

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT

Medford, New Jersey
County of Burlington

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



ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF THE

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT

MEDFORD, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Prepared by

**Medford Township Public School District
Finance Department**

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INTRODUCTORY SECTION



Medford Township Public School District
137 Hartford Road, Medford, New Jersey 08055
609-654-6416 Fax 609-654-7436

January 5, 2026

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

Dear Board Members/Citizens:

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

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

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

Introductory Section:

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

Financial Section:

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

Based on the district's most recent demographic study, enrollment is projected to increase by approximately 9.8 percent, or 275 students, between 2024 and 2028. District enrollment as of October 2025 totaled 2,985 students, reflecting a 2.93 percent increase from the prior year. This growth is largely attributable to new housing development within the township. In response, the district expanded its General Education Preschool program from six classrooms to thirteen classrooms in the 2025–2026 school year and anticipates adding five additional classrooms in 2026–2027.

To address capacity constraints associated with enrollment growth, the district implemented enrollment caps in certain grade levels and reassigned some newly enrolled students to schools outside their neighborhood attendance areas. Priority placement was provided to students requiring special education services and to military families. While this represents a departure from the district's long-standing "community schools" model, it has been necessary to manage enrollment increases within existing facilities.

The township's three largest taxpayers are Estaugh T/A Medford Leas, Medford Associates, and Sharp Run LLC. The Medford Township Public School District is one of the largest employers in the township, with approximately 400 contracted employees. Although commercial growth has been limited, the township has undertaken efforts to revitalize Medford Village (Main Street). Despite progress in attracting restaurants and small businesses, the district continues to rely primarily on residential property taxes for local revenue support.

The impact of S-2 legislation, enacted in July 2018, continues to affect the district's financial condition. Between fiscal years 2018 and 2024, the district experienced cumulative state aid reductions totaling approximately \$4.9 million. In the 2025–2026 fiscal year, the district experienced the complete loss of Equalization Aid, resulting in a reduction of \$2,057,313 from the prior year. This reduction resulted from a state-imposed cap on aid increases applied outside the School Funding Reform Act (SFRA) formula. Historically, Equalization Aid supported regular education programs; its elimination shifted the financial responsibility for core instructional services, student support services, health services, and essential facilities maintenance to local property taxpayers.

For the 2025–2026 fiscal year, the district remained below SFRA adequacy, with expenditures \$2,371,780 under the adequacy level, while maintaining a general fund tax levy below local fair share. To mitigate the impact of reduced state aid and avoid significant program reductions, the district received approval for a general fund tax levy increase of \$2,258,838 and Tax Levy Incentive Aid in the amount of \$112,942.

Despite ongoing fiscal pressures, the district has continued to prioritize the maintenance of essential instructional programs, staffing levels, and student services to support educational continuity and stability.

The district is planning a referendum for December 2026, which is expected to include safety and security improvements. At this time, the scope and estimated cost of the referendum have not yet been determined.

MAJOR INITIATIVES

The Medford Township Public School District remains committed to providing a high-quality educational program despite financial constraints. Budget priorities continue to focus on sustaining academic programs through appropriate staffing levels and the provision of necessary instructional supplies, equipment, and materials.

The district continues to support instructional technology through its one-to-one Chromebook initiative. In addition, the district is meeting the needs of an increasing special education population by providing all mandated services to students with Individualized Education Plans (IEPs). Expanded early childhood learning opportunities are supported through Preschool Expansion Aid funding.

The Operations and Facilities Department emphasizes preventive maintenance practices to extend the useful life of district assets, reduce long-term capital expenditures, and address health and safety needs across all facilities. School safety and security remain a priority, with the installation of cameras on new buses, replacement of aging camera systems in school buildings, and continued use of bus stop-arm cameras. The district works collaboratively with the Medford Township Police Department to share video footage, which has supported enforcement actions related to stop-arm violations.

The district maintains current transportation service levels and complies with the mandated fifteen-year bus replacement cycle. District-wide technology infrastructure is regularly maintained to support instructional and operational needs, including network systems, computers, Chromebooks, and associated applications.

INTERNAL ACCOUNTING CONTROLS

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

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

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

The Medford Township Public School District remains committed to providing a high-quality educational program despite financial constraints. Budget priorities continue to focus on sustaining academic programs through appropriate staffing levels and the provision of necessary instructional supplies, equipment, and materials.

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BUDGETARY CONTROLS

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

ACCOUNTING SYSTEM AND REPORTS

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

FINANCIAL POLICIES

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

OTHER INFORMATION

INDEPENDENT AUDIT

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

ACKNOWLEDGEMENTS

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

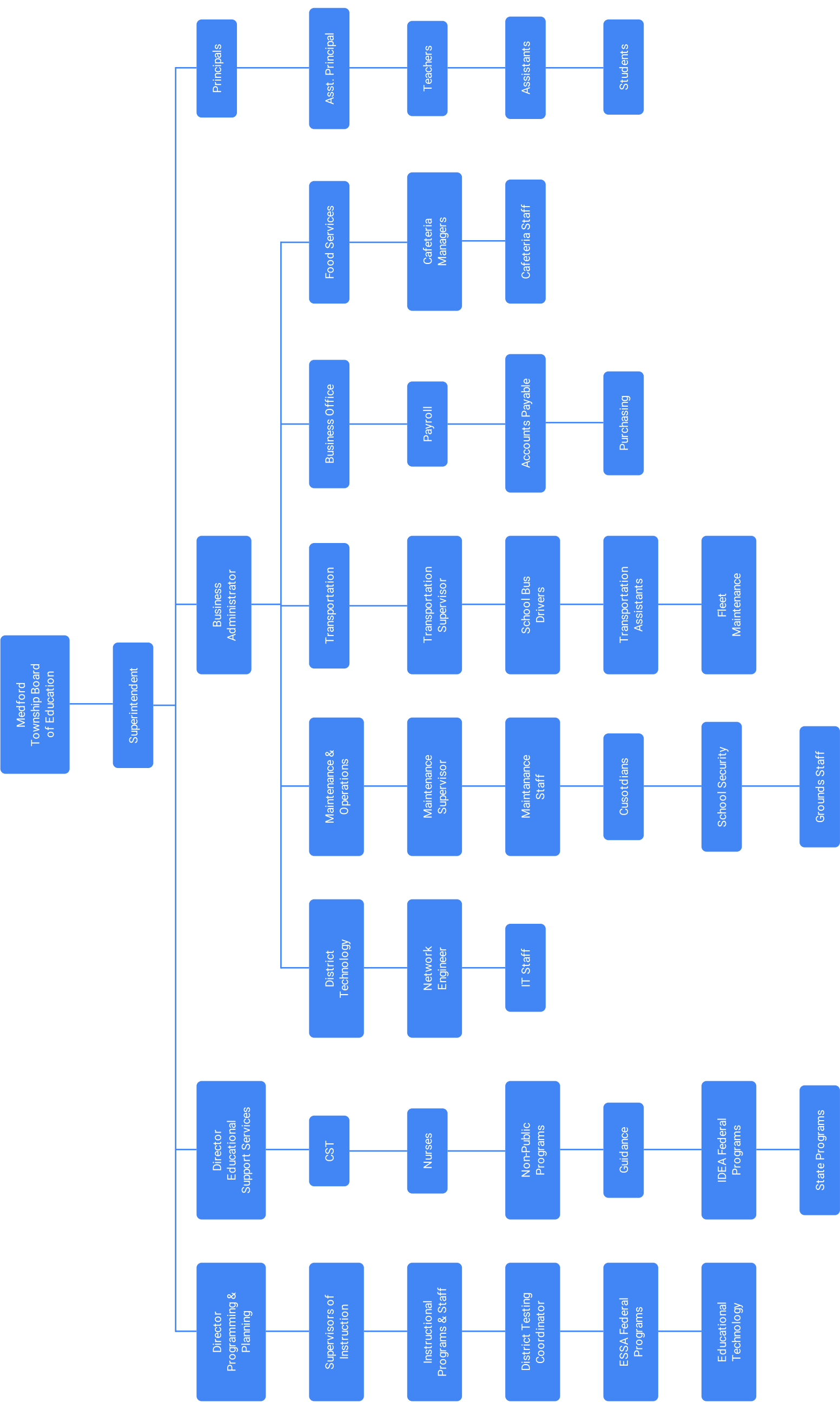
Respectfully submitted,



Superintendent



Business Administrator/Board Secretary



MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
Medford, New Jersey

ROSTER OF OFFICIALS

JUNE 30, 2025

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Dr. Michael Etter, President	2028
Peyton Ebbeson, Vice President	2027
Dr. Lauren Caffery	2028
Trudy Cole	2026
Angela Zografos	2026
Kenyette Jones	2027
Katherine Santamore	2026
Kristen Sinclair	2028
Alexa Folsom	2027

OTHER OFFICIALS

Keira Scussa, Superintendent of Schools

Evon DiGangi, Business Administrator/Board Secretary

Marie Goodwin, Treasurer

Brett Gorman, Board Attorney

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
Medford, New Jersey

CONSULTANTS AND ADVISORS

AUDIT FIRM

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

ATTORNEY

Gorman, D'Anella, Morlok, LLC
1601 Atlantic Ave
Suite 700
Atlantic City, New Jersey 08401

OFFICIAL DEPOSITORY

Fulton Bank
2 Skeet Road
Medford, New Jersey 08055

FINANCIAL SECTION



HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

conditions or events, considered in the aggregate, that raise substantial doubt about the School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 5, 2026 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully submitted,

HOLT MCNALLY & ASSOCIATES, INC.

Certified Public Accountants & Advisors

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

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

Medford, New Jersey
January 5, 2026

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

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

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

Overview of the Basic Financial Statements

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

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

Government-Wide Financial Statements

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

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

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

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

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

Fund Financial Statements

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

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

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

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

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

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

The School District's one enterprise fund (Food Service Fund) is listed individually and is considered to be a major fund.

Notes to the Basic Financial Statements

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

Financial Analysis of the School District

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

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

Financial Analysis of the School District (continued)

Table 1
Summary of Net Position

	June 30, 2025	June 30, 2024	Increase/ (Decrease)	Percentage Change
Current & Other Assets	\$ 10,576,090	\$ 8,394,000	\$ 2,182,090	26.0%
Capital Assets, Net	42,095,976	42,628,965	(532,989)	-1.3%
Total Assets	52,672,066	51,022,965	1,649,101	3.2%
Deferred Outflow of Resources	1,071,592	1,196,577	(124,985)	-10.4%
Current and other Liabilities	1,931,915	1,654,633	277,282	16.8%
Noncurrent Liabilities	16,050,594	19,376,600	(3,326,006)	-17.2%
Total Liabilities	17,982,509	21,031,233	(3,048,724)	-14.5%
Deferred Inflow of Resources	896,962	1,047,929	(150,967)	-14.4%
Net Position:				
Net Investment in Capital Assets	34,729,558	32,474,670	2,254,888	6.9%
Restricted	7,945,819	5,485,761	2,460,058	44.8%
Unrestricted (Deficit)	(7,811,190)	(7,820,051)	8,861	-0.1%
Total Net Position	\$ 34,864,187	\$ 30,140,380	\$ 4,723,807	15.7%

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

Table 2
Summary of Changes in Net Position

	June 30, 2025	June 30, 2024	Increase/ (Decrease)	Percentage Change
Revenues:				
Program Revenues:				
Charges for Services	\$ 826,213	\$ 832,332	\$ (6,119)	-0.7%
Operating Grants & Contributions	11,470,643	10,258,801	1,211,842	11.8%
General Revenues:				
Property Taxes	53,040,543	50,988,988	2,051,555	4.0%
Federal & State Aid	4,421,335	4,242,077	179,258	4.2%
Other General Revenues	1,541,030	1,633,622	(92,592)	-5.7%
Special Items:				
Gain/(Loss) on Capital Asset Disposal	9	-	9	100%
Total Revenues	71,299,773	67,955,820	3,343,953	4.9%
Function/Program Expenditures:				
Regular Instruction	19,353,648	18,393,493	960,155	5.2%
Special Education Instruction	8,847,406	8,956,671	(109,265)	-1.2%
Other Instruction	514,078	545,059	(30,981)	-5.7%
Tuition	1,344,912	899,439	445,473	49.5%
Student & Instruction Related Services	8,168,333	6,944,122	1,224,211	17.6%
General Administrative	926,899	1,013,286	(86,387)	-8.5%
School Administrative Services	1,691,707	2,161,593	(469,886)	-21.7%
Central Services	1,278,870	1,259,265	19,605	1.6%
Plant Operations & Maintenance	4,273,021	5,274,040	(1,001,019)	-19.0%
Pupil Transportation	2,718,415	2,639,020	79,395	3.0%
Unallocated Benefits	12,423,374	10,576,688	1,846,686	17.5%
On Behalf TPAF Pension and Social Security Contributions	1,567,729	4,410,795	(2,843,066)	-64.5%
Special Schools	44,238	93,261	(49,023)	-52.6%
Interest & Other Charges	143,613	263,743	(120,130)	-45.5%
Unallocated Depreciation	2,161,738	1,739,367	422,371	24.3%
Food Service	1,117,985	1,102,517	15,468	1.4%
Total Expenditures	66,575,966	66,272,359	303,607	0.5%
Change In Net Position	4,723,807	1,683,461	3,040,346	180.6%
Net Position - Beginning	30,140,380	28,456,919	1,683,461	5.9%
Net Position - Ending	\$ 34,864,187	\$ 30,140,380	\$ 4,723,807	15.7%

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

Governmental Activities

During the fiscal year 2025, the net position of governmental activities increased by \$4,715,313 or 15.86%. The primary reason for the change can be attributed to the increases in the local tax levy, operating grants and federal and state aid.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$34,450,040, with an unrestricted deficit balance of \$8,038,759. The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last two state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

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

Table 3
GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$ (8,038,759)
Add back: PERS Pension Liability	7,099,779
Less: Deferred Outflows related to pensions	(952,289)
Add back: Deferred Inflows related to pensions	<u>896,962</u>
Unrestricted Net Position (Without GASB 68)	<u>\$ (994,307)</u>

Business-type Activities

During the fiscal year 2025, the net position of business-type activities increased by \$8,494 or 2.09%.

The assets and deferred outflows of the business-type activities exceeded liabilities and deferred inflows by \$414,147.

General Fund Budgeting Highlights

Final budgeted revenues was \$56,580,347, which was equal to the original budget. Excluding non-budgeted revenues, the School District's actual revenues exceeded budgeted revenues by \$829,711.

Final budgeted appropriations was \$60,086,513, which was an increase of \$257,239 from the original budget. The increase is due to prior year reserve for encumbrances, which increase the budget appropriations in the subsequent fiscal year's budget. Excluding nonbudgeted appropriations, the School District's budget appropriations exceeded actual expenditures by \$4,863,400.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$9,727,663 at June 30, 2025, an increase of \$2,188,417 from the prior year's balance.

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

Governmental Funds

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$9,183,565, an increase of \$1,832,164 from the prior year.

General fund - During the current fiscal year, the fund balance of the School District's general fund increased by \$2,237,662 or 31.55% to \$9,329,702 at June 30, 2025, compared to a decrease of \$1,252,196 in fund balance in the prior fiscal year.

Special revenue fund - During the current fiscal year, the fund balance of the School District's special revenue fund decreased by \$405,498 or -156.35% to (\$146,137) at June 30, 2025.

Debt service fund - During the current fiscal year, the fund balance of the School District's debt service fund had no change and remained at \$0 at June 30, 2025.

Proprietary Funds

Food service fund - During the current fiscal year, the net position of the School District's food service fund increased by \$8,494 or 2.09% to \$414,147 at June 30, 2025, compared to an increase of \$35,709 in fund balance in the prior fiscal year.

Capital Assets

Table 4
Summary of Capital Assets

<u>Capital Assets (Net of Depreciation):</u>	<u>June 30,</u> <u>2025</u>	<u>June 30,</u> <u>2024</u>	<u>Increase/</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
Land	\$ 5,114,713	\$ 5,114,713	\$ -	0.0%
Building and Improvements	66,615,908	65,577,413	1,038,495	1.6%
Equipment	11,983,794	11,310,566	673,228	6.0%
Accumulated Depreciation	(41,618,439)	(39,373,727)	(2,244,712)	5.7%
	<u>\$ 42,095,976</u>	<u>\$ 42,628,965</u>	<u>\$ (532,989)</u>	-1.3%

The School District's capital assets for its governmental and business-type activities as of June 30, 2025, totaled \$42,095,976 (net of accumulated depreciation). Capital assets includes land, land improvements, buildings and improvements and equipment. The School District's "Net Investment in Capital Assets" component of net position represents capital assets, net of accumulated depreciation less any outstanding debt associated with the capital assets. There was a net decrease in the School District's capital assets for the current fiscal year in the amount of \$532,989. Table 4 shows fiscal 2025 balances compared to 2024.

Depreciation expense for the year was \$2,161,738. Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

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

Debt Administration

Long-term debt – At the end of the current fiscal year, the School District's outstanding debt issues included \$3,325,000 of general obligation bonds, compensation absence liability of \$1,465,094 net pension liability of \$7,099,779, unamortized bond premiums of \$397,637, building purchase of \$1,260,000 and \$2,503,084 of financed purchases.

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

Factors on the School District's Future

- The District anticipates that the approved 2025-2026 budget will be adequate to satisfy all 2025-2026 financial needs, barring any significant unexpected situations or conditions unforeseen at this time.

Contacting the School Districts Financial Management

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Administrator/Board Secretary's Office, Medford Township Public School District, 137 Hartford Road, Medford, NJ 08055.

