,769,430)

LINCOLN PARK BOROUGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FISCAL YEAR ENDING JUNE 30, 2025

		Program Revenue		Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
General Revenue:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				$ 22,379,869		$ 22,379,869
Taxes Levied for Debt Service				181,584		181,584
Unrestricted Federal and State Aid				468,333		468,333
Interest Earnings				486,115	$ 16,134	502,249
Miscellaneous Income				403,400		403,400
Total General Revenue				23,919,301	16,134	23,935,435
Change in Net Position				184,296	(18,291)	166,005
Net Position - Beginning				5,498,784	349,961	5,848,745
Net Position - Ending				$ 5,683,080	$ 331,670	$ 6,014,750

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

FUND FINANCIAL STATEMENTS

LINCOLN PARK BOROUGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	$ 168,981	$ 6,175	$ 6,411,494		$ 6,586,650
Receivables From State Government	424,015				424,015
Receivable From Federal Government		25,721			25,721
Other Receivable	36,820	4,831			41,651
Interfund Receivable	147,461			$ 496,151	643,612
Restricted Cash and Cash Equivalents	738,734	124,116			862,850
Total Assets	$ 1,516,011	$ 160,843	$ 6,411,494	$ 496,151	$ 8,584,499
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ 21,063	$ 8,235	$ 1,599		$ 30,897
Interfund Payable			610,620		610,620
Unearned Revenue		28,492			28,492
Total Liabilities	21,063	36,727	612,219		670,009
Fund Balances:					
Restricted:					
Capital Reserve Account	567,356				567,356
Maintenance Reserve Account	153,094				153,094
Unemployment Compensation	18,284				18,284
Excess Surplus 2026-2027	139,327				139,327
Student Activities		124,116			124,116
Debt Service				$ 496,151	496,151
Capital Projects			5,419,931		5,419,931
Assigned:					
Capital Projects			379,344		379,344
Year-end Encumbrances	130,164				130,164
Unassigned	486,723				486,723
Total Fund Balances	1,494,948	124,116	5,799,275	496,151	7,914,490
Total Liabilities and Fund Balances	$ 1,516,011	$ 160,843	$ 6,411,494	$ 496,151	

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.	10,055,176
Interest on Long-Term Debt is not accrued in Governmental Funds, but rather is recognized as an expenditure when due.	(164,633)
Long-Term Liabilities, including the Net Pension Liability. Bonds Payable, Compensated Absences Payable, Financed Purchases Payable, and Arbitrage Rebate Liability are not due and payable in the current period and therefore are not reported as liabilities in the Funds.	(11,864,924)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds	(257,029)
Net Position of Governmental Activities	$ 5,683,080

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

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUE:					
Local Sources:					
Local Tax Levy	$ 22,379,869			$ 181,584	$ 22,561,453
Tuition from Individuals	73,980				73,980
Rents and Royalties	335,318				335,318
Unrestricted Miscellaneous Revenues	160,203	$ 1,285	$ 379,344		540,832
Restricted Miscellaneous Revenue	14,650	150,362			165,012
Total - Local Sources	22,964,020	151,647	379,344	181,584	23,676,595
State Sources	6,937,951	47,487		192,006	7,177,444
Federal Sources	15,548	398,243			413,791
Total Revenue	29,917,519	597,377	379,344	373,590	31,267,830
EXPENDITURES:					
Current:					
Regular Instruction	5,178,095	79,940			5,258,035
Special Education Instruction	2,070,916				2,070,916
Other Special Instruction	314,820				314,820
Other Instruction	115,843				115,843
Support Services and Undistributed Costs:					
Tuition	8,693,482	275,295			8,968,777
Student & Instruction Related Services	1,685,032	207,100			1,892,132
General Administrative Services	539,795				539,795
School Administrative Services	450,930				450,930
Central Services	373,603				373,603
Administrative Information Technology	26,911				26,911
Plant Operations and Maintenance	1,127,756				1,127,756
Pupil Transportation	2,210,830				2,210,830
Unallocated Benefits	6,697,308				6,697,308
Capital Outlay	204,269		2,413,525		2,617,794
Debt Service:					
Principal				385,000	385,000
Interest and Other Charges				365,938	365,938
Transfer of Funds to Charter Schools	34,481				34,481
Total Expenditures	29,724,071	562,335	2,413,525	750,938	33,450,869
Excess/(Deficit) of Revenue Over/(Under) Expenditures	193,448	35,042	(2,034,181)	(377,348)	(2,183,039)
OTHER FINANCING SOURCES/(USES):					
Financed Purchases (Non-Budgeted)	106,880				106,880
Total Other Financing Sources/(Uses)	106,880				106,880
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	300,328	35,042	(2,034,181)	(377,348)	(2,076,159)
Fund Balance - July 1	1,194,620	89,074	7,833,456	873,499	9,990,649
Fund Balance - June 30	$ 1,494,948	$ 124,116	$ 5,799,275	$ 496,151	$ 7,914,490

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

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

Total Net Change in Fund Balances - Governmental Funds (from Exhibit B-2)		$ (2,076,159)
Amounts reported for Governmental Activities in the Statement of Activities (Exhibit A-2) are different because:		
Capital outlays are reported in Governmental Funds as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation differs from capital outlays in the period.		
Depreciation Expense	$ (468,119)	
Capital Outlays	2,507,243	
		2,039,124
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. When accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the interest paid exceeds the accrued interest, the difference is an addition to the reconciliation (+).		6,176
In the statement of activities, arbitrage rebate liability is accrued, regardless of when due. In the governmental funds, arbitrage rebate payable is reported when due.		(379,344)
Repayment of serial bonds is an expenditure in the Governmental Funds, but the repayment reduces Long-Term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities.		385,000
Repayment of financed purchases is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		29,937
Financed Purchases entered into by the district are an other financing source in the governmental funds, however, the acquisition increases long-term liabilities in the statement of net position and is not reported in the statement of activities.		(106,880)
In the Statement of Activities, certain operating expenses, e.g., compensated absences 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 (+).		67,124
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:		
Change in Net Pension Liability		126,439
Changes in Deferred Outflows and Inflows Related to Pensions		92,879
Change in Net Position of Governmental Activities (Exhibit A-2)		$ 184,296

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

LINCOLN PARK BOROUGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025

	Business-type Activities - Enterprise Funds
	Food Service
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	$ 325,290
Intergovernmental Accounts Receivable:	
Federal	10,564
State	738
Inventories	10,093
Total Current Assets	346,685
Non-Current Assets:	
Capital Assets	218,951
Less: Accumulated Depreciation	(160,445)
Total Non-Current Assets	58,506
Total Assets	405,191
LIABILITIES:	
Current Liabilities:	
Interfund Payable	32,992
Accounts Payable	17,124
Unearned Revenue:	
Donated Commodities	2,145
Prepaid Sales	5,119
Supply Chain Assistance	16,141
Total Liabilities	73,521
NET POSITION:	
Investment in Capital Assets	58,506
Unrestricted	273,164
Total Net Position	$ 331,670

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

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

	Business-type Activities - Enterprise Funds
	Food Service
Operating Revenue:	
Daily Sales:	
Reimbursable Programs	$ 200,461
Non-Reimbursable Programs	95,021
Total Operating Revenue	295,482
Operating Expenses:	
Cost of Sales - Reimbursable Programs	108,990
Cost of Sales - Nonreimbursable Programs	51,663
Salaries	214,780
Benefits & Payroll Taxes	47,908
Management Fee	26,897
Supplies and Repairs	19,976
Miscellaneous Expense	30,438
Depreciation Expense	13,735
Total Operating Expenses	514,387
Operating Loss	(218,905)
Non-Operating Revenue:	
State Sources:	
State School Lunch Program	6,487
State School Lunch Program - NJEIE	4,644
State School Breakfast Program	4
Summer S-EBT Reimbursement	321
Federal Sources:	
National School Lunch Program	145,655
School Breakfast Program	660
Food Distribution Program	15,230
Supply Chain Assistance	9,812
Summer S-EBT Reimbursement	322
Local Food for Schools (LFS) Cooperative Program	1,345
Local Sources:	
Interest Income	16,134
Total Non-Operating Revenue	200,614
Change in Net Position	(18,291)
Net Position - Beginning of Year	349,961
Net Position - End of Year	$ 331,670

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

LINCOLN PARK BOROUGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-type Activities - Enterprise Funds Food Service
Cash Flows from Operating Activities:	
Receipts from Customers	$ 305,154
Payments to Food Service Contractor	(374,370)
Payments to Food Service Vendor	(96,920)
Net Cash (Used for) Operating Activities	(166,136)
Cash Flows from Financing Activities:	
Interest Income	16,134
Net Cash Provided by Financing Activities	16,134
Cash Flows from Noncapital Financing Activities:	
Interfund Advanced - General Fund	35,557
State Sources:	12,382
Federal Sources:	157,751
Net Cash Provided by Noncapital Financing Activities	205,690
Net Increase in Cash and Cash Equivalents	55,688
Cash and Cash Equivalents, July 1	269,602
Cash and Cash Equivalents, June 30	$ 325,290
Reconciliation of Operating Income (Loss) to Net Cash	
Used for Operating Activities:	
Operating Loss	$ (218,905)
Adjustment to Reconcile Operating Loss to Net Cash (Used for) Operating Activities:	
Depreciation	13,735
Federal Food Distribution Program	15,230
Changes in Assets and Liabilities:	
Decrease in Other Accounts Receivable	10,141
(Increase) in Inventory	(3,321)
Increase in Accounts Payable	16,435
Increase in Unearned Revenue - Donated Commodities	1,018
(Decrease) in Unearned Revenue - Prepaid Sales	(469)
Net Cash (Used for) Operating Activities	$ (166,136)

Noncash Investing, Capital and Financing Activities:
The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at $16,248 and utilized U.S.D.A. Commodities valued at $15,230.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

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

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

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

Fund Financial Statements:

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

The District reports the following governmental funds:

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

As required by the NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to 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 and report on the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus, the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

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

B. Basis of Presentation: (Cont'd)

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

Debt Service Fund: The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

The District reports the following proprietary fund:

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

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

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

D. Budgets/Budgetary Control:

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

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

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

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

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

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

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	$ 29,969,687	$ 580,112
Differences - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, Whereas the GAAP Basis does not.		
Current Year Encumbrances		(11,999)
Cancellation of Prior Year Encumbrances		(55,889)
Prior Year Encumbrances		85,153
Prior Year State Aid Payments Recognized for GAAP Purposes, not Recognized for Budgetary Statements	178,341	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(230,509)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	$ 29,917,519	$ 597,377
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	$ 29,724,071	$ 545,070
Differences - Budgetary to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Current Year Encumbrances		(11,999)
Cancellation of Prior Year Encumbrances		(55,889)
Prior Year Encumbrances		85,153
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	$ 29,724,071	$ 562,335

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

E. Cash and Cash Equivalents and Investments

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

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

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

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

F. Interfund Transactions

Transfers between governmental and business-type activities on the district-wide statements are reported in the same manner as general revenue. 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 nonoperating revenue/expenses in the Enterprise Fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net position, except for amounts due between governmental and business-type activities, which are presented as internal balances.

G. Allowance for Uncollectible Accounts

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

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

H. Encumbrances:

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

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

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

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

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

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost, including ancillary charges necessary to place the asset into service.

Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment. The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is $2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the district-wide statements and proprietary funds are as follows:

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

K. Capital Assets: (Cont'd)

	Estimated Useful Life
Site Improvements	20 years
Buildings and Building Improvements	20 to 50 years
Machinery/Furniture and Equipment	10 to 15 years

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

L. Lease Assets:

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

M. Subscription Assets:

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

N. Long-Term Liabilities:

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

O. Accrued Salaries and Wages:

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year, therefore, there are no accrued salaries and wages as of June 30, 2025.

P. Compensated Absences:

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

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

P. Compensated Absences: (Cont'd)

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement, employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee unions. In the district-wide *Statement of Net Position*, the liabilities, whose average maturities are greater than one year, should be reported in two components – the amount due within one year and the amount due in more than one year.

Q. Lease Payable:

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

R. Subscription Payable:

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

S. Unearned Revenue:

Unearned revenue in the general fund and special revenue fund represents cash which has been received but not yet earned.

T. Fund Balance Appropriated:

General Fund: Of the $1,494,948 General Fund fund balance at June 30, 2025, $567,356 is restricted in the capital reserve account; $153,094 is restricted for the maintenance reserve account; $18,284 is restricted for unemployment compensation; $139,327 is restricted as current year excess surplus and will be appropriated and included in the budget for the fiscal year ending June 30, 2027; $130,164 is assigned for year-end encumbrances; and $486,723 is unassigned which is $230,509 less than the calculated maximum unassigned fund balance, on a budgetary basis, due to the final state aid payments, which are not recognized until the fiscal year ended June 30, 2026.

Special Revenue Fund: The $124,116 fund balance in the Special Revenue Fund at June 30, 2025 is restricted for student activities.

Capital Projects Fund: Of the $5,799,275 Capital Projects Fund fund balance at June 30, 2025, $5,419,931 is restricted for the 2022 referendum project and $379,344 is assigned.

Debt Service Fund: The $496,151 fund balance in the Debt Service Fund at June 30, 2025 is restricted and included in the next subsequent year's budget.

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

T. Fund Balance Appropriated: (Cont'd)

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

P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability.

Since the State is recording the last state aid payments in the subsequent fiscal year, the school district cannot recognize the last state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final state aid payments and not the fund balance reported on the fund statement which excludes the last state aid payments noted above.

U. Net Position:

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

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

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

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

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

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

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

V. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts have been restricted, committed or assigned.

Fund balance restrictions have been established for capital reserve, maintenance reserve, unemployment compensation, student activities, the capital projects fund, and the debt service fund.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District has no committed funds at June 30, 2025.

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

W. Deficit Net Position:

The District has a deficit in unrestricted net position of $1,723,412 in its governmental activities, which is primarily due to deferred inflows, outflows and liabilities related to pensions and compensated absences. The deficit does not indicate that the District is having financial difficulties and is a permitted practice under generally accepted accounting principles.

X. Revenue - Exchange and Nonexchange Transactions:

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

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

X. Revenue - Exchange and Nonexchange Transactions: (Cont'd)

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

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: property taxes, interest, and tuition.

Y. Operating Revenue and Expenses:

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

Z. Lease Receivables

Lease receivables are recognized at the net present value of the leased assets at a borrowing rate either explicitly described in the agreement or implicitly determined by the District, reduced by principal payments received.

AA. Management Estimates:

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

AB. Pensions:

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

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

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

Deposits:

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

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

> The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit, and
>
> In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

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

Investments:

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

(1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

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

Investments: (Cont'd)

(2) Government money market mutual funds;

(3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;

(4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.

(5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;

(6) Local government investment pools;

(7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or

(8) Agreements for the repurchase of fully collateralized securities if:

(a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.). ;

(b) the custody of collateral is transferred to a third party;

(c) the maturity of the agreement is not more than 30 days;

(d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and

(e) a master repurchase agreement providing for the custody and security of collateral is executed; or

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

Investments: (Cont'd)

(9) Deposit of funds in accordance with the following conditions:

(a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;

(b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;

(c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;

(d) The designated public depository acts as custodian for the school district with respect to these deposits; and

(e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

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

Accounts	Restricted Cash and Cash Equivalents	Cash and Cash Equivalents	Total
Checking and Savings Accounts	$ 862,850	$ 500,446	$ 1,363,296
NJ ARM		6,411,494	6,411,494
	$ 862,850	$ 6,911,940	$ 7,774,790

The carrying amount of the Board's cash and cash equivalents at June 30, 2025, was $7,774,790 and the bank balance was $9,105,818. The balance of $6,411,494 in NJ ARM is uninsured and unregistered.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Board resolution during the fiscal year ended June 30, 2001 of $1 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, 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 of any unanticipated revenue or unexpended line item appropriation amounts or both.

NOTE 4. CAPITAL RESERVE ACCOUNT (Cont'd)

A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A 19:60-2. Pursuant to N.J.A.C. 6:23A-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.

Beginning Balance, July 1, 2024	$ 567,356
Ending Balance, June 30, 2025	$ 567,356

The balance in the capital reserve account at June 30, 2025 does not exceed the local support costs of uncompleted capital projects in the District's approved LRFP. Withdrawals from the capital reserve can be used in DOE approved facilities projects, consistent with the District's LRFP.