BASIC FINANCIAL STATEMENTS

A. Government-Wide Financial Statements

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
STATEMENT OF NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS - TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 7,163,643	\$ 225,178	\$ 7,388,821
Internal Balances	(2,279)	2,279	-
Receivables, Net (Note 4)	813,496	14,472	827,968
Inventory	-	31,239	31,239
Restricted Assets:			
Restricted Cash & Cash Equivalents	2,328,062	-	2,328,062
Capital Assets:			
Non-Depreciable (Note 5)	5,114,713	-	5,114,713
Depreciable, Net (Note 5)	36,794,685	186,578	36,981,263
Total Assets	52,212,320	459,746	52,672,066
DEFERRED OUTFLOW OF RESOURCES			
Deferred Charges on Refunding of Debt	119,303	-	119,303
Deferred Outflows Related to Pensions (Note 8)	952,289	-	952,289
Total Deferred Outflow of Resources	1,071,592	-	1,071,592
Total Assets and Deferred Outflow of Resources	53,283,912	459,746	53,743,658
LIABILITIES			
Accounts Payable	24,047	-	24,047
Accrued Interest	76,781	-	76,781
Due to Other Governments	690,178	-	690,178
Unearned Revenue	1,095,310	45,599	1,140,909
Noncurrent Liabilities (Note 7):			
Due Within One Year	3,181,850	-	3,181,850
Due Beyond One Year	12,868,744	-	12,868,744
Total Liabilities	17,936,910	45,599	17,982,509
DEFERRED INFLOW OF RESOURCES			
Deferred Inflows Related to Pensions (Note 8)	896,962	-	896,962
Total Deferred Inflow of Resources	896,962	-	896,962
Total Liabilities and Deferred Inflow of Resources	18,833,872	45,599	18,879,471
NET POSITION			
Net Investment in Capital Assets	34,542,980	186,578	34,729,558
Restricted For:			
Capital Projects	1,516,021	-	1,516,021
Maintenance Reserve	501,000	-	501,000
Unemployment	311,041	-	311,041
Scholarships	6,107	-	6,107
Student Activities	292,032	-	292,032
Excess Surplus	5,319,618	-	5,319,618
Unrestricted (Deficit)	(8,038,759)	227,569	(7,811,190)
Total Net Position	\$ 34,450,040	\$ 414,147	\$ 34,864,187

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

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

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL	
Governmental Activities:							
Instruction:	\$ 19,353,648	\$ -	2,911,252	\$ (16,442,396)	\$ -	\$ (16,442,396)	
Regular	8,847,406	-	-	(8,847,406)	-	(8,847,406)	
Special Education	514,078	-	-	(514,078)	-	(514,078)	
Other Instruction							
Support Services & Undistributed Costs:							
Tuition	1,344,912	-	-	(1,344,912)	-	(1,344,912)	
Student & Instruction Related Services	8,168,333	-	-	(8,168,333)	-	(8,168,333)	
General Administrative Services	926,899	-	-	(926,899)	-	(926,899)	
School Administrative Services	1,691,707	-	3,079,282	1,387,575	-	1,387,575	
Central Services	1,278,870	-	-	(1,278,870)	-	(1,278,870)	
Plant Operations & Maintenance	4,273,021	-	-	(4,273,021)	-	(4,273,021)	
Pupil Transportation	2,718,415	-	-	(2,718,415)	-	(2,718,415)	
Unallocated Benefits	12,423,374	-	3,612,123	(8,811,251)	-	(8,811,251)	
On Behalf TPAF Pension and Social Security Contributions	1,567,729	-	1,567,729	-	-	-	
Interest and Other Charges	143,613	-	-	(143,613)	-	(143,613)	
Unallocated Depreciation	2,161,738	-	-	(2,161,738)	-	(2,161,738)	
Transfer to Charter Schools	44,238	-	-	(44,238)	-	(44,238)	
Total Governmental Activities	65,457,981	-	11,170,386	(54,287,595)	-	(54,287,595)	
Business-Type Activities:							
Food Service	1,117,985	826,213	300,257	-	8,485	8,485	
Total Business-Type Activities	1,117,985	826,213	300,257	-	8,485	8,485	
Total Primary Government	\$ 66,575,966	\$ 826,213	\$ 11,470,643	(54,287,595)	8,485	(54,279,110)	

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

NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			
FUNCTIONS/PROGRAMS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
General Revenues:			
Taxes:			
Property Taxes, Levied for General Purposes	51,105,043	-	51,105,043
Property Taxes Levied for Debt Service	1,935,500	-	1,935,500
Federal & State Aid Not Restricted	4,421,335	-	4,421,335
Tuition	119,131	-	119,131
Transportation	155,398	-	155,398
Rents	238,080	-	238,080
Miscellaneous Income	1,028,421	-	1,028,421
Gain on Capital Assets	-	9	9
Total General Revenues & Transfers	59,002,908	9	59,002,917
Change In Net Position	4,715,313	8,494	4,723,807
Net Position - Beginning	29,734,727	405,653	30,140,380
Net Position - Ending	\$ 34,450,040	\$ 414,147	\$ 34,864,187

B. Fund Financial Statements

Governmental Funds

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	GENERAL FUND	SPECIAL REVENUE FUND	TOTALS
Assets:			
Cash & Cash Equivalents	\$ 6,280,391	\$ 883,252	\$ 7,163,643
Due From Other Funds	-	22,997	22,997
Receivables From Other Governments	619,016	36,209	655,225
Other Accounts Receivable	143,378	14,893	158,271
Restricted Cash & Cash Equivalents	2,328,062	-	2,328,062
Total Assets	\$ 9,370,847	\$ 957,351	\$ 10,328,198
Liabilities & Fund Balances:			
Liabilities:			
Intergovernmental - Accounts Payable	\$ -	\$ 8,178	\$ 8,178
Payroll Deductions and Withholdings Payable	15,869	-	15,869
Interfund Payable	25,276	-	25,276
Unearned Revenue	-	1,095,310	1,095,310
Total Liabilities	41,145	1,103,488	1,144,633
Fund Balances:			
Restricted for:			
Excess Surplus - Prior Year -			
Designated for Subsequent			
Year's Expenditures	2,009,702	-	2,009,702
Excess Surplus - Current Year	3,309,916	-	3,309,916
Capital Reserve Account	1,516,021	-	1,516,021
Maintenance Reserve Account	501,000	-	501,000
Unemployment Compensation	311,041	-	311,041
Scholarships	-	6,107	6,107
Student Activities	-	292,032	292,032
Assigned to:			
Other Purposes	189,790	-	189,790
Designated by the BOE for			
Subsequent Year's Expenditures	500,000	-	500,000
Unassigned:			
General Fund	992,232	-	992,232
Special Revenue	-	(444,276)	(444,276)
Total Fund Balances	9,329,702	(146,137)	9,183,565
Total Liabilities & Fund Balances	\$ 9,370,847	\$ 957,351	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$83,197,100 and the accumulated depreciation is \$41,287,702. (See Illustrative Note 5)	41,909,398
Deferred loss on refunding of debt is not recorded in the fund financials but is recorded on the government-wide financials.	119,303
Deferred outflows and inflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the funds.	55,327
Accrued pension contributions for the June 30, 2025 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(690,178)
Accrued interest payable is not recorded in the fund financial Statements due to the fact that the payable is not due in the current period.	(76,781)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (See Illustrative Note 7)	(16,050,594)
Net Position of Governmental Activities	\$ 34,450,040

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

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

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	TOTALS
Revenues:				
Local Sources:				
Local Tax Levy	\$ 51,105,043	\$ -	\$ 1,935,500	\$ 53,040,543
Tuition - From Other LEAS	87,137	-	-	87,137
Tuition - From Other Government	31,994	-	-	31,994
Transportation	155,398	-	-	155,398
Rents	238,080	-	-	238,080
Miscellaneous	593,287	435,134	-	1,028,421
Total Revenues - Local Sources	52,210,939	435,134	1,935,500	54,581,573
State Sources	18,407,986	4,078,282	-	22,486,268
Federal Sources	23,773	1,085,223	-	1,108,996
Total Revenues	70,642,698	5,598,639	1,935,500	78,176,837
Expenditures:				
Instruction:				
Regular	16,442,396	2,911,252	-	19,353,648
Special Education	8,847,406	-	-	8,847,406
Other Instruction	514,078	-	-	514,078
Student Services & Undistributed Costs:				
Tuition	1,344,912	-	-	1,344,912
Student & Instruction Related Services	5,089,051	3,079,282	-	8,168,333
General Administrative Services	926,899	-	-	926,899
School Administrative Services	1,691,707	-	-	1,691,707
Central Services	1,278,870	-	-	1,278,870
Plant Operations & Maintenance	4,891,485	-	-	4,891,485
Pupil Transportation	2,718,415	-	-	2,718,415
Unallocated Employee Benefits	22,579,564	-	-	22,579,564
Debt Service:				
Principal	719,412	-	1,685,000	2,404,412
Interest & Other Charges	85,043	-	250,500	335,543
Capital Outlay	1,633,560	13,603	-	1,647,163
Total Expenditures	68,762,798	6,004,137	1,935,500	76,702,435
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	1,879,900	(405,498)	-	1,474,402
Other Financing Sources/(Uses):				
Transfer to Charter School	(44,238)	-	-	(44,238)
Financed Purchases (Nonbudget)	402,000	-	-	402,000
Total Other Financing Sources/ (Uses)	357,762	-	-	357,762
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures	2,237,662	(405,498)	-	1,832,164
Fund Balance, July 1	7,092,040	259,361	-	7,351,401
Fund Balances June 30	\$ 9,329,702	\$ (146,137)	\$ -	\$ 9,183,565

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

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

Total Net Change in Fund Balances - Governmental Funds (From B-2) **\$ 1,832,164**

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

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

Depreciation Expense	\$ (2,159,809)	
Deletions & Adjustments	(1,929)	
Capital Outlays	<u>1,647,163</u>	(514,575)

Repayment of bond principal and building purchase 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.

1,685,000

Right to use leased assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Right to use assets at historical cost		630,000
--	--	---------

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

Amortization of Premium on Bonds	238,582	
Amortization of Loss on Bond Refunding	<u>(71,580)</u>	167,002

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

685,506

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

707,876

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.

Prior year	101,709	
Current Year	<u>(76,781)</u>	24,928

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

(402,000)

Repayment of compensated absences 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.

(100,588)

Change in Net Position of Governmental Activities

\$ 4,715,313

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

Proprietary Funds

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS FOOD SERVICE
Current Assets:	
Cash & Cash Equivalents	\$ 225,178
Due from State	1,087
Due from Federal	13,385
Interfunds Receivable	2,279
Inventories	31,239
Total Current Assets	273,168
Capital Assets:	
Equipment	517,315
Less: Accumulated Depreciation	(330,737)
Total Capital Assets	186,578
Total Assets	459,746
 LIABILITIES	
Unearned Revenue	45,599
Total Liabilities	45,599
 NET POSITION	
Net Investment in Capital Assets	186,578
Unrestricted	227,569
Total Net Position	\$ 414,147

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

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

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS FOOD SERVICE
Operating Revenues:	
Charges for Services:	
Daily Sales - Reimbursable Programs	\$ 466,802
Daily Sales - Nonreimbursable Programs	336,716
Special Functions	22,695
Total Operating Revenues	826,213
Operating Expenses:	
Salaries and Benefits	508,072
Supplies & Materials	29,406
Other Professional Tech Services	2,500
Miscellaneous	30,197
Management Fee	75,250
Depreciation Expense	21,923
Cost of Sales - Reimbursable	328,868
Cost of Sales - Non Reimbursable	121,769
Total Operating Expenses	1,117,985
Operating Income/(Loss)	(291,772)
Nonoperating Revenues (Expenses):	
State Sources:	
State School Lunch Program	10,743
State School Lunch - Red Program	1,919
Working Class Families- Lunch	3,733
Summer EBT Program Administrative Cost	321
Federal Sources:	
National School Lunch Program	198,548
Food Distribution Program	81,276
Local Food for Schools	3,396
Summer EBT Program Administrative Cost	321
Gain/(Loss) on Adjustment to Fixed Assets	9
Total Nonoperating Revenues/(Expenses)	300,266
Change in Net Position	8,494
Total Net Position - Beginning	405,653
Total Net Position - Ending	\$ 414,147

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

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

EXHIBIT B-6

**FOOD SERVICE
FUND
BUSINESS-TYPE
ACTIVITIES -
ENTERPRISE
FUNDS**

Cash Flows From Operating Activities:

Receipts from Customers	\$ 826,213
Payments to Employees	(508,072)
Payments to Suppliers	(508,575)
Net Cash Provided/(Used) by Operating Activities	(190,434)

Cash Flows From Noncapital Financing Activities:

State Sources	16,584
Federal Sources	200,711
Net Cash Provided/(Used) by Noncapital	217,295

Cash Flows From Investing Activities:

Purchase of Capital Assets	(3,500)
Net Cash Provided/(Used) by Investing Activities	(3,500)

Net Increase/(Decrease) in Cash & Cash Equivalents	23,361
Balances - Beginning of Year	201,817

Balances - End of Year	\$ 225,178
-------------------------------	------------------------

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

Operating Income/(Loss)	\$ (291,772)
Adjustments to Reconcile Operating Income/(Loss) to	
Net Cash Provided/(Used) by Operating Activities:	
Food Distribution Program	81,276
Depreciation & Net Amortization	21,923
Increase/(Decrease) in Prepaid	3,603
(Increase)/Decrease in Inventory	(5,464)
Total Adjustments	101,338
Net Cash Provided/(Used) by Operating Activities	\$ (190,434)

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

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

Reporting Entity

The Medford Township Public School District is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, the District functions independently through a Board of Education. The operations of the District include six elementary schools and one middle school located in Medford Township. The Medford Township Public School District has an approximate enrollment at June 30, 2025 of 2,900 students.

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

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

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

Component Units

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

Government-Wide Financial Statements

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

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

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

Governmental Fund Financial Statements

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

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

Proprietary Fund Financial Statements

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

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

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

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

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

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

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

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

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

The District reports the following major governmental funds:

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

As required by the New Jersey Department of Education the District includes budgeted capital outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

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

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

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

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

The District reports the following major proprietary funds:

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

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

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Budgets/Budgetary Control

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

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

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

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

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

Encumbrances

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

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

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

Cash and Cash Equivalents

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

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

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

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

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

Tuition Payable/Receivable

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

Inventories

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

Interfund Receivables/Payables

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

Capital Assets

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

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

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

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

Compensated Absences

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

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

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

Interfund Activity

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

Fund Balance

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

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

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

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

Net Position

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

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

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

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

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

Recently Issued Accounting Pronouncements

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

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

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

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

Bond Premiums, Discounts and Issuance Costs

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

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

Deferred Loss on Refunding Debt

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

Deferred Outflows and Deferred Inflows of Resources

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

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

future periods and so will not be recognized as an inflow of resources (revenue) until that time.

Pensions

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

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2025, the District's bank balance of \$11,869,897 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 10,261,137
Uninsured and Uncollateralized	1,608,760
	\$ 11,869,897

Investments

The District had no investments at June 30, 2025.

Note 3. Reserve Accounts

Capital Reserve

A capital reserve account was established by the District by the inclusion of \$300,000 in June 2011 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.

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 3. Reserve Accounts (continued)

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

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

Beginning Balance, July 1, 2024	\$ 805,021
Increased by:	
Interest Earnings	1,000
Deposits approved by Board	1,500,000
	<u>2,306,021</u>
Decreased by:	
Budget Withdrawals	(790,000)
Ending Balance, June 30, 2025	<u><u>\$ 1,516,021</u></u>

Maintenance Reserve

The District established a maintenance reserve account for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the School District's approved Maintenance Plan (M-1). A School District may increase the balance in the maintenance reserve account 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. The balance in the account cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

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

Beginning Balance, July 1, 2024	\$ 500,500
Increased by:	
Interest Earnings	500
	<u>501,000</u>
Balance, June 30, 2025	<u><u>\$ 501,000</u></u>

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 4. Accounts Receivable

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

Description	Governmental Funds			Proprietary Funds	
	General Fund	Special Revenue Fund	Total Governmental Activities	Food Service Fund	Total Business-Type Activities
Federal Awards	\$ -	\$ 36,209	\$ 36,209	\$ 13,385	\$ 13,385
State Awards	619,016	-	619,016	1,087	1,087
Other	143,378	14,893	158,271	-	-
Total	\$ 762,394	\$ 51,102	\$ 813,496	\$ 14,472	\$ 14,472

Note 5. Capital Assets

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

	Balance July 1, 2024	Additions	Retirements, Adjustments, and Transfers	Balance June 30, 2025
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 5,114,713	\$ -	\$ -	\$ 5,114,713
Total Capital Assets not being depreciated	5,114,713	-	-	5,114,713
Capital Assets being depreciated:				
Buildings and Land Improvements	65,577,413	977,435	61,060	66,615,908
Equipment	10,796,751	669,728	-	11,466,479
Total Capital Assets being depreciated	76,374,164	1,647,163	61,060	78,082,387
Less: Accumulated Depreciation:				
Buildings and Land Improvements	(32,649,216)	(1,391,753)	(391,463)	(34,432,432)
Equipment	(6,415,688)	(768,056)	328,474	(6,855,270)
Total Accumulated Depreciation	(39,064,904)	(2,159,809)	(62,989)	(41,287,702)
Total Capital Assets being depreciated, net	37,309,260	(512,646)	(1,929)	36,794,685
Total Governmental Activities Capital Assets, net	\$ 42,423,973	\$ (512,646)	\$ (1,929)	\$ 41,909,398
Business-Type Activities:				
Equipment	\$ 513,815	\$ 3,500	\$ -	\$ 517,315
Total Capital Assets being depreciated	513,815	3,500	-	517,315
Less: Accumulated Depreciation:				
Equipment	(308,823)	(21,923)	9	(330,737)
Total Capital Assets being depreciated, net	(308,823)	(21,923)	9	(330,737)
Total Business-Type Activities Capital Assets, net	\$ 204,992	\$ (18,423)	\$ 9	\$ 186,578

Depreciation expense of \$2,161,738 was not allocated among the various functions/ programs of the District.

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)**

Note 6. Interfund Receivables, Payables and Transfers

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

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ -	\$ 25,276
Special Revenue Fund	22,997	-
Food Service Fund	2,279	-
	<u>\$ 25,276</u>	<u>\$ 25,276</u>

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

No interfund transfers occurred during the fiscal year.

Note 7. Long-Term Obligations

	<u>Balance July 1, 2024</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2025</u>	<u>Balance Due Within One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 5,010,000	\$ -	\$ 1,685,000	\$ 3,325,000	\$ 1,670,000
Financed Purchases	2,808,960	402,000	707,876	2,503,084	643,268
Building Purchase	1,890,000	-	630,000	1,260,000	630,000
Compensated Absences	1,364,506	100,588	-	1,465,094	-
Net Pension Liability	7,666,916	-	567,137	7,099,779	-
Bond Premiums	636,218	-	238,581	397,637	238,582
	<u>\$ 19,376,600</u>	<u>\$ 502,588</u>	<u>\$ 3,828,594</u>	<u>\$ 16,050,594</u>	<u>\$ 3,181,850</u>

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

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

Bonds Payable

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness.

On December 16, 2015, the District issued \$18,715,000 of Refunding Bonds to refund the callable portion of the outstanding 22,785,000 Bond Issue. The Refunding Bonds generated \$2,217,689 in gross debt service savings and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)**

Note 7. Long-Term Obligations (continued)

\$1,943,911, or a net annual present value savings of 9.33%. The Refunding Bonds were issued at interest rates varying from 4.625% to 5.00% and mature on March 1, 2027.

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

Fiscal Year Ending				
June 30,	Principal	Interest	Total	
2026	\$ 1,670,000	\$ 166,250	\$	1,836,250
2027	1,655,000	82,750		1,737,750
	<u>\$ 3,325,000</u>	<u>\$ 249,000</u>	<u>\$</u>	<u>3,574,000</u>

Bonds Authorized but not Issued

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

Financed Purchases

On October 29, 2015, the District entered into a finance purchase agreement in the amount of \$2,460,940 for an energy savings improvement program. The finance obligation was issued at an interest rate of 2.480% and matures on June 30, 2031.

On September 1, 2020 the District entered into a finance purchase agreement in the amount of \$380,000 for various improvements and equipment. The finance obligation was issued at an interest rate of 1.943% and matured on September 1, 2024.

On September 1, 2021 the District entered into a finance purchase agreement in the amount of \$435,000 for passenger school buses and maintenance vehicles. The finance obligation was issued at an interest rate of 1.243% and matures on September 1, 2025.

On September 8, 2022 the District entered into a finance purchase agreement in the amount of \$735,000 for two passenger school buses, chromebooks, vehicles and equipment. The finance obligation was issued at an interest rate of 2.986% and matures on September 8, 2026.

On May 1, 2024 the District entered into a finance purchase agreement in the amount of \$615,000 for two passenger school buses, three Vans and chromebooks. The finance obligation was issued at an interest rate of 4.929% and matures on September 1, 2028.

On June 27, 2024 the District entered into a finance purchase agreement in the amount of \$225,797 for copiers. The finance obligation was issued at an interest rate of 7.880% and matures on July 30, 2029.

On March 1, 2025 the District entered into a finance purchase agreement in the amount of \$402,000 for a modular building. The finance obligation was issued at an interest rate of 4.42% and matures on September 1, 2029.

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 7. Long-Term Obligations (continued)

The future minimum finance payments for these notes are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	\$ 643,268	\$ 84,424	\$ 727,692
2027	568,218	62,355	630,573
2028	433,758	42,530	476,288
2029	446,919	24,378	471,297
2030	200,526	10,726	211,252
2031-2035	210,395	3,913	214,308
	\$ 2,503,084	\$ 228,326	\$ 2,731,410

Building Purchase

On May 16, 2022, the District entered an installment sale contract to purchase a building in the amount of \$3,150,000. The agreement calls for total annual payments in the amount of \$630,000 for a term of 5 years. As of June 30, 2025, the balance of the installment sale contract is \$1,260,000.

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

Tier Definition

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)**

Note 8. Pension Plans (continued):

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

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

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

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2025, the School District reported a liability of \$7,099,779 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2023, to the measurement date of June 30, 2024. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2024. The School District's proportion measured as of June 30, 2024, was 0.05225%, which was a decrease of 0.0068% from its proportion measured as of June 30, 2023.

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 8. Pension Plans (continued):

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

For the year ended June 30, 2025, the School District recognized full accrual pension expense/(benefit) of \$25,472 in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2024 measurement date. At June 30, 2025 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 142,222	\$ 18,902
Changes of Assumptions	8,820	80,779
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	329,197
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	111,069	468,084
School District Contributions Subsequent to Measurement Date	<u>690,178</u>	<u>-</u>
	<u>\$ 952,289</u>	<u>\$ 896,962</u>

\$690,178 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is based on the estimated amount payable to the State due April 1, 2026 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ (688,784)
2026	532,960
2027	(306,623)
2028	(177,011)
2029	<u>4,607</u>
	<u>\$ (634,851)</u>

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 8. Pension Plans (continued):

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

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

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

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)**

Note 8. Pension Plans (continued):

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

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

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

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

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

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

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 8. Pension Plans (continued):

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

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

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's Proportionate Share of the Net Pension Liability	<u>\$ 9,513,271</u>	<u>\$ 7,099,779</u>	<u>\$ 5,156,532</u>

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 8. Pension Plans (continued):

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

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

The State's proportionate share of the PERS net pension liability associated with the special funding situation is \$-0- as of June 30, 2025. The State's proportionate share of the contribution associated with the special funding situation was \$22,890 as of June 30, 2025. These are based on measurements as of June 30, 2024.

B. Teachers' Pension and Annuity Fund (TPAF)

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

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 8. Pension Plans (continued):

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

The following represents the membership tiers for TPAF:

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

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

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

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

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)**

Note 8. Pension Plans (continued):

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2024 was \$8,754,766. The School District's proportionate share was \$-0-.

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the net pension liability associated with the School District was based on projection of the State's long-term contributions to the pension plan associated with the School District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.20255%, which was a decrease of 0.00115% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the School District recognized \$(365,183) in on-behalf pension expense/(benefit) and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense/(benefit) and revenue was based on the pension plans June 30, 2024 measurement date.

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

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

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 8. Pension Plans (continued):

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

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

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

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 8. Pension Plans (continued):

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	118,994,054	100,109,282	84,204,734
	<u>\$ 118,994,054</u>	<u>\$ 100,109,282</u>	<u>\$ 84,204,734</u>

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 8. Pension Plans (continued):

C. Defined Contribution Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits
- Employees enrolled in the Police and Firemen's Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2020 is \$8,300 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees

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

For the year ended June 30, 2025, employee contributions totaled \$44,442, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$24,241.

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

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

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

Basis of Presentation

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 9. Other Post-Retirement Benefits (continued):

Total Nonemployer OPEB Liability

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

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

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

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

OPEB Obligation and OPEB Expense - The State’s proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2024 was \$128,142,160. The School District’s proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2024, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State’s proportionate share of the OPEB Obligation associated with the District was based on projection of the State’s long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State proportionate share of the OPEB Obligation attributable to the School District was 0.21482%, which was an increase of 0.00092% from its proportion measured as of June 30, 2023.

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 9. Other Post-Retirement Benefits (continued)

For the fiscal year ended June 30, 2025, the State of New Jersey recognized an OPEB expense in the amount of \$3,609,363 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2024 measurement date.

Health Care Trend Assumptions

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

Discount Rate

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

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate

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

	June 30, 2024		
	At 1% Decrease (2.93%)	At Discount Rate (3.93%)	At 1% Increase (4.93%)
State of New Jersey's Proportionate Share of Total Obligations Associated with the School District	\$ 150,081,913	\$ 128,142,160	\$ 110,498,045
State of New Jersey's Total Non- employer Liability	\$ 69,863,663,542	\$ 59,650,630,530	\$ 51,437,232,141

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 9. Other Post-Retirement Benefits (continued)

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

The following presents the total nonemployer OPEB liability as of June 30, 2023, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2024		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 106,743,352	\$ 128,142,160	\$ 156,015,519
State of New Jersey's Total Nonemployer OPEB Liability	\$ 49,689,409,509	\$ 59,650,630,530	\$ 72,625,778,279

Additional Information

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

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

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 9. Other Post-Retirement Benefits (continued)

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

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

Plan Membership

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

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

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

Total OPEB Liability

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

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

As previously mentioned, the District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2025, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$8,704,315, \$1,932,912, \$2,543,408 and \$2,760, respectively.

Note 11. Risk Management

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

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

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>District Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2024-2025	\$ 77,193	\$ 30,000	\$ 63,402	\$ 311,041
2023-2024	61,898	-	19,527	267,250
2022-2023	86,806	-	50,484	224,879

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

Joint Insurance Pool – The District also participates in the Burlington County Joint Insurance Fund and, public entity risk pool. The Pool provides its members with the following coverage:

Property – Blanket Building & Grounds	General & Automobile Liability
Environmental Impairment Liability	Workers' Compensation
School Board Legal Liability	Excess Liability
Employers Liability	Comprehensive Crime Coverage

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)**

Note 12. Contingencies

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

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

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

Note 13. Deferred Compensation

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

Lincoln Investment Planning
Prudential
AFLAC

Note 14. Compensated Absences

Sick

Under the current policy of the school district, employees who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. School District employees who are employed for twelve months are entitled to twelve paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years.

Payouts for accrued sick time may not exceed \$15,000 at the time of retirement. The only exception where the \$15,000 is not capped would be an employee hired prior to May 21, 2010. Payout rate is determined by salary, working days in a year, and hours worked per day.

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 14. Compensated Absences (continued):

A sick leave bank was established in order to provide added protection to employees that have suffered extremely serious illness or injuries and to assist the board in meeting the financial pressures inherent in extending sick leave benefits at one moment in time. The bank is not intended to be a substitute for disability insurance nor is it form of supplemental sick leave.

Contracted personnel shall be entitled to four (4) personal business leave day per year. These days are to be requested at least 3 days in advance, except in cases of emergency. Taking these days shall not in any way affect the number of designated employee sick leave days.

Up to three (3) unused personal leave days per year shall accumulate as sick days and be added to the employee's accumulated sick leave if they are not used.

Vacation

School District employees who are employed for one to five years are entitled to ten (10) days of paid vacation. School District employees who are employed six to nine years, employees are entitled to fifteen (15) days of vacation. Over nine years of employment, twenty (20) days of paid vacation leave days per fiscal school year.

All Administrators shall be awarded twenty (20) days of vacation which are to be used in the year the one in which they earned. Administrators with five (5) or more years of service in Medford Township Public Schools shall be awarded two (2) additional vacation days, for a total of twenty-two (22) days. Administrators can roll over five vacation days in any one year to a maximum of twenty-three days carried over. Benefits paid in any future year will be calculated according to formulas outlined in the School District's agreements with the various employee unions and included in the current years' budget.

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2025, the liability for compensated absences reported on the government-wide Statement of Net Position was \$1,465,094, which is an increase of \$100,588 from the prior year.

Note 15. Tax Abatements

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 15. Tax Abatements (continued):

that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

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

Note 16. Commitments

The District has \$189,790 in contractual commitments at June 30, 2025.

Note 17. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2025 was \$3,309,916.

Note 18. Fund Balances

General Fund – Of the \$9,329,702 General Fund balance at June 30, 2025, \$1,516,021 has been restricted for the Capital Reserve Account; \$501,000 has been restricted for the Maintenance Reserve Account; \$311,041 has been restricted for Unemployment Compensation; \$3,309,916 has been restricted for current year excess surplus; \$2,009,702 is restricted for prior year excess surplus – designated for subsequent year's expenditures; \$500,000 has been assigned and included as anticipated revenue for the year ending June 30, 2025; \$189,790 has been assigned for other purposes and \$992,232 has been unassigned.

Special Revenue Fund – Of the (\$146,137) deficit Special Revenue Fund Balance at June 30, 2025, \$292,032 is restricted for student activities, \$6,107 is restricted for scholarships, and (\$444,276) is unassigned.

Note 19. Deficit in Fund Balance

The District has a deficit unassigned fund balance \$444,276 in the Special Revenue Fund as of June 30, 2025 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (continued)

Note 19. Deficit in Fund Balance (continued):

year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the Special Revenue balance deficit do not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The District deficit in the GAAP funds statements of \$444,276 are less than the fund balance last state aid payment.

Note 20. Deficit in Net Position

Unrestricted Net Position – The District governmental activities had a deficit in unrestricted net position in the amount of \$8,038,759 at June 30, 2025. The primary causes of this deficit is the District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employee's Retirement System (PERS) as of June 30, 2025. This deficit in unrestricted net position for governmental activities does not indicate that the District is facing financial difficulties.

Note 21. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2025 and January 5, 2026, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the District that would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

C. Budgetary Comparison Schedules

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

		JUNE 30, 2025				POSITIVE (NEGATIVE)
	ACCOUNT NUMBER	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 51,105,043	\$ -	\$ 51,105,043	\$ 51,105,043	\$ -
Tuition - From Other LEAS	10-1320	10,000	-	10,000	87,137	77,137
Tuition - From Other Government Sources	10-1321	-	-	-	31,994	31,994
Transportation Fees From Individuals	10-1410	16,000	-	16,000	42,894	26,894
Transportation Fee from Other LEAs	10-1420	60,000	-	60,000	112,504	52,504
Rent and Royalties	10-1910	195,000	-	195,000	238,080	43,080
Miscellaneous	10-1xxx	285,000	-	285,000	591,787	306,787
Interest Earned on Maintenance Reserve	10-1xxx	500	-	500	500	-
Interest Earned on Capital Reserve	10-1xxx	1,000	-	1,000	1,000	-
Total Local Sources		51,672,543	-	51,672,543	52,210,939	538,396
State Sources:						
Categorical Special Education Aid	10-3132	2,275,376	-	2,275,376	2,275,376	-
Equalization Aid	10-3176	2,057,313	-	2,057,313	2,057,313	-
Security Aid	10-3177	78,003	-	78,003	78,003	-
Categorial Transportation Aid	10-3121	240,580	-	240,580	240,580	-
Extraordinary Aid	10-3131	225,000	-	225,000	457,399	232,399
Non Public Transportation	10-3XXX	-	-	-	54,246	54,246
Homeless Tuition	10-3XXX	-	-	-	12,429	12,429
Nonbudgeted:						
On-Behalf TPAF Medical Contributions	10-3901	-	-	-	2,543,408	2,543,408
On-Behalf TPAF Pension Contributions	10-3903	-	-	-	8,704,315	8,704,315
On-Behalf TPAF Long-Term Disability Contributions	10-3904	-	-	-	2,760	2,760
Reimbursed TPAF Social Security Contributions	10-3902	-	-	-	1,932,912	1,932,912
Total State Sources		4,876,272	-	4,876,272	18,358,741	13,482,469
Federal Sources:						
Medicare Reimbursement	10-4200	31,532	-	31,532	23,773	(7,759)
Total Federal Sources		31,532	-	31,532	23,773	(7,759)
Total Revenues		56,580,347	-	56,580,347	70,593,453	14,013,106
Current Expense:						
Instruction - Regular Programs:						
Local Contribution- Transfer to Special Revenue Fund	11-105-100-936	76,785	-	76,785	76,785	-
Salaries of Teachers:						
Preschool	11-105-100-101	-	77,315	77,315	7,723	69,592
Kindergarten	11-110-100-101	1,153,107	16,715	1,169,822	1,156,562	13,260
Grades 1 - 5	11-120-100-101	8,831,975	(197,064)	8,634,911	8,236,667	398,244
Grades 6 - 8	11-130-100-101	5,130,389	72,057	5,202,446	5,190,661	11,785
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	62,460	(3,164)	59,296	14,343	44,953
Purchased Professional -						
Educational Services	11-190-100-320	1,961,478	(332,270)	1,629,208	1,470,603	158,605
Purchased Technical Services	11-190-100-340	61,865	3,500	65,365	65,269	96
Other Purchased Services	11-190-100-500	211,665	(211,400)	265	-	265
General Supplies	11-190-100-610	366,027	(7,759)	358,268	210,066	148,202
Other Objects	11-190-100-800	19,950	-	19,950	13,717	6,233
Total Regular Programs		17,875,701	(582,070)	17,293,631	16,442,396	851,235
Special Education:						
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	201,735	-	201,735	201,735	-
Total Learning and/or Language Disabilities		201,735	-	201,735	201,735	-
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	261,222	78,494	339,716	339,028	688
Purchased Professional -						
Educational Services	11-212-100-320	-	1,075,476	1,075,476	1,074,523	953
Total Multiple Disabilities:		261,222	1,153,970	1,415,192	1,413,551	1,641