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of $150,000 was established by the Lincoln Park Board of Education on June 29, 2010. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

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

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

Beginning Balance	$ 63,094
Increased by:	
Board Resolution June 2025	90,000
Ending Balance	$ 153,094

NOTE 6. TRANSFER TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2024, the District transferred a net $77,909 to the capital outlay accounts, which was transferred to equipment and did not require County Superintendent approval.

NOTE 7. INTERFUND RECEIVABLES AND PAYABLES

Fund	Interfund Receivable	Interfund Payable
General Fund	$ 147,461	
Capital Projects Fund		$ 610,620
Debt Service Fund	496,151	
Enterprise Fund:		
Food Service Fund		32,992
	$ 643,612	$ 643,612

The interfund between the Food Service Fund and the General Fund consists of expenditures paid by the General Fund on behalf of the Food Service Fund not returned prior to year end. The interfund between the Capital Projects Fund and the General Fund consists of expenditures paid by the General Fund on behalf of the Capital Projects Fund not returned prior to year end. The interfund receivable in the Debt Service Fund is comprised of the prior year's interest due from the Capital Projects Fund not returned prior to year end.

NOTE 8. CAPITAL ASSETS

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

Governmental Activities:	Beginning Balance	Increases	Ending Balance
Capital Assets not Being Depreciated:			
Sites (Land)	$ 719,980		$ 719,980
Construction in Progress	2,377,544	$ 2,413,525	4,791,069
Total Capital Assets Not Being Depreciated	3,097,524	2,413,525	5,511,049
Capital Assets Being Depreciated:			
Site Improvements	1,048,631		1,048,631
Buildings and Building Improvements	13,968,137		13,968,137
Machinery and Equipment	2,501,614	93,718	2,595,332
Total Capital Assets Being Depreciated	17,518,382	93,718	17,612,100
Governmental Activities Capital Assets	20,615,906	2,507,243	23,123,149
Less Accumulated Depreciation for:			
Site Improvements	(567,099)	(33,458)	(600,557)
Buildings and Building Improvements	(10,085,691)	(351,763)	(10,437,454)
Machinery and Equipment	(1,947,064)	(82,898)	(2,029,962)
	(12,599,854)	(468,119)	(13,067,973)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	$ 8,016,052	$ 2,039,124	$ 10,055,176

Business Type Activities:	Beginning Balance	Increases	Ending Balance
Capital Assets Being Depreciated:			
Furniture and Equipment	$ 218,951		$ 218,951
Less Accumulated Depreciation	(146,710)	$ (13,735)	(160,445)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	$ 72,241	$ (13,735)	$ 58,506

The District expended $2,413,525 on various capital projects during the fiscal year. As of June 30, 2025, the District had not completed the active construction projects.

NOTE 8. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	$ 204,975
Special Education	61,086
Other Special Instruction	4,073
Other Instruction	4,073
Student and Instruction Related Services	57,909
General Administration	14,222
School Administration	17,555
Central Services	12,642
Operations and Maintenance of Plant	34,570
Student Transportation	57,014
	$ 468,119

NOTE 9. LONG-TERM LIABILITIES

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

	Balance 6/30/2024	Accrued	Retired	Balance 6/30/2025	Due Within One Year
Serial Bonds Payable	$ 9,875,000		$ 385,000	$ 9,490,000	$ 395,000
Financed Purchases Payable		$ 106,880	29,937	76,943	23,666
Net Pension Liability	1,735,770		126,439	1,609,331	
Compensated Absences Payable	376,430		67,124	309,306	
Arbitrage Rebate Liability		379,344		379,344	
	$ 11,987,200	$ 486,224	$ 608,500	$ 11,864,924	$ 418,666

A. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the school district through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds and will be liquidated through the debt service fund.

A referendum passed on June 28, 2022, authorizing the issuance of $10,211,000 in bonds to finance several projects including classroom additions, system rehabilitations, educational renovations, and a secure vestibule. On July 19, 2022, the District issued serial bonds of $10,211,000 with interest rates ranging from 3.25% to 4.00% to fund the referendum projects. The bonds mature on July 15, 2024 through 2042.

NOTE 9. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable: (Cont'd)

The District had serial bonds outstanding as of June 30, 2025 as follows:

Purpose	Final Maturity Date	Interest Rate	Amount
Classroom Addition, System Rehabiliation, Educational Renovations, and Secure Vestibule	7/15/2042	3.50% - 4.00%	$ 9,490,000

Debt service requirements on serial bonds payable at June 30, 2025 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	$ 395,000	$ 352,288	$ 747,288
2027	410,000	338,200	748,200
2028	425,000	323,587	748,587
2029	440,000	308,450	748,450
2030	450,000	292,875	742,875
2031-2035	2,490,000	1,211,575	3,701,575
2036-2040	2,910,000	692,400	3,602,400
2041-2042	1,970,000	119,400	2,089,400
	$ 9,490,000	$ 3,638,775	$ 13,128,775

B. Bonds Authorized But Not Issued:

As of June 30, 2025, there were no bonds authorized but not issued.

C. Financed Purchase Payable:

The District has financed purchase agreements for Chromebooks valued at $106,880 of which $29,937 has been liquidated as of June 30, 2025. The financed purchase agreement is for a term of four years. The following is a schedule of the future minimum financed purchase payments, and the present value of the net minimum financed purchase payments at June 30, 2025.

NOTE 9. LONG-TERM LIABILITIES: (Cont'd)

C. Financed Purchase Payable: (Cont'd)

Fiscal Year Ending	Amount
June 30, 2026	$ 29,937
June 30, 2027	29,937
June 30, 2028	29,937
Total minimum lease payments	89,811
Less: Amount representing interest	(12,868)
Present value of net minimum financed purchase payments	$ 76,943

The current portion of the financed purchases payable at June 30, 2025 in the governmental activities is $23,666 and the long-term portion is $53,277. The General Fund will be used to liquidate the financed purchases payable in the governmental activities.

D. Compensated Absence Payable:

The liability for compensated absences of the governmental fund types is recorded as a long-term liability. The current portion of the compensated absences balance of the governmental funds is $-0-, and the long term portion is $309,306. Compensated absences will be liquidated by the General Fund.

The liability for compensated absences of the proprietary fund types is recorded with these funds as benefits accrue to the employees. As of June 30, 2025, no liability existed for compensated absences in the Enterprise Fund.

E. Net Pension Liability:

The Public Employee's Retirement System (PERS) net pension liability of the governmental fund types is recorded in the long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2025 is $-0- and the long term portion is $1,609,331. See Note 10 for further information on the PERS.

F. Arbitrage Rebate Liability:

The District is subject to liability for arbitrage rebate to the federal government relative to its $10,211,000 serial bonds dated July 19, 2022. The long-term portion for arbitrage rebate liability is $379,344. The arbitrage rebate liability will be liquidated through the Debt Service Fund.

NOTE 10. PENSION PLANS:

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

NOTE 10. PENSION PLANS: (Cont'd)

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

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

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

Contributions

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

NOTE 10. PENSION PLANS: (Cont'd)

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

Contributions (Cont'd)

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

District contributions to PERS amounted to $161,162 for the current fiscal year. During the fiscal year ended June 30, 2024, the State of New Jersey contributed $5,188 to the PERS for normal pension benefits on behalf of the District.

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

Special Funding Situation

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

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

At June 30, 2025, the District reported a liability of $1,609,331 for its proportionate share of the net pension liability, which was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023 which was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2024, the District's proportion was 0.0118% for PERS, which was a decrease of 0.0001% as of June 30, 2023.

NOTE 10. PENSION PLANS: (Cont'd)

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

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

For the fiscal year ended June 30, 2025, the District recognized actual pension benefit in the amount of $58,157 for PERS. Additionally, for the fiscal year ended June 30, 2024, the State recognized pension expense for PERS on behalf of the District in the amount of $5,188 and the District recognized pension expense and revenue for $5,188 in the fiscal year ended June 30, 2025 financial statements. There was no state proportionate share of net pension liability attributable to the District as of June 30, 2024.

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

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2020	5.16		$ 11,695
	2021	5.13	$ 1,999	
	2022	5.04		6,615
			1,999	18,310
Difference Between Expected	2020	5.16	652	
and Actual Experience	2021	5.13		1,589
	2022	5.04		2,695
	2023	5.08	8,278	
	2024	5.08	23,308	
			32,238	4,284
Net Difference Between Projected and	2021	5.00		110,470
Actual Investment Earnings on Pension	2022	5.00		(175,244)
Plan Investments	2023	5.00		45,444
	2024	5.00		93,950
				74,620
Changes in Proportion	2020	5.16		3,950
	2021	5.13		38,849
	2022	5.04		3,340
	2023	5.08		130,879
	2024	5.08		17,034
				194,052
District Contribution Subsequent to the Measurement Date	2024	1.00	132,549	
			$ 166,786	$ 291,266

NOTE 10. PENSION PLANS: (Cont'd)

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

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

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

Fiscal Year Ending June 30,	Total
2025	$ (155,006)
2026	104
2027	(77,142)
2028	(25,148)
2029	163
	$ (257,029)

Actuarial Assumptions

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

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

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

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of

NOTE 10. PENSION PLANS: (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2024 are summarized in the following table:

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

Discount Rate

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

NOTE 10. PENSION PLANS: (Cont'd)

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

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

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

June 30, 2024	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	$ 2,138,405	$ 1,609,331	$ 1,159,092

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

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

Benefits Provided

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

NOTE 10. PENSION PLANS: (Cont'd)

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

Benefits Provided (Cont'd)

The following represents the membership tiers for TPAF:

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

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which 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, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2025, the State of New Jersey contributed $2,810,265 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required benefit of $119,180.

NOTE 10. PENSION PLANS: (Cont'd)

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

Special Funding Situation (Cont'd)

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

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

At June 30, 2025, the District reported a liability of $32,671,276 for its proportionate share of the net pension liability, which was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023 which was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2024, the District's proportion was 0.0661%, which was a decrease of 0.0006% from its proportion measured as of June 30, 2023.

District's Proportionate Share of the Net Pension Liability	$	-0-
State's Proportionate Share of the Net Pension Liability Associated with the District		32,671,276
Total	$	32,671,276

For the fiscal year ended June 30, 2024, the State recognized pension benefit on behalf of the District in the amount of $119,180 and the District recognized pension benefit and revenue for same amount in the fiscal year ended June 30, 2025 financial statements.

NOTE 10. PENSION PLANS: (Cont'd)

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

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

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

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

NOTE 10. PENSION PLANS: (Cont'd)

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

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

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

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

Actuarial Assumptions

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

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

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

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

NOTE 10. PENSION PLANS: (Cont'd)

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

Long Term Expected Rate of Return

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

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

Discount Rate – TPAF

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

NOTE 10. PENSION PLANS: (Cont'd)

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

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

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

	June 30, 2024		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
Total Net Pension Liability	$ 38,834,436	$ 32,671,276	$ 27,480,729

C. Defined Contribution Retirement Program (DCRP)

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

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

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

For DCRP, the District recognized pension expense of $10,850 for the fiscal year ended June 30, 2025. Employee contributions to DCRP amounted to $14,733 for the fiscal year ended June 30, 2025.

NOTE 11. DEFERRED COMPENSATION

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

Equitable Life Insurance Company
Lincoln Investments
Lincoln National Life Insurance Company
Metropolitan Life Insurance Company
Copeland Companies
Securities First Group

NOTE 12. 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

The District maintains 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.

The District obtains commercial insurance coverage for general liability, property and automobile coverage from New Jersey Schools Insurance Group ("NJSIG") and is a member of the Pooled Insurance Program of New Jersey (the "Fund") for workers' compensation insurance. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. The Fund and NJSIG are risk-sharing public entity risk pools that are an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund and NJSIG are elected.

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

The June 30, 2025 audit report for NJSIG is not available as of the date of this report. Selected, summarized financial information for the Fund and NJSIG dated June 30, 2025 and June 30, 2024, respectively, are as follows:

	Pooled Insurance Program of New Jersey	New Jersey Schools Insurance Group
Total Assets	$ 23,375,857	$ 452,862,436
Net Position	$ 2,543,821	$ 208,313,945
Total Revenue	$ 13,413,218	$ 187,698,949
Total Expenses	$ 13,349,979	$ 178,093,729
Change in Net Position	$ 63,239	$ 7,005,220
Member Dividends	$ -0-	$ 2,600,000

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

Office of the Executive Director
44 Bergen Street
P.O. Box 270
Westwood, NJ 07675

New Jersey Schools Insurance Group
6000 Midlantic Drive, Suite 300 North
Mount Laurel, NJ 08054
(609) 386-6060
www.njsig.org

NOTE 12. RISK MANAGEMENT (Cont'd)

New Jersey Unemployment Compensation Insurance

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

The following is a summary of the employee contributions, interest earnings, reimbursements to the State for benefits paid and the ending balance of the District's Unemployment Compensation Restricted Fund Balance in the General Fund for the current and previous two years:

Fiscal Year	Interest	Employee Contributions	Amount Reimbursed	Ending Balance
2024-2025	$ -0-	$ 60,951	$ 46,301	$ 18,284
2023-2024	1,227	22,352	65,215	3,634
2022-2023	1,309	34,344	39,080	45,270

NOTE 13. CONTINGENT LIABILITIES

Grant Programs

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

Litigation

The District is periodically involved in pending lawsuits. The District estimates that the potential claims against it resulting from such litigation and not covered by insurance would not materially affect the financial position of the District.

Encumbrances

At June 30, 2025, there were encumbrances as detailed below in the governmental funds. All of the governmental funds are considered to be major funds:

General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
$ 130,164	$ 11,999	$5,418,754	$ 5,560,917

On the District's Governmental Funds Balance sheet as of June 30, 2025 $-0- is assigned for year-end encumbrances in the Special Revenue Fund, which is $11,999 less than on a budgetary basis. Encumbrances are not recognized on a GAAP basis and are reflected as either a reduction in grant receivables or an increase in unearned revenue. The $5,418,754 year-end encumbrances in the Capital Projects Fund are included in the $5,419,931 restricted fund balance.

NOTE 14. TAX CALENDAR

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

Taxes are collected by the constituent municipality and are remitted to the local school district on a predetermined, agreed-upon schedule.

NOTE 15. ECONOMIC DEPENDENCY

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

NOTE 16. ACCOUNTS PAYABLE

Accounts payable recorded in the District's Governmental Activities as of June 30, 2025 consisted of:

	Governmental Funds			District Contribution Subsequent to the Measure-ment Date	Total Governmental Activities	Business-Type Activities
	General Fund	Special Revenue Fund	Capital Projects Fund			Proprietary Funds
Due to State of New Jersey				$ 132,549	$ 132,549	
Vendors	$ 4,410	$ 8,235	$ 1,599		14,244	$ 17,124
Payroll Deductions and Withholdings	16,653				16,653	
	$ 21,063	$ 8,235	$ 1,599	$ 132,549	$ 163,446	$ 17,124

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

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

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

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

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

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

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

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

Employees Covered by Benefit Terms

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

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

Total Nonemployer OPEB Liability

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

Actuarial Assumptions and Other Inputs

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

	TPAF/ABP	PERS	PFRS
Salary Increases:	2.75 - 5.65% based on years of services	2.75 - 6.55% based on years of services	3.25 - 16.25% based on years of services

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

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

Mortality Rates

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

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

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

Health Care Trend Assumptions

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

Discount Rate

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

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

	Total OPEB Liability
Balance at June 30, 2023	$ 33,218,320
Changes for Year:	
Service Cost	1,317,637
Interest on the Total OPEB Liability	1,239,922
Differences between Expected and Actual Experience	(11,951)
Changes of Assumptions	2,818,025
Contributions from Members	32,424
Gross Benefit Payments by the State	(946,949)
Net Changes	4,449,108
Balance at June 30, 2024	$ 37,667,428

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

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

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

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

	June 30, 2024		
	At 1% Decrease (2.93%)	At Discount Rate (3.93%)	At 1% Increase (4.93%)
Total OPEB Liability Attributable to the District	$ 44,116,625	$ 37,667,428	$ 32,424,103

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

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

	June 30, 2024		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	$ 31,377,242	$ 37,667,428	$ 45,860,811

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

For the fiscal year ended June 30, 2025, the District recognized OPEB expense of $1,295,807 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

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

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

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

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

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

	Year of Deferral	Original Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		$ 722,372
	2018	9.51		881,899
	2019	9.29	$ 139,139	
	2020	9.24	3,589,179	
	2021	9.24	21,201	
	2022	9.13		5,760,286
	2023	9.30	52,313	
	2024	9.33	2,515,985	
			6,317,817	7,364,557
Differences Between Expected and Actual Experience	2018	9.51		833,669
	2019	9.29		1,637,678
	2020	9.24	3,345,256	
	2021	9.24		4,077,050
	2022	9.13	593,227	
	2023	9.30		485,965
	2024	9.33	89,605	
			4,028,088	7,034,362
Changes in Proportion	N/A	N/A	997,215	512,534
			$ 11,343,120	$ 14,911,453

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

Fiscal Year Ending June 30,	Total
2025	$ (1,336,108)
2026	(1,120,334)
2027	(532,123)
2028	139,851
2029	(971,024)
Thereafter	(233,276)
	$ (4,053,014)

NOTE 18. LEASES RECEIVABLES

	Original Amount	Outstanding June 30, 2024	Additions	Decrease	Outstanding June 30, 2025
Governmental Activities:					
Building Sublease; interest at 4%, monthly payments of principal and interest of $55,676, due 6/30/2025	$ 1,427,636	$ 279,642	$ -0-	$ 279,642	$ -0-
		$ 279,642	$ -0-	$ 279,642	$ -0-

Annual amortization of deferred inflow of resources mirror the principal payment maturities.

SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION

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

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
District's proportion of the net pension liability	0.0164103502%	0.0144631997%	0.0158940070%	0.0131891100%	0.0146856381%	0.0141317301%	0.0133225035%	0.0132788758%	0.0119837436%	0.0118437257%
District's proportionate share of the net pension liability	$ 3,683,795	$ 4,283,585	$ 3,699,871	$ 2,596,869	$ 2,646,129	$ 2,304,516	$ 1,578,250	$ 2,003,965	$ 1,735,770	$ 1,609,331
District's covered employee payroll	$ 1,020,600	$ 1,018,783	$ 993,668	$ 1,021,518	$ 981,957	$ 1,015,246	$ 1,018,326	$ 888,599	$ 929,358	$ 928,006
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	360.94%	420.46%	372.34%	254.22%	269.48%	226.99%	154.98%	225.52%	186.77%	173.42%
Plan fiduciary net position as a percentage of the total pension liability	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%	68.22%

LINCOLN PARK BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually required contribution	$ 170,007	$ 129,080	$ 147,241	$ 131,189	$ 159,838	$ 154,594	$ 156,022	$ 167,453	$ 160,166	$ 161,162
Contributions in relation to the contractually required contribution	(170,007)	(129,080)	(147,241)	(131,189)	(159,838)	(154,594)	(156,022)	(167,453)	(160,166)	(161,162)
Contribution deficiency/(excess)	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-
District's covered employee payroll	$ 1,018,783	$ 993,668	$ 1,021,518	$ 981,957	$ 1,015,246	$ 1,018,326	$ 888,599	$ 929,358	$ 928,006	$ 923,187
Contributions as a percentage of covered employee payroll	16.69%	12.99%	14.41%	13.36%	15.74%	15.18%	17.56%	18.02%	17.26%	17.46%

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

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
State's proportion of the net pension liability attributable to the District	0.0589242385%	0.0583125521%	0.0591217103%	0.0625150605%	0.0606452344%	0.0624228246%	0.0659731256%	0.0644905106%	0.0666968671%	0.0661025899%
State's proportionate share of the net pension liability attributable to the District	$ 37,242,635	$ 45,872,366	$ 39,861,989	$ 39,770,739	$ 37,218,553	$ 41,104,679	$ 31,716,705	$ 33,273,502	$ 34,037,192	$ 32,671,276
District's covered employee payroll	$ 6,040,917	$ 6,338,409	$ 6,447,870	$ 6,651,203	$ 7,075,152	$ 7,199,209	$ 7,384,578	$ 7,780,962	$ 7,876,112	$ 8,397,228
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	616.51%	723.72%	618.22%	597.95%	526.05%	570.96%	429.50%	427.63%	432.16%	389.07%
Plan fiduciary net position as a percentage of the total pension liability	28.71%	22.23%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%	37.99%

LINCOLN PARK BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE'S CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually required contribution	$ 2,273,998	$ 3,446,670	$ 2,761,437	$ 2,318,495	$ 2,195,250	$ 2,556,064	$ 746,308	$ 895,483	$ 836,195	$ (119,180)
Contributions in relation to the contractually required contribution	(466,873)	(641,751)	(920,627)	(1,192,745)	(1,369,171)	(1,917,759)	(2,654,853)	(2,726,608)	(2,816,851)	(2,810,265)
Contribution deficiency/(excess)	$ 1,807,125	$ 2,804,919	$ 1,840,810	$ 1,125,750	$ 826,079	$ 638,305	$ (1,908,545)	$ (1,831,125)	$ (1,980,656)	$ (2,929,445)
District's covered employee payroll	$ 6,338,409	$ 6,447,870	$ 6,651,203	$ 7,075,152	$ 7,199,209	$ 7,384,578	$ 7,780,962	$ 7,876,112	$ 8,397,228	$ 7,254,303
Contributions as a percentage of covered employee payroll	7.37%	9.95%	13.84%	16.86%	19.02%	25.97%	34.12%	34.62%	33.55%	38.74%

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

	Fiscal Year Ending June 30,							
	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	$ 1,367,556	$ 1,128,870	$ 1,006,026	$ 1,054,298	$ 1,926,730	$ 1,663,552	$ 1,310,049	$ 1,317,637
Interest Cost	1,053,078	1,216,713	1,126,616	923,559	980,276	853,455	1,169,909	1,239,922
Change in Benefit Terms					(40,221)			
Differences between Expected and Actual Experiences		(3,079,153)	(4,556,108)	6,810,711	(5,685,485)	1,356,327	(651,131)	(11,951)
Changes in Assumptions	(4,408,035)	(3,268,719)	382,874	7,547,220	37,281	(8,639,152)	66,954	2,818,025
Member Contributions	28,335	26,324	23,366	21,802	25,061	27,120	29,981	32,424
Gross Benefit Payments	(769,491)	(761,661)	(788,264)	(719,297)	(772,183)	(845,373)	(911,963)	(946,949)
Net Change in Total OPEB Liability	(2,728,557)	(4,737,626)	(2,805,490)	15,638,293	(3,528,541)	(5,584,071)	1,013,799	4,449,108
Total OPEB Liability - Beginning	35,950,513	33,221,956	28,484,330	25,678,840	41,317,133	37,788,592	32,204,521	33,218,320
Total OPEB Liability - Ending	$ 33,221,956	$ 28,484,330	$ 25,678,840	$ 41,317,133	$ 37,788,592	$ 32,204,521	$ 33,218,320	$ 37,667,428
District's Covered Employee Payroll *	$ 7,357,192	$ 7,441,538	$ 7,672,721	$ 8,057,109	$ 8,214,455	$ 8,402,904	$ 8,669,561	$ 8,805,470
Total OPEB Liability as a Percentage of Covered Employee Payroll	452%	383%	335%	513%	460%	383%	383%	428%

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

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

LINCOLN PARK BOROUGH SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

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

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

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

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

BUDGETARY COMPARISON SCHEDULES

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	$ 22,379,869		$ 22,379,869	$ 22,379,869	
Tuition From Individuals	91,200		91,200	73,980	$ (17,220)
Rents and Royalties	335,318		335,318	335,318	
Unrestricted Miscellaneous Revenues	80,000		80,000	160,203	80,203
Other Restricted Miscellaneous Revenues				14,650	14,650
Total Revenues from Local Sources	22,886,387		22,886,387	22,964,020	77,633
Revenues from State Sources:					
Categorical Transportation Aid	663,485		663,485	663,485	
Extraordinary Aid	190,000		190,000	376,913	186,913
Categorical Special Education Aid	1,446,863		1,446,863	1,446,863	
Categorical Security Aid	178,348		178,348	178,348	
Adjustment Aid	103,853		103,853	103,853	
Excess Nonpublic Transportation Costs				21,949	21,949
TPAF Post Retirement Contributions (Non-Budgeted)				831,334	831,334
TPAF Pension Contributions (Non-Budgeted)				2,810,265	2,810,265
TPAF Non-Contributory Insurance (Non-Budgeted)				34,812	34,812
TPAF Long-Term Disability Insurance (Non-Budgeted)				1,498	1,498
Reimbursed TPAF Social Security Contributions				520,799	520,799
Total Revenues from State Sources	2,582,549		2,582,549	6,990,119	4,407,570
Revenues from Federal Sources:					
Medicaid Reimbursement	44,608		44,608	15,548	(29,060)
Total Revenues from Federal Sources	44,608		44,608	15,548	(29,060)
TOTAL REVENUE	25,513,544		25,513,544	29,969,687	4,456,143

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Preschool - Salaries of Teachers	$ 272,595	$ 1,974	$ 274,569	$ 274,287	$ 282
Kindergarten - Salaries of Teachers	357,800	1,600	359,400	358,020	1,380
Grades 1-5 - Salaries of Teachers	1,936,144	139,375	2,075,519	2,069,577	5,942
Grades 6-8 - Salaries of Teachers	2,000,461	(248,500)	1,751,961	1,749,664	2,297
Regular Programs - Home Instruction:					
Salaries of Teachers	5,000	(416)	4,584	4,584	
Purchased Professional-Educational Services	5,000	89	5,089	578	4,511
Regular Programs - Undistributed Instruction:					
Purchased Professional-Educational Services	222,600	36,006	258,606	241,928	16,678
Purchased Technical Services	176,950	(40,532)	136,418	136,243	175
Other Purchased Services (400-500 series)	59,501	26,731	86,232	86,140	92
General Supplies	285,130	(72,683)	212,447	188,482	23,965
Other Objects	1,200	(800)	400	400	
Total Regular Programs - Instruction	5,322,381	(157,156)	5,165,225	5,109,903	55,322
Special Education - Instruction:					
Learning and/or Language Disabilities - Mild/Moderate:					
Salaries of Teachers	400,771	(65,210)	335,561	333,206	2,355
Other Salaries for Instruction	152,100	(22,409)	129,691	102,664	27,027
General Supplies	2,141		2,141	1,268	873
Total Learning and/or Language Disabilities - Mild/Moderate	555,012	(87,619)	467,393	437,138	30,255
Emotional Regulation Impairment:					
General Supplies	594		594	594	
Total Emotional Regulation Impairment	594		594	594	

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Multiple Disabilities:					
Salaries of Teachers		$ 65,550	$ 65,550	$ 65,550	
Total Multiple Disabilities		65,550	65,550	65,550	
Resource Room/Resource Center:					
Salaries of Teachers	$ 614,457	(16,557)	597,900	583,378	$ 14,522
Other Salaries for Instruction	192,296	(22,735)	169,561	163,155	6,406
General Supplies	3,373	544	3,917	3,324	593
Total Resource Room/Resource Center	810,126	(38,748)	771,378	749,857	21,521
Autism:					
Salaries of Teachers	247,670	8,050	255,720	247,986	7,734
Other Salaries for Instruction	155,160	21,011	176,171	169,645	6,526
General Supplies	2,642	22,486	25,128	8,052	17,076
Total Autism	405,472	51,547	457,019	425,683	31,336
Preschool Disabilities - Full-Time:					
Salaries of Teachers	154,454	(5,182)	149,272	143,937	5,335
Other Salaries for Instruction	188,000	(9,476)	178,524	159,789	18,735
General Supplies	1,314	(10)	1,304	1,027	277
Total Preschool Disabilities - Full-Time	343,768	(14,668)	329,100	304,753	24,347
Home Instruction:					
Purchased Professional-Educational Services	5,000		5,000	220	4,780
Total Home Instruction	5,000		5,000	220	4,780
TOTAL SPECIAL EDUCATION - INSTRUCTION	2,119,972	(23,938)	2,096,034	1,983,795	112,239

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	$ 166,220	$ 42,461	$ 208,681	$ 201,986	$ 6,695
General Supplies	1,556		1,556	834	722
Total Basic Skills/Remedial - Instruction	167,776	42,461	210,237	202,820	7,417
Bilingual Education - Instruction:					
Salaries of Teachers	14,538	97,307	111,845	111,845	
General Supplies	857	(400)	457	155	302
Total Bilingual Education - Instruction	15,395	96,907	112,302	112,000	302
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	54,186	7,152	61,338	61,337	1
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	54,186	7,152	61,338	61,337	1
School-Sponsored Athletics - Instruction:					
Salaries	35,387	(2,500)	32,887	32,887	
Supplies and Materials	8,625	(1,015)	7,610	7,308	302
Other Objects	13,050	(7,843)	5,207	5,207	
Total School-Sponsored Athletics - Instruction	57,062	(11,358)	45,704	45,402	302
TOTAL INSTRUCTION	7,736,772	(45,932)	7,690,840	7,515,257	175,583
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Regular	5,846,728	81,310	5,928,038	5,883,821	44,217
Tuition to Other LEAs Within the State-Special	830,593	(10,715)	819,878	812,667	7,211
Tuition to County Voc. School Dist.-Regular	696,081	(95,459)	600,622	600,622	
Tuition to CSSD & Reg. Day Schools	192,500	(41,596)	150,904	124,712	26,192
Tuition to Priv. Sch. for the Handicap. W/I State	1,407,935	(85,501)	1,322,434	1,271,660	50,774
Total Undistributed Expenditures - Instruction	8,973,837	(151,961)	8,821,876	8,693,482	128,394

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Health Services:					
Salaries	$ 179,094	$ (5,257)	$ 173,837	$ 173,757	$ 80
Purchased Professional and Technical Services	100	(100)			
Other Purchased Services (400-500 series)	750	(457)	293	137	156
Supplies and Materials	4,532	931	5,463	5,463	
Other Objects	250	(250)			
Total Undist. Expenditures - Health Services	184,726	(5,133)	179,593	179,357	236
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	304,195		304,195	303,293	902
Purchased Professional - Educational Services	144,110	(9,845)	134,265	130,104	4,161
Supplies and Materials	4,872	(3,706)	1,166	1,117	49
Total Undist. Expend. - Speech, OT, PT, Related Svcs	453,177	(13,551)	439,626	434,514	5,112
Undist.Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries	42,700	1,438	44,138	44,138	
Purchased Professional - Educational Services	227,083	30,370	257,453	214,358	43,095
Total Undist. Expend. - Other Supp. Srvs. Students - Extra. Serv.	269,783	31,808	301,591	258,496	43,095
Undist.Expend.-Guidance:					
Salaries of Other Professional Staff	92,700	58,985	151,685	151,685	
Other Salaries	3,000	(300)	2,700	2,700	
Purchased Professional - Educational Services	2,350	(2,200)	150	150	
Other Purchased Services (400-500 series)	50	(50)			
Supplies and Materials	575	(275)	300	227	73
Total Undist Expend. - Guidance	98,675	56,160	154,835	154,762	73

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	$ 397,330	$ 106,165	$ 503,495	$ 503,495	
Salaries of Secretarial and Clerical Assistants	60,200	(8,550)	51,650	51,650	
Other Salaries	20,500	588	21,088	21,088	
Purchased Professional - Educational Services	39,000	(38,000)	1,000	1,000	
Other Purchased Prof. and Tech. Services	43,000	(1,671)	41,329	39,622	$ 1,707
Other Purchased Services (400-500 series)	6,855	(1,362)	5,493	4,141	1,352
Supplies and Materials	9,412	(2,733)	6,679	6,536	143
Other Objects	1,980	(1,592)	388	388	
Total Undist Expend. - Child Study Team	578,277	52,845	631,122	627,920	3,202
Undist. Expend.-Improv. of Inst. Serv.:					
Salaries of Supervisors of Instruction		1,672	1,672	1,271	401
Other Purchased Services (400-500 series)	3,750	(3,425)	325	325	
Other Objects	1,500	(1,500)			
Total Undist. Expend.-Improv. of Inst. Serv.	5,250	(3,253)	1,997	1,596	401
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	77,615	(77,615)			
Purchased Professional and Technical Services	7,165	(3,345)	3,820	3,820	
Supplies and Materials	3,400	(858)	2,542	2,542	
Total Undist Expend-Edu. Media Serv./Sch. Library	88,180	(81,818)	6,362	6,362	
Undist.Expend.-Instructional Staff Training Services:					
Purchased Professional - Educational Service	1,000	(500)	500	256	244
Total Undist.Expend.-Instructional Staff Training Services	1,500	(1,000)	500	256	244

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	$ 261,955	$ 90,521	$ 352,476	$ 352,476	
Legal Services	25,000	44,233	69,233	64,465	$ 4,768
Audit Fees	34,000		34,000	34,000	
Purchased Technical Services	10,715	(450)	10,265	10,181	84
Communications / Telephone	6,800	7,566	14,366	14,152	214
BOE Other Purchased Services	2,450	(2,450)			
Other Purch. Serv. (400-500 series other than 530 & 585)	45,815	(8,750)	37,065	37,065	
General Supplies	3,000	(2,700)	300	287	13
BOE In-house training/ Meeting Supplies	1,100	(253)	847	654	193
Miscellaneous Expenditures	5,200	1,905	7,105	7,096	9
BOE Membership Dues and Fees	11,000	(300)	10,700	10,664	36
Total Undist. Expend.-Support Serv.-Gen. Admin.	407,035	129,322	536,357	531,040	5,317
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	294,717		294,717	294,717	
Salaries of Secretarial and Clerical Assistants	125,247	(997)	124,250	124,250	
Purchased Professional and Technical Services		42	42		42
Other Purchased Services (400-500 series)	6,200	(692)	5,508	5,326	182
Supplies and Materials	8,505	2,837	11,342	9,896	1,446
Other Objects	2,800	(442)	2,358	2,339	19
Total Undist. Expend.-Support Serv.-School Adm.	437,469	748	438,217	436,528	1,689
Undist. Expend. - Central Services:					
Salaries	299,785	(10,524)	289,261	289,128	133
Purchased Technical Services	22,116	25,353	47,469	47,469	
Miscellaneous Purchased Services (400-500 series other than 594)	11,080	4,185	15,265	15,208	57
Supplies and Materials	5,900	(2,564)	3,336	3,318	18
Other Objects	2,265	560	2,825	2,825	
Total Undist. Expend. - Central Services	341,146	17,010	358,156	357,948	208

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Admin. Info. Technology:					
Salaries	$ 69	$ 1	$ 70		$ 70
Purchased Technical Services	15,434	10,894	26,328	$ 26,328	
Supplies and Materials	2,570	(1,696)	874	583	291
Total Undist. Expend. - Admin. Info. Technology	18,073	9,199	27,272	26,911	361
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	108,595	(134)	108,461	97,295	11,166
Unused Vacation Payment to Terminated/Retired Staff		1,592	1,592	1,591	1
Cleaning, Repair, and Maintenance Services	87,320	70,265	157,585	129,564	28,021
Lead Testing of Drinking Water	5,000		5,000	4,850	150
General Supplies	13,700	(3,545)	10,155	5,229	4,926
Other Objects	1,025	235	1,260	625	635
Total Undist. Expend.- Required Maint. for School Facilities	215,640	68,413	284,053	239,154	44,899
Undist. Expend.-Custodial Services:					
Salaries	363,391	307	363,698	355,683	8,015
Salaries of Non-Instructional Aides	59,600	(20,215)	39,385	812	38,573
Cleaning, Repair, and Maintenance Services	3,000	(2,152)	848	798	50
Other Purchased Property Services	15,000	17,931	32,931	32,931	
Insurance	136,516	(1,643)	134,873	134,873	
General Supplies	50,800	(18,718)	32,082	21,442	10,640
Energy (Natural Gas)	185,000	(54,367)	130,633	130,633	
Energy (Electricity)	131,000	8,024	139,024	121,762	17,262
Energy (Gasoline)	1,500		1,500	278	1,222
Total Undist. Expend.-Custodial Services	945,807	(70,833)	874,974	799,212	75,762

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Care and Upkeep of Grounds:					
Cleaning, Repair, and Maintenance Services		$ 1,500	$ 1,500	$ 1,500	
Total Care And Upkeep Of Grounds		1,500	1,500	1,500	
Security:					
Purchased Professional and Technical Services	$ 9,000	830	9,830	9,830	
Cleaning, Repair, and Maintenance Services	4,500	(4,500)			
General Supplies	2,500	(2,500)			
Total Security	16,000	(6,170)	9,830	9,830	
Total Undist. Expend.- Oper. And Maint. Of Plant Serv.	1,177,447	(7,090)	1,170,357	1,049,696	$ 120,661
Undist. Expend.-Student Transportation Serv.:					
Salaries of Non-Instructional Aides	18,442	(10,311)	8,131	8,131	
Other Purchased Professional and Technical Services	8,500	116	8,616	8,616	
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studts	83,050	(9,753)	73,297	72,120	1,177
Contract. Serv.(Bet. Home & Sch.)-Vendors	1,658,358	(108,905)	1,549,453	1,549,453	
Contract. Serv.(Oth. than Bet. Home & Sch.)-Vend.	27,000	(8,349)	18,651	15,020	3,631
Contract. Serv.(Spl. Ed. Students)-Vendors	645,020	102,172	747,192	555,670	191,522
Total Undist. Expend.-Student Trans. Serv.	2,440,370	(35,030)	2,405,340	2,209,010	196,330
ALLOCATED BENEFITS					
Regular Programs - Instruction:					
Social Security Contributions	8,303	1,665	9,968	9,968	
Worker's Compensation	31,030	194	31,224	31,224	
Health Benefits	1,223,674	(1,223,674)			
Tuition Reimbursement	30,000	(3,000)	27,000	27,000	
Total Regular Programs - Instruction	1,293,007	(1,224,815)	68,192	68,192	

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Special Programs - Instruction:					
Social Security Contributions	$ 59,474	$ 11,926	$ 71,400	$ 71,400	
Workers Compensation	15,721	431	16,152	15,721	$ 431
Health Benefits	432,975	(432,975)			
Total Special Programs - Instruction	508,170	(420,618)	87,552	87,121	431
Other Instructional Programs - Instruction:					
Social Security Contributions	6,941	1,392	8,333	8,333	
Workers Compensation	771		771	771	
Total Other Instructional Programs - Instruction	7,712	1,392	9,104	9,104	
Health Services:					
Social Security Contributions	1,043	209	1,252	1,252	
Workers Compensation	1,236		1,236	1,236	
Health Benefits	39,000	(39,000)			
Total Health Services	41,279	(38,791)	2,488	2,488	
Other Support Services - Speech, OT, PT & Related Svcs:					
Social Security Contributions	900	181	1,081	1,080	1
Workers Compensation	1,998	217	2,215	1,998	217
Health Benefits	112,176	(112,176)			
Total Other Supp Serv - Speech, OT, PT & Related Svcs	115,074	(111,778)	3,296	3,078	218
Other Support Services - Students - Extraordinary Services:					
Social Security Contributions	3,300	662	3,962	3,962	
Total Other Supp Serv - Students - Extraordinary Serv	3,300	662	3,962	3,962	

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Support Services - Guidance:					
Social Security Contributions	$ 250	$ 50	$ 300	$ 300	
Workers Compensation	1,000		1,000	1,000	
Health Benefits	26,500	(26,500)			
Total Other Supp Serv - Guidance	27,750	(26,450)	1,300	1,300	
Other Support Services - Child Study Team:					
Social Security Contributions	6,200	1,243	7,443	7,443	
Workers Compensation	3,262	(300)	2,962	2,962	
Health Benefits	135,000	(135,000)			
Total Other Supp Serv - Child Study Team	144,462	(134,057)	10,405	10,405	
Educational Media Services - School Library:					
Workers Compensation	536		536	536	
Health Benefits	35,100	(35,100)			
Total Educational Media Services - School Library	35,636	(35,100)	536	536	
Support Services - General Administration:					
Social Security Contributions	5,787	1,160	6,947	6,947	
Workers Compensation	1,808	92	1,900	1,808	$ 92
Health Benefits	61,798	(61,798)			
Total Support Services - General Administration	69,393	(60,546)	8,847	8,755	92
Support Services - School Administration:					
Social Security Contributions	9,582	1,921	11,503	11,503	
Workers Compensation	2,899		2,899	2,899	
Health Benefits	55,100	(55,100)			
Total Support Services - School Administration	67,581	(53,179)	14,402	14,402	

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Support Services - Central Services:					
Social Security Contributions	$ 11,317	$ 2,269	$ 13,586	$ 13,586	
Workers Compensation	2,069		2,069	2,069	
Health Benefits	28,500	(28,500)			
Total Support Services - Central Services	41,886	(26,231)	15,655	15,655	
Required Maintenance for School Facilities:					
Social Security Contributions	8,308	1,666	9,974	9,974	
Workmen's Compensation	6,304	(1,592)	4,712	4,712	
Health Benefits	18,000	(18,000)			
Other Employee Benefits	650	48	698	698	
Total Required Maintenance For School Facilities	33,262	(17,878)	15,384	15,384	
Custodial Services:					
Social Security Contributions	32,359	6,489	38,848	38,848	
Workmen's Compensation	21,317		21,317	21,317	
Health Benefits	121,055	(121,055)			
Other Employee Benefits	4,000	(1,489)	2,511	2,511	
Total Custodial Services	178,731	(116,055)	62,676	62,676	
Student Transportation Services:					
Social Security Contributions	1,411	283	1,694	1,693	$ 1
Workers Compensation	127		127	127	
Total Student Transportation Services	1,538	283	1,821	1,820	1
TOTAL ALLOCATED BENEFITS	2,568,781	(2,263,161)	305,620	304,878	742

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
UNALLOCATED BENEFITS					
Social Security Contributions	$ 7,500	$ 1,504	$ 9,004	$ 6,436	$ 2,568
Other Retirement Contributions - PERS	175,000	(13,838)	161,162	161,162	
Other Retirement Contributions - Regular	12,900	(1,889)	11,011	10,850	161
Unemployment Compensation		1,389	1,389	1,389	
Workers Compensation		1,687	1,687	1,687	
Health Benefits		2,223,714	2,223,714	2,204,394	19,320
Other Employee Benefits		112,916	112,916	112,682	234
TOTAL UNALLOCATED BENEFITS	195,400	2,325,483	2,520,883	2,498,600	22,283
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				831,334	(831,334)
TPAF Pension Contributions (Non-Budgeted)				2,810,265	(2,810,265)
TPAF Non-Contributory Insurance (Non-Budgeted)				34,812	(34,812)
TPAF Long-Term Disability Insurance (Non-Budgeted)				1,498	(1,498)
Reimbursed TPAF Social Security Contributions				520,799	(520,799)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				4,198,708	(4,198,708)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	2,764,181	62,322	2,826,503	7,002,186	(4,175,683)
TOTAL UNDISTRIBUTED EXPENDITURES	18,239,126	60,578	18,299,704	21,970,064	(3,670,360)
TOTAL GENERAL CURRENT EXPENSE	25,975,898	14,646	25,990,544	29,485,321	(3,494,777)

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
CAPITAL OUTLAY					
Equipment					
Grades 1-5		$ 14,518	$ 14,518	$ 2,327	$ 12,191
Undistributed:					
Undist. Expend. Support Serv. Child Study Teams		2,186	2,186	2,186	
Undist. Expend. - Care and Upkeep of Grounds	$ 28,000	(15,901)	12,099	12,099	
School Buses - Special		77,106	77,106	77,106	
Total Equipment	28,000	77,909	105,909	93,718	12,191
Facilities Acquisition and Construction Serv.:					
Assessment for Debt Service on SDA Funding	3,671		3,671	3,671	
Total Facilities Acquisition and Const. Serv.	3,671		3,671	3,671	
Assets Acquired Under Financed Purchases (Non-Budgeted):					
Regular Programs - Equipment				106,880	(106,880)
Total Assets Acquired Under Financed Purchases (Non-Budgeted)				106,880	(106,880)
TOTAL CAPITAL OUTLAY	31,671	77,909	109,580	204,269	(94,689)
Transfer of Funds to Charter Schools		34,481	34,481	34,481	
Total Transfer of Funds to Charter Schools		34,481	34,481	34,481	
TOTAL EXPENDITURES	26,007,569	127,036	26,134,605	29,724,071	(3,589,466)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(494,025)	(127,036)	(621,061)	245,616	866,677
Other Financing Sources/(Uses):					
Financed Purchases (Non-budgeted)				106,880	106,880
Total Other Financing Sources/(Uses)				106,880	106,880

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	$ (494,025)	$ (127,036)	$ (621,061)	$ 352,496	$ 973,557
Fund Balance, July 1	1,372,961		1,372,961	1,372,961	
Fund Balance, June 30	$ 878,936	$ (127,036)	$ 751,900	$ 1,725,457	$ 973,557

Recapitulation:	
Restricted Fund Balance:	
Excess Surplus - Restricted For 2026-2027	$ 139,327
Capital Reserve	567,356
Maintenance Reserve	153,094
Unemployment Compensation	18,284
Assigned Fund Balance:	
Year End Encumbrances	130,164
Unassigned Fund Balance	717,232
	1,725,457
Reconciliation to Governmental Funds Statement (GAAP):	
Last State Aid Payments not Recognized on GAAP basis	(230,509)
Fund Balance per Governmental Funds (GAAP)	$ 1,494,948

LINCOLN PARK BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources		$ 162,168	$ 162,168	$ 151,647	$ (10,521)
State Sources		59,486	59,486	59,486	
Federal Sources	$ 317,610	135,243	452,853	368,979	(83,874)
Total Revenues	317,610	356,897	674,507	580,112	(94,395)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	79,403	(41,379)	38,024	34,110	3,914
Purchased Professional and Technical Services		10,000	10,000	9,367	633
Tuition	95,283	180,012	275,295	275,295	
General Supplies	47,642	22,798	70,439	7,199	63,240
Total Instruction	222,327	171,431	393,758	325,971	67,787
Support Services:					
Personal Services - Employee Benefits	31,761	(5,487)	26,274	17,100	9,174
Purchased Professional - Technical Services	31,761	(14,456)	17,305	7,943	9,362
Purchased Professional - Educational Services		9,050	9,050	9,000	50
Purchased Property Services		59,486	59,486	59,486	
Other Purchased Services		17,306	17,306	10,250	7,056
Supplies and Materials	31,761	(31,111)	650		650
Student Activities		150,362	150,362	115,320	35,042
Total Support Services	95,283	185,150	280,433	219,099	61,334
Facilities Acquisition and Construction Services:					
Instructional Equipment		316	316		316
Total Facilities Acquisition and Construction Services		316	316		316
Total Expenditures	$ 317,610	$ 356,897	$ 674,507	$ 545,070	$ 129,437
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	$ -0-	$ -0-	$ -0-	$ 35,042	$ 35,042

LINCOLN PARK BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	$ 29,969,687	$ 580,112
Difference - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, Whereas the GAAP Basis does not:		
Current Year Encumbrances		(11,999)
Cancellation of Prior Year Encumbrances		(55,889)
Prior Year Encumbrances		85,153
Prior Year State Aid Payments Recognized for GAAP Purposes, not Recognized for Budgetary Statements	178,341	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(230,509)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	$ 29,917,519	$ 597,377
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	$ 29,724,071	$ 545,070
Differences - Budgetary to GAAP		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes:		
Current Year Encumbrances		(11,999)
Cancellation of Prior Year Encumbrances		(55,889)
Prior Year Encumbrances		85,153
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	$ 29,724,071	$ 562,335

LINCOLN PARK BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

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

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

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

SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)

SPECIAL REVENUE FUND

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

	COVID-19 - ARP				
	Summer Learning and Enrichment	Comprehensive Beyond the School Day	IDEA Basic	IDEA Preschool	Local Donations
REVENUES					
Local Sources					$ 1,285
State Sources					
Federal Sources	$ 214	$ 591	$ 265,590	$ 9,705	
Total Revenues	214	591	265,590	9,705	1,285
EXPENDITURES					
Instruction:					
Salaries of Teachers					
Purchased Professional and Technical Services					
Tuition			265,590	9,705	
General Supplies	214	591			1,285
Total Instruction	214	591	265,590	9,705	1,285
Support Services:					
Personal Services - Employee Benefits					
Purchased Professional - Technical Services					
Purchased Professional - Educational Services					
Purchased Property Services					
Other Purchased Services					
Student Activities					
Total Support Services					
Total Expenditures	$ 214	$ 591	$ 265,590	$ 9,705	$ 1,285

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

	Elementary and Secondary Education Act			
	Title I	Title II A	Title III	Title IV
REVENUES				
Local Sources				
State Sources				
Federal Sources	$ 60,305	$ 18,193	$ 5,014	$ 9,367
Total Revenues	60,305	18,193	5,014	9,367
EXPENDITURES				
Instruction:				
Salaries of Teachers	34,110			
Purchased Professional and Technical Services				9,367
Tuition				
General Supplies	95		5,014	
Total Instruction	34,205		5,014	9,367
Support Services:				
Personal Services - Employee Benefits	17,100			
Purchased Professional - Technical Services		7,943		
Purchased Professional - Educational Services	9,000			
Purchased Property Services				
Other Purchased Services		10,250		
Student Activities				
Total Support Services	26,100	18,193		
Total Expenditures	$ 60,305	$ 18,193	$ 5,014	$ 9,367