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

	ACCOUNT NUMBER	JUNE 30, 2025			ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Resource Room:						
Salaries of Teachers	11-213-100-101	4,345,162	81,529	4,426,691	4,250,610	176,081
Purchased Professional -						
Educational Services	11-213-100-320	2,466,938	119,879	2,586,817	2,482,883	103,934
General Supplies	11-213-000-610	700	34	734	331	403
Total Resource Room		6,812,800	201,442	7,014,242	6,733,824	280,418
Preschool Handicapped - Part-Time:						
Purchased Professional -						
Educational Services	11-215-100-320	1,331,297	(1,331,297)	-	-	-
General Supplies	11-215-100-600	1,890	(1,890)	-	-	-
Total Preschool Handicapped -Part-Time		1,333,187	(1,333,187)	-	-	-
Preschool Handicapped - Full-Time:						
Salaries of Teachers	11-216-100-101	504,576	(230,264)	274,312	259,030	15,282
Purchased Professional -						
Educational Services	11-216-100-320	-	566,765	566,765	235,627	331,138
General Supplies	11-216-100-600	1,820	1,824	3,644	3,639	5
Total Home Instruction		506,396	338,325	844,721	498,296	346,425
Total Special Education		9,115,340	360,550	9,475,890	8,847,406	628,484
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	465,027	-	465,027	430,553	34,474
General Supplies	11-230-100-610	5,350	(2,010)	3,340	3,340	-
Total Basic Skills/Remedial		470,377	(2,010)	468,367	433,893	34,474
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	20,360	(3,623)	16,737	210	16,527
Supplies and Materials	11-401-100-600	1,900	5,213	7,113	6,153	960
Other Objects	11-401-100-800	-	1,000	1,000	-	1,000
Total School Sponsored Cocurricular Activities		22,260	2,590	24,850	6,363	18,487
School Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	30,000	(1,036)	28,964	15,981	12,983
Supplies and Materials	11-402-100-600	3,250	11,286	14,536	10,262	4,274
Total School Sponsored Athletics - Instruction		33,250	10,250	43,500	26,243	17,257
Summer School - Instruction:						
Other Salaries	11-422-100-106	-	47,245	47,245	39,415	7,830
Supplies and Materials	11-422-100-600	-	19,355	19,355	6,285	13,070
Total Summer School - Instruction		-	66,600	66,600	45,700	20,900
Other Instructional Programs						
Salaries	11-4xx-100-100	-	3,360	3,360	142	3,218
Supplies and Materials	11-4xx-100-600	16,500	-	16,500	1,737	14,763
Total Other Instructional Programs		16,500	3,360	19,860	1,879	17,981
Total - Instruction		27,533,428	(140,730)	27,392,698	25,803,880	1,588,818

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

	ACCOUNT NUMBER	JUNE 30, 2025			ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Undistributed Expenditures:						
Tuition						
Tuition to Other LEA'S Within State - Special	11-000-100-562	66,824	550	67,374	67,346	28
Tuition to CSSD & Regular Day Schools	11-000-100-565	174,399	439,392	613,791	519,655	94,136
Tuition to Private School for Handicapped - State	11-000-100-566	1,328,241	(509,781)	818,460	718,051	100,409
Tuition to Private School for Handicapped - Outside State	11-000-100-567	-	45,000	45,000	39,860	5,140
Total Tuition		1,569,464	(24,839)	1,544,625	1,344,912	199,713
Attendance & Social Work Services:						
Salaries	11-000-211-100	26,801	-	26,801	26,219	582
Total Attendance & Social Work Services		26,801	-	26,801	26,219	582
Health Services:						
Salaries	11-000-213-100	532,913	(36,264)	496,649	493,501	3,148
Purchased Professional & Technical Services	11-000-213-300	36,250	(16,110)	20,140	16,659	3,481
Other Purchased Services	11-000-213-500	1,365	(80)	1,285	903	382
Supplies and Materials	11-000-213-600	13,650	(4,309)	9,341	9,341	-
Total Health Services		584,178	(56,763)	527,415	520,404	7,011
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	694,668	(59,262)	635,406	620,916	14,490
Purchased Technical Services	11-000-216-320	190,896	4,815	195,711	157,052	38,659
Supplies and Materials	11-000-216-600	4,778	(1,155)	3,623	3,298	325
Other Objects	11-000-216-800	1,575	(1,575)	-	-	-
Total Other Support Services - Students - Related Services		891,917	(57,177)	834,740	781,266	53,474
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	629,188	165,474	794,662	766,044	28,618
Other Purchased Professional & Technical Services	11-000-218-390	5,035	-	5,035	4,300	735
Other Purchased Services	11-000-218-500	1,050	(950)	100	-	100
Supplies and Materials	11-000-218-600	14,095	355	14,450	11,995	2,455
Total Other Support Services - Students - Special Services		649,368	164,879	814,247	782,339	31,908
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	1,743,286	(52,050)	1,691,236	1,543,455	147,781
Other Purchased Educational Services	11-000-219-320	283,469	(108,200)	175,269	151,343	23,926
Supplies and Materials	11-000-219-600	22,806	(9,200)	13,606	13,560	46
Total Other Support Services - Students - Special Services		2,049,561	(169,450)	1,880,111	1,708,358	171,753

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

	ACCOUNT NUMBER	JUNE 30, 2025			ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	557,834	1,647	559,481	516,986	42,495
Salaries Other Instruction	11-000-221-104	85,291	-	85,291	83,026	2,265
Other Salaries	11-000-221-110	53,490	-	53,490	53,192	298
Other Purchased Services	11-000-221-500	8,600	(5,754)	2,846	473	2,373
Total Improvement of Instruction Services/Other Support Services Instructional Staff		705,215	(4,107)	701,108	653,677	47,431
Educational Media Services/School Library:						
Salaries	11-000-222-100	632,382	-	632,382	566,255	66,127
Supplies and Materials	11-000-222-600	53,685	1,209	54,894	50,029	4,865
Total Educational Media Services/School Library		686,067	1,209	687,276	616,284	70,992
Instructional Staff Training Services:						
Salaries of Supervisors of Instruction	11-000-223-102	47,184	-	47,184	504	46,680
Total Instructional Staff Training Services		47,184	-	47,184	504	46,680
Support Services General Administration:						
Salaries	11-000-230-100	368,763	6,700	375,463	373,587	1,876
Legal Services	11-000-230-331	93,000	160,000	253,000	200,495	52,505
Audit fees	11-000-230-332	47,500	2,725	50,225	50,225	-
Architectural/Engineering Services	11-000-230-334	10,000	(2,500)	7,500	600	6,900
Other Purchased Professional Services	11-000-230-339	16,000	(605)	15,395	12,644	2,751
Purchased Technical Services	11-000-230-340	70,226	(225)	70,001	58,771	11,230
Communications/Telephone	11-000-230-530	359,900	(32,324)	327,576	165,134	162,442
Travel	11-000-230-585	1,500	401	1,901	1,901	-
Other Purchased Services	11-000-230-590	230,300	(126,924)	103,376	29,539	73,837
Supplies and Materials	11-000-230-610	8,000	-	8,000	3,578	4,422
In House Training Supplies	11-000-230-630	2,000	-	2,000	-	2,000
Judgements Against School District	11-000-230-820	30,000	-	30,000	-	30,000
Miscellaneous Expenditures	11-000-230-890	13,600	-	13,600	6,225	7,375
BOE Membership Dues	11-000-230-895	30,500	(401)	30,099	24,200	5,899
Total Support Services General Administration		1,281,289	6,847	1,288,136	926,899	361,237
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	963,284	(36,545)	926,739	825,565	101,174
Salaries of Secretarial & Clerical Assistants	11-000-240-105	921,529	(673)	920,856	788,422	132,434
Purchased Professional & Technical Services	11-000-240-300	5,000	-	5,000	-	5,000
Other Purchased Services	11-000-240-500	15,957	(7,595)	8,362	4,384	3,978
General Supplies	11-000-240-600	97,505	(4,324)	93,181	67,086	26,095
Other Objects	11-000-240-800	10,200	45	10,245	6,250	3,995
Total Support Services School Administration		2,013,475	(49,092)	1,964,383	1,691,707	272,676

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

	ACCOUNT NUMBER	JUNE 30, 2025				POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Central Services:						
Salaries	11-000-251-100	737,354	(10,000)	727,354	723,406	3,948
Unused Vacation Payment to Retired Staff	11-000-251-199	-	58,600	58,600	58,516	84
Purchased Professional Services	11-000-251-330	2,000	-	2,000	1,050	950
Purchased Professional Services-Public Relation Costs	11-000-251-335	5,000	-	5,000	-	5,000
Purchased Technical Services	11-000-251-340	17,500	4,208	21,708	17,500	4,208
Other Purchased Services	11-000-251-592	6,600	10,000	16,600	6,971	9,629
General Supplies	11-000-251-600	21,366	-	21,366	11,957	9,409
Miscellaneous Expenditures	11-000-251-890	72,350	(15,423)	56,927	26,278	30,649
Total Central Services		862,170	47,385	909,555	845,678	63,877
Administrative Information Technology:						
Salaries	11-000-252-100	300,600	316	300,916	291,167	9,749
Purchased Technical Services	11-000-252-340	48,200	19,000	67,200	66,068	1,132
Other Purchased Services	11-000-252-500	54,400	-	54,400	52,571	1,829
General Supplies	11-000-252-600	20,600	3,207	23,807	23,386	421
Total Administrative Information Technology		423,800	22,523	446,323	433,192	13,131
Maintenance for School Facilities:						
Salaries	11-000-261-100	653,060	(50,001)	603,059	563,073	39,986
Cleaning, Repair & Maintenance	11-000-261-420	353,235	(43,278)	309,957	304,354	5,603
General Supplies	11-000-261-610	335,300	(45,345)	289,955	125,981	163,974
Other Objects	11-000-261-800	1,400	5,500	6,900	6,900	-
Total Maintenance for School Facilities		1,342,995	(133,124)	1,209,871	1,000,308	209,563
Custodial Services:						
Salaries	11-000-262-100	1,353,797	79,621	1,433,418	1,370,470	62,948
Cleaning, Repair & Maintenance						
Services	11-000-262-420	173,500	(10,200)	163,300	145,049	18,251
Lease Purchase Payments- Energy Savings	11-000-262-444	186,826	-	186,826	186,826	-
Other Purchased Property Services	11-000-262-490	150,000	(2,200)	147,800	147,717	83
Insurance	11-000-262-520	185,000	221,275	406,275	406,196	79
General Supplies	11-000-262-610	153,000	38,188	191,188	191,188	-
Energy (Natural Gas)	11-000-262-621	165,000	(7,500)	157,500	157,440	60
Energy (Heat & Electricity)	11-000-262-622	755,500	4,700	760,200	758,499	1,701
Other Objects	11-000-262-800	8,000	2,700	10,700	4,954	5,746
Total Custodial Services		3,130,623	326,584	3,457,207	3,368,339	88,868
Care & Upkeep of Grounds:						
Salaries	11-000-263-100	163,971	-	163,971	163,686	285
Cleaning, Repair & Maintenance						
Services	11-000-263-420	44,000	21,720	65,720	64,970	750
General Supplies	11-000-263-610	95,500	-	95,500	42,848	52,652
Total Care & Upkeep of Grounds		303,471	21,720	325,191	271,504	53,687
Security:						
Salaries	11-000-266-100	238,240	25,000	263,240	246,892	16,348
General Supplies	11-000-266-610	12,000	-	12,000	4,442	7,558
Total Security		250,240	25,000	275,240	251,334	23,906
Total Other Operating & Maintenance of Plant Services		5,027,329	240,180	5,267,509	4,891,485	376,024

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

	ACCOUNT NUMBER	JUNE 30, 2025				POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	1,148,572	(98,645)	1,049,927	912,832	137,095
Salaries for Pupil Transportation (Between Home & School) - Special	11-000-270-161	332,599	84,645	417,244	409,466	7,778
Salaries for Pupil Transportation - (Other than Home & School)	11-000-270-162	375,251	14,000	389,251	382,230	7,021
Purchased Professional & Technical Services	11-000-270-390	53,000	(27,681)	25,319	21,573	3,746
Cleaning, Repairs and Maintenance Services	11-000-270-420	-	1,530	1,530	1,030	500
Contracted Services Aid in Lieu of Payments- NonPub Sch	11-000-270-503	180,000	-	180,000	133,927	46,073
Contract Svc (btw home & sch) - joint agree	11-000-270-513	60,000	34,567	94,567	94,567	-
Contract svc (Sp Ed) - ESCs	11-000-270-518	70,000	37,000	107,000	82,735	24,265
Miscellaneous Purchased Services	11-000-270-593	302,468	125,710	428,178	339,994	88,184
General Supplies	11-000-270-610	16,400	610	17,010	16,847	163
Transportation Supplies	11-000-270-615	418,200	(45,530)	372,670	317,483	55,187
Miscellaneous Expenditures	11-000-270-800	5,900	-	5,900	5,731	169
Total Student Transportation Services		2,962,390	126,206	3,088,596	2,718,415	370,181
Unallocated Benefits - Employee Benefits:						
Social Security Contributions	11-000-291-220	578,000	-	578,000	553,310	24,690
Other Retirement Contributions PERS	11-000-291-241	857,000	-	857,000	743,712	113,288
Unemployment Compensation	11-000-291-250	75,000	-	75,000	30,000	45,000
Workmen's Compensation	11-000-291-260	461,000	(160,546)	300,454	264,028	36,426
Health Benefits	11-000-291-270	7,555,047	(48,204)	7,506,843	6,909,952	596,891
Tuition Reimbursement	11-000-291-280	108,652	(13,216)	95,436	79,682	15,754
Other Employee Benefits	11-000-291-290	644,160	13,216	657,376	629,855	27,521
Unused Sick Payment to Term Staff	11-000-291-299	222,974	-	222,974	185,630	37,344
Total Unallocated Benefits		10,501,833	(208,750)	10,293,083	9,396,169	896,914
Nonbudgeted:						
On-Behalf TPAF Medical Contributions		-	-	-	2,543,408	(2,543,408)
On-Behalf TPAF Pension Contributions		-	-	-	8,704,315	(8,704,315)
On-Behalf TPAF Long-Term Disability Contributions		-	-	-	2,760	(2,760)
Reimbursed TPAF Social Security Contributions		-	-	-	1,932,912	(1,932,912)
Total Undistributed Expenditures		30,282,041	39,051	30,321,092	40,520,903	(10,199,811)
Total Expenditures - Current Expense		57,815,469	(101,679)	57,713,790	66,324,783	(8,610,993)
Capital Outlay:						
Interest Deposit to Maintenance Reserve	10-606	500	(500)	-	-	-
Interest Deposit to Capital Reserve	10-604	1,000	(1,000)	-	-	-
Equipment:						
Undistributed Expenditures:						
Instruction	12-000-100-730	2,500	171,791	174,291	127,763	46,528
Required Maintenance for School Facilities	12-000-261-730	40,550	(982)	39,568	39,568	-
Custodial Services	12-000-262-730	26,500	-	26,500	26,398	102
Student Transportation - Noninstructional Equipment	12-000-270-732	5,000	3,780	8,780	8,016	764
School Buses- Regular	12-000-270-733	350,874	1,707	352,581	352,581	-
Total Equipment		425,424	176,296	601,720	554,326	47,394

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

	ACCOUNT NUMBER	JUNE 30, 2025				POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Facilities Acquisition & Construction Services:						
Other Purchased Prof. and Tech. Services	12-000-400-334	80,000	64,250	144,250	54,250	90,000
Construction Services	12-000-400-450	525,000	185,000	710,000	622,984	87,016
Lease Purchase Agreement Principal	12-000-400-721	786,000	-	786,000	719,412	66,588
Assesment for Debt service						
On SDA funding	12-000-400-896	85,043	-	85,043	85,043	-
Total Facilities Acquisition & Construction Services		1,476,043	249,250	1,725,293	1,481,689	243,604
Total Capital Outlay		1,902,967	424,046	2,327,013	2,036,015	290,998
Total Assets Acquired Under Financed Purchases (Nonbudgeted):						
Equipment		-	-	-	402,000	(402,000)
Total Assets Acquired Under Financed Purchases/ (Nonbudgeted)		-	-	-	402,000	(402,000)
Special Schools:						
Summer School - Instruction:						
Other Salaries for Instruction	13-422-100-106	65,000	(65,000)	-	-	-
General Supplies	13-422-100-610	1,600	(1,600)	-	-	-
Total Summer School - Instruction		66,600	(66,600)	-	-	-
Total Expenditures		59,785,036	255,767	60,040,803	68,762,798	(8,721,995)
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures Before Other Financing Sources/(Uses)		(3,204,689)	(255,767)	(3,460,456)	1,830,655	5,291,111
Other Financing Sources/(Uses):						
Transfer to Charter Schools		(44,238)	(1,472)	(45,710)	(44,238)	1,472
Financed Purchases (Nonbudgeted)		-	-	-	402,000	402,000
Total Other Financing Sources/(Uses)		(44,238)	(1,472)	(45,710)	357,762	403,472
Excess/(Deficiency) of Revenues Over/(Under) After						
Expenditures & Other Financing Sources/(Uses)		(3,248,927)	(257,239)	(3,506,166)	2,188,417	5,694,583
Fund Balance, July 1		7,539,246	-	7,539,246	7,539,246	-
Fund Balance, June 30		<u>\$ 4,290,319</u>	<u>\$ (257,239)</u>	<u>\$ 4,033,080</u>	<u>\$ 9,727,663</u>	<u>\$ 5,694,583</u>

RECAPITULATION OF BUDGET TRANSFERS

Prior Year Reserve for Encumbrances	\$ 72,239
Withdrawal from Capital Reserve	185,000
Total Budget Transfers	<u>\$ 257,239</u>

RECAPITULATION OF FUND BALANCE:

Restricted Fund Balance:	
Excess Surplus	\$ 3,309,916
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	2,009,702
Capital Reserve	1,516,021
Maintenance Reserve	501,000
New Jersey Unemployment Trust	311,041
Assigned Fund Balance:	
Reserve for Encumbrances	189,790
Designated for Subsequent Year's Expenditures	500,000
Unassigned Fund Balance	<u>1,390,193</u>
Subtotal	9,727,663
Reconciliation to Governmental Funds Statements (GAAP):	
Last Two State Aid Payments Not Recognized on GAAP Basis	<u>(397,961)</u>
Fund Balance per Governmental Funds (GAAP)	<u>\$ 9,329,702</u>

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

	JUNE 30, 2025				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
REVENUES					
State Sources	\$ 4,442,760	\$ 1,112,579	\$ 5,555,339	\$ 4,451,852	\$ (1,103,487)
Federal Sources	637,750	454,002	1,091,752	1,085,223	(6,529)
Local Sources	76,785	39,350	116,135	435,134	318,999
Total Revenues	5,157,295	1,605,931	6,763,226	5,972,209	(791,017)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	1,030,039	156,768	1,186,807	1,020,733	166,074
Other Salaries for Instruction	374,906	331,111	706,017	374,906	331,111
Purchased Professional & Technical Services	80,000	10,075	90,075	89,433	642
Purchased Professional - Educational Services	12,904	138,096	151,000	141,906	9,094
Tuition	532,858	137,142	670,000	666,201	3,799
General Supplies	196,000	425,350	621,350	525,143	96,207
Textbooks	-	22,224	22,224	22,224	-
Total Instruction	2,226,707	1,220,766	3,447,473	2,840,546	606,927
Support Services:					
Salaries of Supervisors of Instruction	94,122	(17,505)	76,617	76,617	-
Salaries of Program Directors	278,322	48,253	326,575	326,575	-
Salaries of Other Professional Staff	321,090	(90,649)	230,441	230,441	-
Salaries of Secretarial and Clerical Assistants	91,971	-	91,971	91,971	-
Other Salaries	135,740	18,688	154,428	149,988	4,440
Salaries of Community Parent Involvement	135,740	(87,084)	48,656	48,656	-
Salaries of Masters Teachers	42,106	40,499	82,605	82,605	-
Purchased Professional & Technical Services	83,605	20,395	104,000	103,989	11
Purchased Professional - Educational Services	1,294,575	109,560	1,404,135	1,035,660	368,475
Personal Services - Employee Benefits	417,917	170,594	588,511	476,183	112,328
Other Purchased Services (400-500 Series)	-	118,735	118,735	118,380	355
Cleaning, Repairs and Maintenance	-	29,729	29,729	29,729	-
Travel	6,000	-	6,000	182	5,818
Supplies & Materials	19,400	19,950	39,350	28,085	11,265
Scholarships Awarded	-	-	-	1,244	(1,244)
Student Activities	-	-	-	278,977	(278,977)
Total Support Services	2,920,588	381,165	3,301,753	3,079,282	222,471
Facilities Acquisitions & Construction Services:					
Instructional Equipment	10,000	4,000	14,000	13,603	397
Total Facilities Acquisitions & Construction Services	10,000	4,000	14,000	13,603	397
Total Expenditures	5,157,295	1,605,931	6,763,226	5,933,431	829,795
Total Outflows	5,157,295	1,605,931	6,763,226	5,933,431	829,795
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	\$ -	\$ -	\$ 38,778	\$ 38,778
Fund Balance, July 1				\$ 259,361	
Fund Balance, June 30				\$ 298,139	
Recapitulation:					
Restricted:					
Scholarships				\$ 6,107	
Student Activities				292,032	
Total Fund Balance				\$ 298,139	

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR 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) "revenues" from the budgetary comparison schedules	\$ 70,593,453	\$ 5,972,209
 Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	70,706
 State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	(397,961)	(444,276)
 State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	447,206	-
 Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 70,642,698</u>	<u>\$ 5,598,639</u>
 Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Expenditures" From the Budgetary Comparison Schedule	\$ 68,762,798	\$ 5,933,431
 Differences- Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposed, but in the year the supplies are received for financial reporting purposes.	\$ -	\$ 70,706
 Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 68,762,798</u>	<u>\$ 6,004,137</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Measurement Date Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.05225%	0.05293%	0.05667%	0.05524%	0.05522%	0.05623%	0.05587%	0.05536%	0.05503%	0.05607%
District's proportionate share of the net pension liability (asset)	\$7,099,779	\$7,666,916	\$8,552,428	\$6,544,071	\$9,005,088	\$10,133,270	\$ 11,000,426	\$ 12,886,941	\$ 16,298,352	\$12,585,870
District's covered-employee payroll	4,150,860	4,184,350	4,137,405	4,760,005	4,084,471	4,004,074	3,920,949	3,785,183	3,818,964	3,729,825
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	171.04%	183.23%	206.71%	137.48%	220.47%	253.07%	280.56%	340.46%	426.77%	337.44%
Plan fiduciary net position as a percentage of the total pension liability	68.22%	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 710,979	\$ 707,455	\$ 714,648	\$ 646,931	\$ 604,089	\$ 547,032	\$ 555,721	\$ 512,852	\$ 488,880	\$ 482,024
Contributions in relation to the contractually required contribution	710,979	707,455	714,648	646,931	604,089	547,032	555,721	512,852	488,880	482,024
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 4,150,860	\$ 4,184,350	\$ 4,137,405	\$ 4,760,005	\$ 4,084,471	\$ 4,004,074	\$ 3,920,949	\$ 3,785,183	\$ 3,818,964	\$ 3,729,825
Contributions as a percentage of covered-employee payroll	17.13%	16.91%	17.27%	13.59%	14.79%	13.66%	14.17%	13.55%	12.80%	12.92%

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Measurement Date Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's proportionate share of the net pension liability (asset) associated with the District	\$ 100,109,282	\$ 103,951,039	\$105,522,270	\$ 97,872,633	\$135,376,991	\$ 120,376,222	\$ 121,715,287	\$ 126,363,955	\$ 153,013,572	\$ 118,369,399
District's covered-employee payroll	\$ 27,225,749	\$ 26,107,005	\$ 24,869,848	\$ 25,152,758	\$23,211,359	\$ 23,026,807	\$ 22,129,369	\$ 22,003,339	\$ 20,283,185	\$ 19,872,833
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	37.99%	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS**

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

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

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

	2025	2024	2023	2022	2021	2020	2019	2018
District's Total OPEB Liability								
Service Cost	\$ 3,874,484	\$ 3,835,462	\$ 4,931,426	\$ 5,759,082	\$ 3,217,455	\$ 3,051,108	\$ 3,485,870	\$ 4,217,274
Interest Cost	4,218,136	3,944,529	2,843,429	3,245,258	3,131,399	3,833,725	4,176,189	3,623,250
Difference between Expected and Actual Differences	1,573,208	(325,991)	5,927,572	(23,245,272)	24,416,178	(15,448,683)	(11,095,263)	-
Changes of Assumptions	9,586,738	225,747	(28,782,777)	123,422	25,882,284	1,303,690	(11,165,827)	(15,057,284)
Contributions: Member	110,306	101,084	90,355	82,965	74,767	79,563	89,923	97,581
Gross Benefit Payments	<u>(3,221,459)</u>	<u>(3,074,825)</u>	<u>(2,816,501)</u>	<u>(2,556,354)</u>	<u>(2,466,743)</u>	<u>(2,684,049)</u>	<u>(2,601,806)</u>	<u>(2,650,033)</u>
Net Change in District's Total OPEB Liability	16,141,413	4,706,006	(17,806,496)	(16,590,899)	54,255,340	(9,864,646)	(17,110,914)	(9,769,212)
District's Total OPEB Liability (Beginning)	<u>112,000,747</u>	<u>107,294,741</u>	<u>125,101,237</u>	<u>141,692,136</u>	<u>87,436,796</u>	<u>97,301,442</u>	<u>114,412,356</u>	<u>124,181,568</u>
District's Total OPEB Liability (Ending)	<u>\$ 128,142,160</u>	<u>\$ 112,000,747</u>	<u>\$ 107,294,741</u>	<u>\$ 125,101,237</u>	<u>\$ 141,692,136</u>	<u>\$ 87,436,796</u>	<u>\$ 97,301,442</u>	<u>\$ 114,412,356</u>
District's Covered Employee Payroll	\$ 31,376,609	\$ 30,291,355	\$ 29,007,253	\$ 29,912,763	\$ 27,295,830	\$ 27,030,881	\$ 26,050,318	\$ 25,788,522
District's Net OPEB Liability as a Percentage of Payroll	408%	370%	370%	418%	519%	323%	374%	444%

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

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - None.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - None.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

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

OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules

Not Applicable

E. Special Revenue Fund

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

	E.S.E.A.		TITLE I	TITLE II		TITLE III	TITLE IV	NJ HIGH IMPACT TUTORING	ARP ESSER III EXTENDED BEYOND SCHOOL	ARP ESSER III ACCELERATED LEARNING	I.D.E.A. PART B BASIC REGULAR PROGRAM		I.D.E.A. PRESCHOOL
	PART A	PART B		PART A	PART B						REGULAR	PROGRAM	
Revenues:													
Federal Sources	\$ 56,560	\$ 63,641	\$ 9,478	\$ 10,000	\$ 130,644	\$ 42,344	\$ 719,855	\$ 37,141					
Total Revenues	\$ 56,560	\$ 63,641	\$ 9,478	\$ 10,000	\$ 130,644	\$ 42,344	\$ 719,855	\$ 37,141					
Expenditures:													
Instruction:													
Salaries of Teachers	\$ 56,160	\$ -	\$ 6,594	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Purchased Professional Educational Services	-	-	672	-	130,644	-	-	-	-	-	-	-	-
Tuition	-	-	-	-	-	-	-	-	-	-	629,091	37,110	-
General Supplies	400	27,928	1,063	1,138	-	23,695	49,999	31					
Total Instruction	56,560	27,928	8,329	1,138	130,644	23,695	679,090	37,141					
Support Services:													
Other Salaries	-	-	-	-	-	-	15,560	-	-	-	-	-	-
Purchased Professional & Technical Services	-	35,713	-	8,862	-	18,649	40,765	-	-	-	-	-	-
Purchased Professional Educational Services	-	-	-	-	-	-	-	-	-	-	-	-	-
Personal Services - Employee Benefits	-	-	504	-	-	-	-	-	-	-	-	-	-
Other Purchased Services	-	-	645	-	-	-	-	-	-	-	-	-	-
Total Support Services	-	35,713	1,149	8,862	-	18,649	40,765	-	-	-	-	-	-
Total Expenditures	\$ 56,560	\$ 63,641	\$ 9,478	\$ 10,000	\$ 130,644	\$ 42,344	\$ 719,855	\$ 37,141					

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

NJ NONPUBLIC HANDICAPPED SERVICES CH 193													
	ANNUAL EXAM	CORRECTIVE SPEECH	SUPPLEMENTARY INSTRUCTION	COMPENSATORY EDUCATION	NONPUBLIC NURSING PROGRAM	NONPUBLIC SECURITY	NONPUBLIC TEXTBOOKS PROGRAM	NONPUBLIC TECHNOLOGY PROGRAM					
Revenues:													
State Sources	\$ 19,528	\$ 6,510	\$ 12,886	\$ 32,509	\$ 56,550	\$ 96,547	\$ 22,224	\$ 21,253					
Total Revenues	\$ 19,528	\$ 6,510	\$ 12,886	\$ 32,509	\$ 56,550	\$ 96,547	\$ 22,224	\$ 21,253					
Expenditures:													
Instruction:													
Purchased Professional & Technical Services	\$ 19,528	\$ 6,510	\$ 12,886	\$ 32,509	\$ -	\$ -	\$ -	\$ -					
General Supplies	-	-	-	-	56,550	96,547	-	21,253					
Textbooks	-	-	-	-	-	-	22,224	-					
Total Instruction	19,528	6,510	12,886	32,509	56,550	96,547	22,224	21,253					
Total Expenditures	\$ 19,528	\$ 6,510	\$ 12,886	\$ 32,509	\$ 56,550	\$ 96,547	\$ 22,224	\$ 21,253					

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

	PRESCHOOL EDUCATION AID	MEDFORD EDUCATION FOUNDATION	HEALTH & WELLNESS	SCHOLARSHIP	STUDENT ACTIVITIES	TOTALS
Revenues:						
State Sources	\$ 4,183,845	\$ -	\$ -	\$ -	\$ -	\$ 4,451,852
Federal Sources	-	-	-	-	-	1,085,223
Local Sources	76,785	21,350	18,000	323	318,676	435,134
Total Revenues	\$ 4,260,630	\$ 21,350	\$ 18,000	\$ 323	\$ 318,676	\$ 5,972,209
Expenditures:						
Instruction:						
Salaries of Teachers	\$ 955,579	\$ 2,400	\$ -	\$ -	\$ -	\$ 1,020,733
Other Salaries for Instruction	374,906	-	-	-	-	374,906
Purchased Professional & Technical Services	-	-	18,000	-	-	89,433
Purchased Professional Educational Services	7,590	3,000	-	-	-	141,906
General Supplies	230,589	15,950	-	-	-	525,143
Tuition	-	-	-	-	-	666,201
Textbooks	-	-	-	-	-	22,224
Total Instruction	1,568,664	21,350	18,000	-	-	2,840,546
Support Services:						
Salaries of Supervisors of Instruction	76,617	-	-	-	-	76,617
Salaries of Program Directors	326,575	-	-	-	-	326,575
Salaries of Other Professional Staff	230,441	-	-	-	-	230,441
Salaries of Secretarial and Clerical Assistants	91,971	-	-	-	-	91,971
Other Salaries	134,428	-	-	-	-	149,988
Salaries of Community Parent Involvement	48,656	-	-	-	-	48,656
Salaries of Masters Teachers	82,605	-	-	-	-	82,605
Purchased Professional & Technical Services	-	-	-	-	-	103,989
Purchased Professional Educational Services	1,035,660	-	-	-	-	1,035,660
Personal Services - Employee Benefits	475,679	-	-	-	-	476,183
Other Purchased Services	117,735	-	-	-	-	118,380
Cleaning, Repairs and Maintenance	29,729	-	-	-	-	29,729
Travel	182	-	-	-	-	182
Supplies and Materials	28,085	-	-	-	-	28,085
Scholarships Awarded	-	-	-	1,244	-	1,244
Student Activities	-	-	-	-	278,977	278,977
Total Support Services	2,678,363	-	-	1,244	278,977	3,079,282
Facilities Acquisitions & Construction Services:						
Instructional Equipment	13,603	-	-	-	-	13,603
Total Facilities Acquisitions & Construction Services	13,603	-	-	-	-	13,603
Total Expenditures	\$ 4,260,630	\$ 21,350	\$ 18,000	\$ 1,244	\$ 278,977	\$ 5,933,431
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	(921)	39,699	38,778
Fund Balance, July 1	-	-	-	7,028	252,333	259,361
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 6,107	\$ 292,032	\$ 298,139

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEULDE OF PRESCHOOL EDUCATON EXPANSION AID
STATEMENT OF EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	BUDGETED	ACTUAL	VARIANCE
Expenditures:			
Instruction:			
Salaries of Teachers	\$ 1,184,407	\$ 955,579	\$ 228,828
Other Salaries for Instruction	4,280,001	374,906	3,905,095
Purchased Education Services	7,590	7,590	-
General Supplies	230,590	230,589	1
Total Instruction	5,702,588	1,568,664	4,133,924
Support Services:			
Salaries of Supervisors of Instruction	76,617	76,617	-
Salaries of Program Directors	326,575	326,575	-
Salaries of Other Professional Staff	230,441	230,441	-
Salaries of Secretarrial and Clerical Assistants	91,971	91,971	-
Other Salaries	134,428	134,428	-
Salaries of Community Parent Involvement	48,656	48,656	-
Salaries of Masters Teachers	82,605	82,605	-
Employee Benefits	588,511	475,679	112,832
Purchased Education Services- Contracted Pre-K	1,733,965	1,035,660	698,305
Other Purchased Professional Services	117,735	117,735	-
Cleaning, Repair and Maintenance	29,729	29,729	-
Travel	2,431	182	2,249
Supplies and Materials	28,085	28,085	-
Total Support Services	3,491,749	2,678,363	813,386
Facilities Acquisitions & Construction Services:			
Instructional Equipment	13,603	13,603	-
Total Facilities Acquisitions & Construction Services	13,603	13,603	-
Total Expenditures	\$ 9,207,940	\$ 4,260,630	\$ 4,947,310

CALCULATION OF BUDGET AND CARRYOVER

Total Revised 2024-2025 Preschool Education Aid Allocation	\$ 4,442,760
Add: Actual Preschool Education Aid Carryover (June 30, 2024)	836,395
Add: Budgeted Transfer from the General Fund	76,785
Total Preschool Education Aid Funds Available for 2024-2025 Budget	5,355,940
Less: 2023-2024 Budgeted Preschool Education Aid (Prior Year Budget Carryover)	(9,207,940)
Available & Unbugeted Preschool Education Aid Funds June 30, 2025	(3,852,000)
Add: June 30, 2024 Unexpended Preschool Education Aid	4,947,310
Total Actual Preschool Education Aid Carryover	\$ 1,095,310
2024-2025 Preschool Education Aid Carryover Budgeted in 2025-2026	\$ 835,395