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

	SDA Emergent and Capital Maintenance Needs			Student	
	2023-2024	2022-2023	2021-2022	Activities	Total
REVENUES					
Local Sources				$ 150,362	$ 151,647
State Sources	$ 19,712	$ 19,865	$ 19,909		59,486
Federal Sources					368,979
Total Revenues	19,712	19,865	19,909	150,362	580,112
EXPENDITURES					
Instruction:					
Salaries of Teachers					34,110
Purchased Professional and Technical Services					9,367
Tuition					275,295
General Supplies					7,199
Total Instruction					325,971
Support Services:					
Personal Services - Employee Benefits					17,100
Purchased Professional - Technical Services					7,943
Purchased Professional - Educational Services					9,000
Purchased Property Services	19,712	19,865	19,909		59,486
Other Purchased Services					10,250
Student Activities				115,320	115,320
Total Support Services	19,712	19,865	19,909	115,320	219,099
Total Expenditures	$ 19,712	$ 19,865	$ 19,909	$ 115,320	$ 545,070

CAPITAL PROJECTS FUND

LINCOLN PARK BOROUGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE- BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Revenue and Other Financing Sources:	
Interest Earned	$ 379,344
Total Revenue and Other Financing Sources	379,344
Expenditures and Other Financing Uses:	
Purchased Professional and Technical Services	265,512
Construction Services	2,148,013
Total Expenditures and Other Financing Uses	2,413,525
Deficit of Revenue and Other Financing Sources Under Expenditures and Other Financing Uses	(2,034,181)
Fund Balance - Beginning of Year	7,833,456
Fund Balance - End of Year	$ 5,799,275
Recapitulation of Fund Balance:	
Restricted - Year-End Encumbrances	$ 5,418,754
Restricted Fund Balance	1,177
Assigned Fund Balance	379,344
Total Restricted Fund Balance - Budgetary/GAAP Basis	$ 5,799,275

LINCOLN PARK BOROUGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS
CLASSROOM ADDITION, SYSTEM REHABILITATION, EDUCATIONAL RENOVATIONS,
AND SECURITY VESTIBULE - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Authorized Cost
Revenue and Other Financing Sources:				
Bond Proceeds	$ 10,211,000		$ 10,211,000	$ 10,211,000
Total Revenue and Other Financing Sources	10,211,000		10,211,000	10,211,000
Expenditures:				
Purchased Professional and Technical Services	635,667	$ 265,512	901,179	852,781
Supplies				295,500
Construction Services	1,741,877	2,148,013	3,889,890	9,062,719
Total Expenditures	2,377,544	2,413,525	4,791,069	10,211,000
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	$ 7,833,456	$ (2,413,525)	$ 5,419,931	$ -0-

Additional Project Information:	
Project Name:	
Classroom Addition, System Rehabilitation, Educational Renovations, & Security Vestibule	
Grant Date	N/A
Bonds Authorized Date	6/28/2022
Bonds Authorized	$ 10,211,000
Bonds Issued	N/A
Original Authorized Cost	$ 10,211,000
Revised Authorized Cost	$ 10,211,000
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	46.92%
Original Target Completion Date	6/30/2028
Revised Target Completion Date	N/A

PROPRIETARY FUNDS

LINCOLN PARK BOROUGH SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF NET POSITION
JUNE 30, 2025

ASSETS:		
Current Assets:		
Cash and Cash Equivalents	$	325,290
Intergovernmental Accounts Receivable:		
Federal		10,564
State		738
Inventories		10,093
Total Current Assets		346,685
Non-Current Assets:		
Capital Assets		218,951
Less: Accumulated Depreciation		(160,445)
Total Non-Current Assets		58,506
Total Assets		405,191
LIABILITIES:		
Current Liabilities:		
Interfund Payable		32,992
Accounts Payable		17,124
Unearned Revenue:		
Donated Commodities		2,145
Prepaid Sales		5,119
Supply Chain Assistance		16,141
Total Current Liabilities		73,521
NET POSITION:		
Investment in Capital Assets		58,506
Unrestricted		273,164
Total Net Position	$	331,670

LINCOLN PARK BOROUGH SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Operating Revenue:		
Daily Sales:		
Reimbursable Programs	$	200,461
Non-Reimbursable Programs		95,021
Total Operating Revenue		295,482
Operating Expenses:		
Cost of Sales - Reimbursable Programs		108,990
Cost of Sales - Nonreimbursable Programs		51,663
Salaries		214,780
Benefits & Payroll Taxes		47,908
Management Fee		26,897
Supplies and Repairs		19,976
Miscellaneous Expense		30,438
Depreciation Expense		13,735
Total Operating Expenses		514,387
Operating Loss		(218,905)
Non-Operating Revenue:		
State Sources:		
State School Lunch Program		6,487
State School Lunch Program - NJEIE		4,644
State School Breakfast Program		4
Summer S-EBT Reimbursement		321
Federal Sources:		
National School Lunch Program		145,655
School Breakfast Program		660
Supply Chain Assistance		9,812
Summer S-EBT Reimbursement		322
Food Distribution Program		15,230
Local Food for Schools (LFS) Cooperative Program		1,345
Local Sources:		
Interest Income		16,134
Total Non-Operating Revenue		200,614
Change in Net Position		(18,291)
Net Position - Beginning of Year		349,961
Net Position - End of Year	$	331,670

LINCOLN PARK BOROUGH SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Cash Flows from Operating Activities:		
Receipts from Customers	$	305,154
Payments to Food Service Contractor		(374,370)
Payments to Suppliers		(96,920)
Net Cash (Used for) Operating Activities		(166,136)
Cash Flows from Financing Activities:		
Interest Income		16,134
Net Cash Provided by Financing Activities		16,134
Cash Flows from Noncapital Financing Activities:		
Interfund Advanced - General Fund		35,557
State Sources:		12,382
Federal Sources:		157,751
Net Cash Provided by Noncapital Financing Activities		205,690
Net Increase in Cash and Cash Equivalents		55,688
Cash and Cash Equivalents, July 1		269,602
Cash and Cash Equivalents, June 30	$	325,290
Reconciliation of Operating Income (Loss) to Net Cash (Used for) Operating Activities:		
Operating (Loss)	$	(218,905)
Adjustment to Reconcile Operating (Loss) to Net Cash (Used for) Operating Activities:		
Depreciation		13,735
Federal Food Distribution Program		15,230
Changes in Assets and Liabilities:		
Decrease in Other Accounts Receivable		10,141
(Increase) in Inventory		(3,321)
Increase in Accounts Payable		16,435
Increase in Unearned Revenue - Donated Commodities		1,018
(Decrease) in Unearned Revenue - Prepaid Sales		(469)
Net Cash (Used for) Operating Activities	$	(166,136)

Noncash Investing, Capital and Financing Activities:
The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at $16,248 and utilized U.S.D.A. Commodities valued at $15,230.

FIDUCIARY ACTIVITIES
(NOT APPLICABLE)

LONG-TERM LIABILITIES

LINCOLN PARK BOROUGH SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF SERIAL BONDS

Issue	Date of Issue	Amount of Issue	Maturities of Bonds Outstanding June 30, 2025 Date	Amount	Interest Rate	Balance June 30, 2024	Matured	Balance June 30, 2025
Classroom Addition, System Rehabilitation, Educational Renovations, and Secure Vestibule	7/19/2022	$ 10,211,000	7/15/2025	$ 395,000	3.500%			
			7/15/2026	410,000	3.500%			
			7/15/2027	425,000	3.500%			
			7/15/2028	440,000	3.500%			
			7/15/2029	450,000	3.500%			
			7/15/2030	465,000	3.500%			
			7/15/2031	480,000	3.500%			
			7/15/2032	500,000	3.500%			
			7/15/2033	515,000	3.500%			
			7/15/2034	530,000	4.000%			
			7/15/2035	545,000	4.000%			
			7/15/2036	565,000	4.000%			
			7/15/2037	580,000	4.000%			
			7/15/2038	600,000	4.000%			
			7/15/2039	620,000	4.000%			
			7/15/2040	640,000	4.000%			
			7/15/2041	660,000	4.000%			
			7/15/2042	670,000	4.000%	$ 9,875,000	$ 385,000	$ 9,490,000
						$ 9,875,000	$ 385,000	$ 9,490,000

LINCOLN PARK BOROUGH SCHOOL DISTRICT
LONG-TERM LIABILITIES
STATEMENT OF OBLIGATIONS UNDER FINANCED PURCHASES

Purpose	Original Issue	Interest Rate	Issued	Matured	Balance June 30, 2025
Chromebooks	$ 106,880	8.15%	$ 106,880	$ 29,937	$ 76,943
			$ 106,880	$ 29,937	$ 76,943

LINCOLN PARK BOROUGH SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF OBLIGATIONS UNDER LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOT APPLICABLE

LINCOLN PARK BOROUGH SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF OBLIGATIONS UNDER SUBSCRIPTION-BASED
INFORMATION TECHNOLOGY ARRANGEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOT APPLICABLE

LINCOLN PARK BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 181,584		$ 181,584	$ 181,584	
State Sources:					
Debt Service State Aid Support	192,006		192,006	192,006	
Total Revenue	373,590		373,590	373,590	
EXPENDITURES:					
Regular Debt Service:					
Interest	365,938		365,938	365,938	
Redemption of Principal	385,000		385,000	385,000	
Total Expenditures	750,938		750,938	750,938	
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	(377,348)		(377,348)	(377,348)	
Fund Balance, July 1	873,499		873,499	873,499	
Fund Balance, June 30	$ 496,151	$ -0-	$ 496,151	$ 496,151	$ -0-
Recapitulation:					
Restricted - Subsequent Year's Expenditures				$ 496,151	
Total Restricted Fund Balance				$ 496,151	

STATISTICAL SECTION
(UNAUDITED)

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

Contents

	Exhibit
Financial Trends	
These schedules contain trend information to help the reader understand how the School's financial performance and well-being have changed over time.	J-1 thru J-5
Revenue Capacity	
These schedules contain information to help the reader assess the factors affecting the School's ability to generate its property taxes.	J-6 thru J-9
Debt Capacity	
These schedules present information to help the reader assess the affordability of the School's current levels of outstanding debt and the School's ability to issue additional debt in the future.	J-10 thru J-13
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School's financial activities take place and to help make comparisons over time and with other governments.	J-14 thru J-15
Operating Information	
These schedules contain information about the School's operations and resources to help the reader understand how the School's financial information relates to the services the School provides and the activities it performs.	J-16 thru J-20

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

LINCOLN PARK BOROUGH SCHOOL DISTRICT
NET POSITION BY COMPONENT,
LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED

	June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities										
Net investment in capital assets	$ 5,409,113	$ 5,079,351	$ 4,427,581	$ 5,793,026	$ 5,640,057	$ 5,512,746	$ 5,879,278	$ 5,898,965	$ 5,974,508	$ 5,908,164
Restricted	1,673,075	1,565,649	2,190,395	2,619,910	2,904,045	1,911,397	1,730,190	1,764,340	1,846,657	1,498,328
Unrestricted/(Deficit)	(2,727,233)	(2,467,630)	(3,388,198)	(3,150,140)	(2,845,936)	(1,386,562)	(1,847,084)	(1,951,198)	(2,322,381)	(1,723,412)
Total governmental activities net position	$ 4,354,955	$ 4,177,370	$ 3,229,778	$ 5,262,796	$ 5,698,166	$ 6,037,581	$ 5,762,384	$ 5,712,107	$ 5,498,784	$ 5,683,080
Business-type activities										
Investment in capital assets	$ 19,722	$ 40,401	$ 35,263	$ 60,151	$ 53,221	$ 51,091	$ 69,799	$ 82,805	$ 72,241	$ 58,506
Unrestricted	7,420	24,367		28,694	31,635	37,526	115,663	199,542	277,720	273,164
Total business-type activities net position	$ 27,142	$ 64,768	$ 35,263	$ 88,845	$ 84,856	$ 88,617	$ 185,462	$ 282,347	$ 349,961	$ 331,670
District-wide										
Net investment in capital assets	$ 5,428,835	$ 5,119,752	$ 4,462,844	$ 5,853,177	$ 5,693,278	$ 5,563,837	$ 5,949,077	$ 5,981,770	$ 6,046,749	$ 5,966,670
Restricted	1,673,075	1,565,649	2,190,395	2,619,910	2,904,045	1,911,397	1,730,190	1,764,340	1,846,657	1,498,328
Unrestricted/(Deficit)	(2,719,813)	(2,443,263)	(3,388,198)	(3,121,446)	(2,814,301)	(1,349,036)	(1,731,421)	(1,751,656)	(2,044,661)	(1,450,248)
Total district net position	$ 4,382,097	$ 4,242,138	$ 3,265,041	$ 5,351,641	$ 5,783,022	$ 6,126,198	$ 5,947,846	$ 5,994,454	$ 5,848,745	$ 6,014,750

Source: Borough of Lincoln Park School District records

LINCOLN PARK BOROUGH SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities										
Instruction										
Regular	$ 8,344,994	$ 9,220,767	$ 9,344,543	$ 8,325,384	$ 8,003,307	$ 8,755,690	$ 8,604,084	$ 8,770,459	$ 9,154,676	$ 6,453,356
Special education	2,643,512	3,390,433	3,221,994	2,615,335	2,820,889	2,920,297	3,038,661	3,007,947	3,129,110	3,023,606
Other special education	596,896	714,916	637,827	659,428	431,428	397,420	462,491	506,037	468,617	396,713
Other instruction	104,776	615,631	241,608	153,962	152,227	58,348	100,690	103,489	121,174	206,363
Support Services:										
Tuition	6,732,655	6,325,135	7,080,889	6,909,505	6,773,725	7,930,405	8,750,857	8,131,954	7,982,777	8,968,777
Student & instruction related services	1,410,575	1,239,515	2,064,768	2,257,250	2,412,695	2,357,859	2,524,322	2,678,493	3,012,776	2,785,574
General administrative services	826,296	874,253	553,837	505,174	489,892	533,072	510,966	525,699	570,995	787,989
School administrative services	534,437	546,611	828,446	799,071	828,972	702,422	637,414	626,876	666,499	680,864
Central services	514,846	570,560	783,395	501,487	589,723	473,195	443,672	448,838	519,380	628,255
Administration Information Technology						117,355	18,284	25,646	20,895	26,911
Plant operations and maintenance	1,070,048	1,697,758	1,897,849	1,720,903	1,495,701	1,345,711	1,288,083	1,300,073	1,407,939	1,595,882
Pupil transportation	1,199,032	1,084,694	1,134,783	1,166,681	1,283,323	1,210,017	1,673,763	1,930,528	2,591,049	2,290,685
Capital Outlay	3,671		3,671	3,671	3,671					
Special Schools				21,297	11,118					
Transfer of Funds to Charter School									15,281	34,481
Interest on long-term debt	103,451	47,442	40,823	33,906	26,770	21,328	10,335	349,800	388,758	739,106
Unallocated depreciation	597,693				353,871					
Total governmental activities expenses	24,682,882	26,327,715	27,834,433	25,673,054	25,677,312	26,823,119	28,063,622	28,405,839	30,049,926	28,618,562
Business-type activities:										
Food service	430,008	334,665	385,318	332,235	274,027	192,281	470,420	439,180	426,962	514,387
Total business-type activities expense	430,008	334,665	385,318	332,235	274,027	192,281	470,420	439,180	426,962	514,387
Total district expenses	25,112,890	26,662,380	28,219,751	26,005,289	25,951,339	27,015,400	28,534,042	28,845,019	30,476,888	29,132,949
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (Tuition)		38,983	72,868	50,960	85,095	58,656	266,981	75,474	324,034	73,980
Student & Instruction Related Services						6,403	40,806	82,725	127,728	150,362
Operating grants and contributions	5,423,328	6,958,830	7,382,971	6,056,022	5,268,761	5,938,912	5,926,736	5,672,406	5,321,516	4,659,215
Total governmental activities program revenues	5,423,328	6,958,830	7,455,839	6,106,982	5,353,856	6,003,971	6,234,523	5,830,605	5,773,278	4,883,557
Business-type activities:										
Charges for services										
Food service	217,520	236,333	238,084	247,593	175,002	2,198	55,515	302,204	311,928	295,482
Operating grants and contributions	110,027	110,041	117,101	107,436	93,854	193,821	511,540	225,554	167,564	184,480
Total business type activities program revenues	327,547	346,374	355,185	355,029	268,856	196,019	567,055	527,758	479,492	479,962
Total district program revenues	5,750,875	7,305,204	7,811,024	6,462,011	5,622,712	6,199,990	6,801,578	6,358,363	6,252,770	5,363,519