F. Capital Projects Fund

Not Applicable

G. Proprietary Funds

Enterprise Funds

Not Applicable
See B-4 Through B-6

I. Long-Term Debt

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE JULY 1, 2024	RETIRED	BALANCE JUNE 30, 2025
			DATE	AMOUNT				
Refunding Bond Issue	12/16/2015	\$ 18,715,000	03/01/26	\$ 1,670,000	5.00%	\$ 5,010,000	\$ 1,685,000	\$ 3,325,000
			03/01/27	1,655,000	5.00%			
			Total				\$ 5,010,000	\$ 1,685,000

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES
JUNE 30, 2025

DESCRIPTION	DATE OF LEASE	TERM	LAST PAYMENT DUE	INTEREST RATE PAYABLE	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2024	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2025
Energy Savings Improvement Program (ESIP)	10/29/2015	15 YEARS	6/30/2031	2.480%	\$ 2,460,940	\$ 1,277,163	\$ -	\$ 156,120	\$ 1,121,043
2021 Passenger School Buses (4) and Chromebooks	9/1/2020	5 YEARS	9/1/2024	1.943%	380,000	76,000	-	76,000	-
2022 Passenger School Buses and Maintenance Vehicles	9/1/2021	5 YEARS	9/1/2025	1.243%	435,000	174,000	-	87,000	87,000
2023 Passenger School Buses (2), Chromebooks, Vehicles and Equipment	9/8/2022	5 YEARS	9/8/2026	2.986%	735,000	441,000	-	147,000	294,000
2024 Passenger School Buses (2), Vans (3), and Chromebooks	5/1/2024	5 YEARS	9/1/2028	4.929%	615,000	615,000	-	123,000	492,000
Copiers	6/27/2024	5 YEARS	7/30/2029	7.880%	225,797	225,797	-	38,356	187,441
Modular Building	3/1/2025	5 YEARS	9/1/2029	4.420%	402,000	-	402,000	80,400	321,600
Total						\$ 2,808,960	\$ 402,000	\$ 707,876	\$ 2,503,084

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2025**

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:					
Local Sources:					
Local Tax Levy	\$ 1,935,500	\$ -	\$ 1,935,500	\$ 1,935,500	\$ -
Total Revenues	1,935,500	-	1,935,500	1,935,500	-
Expenditures:					
Regular Debt Service:					
Interest	250,500	-	250,500	250,500	-
Redemption of Principal	1,685,000	-	1,685,000	1,685,000	-
Total Expenditures	1,935,500	-	1,935,500	1,935,500	-
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF COMPENSATED ABSENCES
JUNE 30, 2025

	OUTSTANDING BALANCE 2024	ADDITIONS/ (DEDUCTIONS)	OUTSTANDING BALANCE 2025
Compensated Absences	\$ 1,364,506	\$ 100,588	\$ 1,465,094

STATISTICAL SECTION (Unaudited)

Financial Trends Information

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

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
FISCAL YEAR ENDING JUNE 30,										
Governmental Activities:										
Net Investment in										
Capital Assets	\$ 34,542,980	\$ 32,269,678	\$ 30,405,378	\$ 28,835,021	\$ 42,192,244	\$ 40,519,627	\$ 38,776,843	\$ 36,900,040	\$ 34,972,288	\$ 33,829,130
Restricted	7,945,819	5,485,761	5,836,226	6,768,976	8,498,719	5,205,748	3,637,941	4,913,874	4,718,068	3,945,091
Unrestricted	(8,038,759)	(8,020,712)	(8,154,629)	(8,629,214)	(12,793,544)	(12,760,951)	(11,619,986)	(12,201,410)	(11,656,636)	(10,349,224)
Total Governmental										
Activities Net Position	\$ 34,450,040	\$ 29,734,727	\$ 28,086,975	\$ 26,974,783	\$ 37,897,419	\$ 32,964,424	\$ 30,794,798	\$ 29,612,504	\$ 28,033,720	\$ 27,424,997
Business-Type Activities:										
Net Investment in										
Capital Assets	\$ 186,578	\$ 204,992	\$ 155,093	\$ 99,211	\$ 2,455	\$ 21,351	\$ 31,374	\$ 41,397	\$ 32,939	\$ 44,953
Unrestricted	227,569	200,661	214,851	282,851	102,181	10,167	82,237	98,453	138,752	95,004
Total Business-Type										
Activities Net Position	\$ 414,147	\$ 405,653	\$ 369,944	\$ 382,062	\$ 104,636	\$ 31,518	\$ 113,611	\$ 139,850	\$ 171,691	\$ 139,957
District-Wide:										
Net Investment in										
Capital Assets	\$ 34,729,558	\$ 32,474,670	\$ 30,560,471	\$ 28,934,232	\$ 42,194,699	\$ 40,540,978	\$ 38,808,217	\$ 36,941,437	\$ 35,005,227	\$ 33,874,083
Restricted	7,945,819	5,485,761	5,836,226	6,768,976	8,498,719	5,205,748	3,637,941	4,913,874	4,718,068	3,945,091
Unrestricted	(7,811,190)	(7,820,051)	(7,939,778)	(8,346,363)	(12,691,363)	(12,750,784)	(11,537,749)	(12,102,957)	(11,517,884)	(10,254,220)
Total District Net Position	\$ 34,864,187	\$ 30,140,380	\$ 28,456,919	\$ 27,356,845	\$ 38,002,055	\$ 32,995,942	\$ 30,908,409	\$ 29,752,354	\$ 28,205,411	\$ 27,564,954

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 19,353,648	\$ 18,393,493	\$ 17,588,560	\$ 16,287,491	\$ 16,337,179	\$ 15,759,945	\$ 15,405,561	\$ 15,032,487	\$ 14,307,032	\$ 13,758,874
Special Education	8,847,406	8,956,671	8,961,658	8,056,098	7,192,799	7,242,507	7,883,326	7,716,671	6,386,063	6,050,481
Other Special Instruction	514,078	545,059	433,538	389,815	469,597	452,251	396,414	447,364	540,792	512,589
Other Instruction	-	-	89,579	56,928	17,993	64,799	51,035	33,529	94,766	80,663
Support Services & Undistributed Costs:										
Tuition	1,344,912	899,439	1,049,833	772,822	713,833	1,387,347	1,069,692	1,241,226	1,573,598	1,254,692
Attendance & Social Work Services	-	-	25,113	22,744	18,415	17,879	26,568	17,605	16,608	16,130
Health Services	-	-	659,532	635,577	624,968	598,413	593,655	584,001	559,768	534,331
Student & Instruction Related Services	8,168,333	6,944,122	3,733,134	3,494,949	3,142,405	2,912,718	2,925,573	2,831,238	3,240,732	2,852,636
Educational Media Services/School Library	-	-	744,736	695,333	670,449	669,748	704,914	698,769	535,886	478,188
Instructional Staff Training	-	-	894,472	786,921	926,785	971,652	770,764	747,816	774,077	652,502
General Administrative Services	926,899	1,013,286	-	-	-	-	-	-	-	-
School Administrative Services	1,691,707	2,161,593	3,883,303	3,788,781	3,718,359	3,844,557	4,238,852	4,035,464	3,807,096	3,647,313
Central Services	1,278,870	1,259,265	1,199,949	1,240,519	1,092,399	1,066,744	996,743	1,010,071	990,594	1,014,369
Plant Operations & Maintenance	4,273,021	5,274,040	3,851,683	3,718,759	3,341,241	2,995,344	2,969,148	2,353,140	3,373,052	3,197,338
Pupil Transportation	2,718,415	2,639,020	2,646,673	2,358,576	2,056,554	2,058,148	2,359,724	2,321,136	3,349,814	3,286,286
Unallocated Benefits	12,423,374	10,576,688	9,636,107	12,685,332	13,919,620	9,750,729	12,183,626	14,715,669	8,046,356	17,808,666
On Behalf TPAP Pension and Social Security Contributions	1,567,729	4,410,795	4,630,454	4,002,328	10,064,872	8,737,614	8,673,772	10,311,232	5,345,399	-
Long-Term Debt and Other Charges	143,613	232,226	310,491	389,784	463,460	525,776	659,046	684,525	749,764	795,328
Special Schools	-	93,261	131,257	90,686	62,959	110,348	67,641	58,570	86,003	74,267
Increase in Compensated Absences	-	-	-	-	-	-	-	45,034	(311,514)	68,311
Adjustment to Capital Assets	-	-	-	-	-	48,463	-	-	-	-
Unallocated Depreciation	2,161,738	1,739,367	1,943,504	1,982,812	1,673,522	1,750,915	1,598,154	1,598,154	1,537,053	1,535,602
Transfer to Charter Schools	44,238	31,517	-	-	-	-	-	-	-	-
Total Governmental Activities Expenses	65,457,981	65,169,842	62,413,576	61,456,255	66,407,409	60,965,897	63,574,208	66,483,701	55,002,939	57,618,566
Business-Type Activities:										
Food Service	1,117,985	1,102,517	1,169,772	1,160,838	479,216	627,991	851,560	843,138	876,831	883,448
Total Business-Type Activities Expense	1,117,985	1,102,517	1,169,772	1,160,838	479,216	627,991	851,560	843,138	876,831	883,448
Total District Expenses	\$ 66,575,966	\$ 66,272,359	\$ 63,583,348	\$ 62,617,093	\$ 66,886,625	\$ 67,035,400	\$ 64,425,768	\$ 64,417,346	\$ 55,879,770	\$ 58,502,014
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Operating Grants & Contributions	\$ 11,170,386	\$ 9,952,907	\$ 8,778,950	\$ 11,516,875	\$ 17,440,243	\$ 10,868,473	\$ 13,167,119	\$ 17,442,963	\$ 6,283,069	\$ 11,441,304
Total Governmental Activities Program Revenues	11,170,386	9,952,907	8,778,950	11,516,875	17,440,243	10,868,473	13,167,119	17,442,963	6,283,069	11,441,304

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
FISCAL YEAR ENDING JUNE 30,										
Business-Type Activities:										
Charges for Services:										
Food Service	826,213	832,332	742,737	15,243	44,425	419,195	655,915	677,560	703,972	698,807
Operating Grants & Contributions	300,257	305,894	405,525	1,370,040	506,746	126,703	169,406	168,439	204,593	187,722
Total Business Type Activities	1,126,470	1,138,226	1,148,262	1,385,283	551,171	545,898	825,321	845,999	908,565	886,529
Program Revenues										
Total District Program Revenues	\$ 12,296,856	\$ 11,091,133	\$ 9,927,212	\$ 12,902,158	\$ 17,991,414	\$ 11,414,371	\$ 13,992,440	\$ 18,288,962	\$ 7,191,634	\$ 12,327,833
Net (Expense)/Revenue:										
Governmental Activities	\$ (54,287,595)	\$ (55,216,935)	\$ (53,634,626)	\$ (49,939,380)	\$ (48,967,166)	\$ (50,097,424)	\$ (50,407,089)	\$ (49,040,738)	\$ (48,719,870)	\$ (46,177,262)
Business-Type Activities	8,485	35,709	(21,510)	224,445	71,955	(82,093)	(26,239)	2,861	31,734	3,081
Total District-Wide Net Expense	\$ (54,279,110)	\$ (55,181,226)	\$ (53,656,136)	\$ (49,714,935)	\$ (48,895,211)	\$ (50,179,517)	\$ (50,433,328)	\$ (49,037,877)	\$ (48,688,136)	\$ (46,174,181)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes, Levied for General										
Purposes, Net	\$ 51,105,043	\$ 48,975,474	\$ 47,219,634	\$ 46,000,759	\$ 45,490,940	\$ 44,454,187	\$ 43,464,889	\$ 42,127,705	\$ 41,301,672	\$ 40,491,836
Taxes Levied for Debt Service	1935,500	2,013,514	2,125,500	2,088,100	2,308,250	2,300,662	2,286,650	2,618,226	2,424,616	2,618,288
Federal & State Aid Not Restricted	4,421,335	4,242,077	4,123,387	4,667,931	4,588,620	4,750,821	4,952,722	5,045,351	5,020,289	5,074,685
Transportation	155,398	235,152	164,081	127,718	28,511	113,902	216,467	119,749	-	-
Rents	238,080	208,770	182,360	220,000	-	-	-	-	-	-
Miscellaneous Income	1,147,552	1,189,700	931,856	655,936	1,113,477	647,478	668,655	708,491	582,016	692,633
Cancellation of Accounts Payable	-	-	-	-	70,615	-	-	-	-	-
Total Governmental Activities	59,002,908	56,864,687	54,746,818	53,760,444	53,600,413	52,267,050	51,589,383	50,619,522	49,328,593	48,877,442
Business-Type Activities:										
Adjustment to Capital Assets	-	-	-	-	-	-	-	(34,702)	-	-
Gain on Capital Assets	9	-	9,392	-	1,163	-	-	-	-	-
Total Business-Type Activities	9	-	9,392	-	1,163	-	-	(34,702)	-	-
Total District-Wide	\$ 59,002,917	\$ 56,864,687	\$ 54,756,210	\$ 53,760,444	\$ 53,601,576	\$ 52,267,050	\$ 51,589,383	\$ 50,584,820	\$ 49,328,593	\$ 48,877,442
Change in Net Position:										
Governmental Activities	\$ 4,715,313	\$ 1,647,752	\$ 1,112,192	\$ 3,821,064	\$ 4,633,247	\$ 2,169,626	\$ 1,182,294	\$ 1,578,784	\$ 608,723	\$ 2,700,180
Business-Type Activities	8,494	35,709	(12,118)	224,445	73,118	(82,093)	(26,239)	(31,841)	31,734	3,081
Total District	\$ 4,723,807	\$ 1,683,461	\$ 1,100,074	\$ 4,045,509	\$ 4,706,365	\$ 2,087,533	\$ 1,156,055	\$ 1,546,943	\$ 640,457	\$ 2,703,261

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund:										
Restricted	\$ 7,647,680	\$ 5,226,400	\$ 5,581,968	\$ 6,514,395	\$ 7,342,720	\$ 5,205,748	\$ 3,538,353	\$ 4,714,286	\$ 4,714,856	\$ 4,249,714
Assigned	689,790	1,072,239	1,883,027	1,833,876	945,078	7,242,507	2,021,258	1,322,937	1,536,468	1,849,135
Unassigned	992,232	793,401	879,241	1,841,024	1,568,896	561,328	678,897	621,351	526,943	507,317
Total General Fund	\$ 9,329,702	\$ 7,092,040	\$ 8,344,236	\$ 10,189,295	\$ 9,856,694	\$ 13,009,583	\$ 6,238,508	\$ 6,658,574	\$ 6,778,267	\$ 6,606,166
All Other Governmental Funds:										
Assigned	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 99,588	\$ 199,588	\$ 3,212	\$ 3,246
Restricted	298,139	259,361	237,522	237,845	194,185	-	-	-	-	-
Committed	-	-	16,736	16,736	16,736	16,736	16,736	-	-	-
Unassigned:										
Special Revenue Fund	(444,276)	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	\$ (146,137)	\$ 259,361	\$ 254,258	\$ 254,581	\$ 210,921	\$ 16,736	\$ 116,324	\$ 199,588	\$ 3,212	\$ 3,246

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**

LAST TEN FISCAL YEARS

(Modified Accrual Basis of Accounting)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Revenues:										
Tax Levy	\$ 53,040,543	\$ 50,988,988	\$ 49,345,134	\$ 48,088,859	\$ 47,799,190	\$ 46,754,849	\$ 45,751,539	\$ 44,745,931	\$ 43,726,288	\$ 43,110,124
Miscellaneous	1,541,030	1,633,622	1,278,297	1,003,654	1,141,988	761,380	885,122	828,240	582,016	692,633
State Sources	22,486,268	19,215,793	17,174,808	17,238,001	14,375,685	12,858,291	12,399,413	11,466,885	10,507,992	10,030,475
Federal Sources	1,108,996	1,339,047	1,252,985	1,386,653	1,061,215	726,460	778,371	791,250	795,366	815,315
Total Revenue	78,176,837	73,177,450	69,051,224	67,717,167	64,378,078	61,100,980	59,814,445	57,832,306	55,611,662	54,648,547
Expenditures:										
Current Expense:										
Instruction	28,715,132	27,895,223	27,073,335	24,790,332	24,017,568	23,519,502	23,736,336	23,230,051	21,328,653	20,402,607
Undistributed Expenditures	43,600,185	42,296,828	40,450,671	38,644,173	34,125,403	33,070,857	32,652,698	30,720,622	30,561,968	28,704,036
Capital Outlay	1,647,163	2,118,034	1,850,843	2,034,715	1,676,915	1,999,586	2,600,850	1,973,130	1,608,321	4,281,132
Special Schools	-	93,261	131,257	90,686	62,959	110,348	67,641	58,570	86,003	74,267
Debt Service	2,739,955	2,830,477	2,125,500	2,216,000	2,308,250	2,400,250	2,386,650	2,421,850	2,424,650	2,615,076
Total Expenditures	76,702,435	75,233,823	71,631,606	67,775,906	62,191,095	61,100,543	61,444,175	58,404,223	56,009,595	56,077,118
Excess (Deficiency) of Revenues Over/(Under) Expenditures	1,474,402	(2,056,373)	(2,580,382)	(58,739)	2,186,983	437	(1,629,730)	(571,917)	(397,933)	(1,428,571)
Other Financing Sources/(Uses):										
Cancellation of Accounts Payable	-	-	-	-	70,615	-	-	-	-	-
Transfer to Charter Schools	(44,238)	(31,517)	-	-	-	-	-	-	-	-
Financed Purchases (Nonbudget)	402,000	840,797	735,000	435,000	380,000	775,000	1,125,000	650,000	570,000	2,985,968
Total Other Financing Sources/(Uses)	357,762	809,280	735,000	435,000	450,615	775,000	1,125,000	650,000	570,000	2,985,968
Net Change in Fund Balances	\$ 1,832,164	\$ (1,247,093)	\$ (1,845,382)	\$ 376,261	\$ 2,637,598	\$ 775,437	\$ (504,730)	\$ 78,083	\$ 172,067	\$ 1,557,397
Debt Service as a Percentage of Noncapital Expenditures	3.7%	3.9%	3.0%	3.4%	3.8%	4.1%	4.1%	4.3%	4.5%	5.0%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