LINCOLN PARK BOROUGH SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED
(Continued)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Net (Expense)/Revenue										
Governmental activities	$ (19,259,554)	$ (19,368,885)	$ (20,378,594)	$ (19,566,072)	$ (20,323,456)	$ (20,819,148)	$ (21,829,099)	$ (22,575,234)	$ (24,276,648)	$ (23,735,005)
Business-type activities	(102,461)	11,709	(30,133)	22,794	(5,171)	3,738	96,635	88,578	52,530	(34,425)
Total district-wide net expense	(19,362,015)	(19,357,176)	(20,408,727)	(19,543,278)	(20,328,627)	(20,815,410)	(21,732,464)	(22,486,656)	(24,224,118)	(23,769,430)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	17,699,769	18,053,764	18,414,839	19,347,024	19,834,924	20,231,622	20,636,254	21,250,856	21,923,853	22,379,869
Taxes levied for debt service	663,881	130,596	132,810	131,617	130,215	131,945	133,384	131,218	671,123	181,584
Unrestricted grants and contributions	63,011	62,639	341,751	307,791	302,425	304,370	350,866	303,414	470,403	468,333
Investment earnings	6,895	21,130	48,108	60,515	68,486	2,540	1,140	513,023	614,852	486,115
Miscellaneous income	733,089	1,012,677	493,494	324,854	312,333	488,086	432,258	326,446	383,094	403,400
Transfers				(4,284)						
Total governmental activities	19,166,645	19,280,806	19,431,002	20,167,517	20,648,383	21,158,563	21,553,902	22,524,957	24,063,325	23,919,301
Business-type activities:										
Investment earnings	45	100	628	714	1,182	23	210	8,307	15,084	16,134
Transfers				4,284						
Disposition/Adjustment of Capital Assets		25,817								
Total business-type activities	45	25,917	628	4,998	1,182	23	210	8,307	15,084	16,134
Total district-wide	19,166,690	19,306,723	19,431,630	20,172,515	20,649,565	21,158,586	21,554,112	22,533,264	24,078,409	23,935,435
Change in Net Position										
Governmental activities	(92,909)	(88,079)	(947,592)	601,445	324,927	339,415	(275,197)	(50,277)	(213,323)	184,296
Business-type activities	(102,416)	37,626	(29,505)	27,792	(3,989)	3,761	96,845	96,885	67,614	(18,291)
Total district	$ (195,325)	$ (50,453)	$ (977,097)	$ 629,237	$ 320,938	$ 343,176	$ (178,352)	$ 46,608	$ (145,709)	$ 166,005

Source: Borough of Lincoln Park School District records

LINCOLN PARK BOROUGH SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
UNAUDITED

	June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Restricted	$ 2,121,767	$ 2,120,827	$ 2,190,370	$ 2,619,908	$ 2,819,034	$ 1,838,829	$ 1,653,457	$ 1,317,411	$ 884,084	$ 878,061
Assigned	300,074	310,708	132,273	77,389	368,299	1,281,614	655,695	393,331	244,025	130,164
Unassigned	258,044	272,233	340,864	337,347	332,464	643,132	442,517	480,924	66,511	486,723
Total general fund	$ 2,679,885	$ 2,703,768	$ 2,663,507	$ 3,034,644	$ 3,519,797	$ 3,763,575	$ 2,751,669	$ 2,191,666	$ 1,194,620	$ 1,494,948
All Other Governmental Funds										
Restricted	$ 108	$ 132	$ 25	$ 2	$ 85,011	$ 72,568	$ 76,733	$ 9,366,870	$ 8,796,029	$ 6,040,198
Committed		117,877	11,669	11,669	11,669					
Unassigned/(Deficit)	(448,800)						(104,528)			
Assigned										379,344
Total All Other Governmental Funds/(Deficit)	$ (448,692)	$ 118,009	$ 11,694	$ 11,671	$ 96,680	$ 72,568	$ (27,795)	$ 9,366,870	$ 8,796,029	$ 6,419,542
Total Governmental Funds	$ 2,231,193	$ 2,821,777	$ 2,675,201	$ 3,046,315	$ 3,616,477	$ 3,836,143	$ 2,723,874	$ 11,558,536	$ 9,990,649	$ 7,914,490

Source: Borough of Lincoln Park School District Records

LINCOLN PARK BOROUGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
UNAUDITED

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax levy	$ 18,363,650	$ 18,184,360	$ 18,547,649	$ 19,478,641	$ 19,965,139	$ 20,365,006	$ 20,769,638	$ 21,382,074	$ 22,594,976	$ 22,561,453
Tuition charges	61,286	38,983	72,868	50,960	85,095	58,656	266,981	75,474	324,034	73,980
Rentals	243,500		259,144	267,323	296,585	319,884	361,433	316,069	370,096	335,318
Interest earnings	6,895	21,130	48,108	60,515	68,486	2,540	1,140	29,823	33,309	
Miscellaneous	489,589	1,012,677	234,650	66,731	21,580	190,115	123,536	589,041	722,358	705,844
State sources	3,219,236	3,886,199	3,864,235	4,161,468	4,308,446	5,116,855	6,197,466	6,327,201	6,786,946	7,177,444
Federal sources	398,689	351,034	424,999	423,728	422,083	559,963	686,602	1,171,486	842,575	413,791
Total revenue	22,782,845	23,494,383	23,451,653	24,509,366	25,167,414	26,613,019	28,406,796	29,891,168	31,674,294	31,267,830
Expenditures										
Instruction										
Regular Instruction	6,027,992	6,369,597	5,622,385	6,000,959	6,203,517	6,290,955	6,449,425	7,083,649	7,277,041	5,258,035
Special Education Instruction	1,888,996	2,569,014	2,075,719	1,902,863	2,222,784	2,228,830	2,461,022	2,544,344	2,655,160	2,070,916
Other Special Instruction	385,678	410,246	390,514	434,153	305,420	260,126	316,723	375,247	358,770	314,820
School-Sponsored/Other Instruction	73,580	115,591	172,164	117,560	111,276	58,299	109,620	108,119	120,608	115,843
Support Services:										
Tuition	6,732,655	6,325,135	7,080,889	6,909,505	6,773,725	7,930,405	8,750,857	8,131,954	7,982,777	8,968,777
Student & instruction related services	1,299,931	1,231,296	1,591,339	1,848,756	2,012,992	2,048,633	2,285,429	2,457,853	2,787,651	1,892,132
General administrative services	553,500	360,398	424,164	420,768	408,941	445,826	421,317	460,287	500,850	539,795
School Administrative services	566,133	536,667	528,951	518,664	530,792	537,764	499,024	515,809	547,253	450,930
Central services	369,462	365,753	352,725	371,397	421,681	421,772	393,901	401,159	472,361	373,603
Administrative Information Technology	138,971	124,370	117,975	122,554	105,415	113,659	18,506	25,646	20,895	26,911
Plant operations and maintenance	1,053,036	1,172,928	1,103,125	1,337,516	1,337,941	1,304,713	1,344,196	1,315,341	1,402,229	1,127,756
Pupil transportation	1,192,003	1,076,475	1,123,653	1,160,339	1,281,508	1,181,136	1,636,325	1,889,468	2,542,776	2,210,830
Unallocated Benefits	1,678,907	1,705,971	2,199,182	2,533,750	2,690,432	3,256,170	4,044,214	4,234,123	4,439,151	6,697,308
Special Schools				21,297	11,118				15,281	34,481
Capital outlay	7,284	347,123	618,773	239,106	97,481	117,704	591,147	1,530,350	1,217,708	2,617,794
Debt service:										
Principal	655,000	145,000	155,000	160,000	165,000	185,000	185,000	190,000	336,000	385,000
Interest and other charges	71,891	48,235	41,671	34,781	27,672	12,359	12,359	4,157	565,670	365,938
Total expenditures	22,695,019	22,903,799	23,598,229	24,133,968	24,707,695	26,393,351	29,519,065	31,267,506	33,242,181	33,450,869
Excess/(Deficit) of Revenues Over/ (Under) Expenditures	87,826	590,584	(146,576)	375,398	459,719	219,668	(1,112,269)	(1,376,338)	(1,567,887)	(2,183,039)

LINCOLN PARK BOROUGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
UNAUDITED
(Continued)

	Fiscal Year Ending June 30,									
	2016	2016	2017	2018	2020	2021	2022	2023	2024	2025
Other Financing Sources/(Uses)										
Serial Bonds Issued								$ 10,211,000		
Financed Purchases (Non-Budgeted)										$ 106,880
Transfers				$ (4,284)						
Total Other Financing Sources/(Uses)	$ -0-	$ -0-	$ -0-	(4,284)	$ -0-	$ -0-	$ -0-	$ 10,211,000	$ -0-	$ 106,880
Net Change in Fund Balances	$ 87,826	$ 590,584	$ (146,576)	$ 371,114	$ 459,719	$ 219,668	$ (1,112,269)	$ 8,834,662	$ (1,567,887)	$ (2,076,159)
Debt Service as a % of Noncapital Expenditures	2.98%	0.65%	0.68%	0.68%	0.82%	0.71%	0.64%	0.64%	1.08%	1.28%

Source: Borough of Lincoln Park School District records

LINCOLN PARK BOROUGH SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(*modified accrual basis of accounting)*
UNAUDITED

Fiscal Year Ending June 30,	Interest on Investments	Tuition	Rentals- Use of Facilities	Prior Year Refunds	Cancellation of Prior Year Accounts Payable	Other	Total
2016	$ 6,888	$ 61,286	$ 243,500		$ 247,360	$ 242,229	$ 801,263
2017	21,106	38,983	276,942			270,735	607,766
2018	48,090	72,868	259,144	$ 49,279		185,071	614,452
2019	60,515	50,960	267,323			57,531	436,329
2020	68,486	85,095	296,585			15,748	465,914
2021	2,540	58,656	319,884	160,892		7,310	549,282
2022	4,616	266,981	361,433	19,931		47,418	700,379
2023	135,675	75,474	316,069	5,297	215	4,865	537,595
2024	118,701	324,034	370,096	140		12,858	825,829
2025	106,771	73,980	335,318		39,762	28,320	584,151

Source: Borough of Lincoln Park School District records

LINCOLN PARK BOROUGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
UNAUDITED

Year Ended Dec. 31,	Vacant Land	Residential	Farm Regular	Farm Qualified	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Total Direct School Tax Rate [b]	Estimated Actual (County Equalized Value)
2015	$ 6,531,500	$ 1,132,999,600	$ 5,879,500	$ 355,400	$ 114,815,900	$ 62,000,500	$ 36,896,700	$ 1,359,479,100	$ -0-	$ 1,359,479,100	$ 1.35	$ 1,331,789,820
2016	6,411,400	1,132,273,600	5,132,600	347,900	114,157,800	59,708,400	36,896,700	1,354,928,400	-0-	1,354,928,400	1.34	1,346,706,502
2017	7,183,800	1,131,423,900	5,132,600	337,400	113,820,900	59,252,400	36,896,700	1,354,047,700	-0-	1,354,047,700	1.37	1,365,006,098
2018	7,567,700	1,130,390,700	5,132,600	322,300	113,820,900	59,252,400	36,896,700	1,353,383,300	-0-	1,353,383,300	1.44	1,408,014,253
2019	6,695,300	1,131,929,100	4,777,200	322,600	113,695,700	59,752,400	36,996,700	1,354,169,000	-0-	1,354,169,000	1.47	1,436,479,262
2020	7,649,600	1,134,589,800	4,777,200	322,600	112,361,700	59,752,400	36,996,700	1,356,450,000	-0-	1,356,450,000	1.50	1,468,973,359
2021	8,649,000	1,135,673,900	4,777,200	322,600	109,871,400	59,752,400	36,996,700	1,356,043,200	-0-	1,356,043,200	1.53	1,544,292,450
2022	7,837,100	1,137,430,000	5,339,600	308,600	111,046,100	59,752,400	36,996,700	1,358,710,500	-0-	1,358,710,500	1.57	1,550,606,282
2023	7,303,300	1,138,708,400	4,676,700	308,200	111,951,000	59,997,000	36,996,700	1,359,941,300	-0-	1,359,941,300	1.66	1,651,587,673
2024*	11,356,200	1,625,144,200	5,280,500	117,200	152,243,100	132,715,900	70,594,000	1,997,451,100	-0-	1,997,451,100	1.13	1,809,969,147

* - Revaluation

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

a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies
b Tax rates are per $100

Source: Municipal Tax Assessor

LINCOLN PARK BOROUGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
(rate per $100 of assessed value)
UNAUDITED

Year Ended December 31,	Lincoln Park School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate [a]	General Obligation Debt Service [b]	Total Direct	Borough of Lincoln Park	Morris County	
2015	$ 1.30	$ 0.05	$ 1.35	$ 0.97	$ 0.24	$ 2.56
2016	1.33	0.01	1.34	0.99	0.25	2.58
2017	1.36	0.01	1.37	0.99	0.25	2.61
2018	1.43	0.01	1.44	1.02	0.27	2.72
2019	1.46	0.01	1.47	1.02	0.27	2.76
2020	1.49	0.01	1.50	1.06	0.28	2.84
2021	1.52	0.01	1.53	1.06	0.29	2.88
2022	1.56	0.01	1.57	1.09	0.29	2.96
2023	1.61	0.05	1.66	1.12	0.31	3.09
2024 *	1.12	0.01	1.13	0.80	0.22	2.16

* - Revaluation

Note:

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

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

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

Source: Municipal Tax Collector and School Business Administrator

LINCOLN PARK BOROUGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

	2024			2015		
Taxpayer	Assessed Value	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Beaver Brook Associates	$ 36,183,800	1.81%	Beaver Brook Associates	$ 36,083,800	1	2.65%
499 Pine Brook Realty, LLC	16,246,900	0.81%	Mort's Family Group	16,441,900	2	1.21%
Mort's Family Group	15,500,000	0.78%	Renaissance Rehab and Nursing Home	15,500,000	3	1.14%
521 Pine Brook Realty, LLC	9,958,400	0.50%	Lincoln Park Properties	9,958,400	4	0.73%
Lincoln Park Plaza Associates	7,662,600	0.38%	Lincoln Park Nursing Home	7,729,200	5	0.57%
Lincoln Park Properties	7,100,000	0.36%	Phoenix Reality Partners	7,662,600	6	0.56%
510R Lincoln Park LLC	6,600,000	0.33%	Lincoln Park Plaza Associates	7,500,000	7	0.55%
H&S Realty Partners LLC	4,450,000	0.22%	510 Ryerson Road, Inc.	4,500,000	8	0.33%
1 Frassetto Way LLC	4,200,000	0.21%	FRA Lincoln Park, LLC	3,741,000	9	0.28%
Lincoln Park Associates LLC	4,000,000	0.20%	Kay Elements	3,000,000	10	0.22%
	$ 111,901,700	5.60%		$ 112,116,900		8.25%

Source: Municipal Tax Assessor

LINCOLN PARK BOROUGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy [a]		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	$ 18,363,650	$ 18,363,650	100.00%	$ -0-
2017	18,184,360	18,184,360	100.00%	-0-
2018	18,547,649	18,547,649	100.00%	-0-
2019	19,478,641	19,478,641	100.00%	-0-
2020	19,965,139	19,965,139	100.00%	-0-
2021	20,363,567	20,363,567	100.00%	-0-
2022	20,769,638	20,769,638	100.00%	-0-
2023	21,382,074	21,382,074	100.00%	-0-
2024	22,594,976	22,594,976	100.00%	-0-
2025	22,561,453	22,561,453	100.00%	-0-

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

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

LINCOLN PARK BOROUGH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

	Governmental Activities				
Fiscal Year Ended June 30,	General Obligation Bonds	Financed Purchases	Total District	Percentage of Personal Income [a]	Per Capita [a]
2016	$ 1,175,000	$ -0-	$ 1,175,000	0.13%	114
2017	1,030,000	-0-	1,030,000	0.11%	100
2018	875,000	-0-	875,000	0.09%	86
2019	715,000	-0-	715,000	0.07%	71
2020	550,000	-0-	550,000	0.06%	55
2021	375,000	-0-	375,000	0.03%	34
2022	190,000	-0-	190,000	0.02%	17
2023	10,211,000	-0-	10,211,000	0.80%	932
2024	9,875,000	-0-	9,875,000	0.77%	895
2025	9,490,000	76,943	9,566,943	0.75%	867

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

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

Source: School District Financial Reports

LINCOLN PARK BOROUGH SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2016	$ 1,175,000	$ -0-	$ 1,175,000	0.086%	114
2017	1,030,000	-0-	1,030,000	0.076%	100
2018	875,000	-0-	875,000	0.065%	86
2019	715,000	-0-	715,000	0.053%	71
2020	550,000	-0-	550,000	0.041%	55
2021	375,000	-0-	375,000	0.028%	34
2022	190,000	-0-	190,000	0.014%	17
2023	10,211,000	-0-	10,211,000	0.752%	932
2024	9,875,000	-0-	9,875,000	0.726%	895
2025	9,490,000	-0-	9,490,000	0.475%	860

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

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

b Population data can be found in Exhibit J-14. This ratio is calculated using population estimate for the previous calendar year.