Revenue Capacity Information

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

EXHIBIT J-5

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

FISCAL YEAR ENDED JUNE 30,	TUITION	TRANSPORTATION AGREEMENTS	INTEREST ON INVESTMENTS	RENTS	PRIOR YEAR REFUNDS	MISCELLANEOUS	TOTAL
2025	\$ 119,131	\$ 155,398	\$ 560,000	\$ 238,080	\$ -	\$ 33,287	1,105,896
2024	751	235,152	534,030	208,770	-	155,422	1,134,125
2023	89,708	164,081	-	182,360	-	568,664	1,004,813
2022	121,803	127,718	1,000	220,000	-	266,186	736,707
2021	40,592	28,511	232,875	-	-	732,915	1,034,893
2020	78,557	113,902	232,875	-	-	324,023	749,357
2019	98,141	216,467	-	-	-	526,605	841,213
2018	-	119,749	-	-	-	508,978	628,727
2017	98,963	56,542	29,974	-	7,332	344,122	536,933
2016	16,240	-	-	-	3,530	576,643	596,413

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2025	\$ 13,536,900	\$ 2,790,532,200	\$ 30,261,200	\$ -	\$ 244,466,500	\$ 12,421,900	\$ 61,458,000	\$ 3,152,676,700	\$ 1,808,968	\$ 3,154,485,668	2.515	\$ 4,671,479,111
2024	14,987,400	2,769,975,800	30,862,500	-	245,898,400	12,421,900	61,458,000	3,135,604,000	4,978,317	3,140,582,317	2.404	4,171,905,269
2023	20,005,400	2,715,826,300	29,376,500	1,760,700	244,812,900	12,362,700	54,658,000	3,078,802,500	5,420,307	3,084,222,807	2.365	4,101,751,467
2022	16,868,100	2,675,055,000	31,574,400	1,910,800	247,922,900	12,772,700	54,658,000	3,040,761,900	5,725,601	3,046,487,501	2.341	3,469,402,443
2021	18,157,900	2,660,960,100	33,994,900	1,957,800	249,062,300	13,323,100	54,658,000	3,032,114,100	5,896,479	3,038,010,579	2.300	3,350,157,557
2020	19,058,600	2,645,137,300	34,515,900	1,963,500	249,161,500	16,099,700	55,530,100	3,021,466,600	5,591,644	3,027,058,244	2.253	3,335,567,093
2019	18,152,400	2,628,474,600	35,211,000	2,544,000	249,120,600	16,368,800	52,814,900	3,002,686,300	5,503,089	3,008,189,389	2.205	3,008,189,389
2018	20,976,500	2,603,839,000	36,682,600	2,167,100	249,910,900	16,368,800	49,704,300	2,979,649,200	5,450,433	2,985,099,633	2.170	3,128,816,643
2017	22,987,200	2,580,361,200	38,040,700	2,341,800	256,944,800	16,368,800	50,204,300	2,967,248,800	5,541,405	2,972,790,205	2.109	2,972,790,205
2016	25,778,700	2,565,183,800	39,418,600	2,283,700	260,207,300	16,368,800	56,132,200	2,965,373,100	5,480,053	2,970,853,153	2.020	2,970,853,153

Source: Burlington County Abstract of Ratables

EXHIBIT J-7

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS

(Rate per \$100 of Assessed Value)

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES				TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL	TOTAL DIRECT	TOWNSHIP		BURLINGTON COUNTY	OPEN SPACE	
				MEDFORD TOWNSHIP				
2025	1.682	0.833	2.515	0.488	0.522		0.024	3.549
2024	1.624	0.780	2.404	0.416	0.474		0.024	3.318
2023	1.600	0.765	2.365	0.416	0.445		0.024	3.250
2022	1.569	0.772	2.341	0.405	0.442		0.024	3.212
2021	1.539	0.761	2.300	0.405	0.441		0.023	3.169
2020	1.511	0.742	2.253	0.406	0.442		0.024	3.125
2019	1.465	0.740	2.205	0.410	0.447		0.030	3.092
2018	1.450	0.720	2.170	0.411	0.435		0.030	3.046
2017	1.422	0.687	2.109	0.411	0.403		0.030	2.953
2016	1.374	0.646	2.020	0.412	0.395		0.029	2.856

Source: Municipal Tax Collector

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

TAXPAYER	2025		% OF TOTAL DISTRICT NET ASSESSED VALUE
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	
Estaugh % Medford Leas	\$ 26,441,000		21.65%
Medford Associates, L.P.	21,250,200		17.40%
Sharps Run LLC	15,464,900		12.66%
New Albany Partners, LP	11,373,800		9.31%
Depetris Family, LLC	11,369,200		9.31%
Cottman Prtners LP & Medford Supermkt	9,151,500		7.49%
Medford Convalescent & Nursing Cntr	8,010,800		6.56%
Medford CPG, LLC ET AL	6,853,400		5.61%
Autumn Park Urban Renewal LLC	6,800,000		5.57%
Medford Shopping Center, LLC	5,400,000		4.42%
Total	\$ 122,114,800		100.00%

TAXPAYER	2016		% OF TOTAL DISTRICT NET ASSESSED VALUE
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	

NOT AVAILABLE

Total		
-------	--	--

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR		COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
			AMOUNT	PERCENTAGE OF LEVY
2025	\$	53,040,543	\$ 53,040,543	100.00%
2024		50,988,988	50,988,988	100.00%
2023		49,345,134	49,345,134	100.00%
2022		48,088,859	48,088,859	100.00%
2021		47,799,190	47,799,190	100.00%
2020		46,754,849	46,754,849	100.00%
2019		45,751,539	45,751,539	100.00%
2018		44,745,931	44,745,931	100.00%
2017		43,726,288	43,726,288	100.00%
2016		43,110,124	43,110,124	100.00%

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

Debt Capacity Information

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

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES		TOTAL DISTRICT	PER CAPITA
	GENERAL OBLIGATION BONDS	FINANCED PURCHASES		
2025	\$ 3,325,000	\$ 2,503,084	\$ 5,828,084	230
2024	5,010,000	2,808,960	7,818,960	313
2023	6,705,000	2,581,320	9,286,320	377
2022	8,410,000	2,688,061	11,098,061	454
2021	10,120,000	3,081,962	13,201,962	565
2020	11,855,000	3,547,367	15,402,367	658
2019	13,595,000	3,644,592	17,239,592	739
2018	15,255,000	3,623,306	18,878,306	810
2017	16,885,000	3,902,378	20,787,378	892
2016	18,455,000	4,126,119	22,581,119	971

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

EXHIBIT J-11

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2025	\$ 3,325,000	\$ -	\$ 3,325,000	0.11%	N/A
2024	5,010,000	-	5,010,000	0.16%	200
2023	6,705,000	-	6,705,000	0.22%	273
2022	8,410,000	-	8,410,000	0.28%	344
2021	10,120,000	-	10,120,000	0.33%	433
2020	11,855,000	-	11,855,000	0.39%	506
2019	13,595,000	-	13,595,000	0.45%	582
2018	15,255,000	-	15,255,000	0.51%	655
2017	16,885,000	-	16,885,000	0.57%	724
2016	18,455,000	-	18,455,000	0.62%	794

EXHIBIT J-12

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

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Lenape Regional High School	\$ 79,675,000	17.72%	\$ 14,118,410
Medford Township	40,288,485	100%	40,288,485
Burlington County	173,076,920	7.33%	12,690,652
Subtotal, Overlapping Debt			67,097,547
Medford Township Public School District Debt			3,325,000
Total Direct & Overlapping Debt			<u><u>\$ 70,422,547</u></u>

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)

	FISCAL YEAR									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Debt Limit	\$ 135,148,635	\$ 124,865,065	\$ 112,967,744	\$ 102,782,723	\$ 101,190,039	\$ 100,212,021	\$ 91,640,643	\$ 91,097,962	\$ 94,102,446	\$ 94,102,446
Total Net Debt Applicable to Limit	3,325,000	5,010,000	6,705,000	8,410,000	10,120,000	11,855,000	13,595,000	15,255,000	16,885,000	18,453,000
Legal Debt Margin	\$ 131,823,635	\$ 119,855,065	\$ 106,262,744	\$ 94,372,723	\$ 91,070,039	\$ 88,357,021	\$ 78,045,643	\$ 75,842,962	\$ 77,217,446	\$ 75,649,446
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit (3.0%)	0.074%	0.120%	0.178%	0.245%	0.300%	0.355%	0.445%	0.502%	0.538%	0.588%

Legal Debt Margin Calculation for Fiscal Year 2024

Average Equalized Valuation of Taxable Property	
Equalized Valuation Basis	
2024	\$ 4,671,479,111
2023	4,671,479,111
2022	4,171,905,269
	<u>\$ 13,514,863,491</u>
	<u>\$ 4,504,954,497</u>
Debt Limit (3 % of Average Equalization Value)	\$ 135,148,635
Net Bonded School Debt	<u>3,325,000</u>
Legal Debt Margin	<u>\$ 131,823,635</u>

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

Demographic and Economic Information

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

EXHIBIT J-14

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PERSONAL INCOME (b)	BURLINGTON COUNTY PER CAPITA INCOME	UNEMPLOYMENT RATE (d)
2025	25,294	N/A	N/A	3.2%
2024	25,000	N/A	N/A	3.2%
2023	24,603	1,837,450,452	74,684	2.6%
2022	24,461	1,699,941,656	69,496	4.0%
2021	23,383	1,570,261,982	67,154	2.5%
2020	23,421	1,487,889,288	63,528	2.9%
2019	23,342	1,427,129,880	61,140	3.2%
2018	23,297	1,380,836,487	59,271	6.0%
2017	23,307	1,342,086,981	57,583	5.1%
2016	23,248	1,300,144,400	55,925	6.0%

Source:

(a) Population information provided by US Bureau of the Census; Population Division

(b) Personal income calculated using population and per capita personal income

(c) Per Capita Personal Income provided by the NJ Dept. of Labor and Workforce Development

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

N/A - Information not available

EXHIBIT J-15**PRINCIPAL EMPLOYERS**

2025
EMPLOYEES

Not Available

Total

-

Operation Information

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

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

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Instruction:										
Regular	186	172	177	177	177	181	187	193	185	178
Special Education	69	68	67	66	67	61	63	60	62	53
Other Special Education	42	38	35	38	23	26	26	30	26	27
Support Services:										
School Administrative Services	27	27	25	25	48	35	27	33	33	30
General & Business Administrative Services	13	12	12	12	12	13	12	10	10	10
Plant Operations & Maintenance	32	45	34	34	34	31	29	29	29	31
Pupil Transportation	51	57	57	57	57	56	59	52	56	55
Business & Other Support Services	11	11	10	10	5	5	5	5	5	5
Total	431	430	417	419	423	408	408	412	406	389

Source: District Personnel Records

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO		AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY	MIDDLE				
2025	2,900	\$ 68,762,798	\$ 23,711	0.0036%	240	1:12	1:12	2,905	2,756	6.68%	95.03%
2024	2,727	69,687,253	25,555	0.0038%	240	1:12	1:12	2,723	2,581	1.79%	94.65%
2023	2,620	67,655,077	25,823	0.0039%	225	1:11	1:11	2,675	2,533	2.96%	96.68%
2022	2,496	63,837,916	25,576	0.0052%	224	1:11	1:11	2,598	2,453	4.00%	98.28%
2021	2,654	58,603,866	22,081	0.0047%	232	1:11	1:11	2,498	2,418	-6.05%	91.11%
2020	2,659	57,799,596	21,737	0.0059%	216	1:12	1:11	2,659	2,579	-0.15%	96.99%
2019	2,719	52,260,898	19,221	0.0050%	224	1:12	1:11	2,663	2,559	-1.73%	94.12%
2018	2,741	54,009,243	19,704	0.0055%	227	1:12	1:11	2,710	2,596	-0.84%	94.71%
2017	2,734	51,976,624	19,011	0.0059%	227	1:12	1:11	2,733	2,625	-0.04%	96.01%
2016	2,736	49,180,910	17,975	0.0059%	227	1:12	1:11	2,734	2,630	-0.07%	96.13%

Sources: District records

Note: Enrollment based on annual October district count.

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

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

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

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEAR**

DISTRICT BUILDINGS	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Elementary Schools:										
Chairville School (2004):										
Square Feet	64,000	64,000	64,000	64,000	64,000	64,000	64,000	64,000	64,000	64,000
Capacity (Students)	500	500	500	500	500	500	500	500	500	500
Enrollment	438	406	380	359	358	344	344	364	392	423
Cranberry Pines School (1979):										
Square Feet	52,231	52,231	52,231	52,231	52,231	52,231	52,231	52,231	52,231	52,231
Capacity (Students)	479	479	479	479	479	479	479	479	479	479
Enrollment (a)	371	376	390	365	391	399	406	382	373	340
Kirby's Mill School (2004):										
Square Feet	66,000	66,000	66,000	66,000	66,000	66,000	66,000	66,000	66,000	66,000
Capacity (Students)	515	515	515	515	515	515	515	515	515	515
Enrollment	402	379	345	300	340	370	357	331	332	324
Milton Allen School (1926):										
Square Feet	59,396	59,396	59,396	59,396	59,396	59,396	59,396	59,396	59,396	59,396
Capacity (Students)	486	486	486	486	486	486	486	486	486	486
Enrollment	428	405	353	339	348	334	317	337	345	362
Taunton Forge School (1975):										
Square Feet	42,772	42,772	42,772	42,772	42,772	42,772	42,772	42,772	42,772	42,772
Capacity (Students)	447	447	447	447	447	447	447	447	447	447
Enrollment	318	287	271	251	277	289	275	291	283	310
Middle School:										
Haines 6th Grade Center (1960):										
Square Feet	50,363	50,363	50,363	50,363	50,363	50,363	50,363	50,363	50,363	50,363
Capacity (Students)	461	461	461	461	461	461	461	461	461	461
Enrollment	299	289	286	282	316	280	324	319	357	320
Memorial Middle School (1968):										
Square Feet	118,750	118,750	118,750	118,750	118,750	118,750	118,750	118,750	118,750	118,750
Capacity (Students)	1131	1131	1131	1131	1131	1131	1131	1131	1131	1131
Enrollment	644	585	595	600	635	674	696	712	670	725
Other Buildings:										
Transportation Center (2003):										
Square Feet	9,400	9,400	9,400	9,400	9,400	9,400	9,400	9,400	9,400	9,400
Warehouse: Old Bus Garage (1946):										
Square Feet	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420	4,420

Number of Schools at June 30, 2025:

Elementary = 5
Middle School = 1
Sixth Grade Center = 1
Other = 2

Source: District Facilities Office

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

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

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

	CHAIRVILLE SCHOOL	CRANBERRY PINES SCHOOL	HAINES 6TH GRADE CENTER	KIRBY'S MILL SCHOOL	MEMORIAL MIDDLE SCHOOL	MILTON ALLEN SCHOOL	TAUNTON FORGE SCHOOL	TOTAL
2025	\$ 135,899	\$ 129,067	\$ 137,881	\$ 135,071	\$ 158,610	\$ 146,579	\$ 157,201	\$ 1,000,308
2024	167,081	136,356	131,480	172,302	310,014	155,062	111,663	1,183,958
2023	162,098	130,943	156,495	159,797	172,204	186,571	181,128	1,149,236
2022	200,877	129,820	146,382	121,574	183,097	161,412	178,236	1,121,398
2021	118,769	119,848	126,194	121,957	161,883	127,146	117,528	893,325
2020	91,690	105,049	106,686	129,402	225,886	162,911	99,412	921,036
2019	132,341	126,633	152,289	122,361	168,734	152,800	117,696	972,854
2018	108,481	141,352	104,014	114,814	145,097	101,704	108,276	823,738
2017	98,768	137,433	119,718	108,538	195,647	115,693	130,482	906,279
2016	104,052	139,720	114,394	91,341	316,778	136,507	109,642	1,012,434

Source: District records

**MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025**

	COVERAGE	DEDUCTIBLE
Utica National Insurance Group:		
Property / Inland Marine / Automobile Physical Damages (per occurrence)	\$ 3,000,000	\$ 500
General Liability / Auto Liability	1,000,000	
Educators Legal Liability	1,000,000/3,000,000	
Workers Compensation-Self Insured Retention	3,000,000	
Commercial Property	143,696,586	
Umbrella C	15,000,000	
Republic Franklin Ins Co		
Crime- Self insured Retention	500,000	250
General Liability	3,000,000	
UCPM Insurance Agency		
Pollution Legal Liability	2,000,000/5,000,000	50,000
Travelers Insurance Company		
Cyber Liability	2,000,000	15,000
Business Interruption	2,000,000	5,000
Selective Insurance Company of America:		
Surety - Treasurer of Monies	325,000	
Board Secretary	250,000	
<u>Excess and Reinsurance Carriers Involved **</u>		
Allied World Insurance Company	Excess Liability - Umbrella C	10,000,000
Great American	Excess Liability - Umbrella C	10,000,000
Hudson Excess Insurance Company	Excess Liability - Umbrella C	10,000,000
New Jersey Schools Insurance Group	Increased Workers Compensation	3,000,000
	Increased Employers Liability	3,000,000
	Steadfast Insurance Company	
Chubb Insurance		
Lexington Insurance Company		
RLI Services		
Selective Ins Company of America		

SINGLE AUDIT SECTION



HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-1

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and each major fund of the Medford Township Public School District (the "School District"), in the County of Burlington, State of New Jersey as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated January 5, 2026.