Source: School District Financial Reports

LINCOLN PARK BOROUGH SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2024
UNAUDITED

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [a]	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Borough of Lincoln Park	$ 11,839,262	100.00%	$ 11,839,262
Morris County General Obligation Debt	324,225,727	1.72%	5,585,932
Subtotal, Overlapping Debt			17,425,194
Lincoln Park School District Direct Debt			9,490,000
Total Direct and Overlapping Debt			$ 26,915,194

a For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable equalized property values. Applicable percentages were estimated by determining the portion of another governmental unit's equalized property value that is within the district's boundaries and dividing it by each unit's total equalized property value.

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

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

LINCOLN PARK BOROUGH SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2025

Year Ended December 31,	Equalized Valuation Basis
2024	$ 2,036,345,295
2023	1,777,004,181
2022	1,646,722,215
	$ 5,460,071,691
Average Equalized Valuation of Taxable Property	$ 1,820,023,897
Debt Limit (3% of Average Equalization Value) [a]	$ 54,600,717
Net Bonded School Debt	9,490,000
Legal Debt Margin	$ 45,110,717

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt limit	$ 40,259,517	$ 40,512,563	$ 40,949,528	$ 41,550,798	$ 42,290,004	$ 43,134,669	$ 44,497,451	$ 44,822,392	$ 49,680,188	$ 54,600,717
Total Net Debt Applicable to Limit	1,175,000	1,030,000	875,000	715,000	550,000	375,000	190,000	10,211,000	9,875,000	9,490,000
Legal Debt Margin	$ 44,333,481	$ 39,482,563	$ 40,074,528	$ 40,835,798	$ 41,740,004	$ 40,835,798	$ 44,307,451	$ 34,611,392	$ 34,611,392	$ 45,110,717
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	2.92%	2.54%	2.14%	1.72%	1.30%	0.87%	0.43%	22.78%	19.88%	17.38%

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

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

LINCOLN PARK BOROUGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Year	Population [a]	Personal Income [c]	Morris County Per Capital Personal Income [b]	Borough Unemployment Rate [d]
2016	10,351	$ 910,722,384	$ 87,984	4.20%
2017	10,348	933,969,088	90,256	3.90%
2018	10,219	957,469,205	93,695	3.70%
2019	10,100	977,417,400	96,774	3.10%
2020	10,064	995,078,000	98,875	9.30%
2021	10,900	1,167,771,500	107,135	6.40%
2022	10,923	1,191,229,611	109,057	3.80%
2023	10,951	1,268,673,350	115,850	3.70%
2024	11,030	1,277,825,500 ***	115,850 *	4.00%
2025	11,030 **	1,277,825,500 ***	115,850 *	N/A

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

N/A - Information Unavailable

Source: School District Reports
a Population information provided by the NJ Dept of Labor and Workforce Development
b Personal income has been estimated based upon the municipal population and per capita personal income presented
c Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.
d Unemployment data provided by the NJ Dept of Labor and Workforce Development

LINCOLN PARK BOARD OF EDUCATION
PRINCIPAL EMPLOYERS - COUNTY OF MORRIS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

2024			2015		
Employer	Employees	Percentage of Total Employment	Employer	Employees	Percentage of Total Employment
Atlantic Health System	10,552	3.92%	U.S Army Armament R&D	6,000	2.31%
Norvartis Corporation	6,500	2.42%	Atlantic Health System	5,171	1.99%
U.S Army Armament Reseach and Development	6,000	2.23%	Novartis Corporation	4,622	1.78%
Barclays	3,374	1.25%	Bayer Healthcare, LLC	2,800	1.08%
Bayer Healthcare, LLC	2,713	1.01%	County of Morris	1,757	0.68%
Automatic Data Processing, Inc.	2,400	0.89%	Wyndham Worldwide Corporation	1,626	0.63%
Accenture	2,344	0.87%	Accenture	1,561	0.60%
PricewaterhouseCoopers	2,095	0.78%	St. Claire's Health Services	1,504	0.58%
Cigna	1,686	0.63%	BASF Corporation	1,500	0.58%
Deloitte & Touche	1,646	0.61%	Pricewaterhouse Coopers	1,360	0.52%
	39,310	14.61%		27,901	10.74%

* - Employment data provided by the NJ Department of Labor and Workforce Development.

Note - Information is for Morris County

Source: Morris County Economic Development Corporation.

LINCOLN PARK BOROUGH SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
UNAUDITED

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Instruction										
Regular	56.0	64.2	64.2	64.2	64.2	64.2	64.2	64.2	64.2	63.0
Special education	29.5	20.4	20.4	20.4	20.4	20.4	20.4	20.4	20.4	20.4
Support Services:										
Student & instruction related services	10.8	28.0	28.0	28.0	28.0	28.0	28.0	28.0	28.0	28.0
School administrative services	4.1	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
General and administrative services	1.0	2.1	2.1	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Plant operations and maintenance	8.5	8.5	8.5	8.5	8.5	8.5	8.5	8.5	8.5	8.5
Pupil transportation	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Business and other support services	6.0	5.0	5.0	5.0	5.0	5.0	5.0	4.0	4.0	4.0
Food Service	8.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0
Total	124.2	139.5	139.5 *	139.4	139.4	139.4	139.4	138.4	138.4	137.2

* 2018 includes student shadows in student & instructional related services

Source: District Personnel Records

LINCOLN PARK BOROUGH SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures[a]	Cost Per Pupil[d]	Percentage Change	Teaching Staff[b]	Pupil/Teacher Ratio Elementary	Pupil/Teacher Ratio Middle School	Average Daily Enrollment (ADE)[c]	Average Daily Attendance (ADA)[c]	% Change in Average Daily Enrollment	Student Attendance Percentage
2016	934	$ 21,960,844	$ 23,513	7.90%	85	1:12	1:12	933	910	-2.10%	97.53%
2017	934	22,363,441	23,944	1.83%	85	1:12	1:12	920	880	-1.39%	95.65%
2018	934	22,782,785	24,393	1.88%	85	1:12	1:12	939	898	2.07%	95.63%
2019	908	23,700,081	26,101	7.00%	85	1:12	1:12	914	871	-2.66%	95.30%
2020	914	24,417,542	26,715	2.35%	85	1:12	1:12	931	900	1.86%	96.67%
2021	884	26,078,288	29,500	10.43%	85	1:12	1:12	884	854	-5.05%	96.61%
2022	884	28,018,649	31,695	7.44%	85	1:12	1:12	873	824	-1.24%	94.39%
2023	864	28,300,726	32,755	3.34%	85	1:12	1:12	893	837	2.29%	93.73%
2024	889	31,122,803	35,009	6.88%	85	1:12	1:12	924	854	3.47%	92.42%
2025	879	30,082,137	34,223	-2.24%	84	1:12	1:12	872	820	-5.63%	94.04%

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures less debt service and capital outlay.
b Teaching staff includes only full-time equivalents of certificated staff.
c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
d The cost per pupil calculated above is the sum of operating expenditures divided by enrollment. This cost per pupil may be different from other cost per pupil calculations.

Sources: Borough of Lincoln Park School District records

LINCOLN PARK BOROUGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

District Building	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Chapel Hill School (1923)										
Square Feet	53,600	53,600	53,600	53,600	53,600	53,600	53,600	53,600	53,600	53,600
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Elementary School (1966)										
Square Feet	66,640	66,640	66,640	66,640	66,640	66,640	66,640	66,640	66,640	66,640
Capacity (students)	533	533	533	533	533	533	533	533	533	533
Enrollment	536	536	536	501	507	483	483	520	526	531
Middle School (1959)										
Square Feet	79,120	79,120	79,120	79,120	79,120	79,120	79,120	79,120	79,120	79,120
Capacity (students)	603	603	603	603	603	603	603	603	603	603
Enrollment	398	398	398	407	407	401	401	344	363	348

Number of Schools at June 30, 2025
Elementary = 1
Middle School = 1
Other = 1

N/A - Not available or applicable

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

Source: Lincoln Park Borough School District Central Office

LINCOLN PARK BOROUGH SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS
UNAUDITED

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES*
Account #11-000-261-XXX:

Fiscal Year Ended June 30,	Chapel Hill School	Elementary School	Middle School	Total
2016	$ 1,500	$ 61,394	$ 73,097	$ 135,991
2017	250	92,074	91,337	183,661
2018		73,129	99,097	172,226
2019	4,956	111,699	117,077	233,732
2020	1,364	111,842	115,213	228,419
2021	2,574	99,768	144,202	246,544
2022	214	63,447	128,022	191,683
2023	2,959	81,149	113,215	197,323
2024	8,973	76,826	109,488	195,287
2025	7,543	85,484	146,127	239,154

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

Source: Borough of Lincoln Park School District records

LINCOLN PARK BOROUGH SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025
UNAUDITED

COVERAGE	LIMITS	TERMS IN YEARS	EXPIRES	COMPANY	POLICY NUMBER	COMMENTS
COMMERCIAL PACKAGE POLICY		1 YEAR	7/1/24-7/1/25	NJSIG	P283AP	
PROPERTY						Surcharge
BLANKET BUILDING & CONTENTS(Per Fund)	$60,403,829					Per Occurrence
BUSINESS INCOME & EXTRA EXPENSE	$50,000,000					PTO's & PTA's incl. As
VALUABLE PAPERS & RECORDS	$10,000,000					Additional Insured
						Per Occurrence
FINE ARTS	NOT COVERED					
IN TRANSIT OR OFF PREMISES	$1,000,000					
FLOOD EACH OCCURRENCE	$75,000,000					
EARTHQUAKE PER OCCURRENCE	$50,000,000					
EARTHQUAKE AGGREGATE	$50,000,000					
DEDUCTIBLES PER OCCURRENCE:	$5,000					
CRIME						
PUBLIC EMPLOYEE DISHONESTY						
W/FAITHFUL PERFORMANCE	$250,000					
FORGERY OR ALTERATION	$250,000					
MONEY ORDERS & COUNTERFEIT	$100,000					
COMPUTER FRAUD	$250,000					
DEDUCTIBLE	$1,000					
BOILER & MACHINERY		1 YEAR	7/1/24-7/1/25	NJSIG	P283AP	
LIMIT PER BREAKDOWN	$100,000,000					
DEDUCTIBLE	$5,000					
INLAND MARINE						
Blanket Tools & Equipment						

LINCOLN PARK BOROUGH SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025
UNAUDITED
(Continued)

COVERAGE	LIMITS	TERMS IN YEARS	EXPIRES	COMPANY	POLICY NUMBER	COMMENTS
COMPREHENSIVE GENERAL LIABILITY						
EACH OCCURRENCE	$11,000,000					
DAMAGE TO PREMISES RENTED TO YOU	$1,000,000					
MEDICAL EXPENSE	$10,000					
PERSONAL INJURY & ADVERTISING INJURY	$11,000,000					
GENERAL AGGREGATE	$3,000,000					
PRODUCTS COMPLETED OPERATIONS	$11,000,000					
EMPLOYEE BENEFITS LIABILITY	$11,000,000					
EMPLOYEE BENEFITS LIABILITY AGGREGATE	$11,000,000					
ABUSE OR MOLESTATION LIABLITY	$11,000,000					
ABUSE OR MOLESTATION AGGREGATE	$15,000,000					
AUTOMOBILE COVERAGE			7/1/24-7/1/25	NJSIG	P283AP	
SYMBOL 1 ANY AUTO						
COMBINED SINGLE LIMIT FOR BODILY INJURY						
AND PROPERTY DAMAGE PER ACCIDENT	$11,000,000					
SYMBOL 6 UNINSURED/UNDERINSURED MOTORIST	$25,000					
SYMBOL 6 UNINSURED/UNDERINSURED MOTORIST	$25,000					
SYMBOL 5 PERSONAL INJ. PROTECTION	STATUTORY					
MEDICAL PAYMENTS	varies					
PHYSICAL DAMAGE- SYMBOL 8						
SCHEDULED VEHICLES ONLY						
COMPREHENSIVE DEDUCTIBLE	$1,000					
COLLISION DEDUCTIBLE	$1,000					
CYBER LIABILITY		1 YEAR	7/1/24-7/1/25	NJSIG	C283AP	
EACH EVENT LIIMIT	$2,000,000					
POLICY AGGREGATE	$10,000,000					
EDUCATORS LEGAL LIABILITY		1 YEAR	7/1/24-7/1/25	NJSIG	E283AP	
EACH WONGFUL ACT	$1,000,000					
PROFESSIONAL INCIDENT AGGREGATE	$3,000,000					
DEDUCTIBLE	$5,000					

LINCOLN PARK BOROUGH SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2023
UNAUDITED
(Continued)

COVERAGE	LIMITS	TERMS IN YEARS	EXPIRES	COMPANY	POLICY NUMBER	COMMENTS
UMBRELLA POLICY		1 YEAR	7/1/24-7/1/25	NJSIG	P283AP	
EACH OCCURRENCE LIMIT	$10,000,000					
AGGREGATE	$10,000,000					
PREMISES POLLUTION LIABILITY INS.		1 YEAR	7/1/24-7/1/25	NJSIG	P283AP	
				ASCOT SPECIALTY INS CO	ENPR2310000991-02	
PER POLLUTION CONDITION OR INDOOR ENVIRONMENTAL CONDITION	$1,000,000					
RETENTION	$50,000					
WORKERS COMPENSATION			7/1/24-7/1/25	POOLED INS. PROGRAM	SP4066555	
WORKERS COMPENSATION	STATUTORY			OF NJ		
EMPLOYERS LIABILITY	$1,000,000					
SELF INSURED RETENTION PER OCCURRENCE	$600,000					
EXCESS UMBRELLA - NJUEP						
	$10,000,000	1 YEAR	7/1/24-7/1/25	Hudson Excess Ins. Co.	EPGA 000073-04	
	$10,000,000	1 YEAR	7/1/24-7/1/25	Allied World Assur. Co.	0312-3968	
	$10,000,000	1 YEAR	7/1/24-7/1/25	Great American	2480095	
BONDS		1 YEAR				
BUSINESS ADMINISTRATOR	$220,000		7/1/24-7/1/25	RLI	LSM1884665	
KELLY MURPHY, TREASURER	$220,000		7/1/24-7/1/25	TRAVELERS CASUALTY & SUR.	107277755	
STUDENT ACCIDENT		1 YEAR	7/1/24-7/1/25	MCCLOSKEY		
Maximum Medical Benefit per Injury	$25,000			QBE - Base	KHH000389	
	$5,000,000			QBE - CAT	KHH900022	

Source: Lincoln Park Borough School District records

SINGLE AUDIT SECTION

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Independent Member
BKR International

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

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Lincoln Park Borough School District
County of Morris, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Lincoln Park Board of Education, in the County of Morris (the "District") as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 21, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

The Honorable President and Members
of the Board of Education
Lincoln Park Borough School District
Page 2

Report on Compliance and Other Matters

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

Purpose of this Report

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

Nisivoccia LLP

November 21, 2025
Mount Arlington, New Jersey

NISIVOCCIA LLP

John J. Mooney
Licensed Public School Accountant #2602
Certified Public Accountant

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

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Lincoln Park Borough School District
County of Morris, New Jersey

Report on Compliance for Each Major State Program

Qualified and Unmodified Opinion

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

Qualified Opinion on Transportation Aid Major State Program

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the Transportation Aid major state program for the fiscal year ended June 30, 2025.

Unmodified Opinion on Each of the Other Major State Programs

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major state programs identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs for the year ended June 30, 2025.