Report on Internal Control Over Financial Reporting

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

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

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

any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

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

Purpose of this Report

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

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC.

Certified Public Accountants & Advisors



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

Medford, New Jersey
January 5, 2026



EXHIBIT K-2

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

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

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

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

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

Basis for Opinion on Each Major Federal and State Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and State of New Jersey Circular 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

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 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.

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

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

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

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC
Certified Public Accountants & Advisors

A handwritten signature in black ink, appearing to read "Ryan Creamer". The signature is fluid and cursive, with the first name "Ryan" being more prominent than the last name "Creamer".

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

Medford, New Jersey
January 5, 2026

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

FEDERAL GRANTOR PASS-THROUGH GRANTOR/ PROGRAM TITLE	ASSISTANCE LISTING NUMBER	FAIN NUMBER	GRANTOR STATE PROJECT NUMBER	PROGRAM AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2025	UNEARNED REVENUE AT JUNE 30, 2025	DUE TO GRANTOR AT JUNE 30, 2025
U.S. Department of Agriculture													
Passed Through New Jersey Department of Agriculture:													
Child Nutrition Cluster:													
Food Distribution Program (Noncash Assistance)	10.555		24NJ0304N1099	\$ 75,618	7/1/23-6/30/24	\$ 11,471	\$ -	\$ (11,471)	\$ -	\$ -	\$ -	\$ -	\$ -
Food Distribution Program (Noncash Assistance)	10.555		25NJ0304N1099	83,852	7/1/24-6/30/25	-	83,852	(69,805)	-	-	-	14,047	-
National School Lunch Program	10.555		24NJ0304N1099	167,817	7/1/23-6/30/24	(11,051)	11,051	-	-	-	-	-	-
National School Lunch Program	10.555		25NJ0304N1099	198,548	7/1/24-6/30/25	-	185,163	(198,548)	-	-	(13,385)	-	-
Total Child Nutrition Cluster						420	280,066	(279,824)	-	-	(13,385)	14,047	-
Summer-EBT Administrative Cost	10.646		202424N80341	321	7/1/24-6/30/25	-	321	(321)	-	-	-	-	-
Subtotal						-	321	(321)	-	-	-	-	-
Local Food for Schools Cooperative Agreement Program	10.885		AM23CPLFS000C015	4,176	7/1/24-6/30/25	(780)	4,176	(3,396)	-	-	-	-	-
Subtotal						(780)	4,176	(3,396)	-	-	-	-	-
Total U.S. Department of Agriculture						(360)	284,563	(283,541)	-	-	(13,385)	14,047	-
U.S. Department of Health and Human Services													
Passed Through New Jersey Department of Human Services:													
Medical Assistance Program (SEMI) - Cluster	93.778		2505NJMAP	23,773	7/1/24-6/30/25	-	23,773	(23,773)	-	-	-	-	-
Subtotal						-	23,773	(23,773)	-	-	-	-	-
Total U.S. Department of Health and Human Services						-	23,773	(23,773)	-	-	-	-	-
U.S. Department of Education													
Passed Through New Jersey Department of Education:													
Title I- Part A	84.010		S010A240030	74,885	7/1/24-9/30/25	-	45,611	(66,560)	-	-	(10,949)	-	-
Title I- Part A	84.010		S010A230030	85,885	7/1/23-9/30/24	(36,470)	36,470	-	-	-	-	-	-
Subtotal						(36,470)	82,081	(66,560)	-	-	(10,949)	-	-
Title II(A)- Part A	84.367A		S367A240029	35,719	7/1/24-9/30/25	-	63,641	(63,641)	-	-	-	-	-
Title II(A)- Part A	84.367A		S367A230029	40,222	7/1/23-9/30/24	(8,076)	8,076	-	-	-	-	-	-
Subtotal						(8,076)	71,717	(63,641)	-	-	-	-	-
Title II(B)- English Language Acquisition	84.365A		S365A240030	9,478	7/1/24-9/30/25	-	9,040	(9,478)	-	-	(438)	-	-
Title II(B)- English Language Acquisition	84.365A		S365A230030	8,459	7/1/23-9/30/24	(1,191)	-	1,191	-	-	(438)	-	-
Subtotal						(1,191)	9,040	(9,478)	-	-	(438)	-	-
Title IV- Part A	84.424A		S424A240031	10,000	7/1/24-9/30/25	-	9,686	(10,000)	-	-	(314)	-	-
Subtotal						-	9,686	(10,000)	-	-	(314)	-	-
Special Education Cluster:													
ID.E.A. Part B Basic Regular	84.027A		H027A240100	729,454	7/1/24-9/30/25	-	708,764	(719,855)	-	-	(11,091)	-	-
ID.E.A. Part B Basic Regular	84.027A		H027A230100	705,492	7/1/23-9/30/24	(66,799)	66,799	-	-	-	-	-	-
Subtotal						(66,799)	765,563	(719,855)	-	-	(11,091)	-	-
ID.E.A. Preschool	84.173A		H173A240114	37,110	7/1/24-9/30/25	-	37,141	(37,141)	-	-	-	-	-
ID.E.A. Preschool	84.173A		H173A230114	37,721	7/1/23-9/30/24	(119)	119	-	-	-	-	-	-
Subtotal						(119)	37,260	(37,141)	-	-	-	-	-
Total Special Education Cluster						(66,918)	802,823	(756,996)	-	-	(11,091)	-	-
Education Stabilization Funds:													
COVID-19 ARP ESSER III	84.425U		S425U210027	560,471	3/13/20-9/30/24	(108,076)	9,625	-	98,451	-	-	-	-
COVID-19 ARP ESSER III	84.425U		S425U210027	214,425	3/13/20-9/30/24	(228,01)	44,624	(42,344)	-	-	-	-	-
COVID-19 ARP ESSER III- Accelerated Learning	84.425U		S425U210027	40,000	3/13/20-9/30/24	(1,738)	1,738	-	-	-	-	-	-
COVID-19 ARP ESSER III- Summer Learning	84.425U		S425U210027	40,000	3/13/20-9/30/24	(17,758)	23,318	(15,560)	-	-	-	-	-
COVID-19 ARP ESSER III- Beyond The School Day	84.425U		S425U210027	40,000	3/13/20-9/30/24	(118,852)	79,305	(57,904)	98,451	-	-	-	-
Subtotal						(118,852)	79,305	(57,904)	98,451	-	-	-	-
NJ High Impact Tutoring Grant	84.425V		E2400262	154,000	10/1/23-9/30/24	(16,294)	122,170	(130,644)	-	-	(24,768)	-	-
Subtotal						(16,294)	122,170	(130,644)	-	-	(24,768)	-	-
Total Education Stabilization Funds						(135,146)	201,475	(188,548)	98,451	-	(24,768)	-	-
Total U.S. Department of Education						(238,801)	1,176,822	(1,085,223)	99,642	-	(47,560)	-	-
Total Expenditures of Federal Awards						\$ (239,161)	\$ 1,485,158	\$ (1,392,537)	\$ 99,642	\$ -	\$ (60,945)	\$ 14,047	\$ -

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

MEDFORD TOWNSHIP PUBLIC SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR FISCAL YEAR ENDED JUNE 30, 2025

STATE GRANTOR/PROGRAM TITLE OR CLUSTER	GRANTOR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	PRIOR YEARS' BALANCES	BALANCE AT JUNE 30, 2025		CUMULATIVE TOTAL	
									(ACCOUNTS RECEIVABLE)	UNEARNED REVENUE		DUE TO GRANTOR
New Jersey Department of Education:												
General Fund:												
Categorical Special Education Aid	495-034-5120-089	\$ 2,275,376	7/1/24-6/30/25	\$ -	\$ 2,275,376	\$ (2,275,376)	\$ -	\$ -	\$ -	\$ -	\$ 194,680	\$ 2,275,376
Equalization Aid	495-034-5120-078	2,057,313	7/1/24-6/30/25	-	2,057,313	(2,057,313)	-	-	-	-	176,023	2,057,313
Security Aid	495-034-5120-084	76,003	7/1/24-6/30/25	-	76,003	(76,003)	-	-	-	-	6,674	76,003
Total State Aid Public				-	4,410,692	(4,410,692)	-	-	-	-	377,377	4,410,692
Categorical Transportation Aid	495-034-5120-014	240,580	7/1/24-6/30/25	-	240,580	(240,580)	-	-	-	-	20,584	240,580
Nonpublic Transportation Aid	495-034-5120-014	54,246	7/1/24-6/30/25	(60,770)	60,770	(54,246)	-	-	-	(54,246)	-	54,246
Nonpublic Transportation Aid	495-034-5120-014	60,770	7/1/23-6/30/24	-	-	-	-	-	-	-	-	-
Total Transportation Aid				(60,770)	301,350	(294,826)	-	-	-	(54,246)	20,584	294,826
Extraordinary Aid	495-034-5120-044	457,399	7/1/24-6/30/25	-	-	(457,399)	-	-	-	(457,399)	-	457,399
Extraordinary Aid	495-034-5120-044	287,210	7/1/23-6/30/24	(287,210)	287,210	-	-	-	-	-	-	-
Homeless Tuition	495-034-5123-005	12,429	7/1/24-6/30/25	-	-	(12,429)	-	-	-	(12,429)	-	12,429
Reimbursed TPAF Social Security Contributions	495-034-5094-003	1,932,912	7/1/24-6/30/25	-	1,837,970	(1,932,912)	-	-	-	(94,942)	-	1,932,912
Reimbursed TPAF Social Security Contributions	495-034-5094-003	1,790,555	7/1/23-6/30/24	(92,480)	92,480	-	-	-	-	-	-	-
Noncash Assistance:												
On Behalf Post Retirement Long Term Disability Insurance Contributions	495-034-5094-004	2,760	7/1/24-6/30/25	-	2,760	(2,760)	-	-	-	-	-	2,760
On Behalf TPAF Pension	495-034-5095-002	8,704,315	7/1/24-6/30/25	-	8,704,315	(8,704,315)	-	-	-	-	-	8,704,315
Contributions (Non-Budgeted)												
On Behalf TPAF Post-Retirement Medical (Non-Budgeted)	495-034-5095-001	2,543,408	7/1/24-6/30/25	-	2,543,408	(2,543,408)	-	-	-	-	-	2,543,408
Total General Fund				(440,460)	18,180,185	(18,358,741)	-	-	-	(619,016)	397,961	18,358,741
Special Revenue Fund:												
Preschool Education Aid	495-034-5120-086	4,442,760	7/1/24-6/30/25	836,395	4,442,760	(4,183,845)	-	-	1,095,310	-	444,276	4,183,845
Non-Public Aid:												
Auxiliary Services Aid Cluster (Ch. 192):												
Compensatory Education	100-034-5120-067	33,812	7/1/24-6/30/25	-	33,812	(32,509)	-	-	-	1,303	-	32,509
Compensatory Education	100-034-5120-067	77,088	7/1/23-6/30/24	15,556	-	-	-	(15,556)	-	-	-	-
Total Auxiliary Services Aid Cluster				15,556	33,812	(32,509)	-	(15,556)	-	1,303	-	32,509
Handicapped Services Cluster (Ch. 193):												
Supplemental Instruction	100-034-5120-066	15,529	7/1/24-6/30/25	-	15,529	(12,886)	-	-	-	2,643	-	12,886
Supplemental Instruction	100-034-5120-066	14,868	7/1/23-6/30/24	4,874	-	-	-	(4,874)	-	-	-	-
Speech	100-034-5120-066	8,370	7/1/24-6/30/25	-	8,370	(6,500)	-	-	-	1,860	-	6,500
Speech	100-034-5120-066	19,623	7/1/23-6/30/24	4,743	-	-	-	(4,743)	-	-	-	-
Initial Examination & Classification	100-034-5120-066	21,808	7/1/24-6/30/25	-	21,808	(19,528)	-	-	-	2,280	-	19,528
Total Handicapped Services Cluster				9,617	45,707	(38,924)	-	(9,617)	-	6,783	-	38,924
NJ Schools to Watch Grant	N/A	3,000	7/1/11-6/30/12	3,000	-	-	(3,000)	-	-	-	-	-
Textbooks	100-034-5120-064	22,246	7/1/24-6/30/25	-	22,246	(22,246)	-	-	-	22	-	22,246
Textbooks	100-034-5120-064	20,988	7/1/23-6/30/24	10	-	-	-	(10)	-	-	-	-
Nursing	100-034-5120-070	56,550	7/1/24-6/30/25	-	56,550	(56,550)	-	-	-	-	-	56,550
Technology	100-034-5120-373	21,315	7/1/24-6/30/25	-	21,315	(21,253)	-	-	-	62	-	21,253
Technology	100-034-5120-373	10,585	7/1/23-6/30/24	-	-	-	-	-	-	-	-	-
Security Aid	100-034-5120-509	80,585	7/1/24-6/30/25	-	96,555	(96,547)	-	-	-	8	-	96,547
Total Special Revenue Fund				864,578	4,718,945	(4,451,852)	(3,000)	(25,883)	1,095,310	8,178	444,276	4,451,852
Enterprise Fund:												
National School Lunch Program (State Share)	495-010-3350-001	10,376	7/1/23-6/30/24	(715)	715	-	-	-	-	-	-	-
National School Lunch Program (State Share)	495-010-3350-001	10,743	7/1/24-6/30/25	-	10,009	(10,743)	-	-	-	(734)	-	10,743
National School Lunch Program- Red (State Share)	495-010-3350-001	1,641	7/1/23-6/30/24	(109)	109	-	-	-	-	-	-	-
National School Lunch Program- Red (State Share)	495-010-3350-001	1,919	7/1/24-6/30/25	-	1,819	(1,919)	-	-	-	(100)	-	1,919
Summer-EBT Administrative Cost	495-010-3350-001	321	7/1/24-6/30/25	-	321	(321)	-	-	-	-	-	321
Working Class Families State Supplement	495-010-3350-006	2,010	7/1/23-6/30/24	(131)	131	-	-	-	-	-	-	-
Working Class Families State Supplement	495-010-3350-006	3,733	7/1/24-6/30/25	-	3,480	(3,733)	-	-	-	(253)	-	3,733
Total Enterprise Fund				(955)	16,584	(16,716)	-	-	-	(1,087)	-	16,716
Total State Financial Assistance				\$ 423,163	\$ 22,915,714	\$ (22,827,309)	\$ (3,000)	\$ (25,883)	\$ (620,103)	\$ 1,095,310	\$ 8,178	\$ 22,827,309
Less: Grants Not Subject to Major Program Determination:												
On Behalf Post Retirement Long Term Disability Insurance Contributions	495-034-5094-004	2,760	7/1/24-6/30/25	-	-	2,760	-	-	-	-	-	-
On Behalf TPAF Pension	495-034-5095-002	8,704,315	7/1/24-6/30/25	-	-	8,704,315	-	-	-	-	-	-
Contributions (Non-Budgeted)												
On Behalf TPAF Post-Retirement Medical (Non-Budgeted)	495-034-5095-001	2,543,408	7/1/24-6/30/25	-	-	2,543,408	-	-	-	-	-	-
Total State Financial Assistance subject to Calculation for Major Program Determination						\$ (11,576,829)						

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

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

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

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

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

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

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

Note 3. Relationship to Basic Financial Statements

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$49,245 for the general fund and (\$373,570) for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 23,773	\$ 18,407,986	\$ 18,431,759
Special Revenue Fund	1,085,223	4,078,282	5,163,505
Food Service Fund	283,541	16,716	300,257
Total Awards & Financial Assistance	<u>\$ 1,392,537</u>	<u>\$ 22,502,984</u>	<u>\$ 23,895,521</u>

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

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

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

Note 6. Grant Adjustments

The Schedule of Expenditures of State Financial Assistance required an adjustment during the fiscal year to cancel unearned revenue for the NJ Schools to Watch grant in the amount of \$3,000.

The Schedule of Expenditures of Federal Financial Assistance required an adjustment during the fiscal year to cancel uncollectible balances for the Title III and ARP ESSER grants in the amount of \$1,191 and \$98,451, respectively.

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

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

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

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

Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

Internal control over major programs:

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

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

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

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

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
--	------------------------------	--

84.027A	H027A240100	Special Education Cluster:
84.173A	H173A240114	I.D.E.A. Part B, Basic Regular
		I.D.E.A. Preschool

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

Auditee qualified as low-risk auditee? X yes _____ no

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

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

State Financial Assistance

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

Auditee qualified as low-risk auditee? X yes no

Internal control over major programs:

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

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

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

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

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

<u>495-034-5120-086</u>	<u>Preschool Education Aid</u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>

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

Section II – Financial Statement Findings

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

None.

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

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

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

FEDERAL AWARDS – N/A

STATE FINANCIAL ASSISTANCE – N/A

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

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

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.