Basis for Qualified and Unmodified Opinions

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

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

Matter Giving Rise to Qualified Opinion on Transportation Aid Major State Program

As described in the accompanying Schedule of Findings and Questioned Costs, the District did not comply with requirements regarding eligibility for its Transportation Aid as described in Finding 2025-001.

Compliance with such requirements is necessary, in our opinion, for the District to comply with the requirements applicable to that program.

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
    - obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey's OMB

- Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as Finding 2025-001, to be a significant deficiency.

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 above, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

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

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

November 21, 2025
Mount Arlington, New Jersey

Nisivoccia LLP
NISIVOCCIA LLP

John J. Mooney
Licensed Public School Accountant #2602
Certified Public Accountant

LINCOLN PARK BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass Through Grantor Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024 Budgetary Accounts Receivable	Balance at June 30, 2024 Budgetary Unearned Revenue	Cash Received	Budgetary Expendi-tures	Adjust-ments	Cancellation of Prior Year's Payables	Cancellation of Prior Year's Encumbrances	Balance at June 30, 2025 Budgetary Accounts Receivable	Balance at June 30, 2025 Budgetary Unearned Revenue	Balance at June 30, 2025 Due to Grantor	Amounts Provided to Subrecipients
U.S. Department of Education:															
Special Revenue Fund:															
Passed-through State Department of Education:															
Elementary and Secondary Education Act:															
Title I	84.010A	ESEA265025	7/1/24-9/30/25	$ 69,285			$ 50,024	$ (60,305)				$ (10,281)			
Title I	84.010A	ESEA265024	7/1/23-9/30/24	125,097	$ (60,078)		59,370		$ 701		$ 7				
Total Title I					(60,078)		109,394	(60,305)	701		7	(10,281)			
Title II	84.367A	ESEA265025	7/1/24-9/30/25	21,469			4,942	(18,193)				(13,251)			
Title II	84.367A	ESEA265024	7/1/23-9/30/24	24,762	(3,925)		3,925								
Total Title II					(3,925)		8,867	(18,193)				(13,251)			
Title III	84.365A	ESEA265025	7/1/24-9/30/25	61,525			3,501	(5,014)	(1)			(1,514)			
Title III	84.365A	ESEA265024	7/1/23-9/30/24	95,084	(83,329)		30,946		2,964	$ 1,772	47,647				
Title III	84.365A	ESEA265023	7/1/22-9/30/23	44,488							8,235			$ 8,235	
Total Title III					(83,329)		34,447	(5,014)	2,963	1,772	55,882	(1,514)		8,235	
Title IV	84.424A	ESEA265025	7/1/24-9/30/25	10,000			9,367	(9,367)							
Total Title IV							9,367	(9,367)							
Education Stabilization Fund:															
COVID-19 - ARP:															
ESSER III	84.425U	S425U210027	3/13/20-9/30/24	648,182	(5,489)		5,489								
Accelerated Learning Coach and Educator Support	84.425U	S425U210027	3/13/20-9/30/24	105,307	(19,775)		19,775								
Summer Learning and Enrichment	84.425U	S425U210027	3/13/20-9/30/24	40,000	(455)		670	(214)	(1)						
Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	40,000	(17,064)		17,654	(591)	1						
Mental Health	84.425U	S425U210027	3/13/20-9/30/24	40,500	(3,150)		3,150								
Homeless II Children and Youth	84.425W	N/A	4/23/21-9/30/24	3,198		$ 365			(365)						
COVID-19 - ARP GEER:															
NJ High Impact Tutoring Grant	84.425C	E2400298	10/11/23-8/31/24	58,000	(10,625)		9,950					(675)			
Total Education Stabilization Fund					(56,558)	365	56,688	(805)	(365)			(675)			
Special Education Cluster (IDEA):															
IDEA Part B, Basic Regular	84.027	IDEA265025	7/1/24-9/30/25	265,590			265,590	(265,590)							
IDEA Part B, Basic Regular	84.027	IDEA265024	7/1/23-9/30/24	268,672	(5,922)		5,922								
IDEA Part B, Preschool	84.173	IDEA265025	7/1/24-9/30/25	9,705			9,705	(9,705)							
Total Special Education Cluster (IDEA)					(5,922)		281,217	(275,295)							
Total U.S. Department of Education					(209,812)	365	499,980	(368,979)	3,299	1,772	55,889	(25,721)		8,235	

LINCOLN PARK BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass Through Grantor Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024 Budgetary Accounts Receivable	Balance at June 30, 2024 Budgetary Unearned Revenue	Cash Received	Budgetary Expenditures	Adjustments	Cancellation of Prior Year's Payables	Cancellation of Prior Year's Encumbrances	Balance at June 30, 2025 Budgetary Accounts Receivable	Balance at June 30, 2025 Budgetary Unearned Revenue	Balance at June 30, 2025 Due to Grantor	Amounts Provided to Subrecipients
U.S. Department of Agriculture:															
Passed-through State Department of Agriculture:															
Child Nutrition Cluster															
Food Distribution Program	10.555	N/A	7/1/24-6/30/25	$ 16,248			$ 16,248	$ (14,103)					$ 2,145		
Food Distribution Program	10.555	N/A	7/1/23-6/30/24	24,954		$ 1,127		(1,127)							
National School Lunch Program	10.555	N/A	7/1/24-6/30/25	145,655			135,122	(145,655)				$ (10,533)			
National School Lunch Program	10.555	N/A	7/1/23-6/30/24	104,135	$ (20,230)		20,230								
School Breakfast Program	10.553	N/A	7/1/24-6/30/25	660			629	(660)				(31)			
School Breakfast Program	10.553	N/A	7/1/23-6/30/24	586	(103)		103								
COVID-19 - Supply Chain Assistance	10.555	N/A	7/1/22-6/30/24	54,002		25,953		(9,812)					16,141		
Total Child Nutrition Cluster					(20,333)	27,080	172,332	(171,357)				(10,564)	18,286		
Local Food for Schools (LFS) Cooperative Program	10.185	N/A	7/1/24-6/30/25	1,345			1,345	(1,345)							
Summer Electronic Benefit Transfer (S-EBT)	10.646	N/A	7/1/24-6/30/25	322			322	(322)							
Total U.S. Department of Agriculture					(20,333)	27,080	173,999	(173,024)				(10,564)	18,286		
U.S. Department of Health and Human Services:															
Medicaid Cluster:															
Medicaid Assistance Program	93.778	N/A	7/1/24-6/30/25	15,548			15,548	(15,548)							
Medicaid Assistance Program	93.778	N/A	7/1/23-6/30/24	32,116	(660)		660								
Total U.S. Department of Health and Human Services					(660)		660	(15,548)							
Total Federal Awards					$ (230,805)	$ 27,445	$ 674,639	$ (557,551)	$ 3,299	$ 1,772	$ 55,889	$ (36,285)	$ 18,286	$ 8,235	$ -0-

N/A - Not applicable

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

LINCOLN PARK BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024 Budgetary Accounts Receivable	Balance at June 30, 2024 Budgetary Unearned Revenue	Cash Received	Budgetary Expenditures	Balance at June 30, 2025 GAAP Accounts Receivable	Balance at June 30, 2025 Budgetary Unearned Revenue	Memo Budgetary Receivable	Memo Cumulative Total Expenditures
State Department of Education:											
General Fund State Aid:											
Special Education Aid	25-495-034-5120-089	7/1/24-6/30/25	$ 1,446,863			$ 1,307,466	$ (1,446,863)			$ (139,397)	$ 1,446,863
Security Aid	25-495-034-5120-084	7/1/24-6/30/25	178,348			161,165	(178,348)			(17,183)	178,348
Adjustment Aid	25-495-034-5120-085	7/1/24-6/30/25	103,853			93,847	(103,853)			(10,006)	103,853
Extraordinary Aid	25-495-034-5120-044	7/1/24-6/30/25	376,913				(376,913)	$ (376,913)		(376,913)	376,913
Transportation Aid	25-495-034-5120-014	7/1/24-6/30/25	663,485			599,562	(663,485)			(63,923)	663,485
Transportation Aid - Non-public reimbursement	25-495-034-5120-014	7/1/24-6/30/25	21,949				(21,949)	(21,949)		(21,949)	21,949
Reimbursed TPAF Social Security Contributions	25-495-034-5095-003	7/1/24-6/30/25	520,799			495,646	(520,799)	(25,153)		(25,153)	520,799
On-Behalf TPAF Post Retirement Contributions	25-495-034-5094-001	7/1/24-6/30/25	831,334			831,334	(831,334)				831,334
On-Behalf TPAF Pension Contributions	25-495-034-5094-002	7/1/24-6/30/25	2,810,265			2,810,265	(2,810,265)				2,810,265
On-Behalf TPAF Non-Contributory Insurance	25-495-034-5094-004	7/1/24-6/30/25	34,812			34,812	(34,812)				34,812
On-Behalf TPAF Long-Term Disability Insurance	25-495-034-5094-004	7/1/24-6/30/25	1,498			1,498	(1,498)				1,498
Special Education Aid	24-495-034-5120-089	7/1/23-6/30/24	1,133,838	$ (100,608)		100,608					1,133,838
Security Aid	24-495-034-5120-084	7/1/23-6/30/24	136,362	(12,100)		12,100					136,362
Adjustment Aid	24-495-034-5120-085	7/1/23-6/30/24	103,853	(9,215)		9,215					103,853
Extraordinary Aid	24-495-034-5120-044	7/1/23-6/30/24	314,265	(314,265)		314,265					314,265
Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	635,819	(56,418)		56,418					635,819
Transportation Aid - Non-public reimbursement	24-495-034-5120-014	7/1/23-6/30/24	24,115	(24,115)		24,115					24,115
Reimbursed TPAF Social Security Contributions	24-495-034-5095-003	7/1/23-6/30/24	598,719	(29,141)		29,141					598,719
Total General Fund State Aid				(545,862)		6,881,457	(6,990,119)	(424,015)		(654,524)	9,937,090
Special Revenue Fund											
School Development Authority:											
Emergent & Capital Maintenance Needs	N/A	7/1/23-6/30/25	19,712			19,712	(19,712)				19,712
Emergent & Capital Maintenance Needs	N/A	7/1/22-6/30/25	19,865			19,865	(19,865)				19,865
Emergent & Capital Maintenance Needs	N/A	7/1/21-6/30/25	19,909			19,909	(19,909)				19,909
Anti Bullying Aid	N/A	7/1/13-6/30/25	3,604		$ 3,604				$ 3,604		
Total Special Revenue Fund					3,604	59,486	(59,486)		3,604		59,486
Debt Service Fund:											
Debt Service State Aid Support	25-495-034-5120-017	7/1/24-6/30/25	192,006			192,006	(192,006)				192,006
Total Debt Service Fund						192,006	(192,006)				192,006
Enterprise Fund:											
State School Lunch Program	25-100-010-3350-023	7/1/24-6/30/25	6,487			6,012	(6,487)	(475)		(475)	6,487
State School Lunch Program - NJEIE	25-100-010-3350-023	7/1/24-6/30/25	4,644			4,383	(4,644)	(261)		(261)	4,644
State School Lunch Program	24-100-010-3350-023	7/1/23-6/30/24	5,868	(1,131)		1,131					5,868
State School Lunch Program - NJEIE	24-100-010-3350-023	7/1/23-6/30/24	2,318	(524)		524					2,318
State School Breakfast Program	25-100-010-3350-028	7/1/24-6/30/25	4			2	(4)	(2)		(2)	4
State School Breakfast Program	24-100-010-3350-028	7/1/23-6/30/24	29	(9)		9					29
Summer Electronic Benefit Transfer (S-EBT)	N/A	7/1/24-6/30/25	321			321	(321)				321
Total Enterprise Fund				(1,664)		12,382	(11,456)	(738)		(738)	19,671
Total State Awards				$ (547,526)	$ 3,604	$ 7,145,331	$ (7,253,067)	$ (424,753)	$ 3,604	$ (655,262)	$10,208,253

N/A - Not available

LINCOLN PARK BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024 Budgetary Accounts Receivable	Balance at June 30, 2024 Budgetary Unearned Revenue	Cash Received	Budgetary Expenditures	Balance at June 30, 2025 GAAP Accounts Receivable	Balance at June 30, 2025 Budgetary Unearned Revenue	Memo Budgetary Receivable	Memo Cumulative Total Expenditures
Less: State Awards Not Subject to Single Audit Major Program Determination											
On-Behalf TPAF Pension System Contributions:											
On-Behalf TPAF Post Retirement Contributions	25-495-034-5094-001	7/1/24-6/30/25	$ (831,334)				$ 831,334				
On-Behalf TPAF Pension Contributions	25-495-034-5094-002	7/1/24-6/30/25	(2,810,265)				2,810,265				
On-Behalf TPAF Non-Contributory Insurance	25-495-034-5094-004	7/1/24-6/30/25	(34,812)				34,812				
On-Behalf TPAF Long-Term Disability Insurance	25-495-034-5094-004	7/1/24-6/30/25	(1,498)				1,498				
Subtotal - On-Behalf TPAF Pension System Contributions							3,677,909				
Total State Awards Subject to Single Audit Major Program Determination							$ (3,575,158)				

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

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

NOTE 1. BASIS OF PRESENTATION

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $52,168 for the General Fund and ($17,265) for the Special Revenue Fund. See Exhibit C-3 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 revenue are reported on the Board's basic financial statements on a GAAP basis as presented on the following page.

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

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

	Federal	State	Total
General Fund	$ 15,548	$ 6,937,951	$ 6,953,499
Special Revenue Fund	398,243	47,487	445,730
Debt Service Fund		192,006	192,006
Food Service Fund	173,024	11,456	184,480
Total Awards	$ 586,815	$ 7,188,900	$ 7,775,715

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

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

LINCOLN PARK BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP.			Unmodified	
Internal control over financial reporting:				
1.) Material weakness identified?		Yes	X	No
2.) Significant deficiencies identified?		Yes	X	None reported
Noncompliance material to basic financial statements noted?		Yes	X	No

Federal Awards

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

LINCOLN PARK BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

State Awards

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

Internal control over major programs:

1.) Material weakness identified?		Yes	X	No
2.) Significant deficiencies identified?	X	Yes		

Noncompliance material to basic financial statements noted? Yes: | No: X

Any audit findings disclosed that are required to be reported in accordance with New Jersey's OMB Circular 15-08?

Yes: X | No:

Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period Start	Grant Period End	Award Amount	Budgetary Expenditures
Reimbursed TPAF Social Security Contributions	25-495-034-5095-003	7/1/24	6/30/25	$ 520,799	$ 520,799
Transportation Aid	25-495-034-5120-014	7/1/24	6/30/25	663,485	663,485
Transportation Aid - Non-public reimbursement	25-495-034-5120-014	7/1/24	6/30/25	21,949	21,949

Dollar threshold used to distinguish between Type A and B programs: $ 750,000

Auditee qualified as low-risk auditee? X Yes | No:

Section II - Financial Statement Findings - N/A

LINCOLN PARK BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

Finding 2025-001: N.J. Department of Education - Transportation Aid - Eligibility and Significant Deficiency

Program Title	State Project Number	Grant Period	Award Amount	Budgetary Expenditures
Transportation Aid	25-495-034-5120-014	7/1/24-6/30/25	$ 663,485	$ 663,485
Transportation Aid - Non-public reimbursement	25-495-034-5120-014	7/1/24-6/30/25	21,949	21,949

Criteria:

The District must complete the District Report of Transported Students (DRTRS) utilizing the data collection software. The District should either maintain a proper copy of the report produced by the software or the information can be viewed online utilizing the DRTRS data collection software. The District should closely compare and review the categories of transported student reported on the prior year form to the current year form before the submission. The District must also have on file written procedures that provide a description of the count process. The workpapers and internal procedures must be maintained on file for seven years.

Condition and Context:

During our audit, it was determined that the District submitted the DRTRS with incorrect student counts. The DRTRS was underreported which led to the reduction in the District's Transportation Aid for the 2025-2026 school year.

Effect:

The District lost a significant amount of Transportation the 2025-2026 school year.

Cause:

The District did not closely review DRTRS student counts with the District's On-Roll records prior to submitting the DRTRS Summary Report.

Recommendation:

It is recommended that the District put into place a review process to ensure that the student totals reported on the DRTRS Summary Report are accurate.

Management's Response:

The District will ensure that the DRTRS Student Summary is reviewed for accuracy before submission.

LINCOLN PARK BOROUGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Status of Prior Year Findings:

The District had no prior year audit findings.